



OFFICE OF THE AUDITOR GENERAL

**REPORT OF THE AUDITOR GENERAL ON
THE PUBLIC ACCOUNTS OF THE REPUBLIC
OF TRINIDAD AND TOBAGO FOR THE
FINANCIAL YEAR 2012**

(1st OCTOBER 2011 to 30th SEPTEMBER 2012)

29th APRIL, 2013



"Championing Good Governance"

**Report of the Auditor General
of the Republic of Trinidad & Tobago
on the
Public Accounts of Trinidad & Tobago
for the Financial Year Ended
30th September, 2012**

TABLE OF CONTENTS

	Page No.
AUDITOR'S REPORT	1
CHAPTER 1 – EXPENDITURE: ACCOUNTS OF ACCOUNTING OFFICERS	7
CHAPTER 2 – REVENUE: ACCOUNTS OF RECEIVERS OF REVENUE	49
CHAPTER 3 – ACCOUNTS OF ADMINISTERING OFFICERS	59
CHAPTER 4 – INTERNAL AUDIT FUNCTION IN GOVERNMENT MINISTRIES/DEPARTMENTS	69
CHAPTER 5 – ACCOUNTS OF THE TREASURY	75
TREASURY STATEMENTS	107

Auditor's Report



AUDITOR'S REPORT

REPORT OF THE AUDITOR GENERAL OF THE REPUBLIC OF TRINIDAD AND TOBAGO ON THE PUBLIC ACCOUNTS OF TRINIDAD AND TOBAGO FOR THE FINANCIAL YEAR ENDED 30TH SEPTEMBER, 2012

REPORT ON THE FINANCIAL STATEMENTS

Financial Statements of the Public Accounts of Trinidad and Tobago for the financial year ended 30th September, 2012 which were received from the Treasury, Accounting Officers, Receivers of Revenue and Administering Officers have been audited.

RESPONSIBILITY OF THE TREASURY, ACCOUNTING OFFICERS, RECEIVERS OF REVENUE AND ADMINISTERING OFFICERS

2. The Treasury, Accounting Officers, Receivers of Revenue and Administering Officers respectively are responsible for the preparation and fair presentation of these Financial Statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

3. The Auditor General's responsibility is to audit and report on these Financial Statements in accordance with section 116 (2) and (4) of the Constitution of the Republic of Trinidad and Tobago and section 25 (1) of the Exchequer and Audit Act, Chapter 69:01. The examination was conducted in accordance with auditing standards which require that ethical requirements be complied with and that the audit be planned and performed to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

4. It is my view that the audit evidence obtained is sufficient and appropriate to provide a basis for the opinion expressed at paragraph 14 of this Report.



APPROPRIATION ACCOUNTS

5. In accordance with section 24 (1) (b) of the Exchequer and Audit Act, Chapter 69:01, Accounting Officers were required to submit Appropriation Accounts for the financial year ended 30th September, 2012 by 31st January, 2013.

6. Appropriation Accounts were not received from 13 Accounting Officers by this deadline. Details are given at paragraph 1.2 of Chapter 1 of this Report.

7. The examination of records and documents revealed that in many instances there was non-compliance with Financial Instructions, Financial Regulations and other financial directives. Some comments pertinent to the examination of the Appropriation Accounts and the supporting records and documents have been included at Chapter 1 under the respective Heads of Expenditure.

STATEMENTS OF RECEIPTS AND DISBURSEMENTS

8. Receivers of Revenue were required to submit Statements of Receipts and Disbursements in respect of the financial year ended 30th September, 2012 by 31st January, 2013 in accordance with section 24 (1) (c) of the Exchequer and Audit Act, Chapter 69:01.

9. Statements of Receipts and Disbursements were not received by 31st January, 2013 from 20 Receivers of Revenue. Details are given at paragraph 2.8 of Chapter 2 of this Report.

10. Some comments pertinent to the examination of the Statements of Receipts and Disbursements and the supporting records are also given at Chapter 2.

ACCOUNTS OF ADMINISTERING OFFICERS

11. Administering Officers were required to submit Financial Statements in respect of the financial year ended 30th September, 2012 by 31st January, 2013 in accordance with section 24 (2) (a) and (b) of the Exchequer and Audit Act, Chapter 69:01.

12. Financial Statements were not received from seven Administering Officers by this date. Details are given at paragraph 3.5 of Chapter 3 to this Report.

13. Comments arising from the examination of the Accounts of Administering Officers have also been included at Chapter 3.



OPINION

14. In my opinion, the Financial Statements referred to at paragraph one above present fairly, in all material respects, the financial assets and liabilities of the Central Government at 30th September, 2012 and the revenue and expenditure of Government Ministries and Departments for the financial year ended 30th September, 2012 in accordance with the cash basis of accounting.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

PAYMENTS OUT OF PUBLIC MONEYS TO MEMBERS OF PARLIAMENT

15. Section 25 (2) of the Exchequer and Audit Act, Chapter 69:01 requires the Auditor General to set out in his annual report all payments made out of public moneys to a member of each House of Parliament (other than the salary and any allowances and any pension paid to him as specified in that section).

16. By Auditor General's Circular Memorandum No. 3 of 2013 dated 5th February, 2013, all Permanent Secretaries and Heads of Departments were requested to submit particulars of all payments made out of public moneys to Members of Parliament as required by section 25(2) of the Exchequer and Audit Act, Chapter 69:01.

17. As at 15th April, 2013, responses were not received from 19 Permanent Secretaries / Heads of Department.

18. According to information received, there are no details to be given as required by section 25(2) of the Exchequer and Audit Act, Chapter 69:01.

EMPHASIS OF MATTER

EXCHEQUER ACCOUNT – (\$23,481,272,727.66)

19. The Exchequer Account is the bank account for the Consolidated Fund. The Exchequer Account was overdrawn by (\$23,481,272,727.66) which was an increase of (\$3,352,434,543.14) or 16.65% when compared to the previous year's figure of (\$20,128,838,184.52). This amount was shown as a deduction from Assets on the Consolidated Statement of Assets and Liabilities but should have been reflected under Liabilities in accordance with accounting principles.



CONTINGENT LIABILITIES - \$47,961,571,757.54


20. According to International Accounting Standard 37, a Contingent Liability is “a possible obligation depending on whether some uncertain future event occurs”. It was noted that certain obligations totalling \$471,239,761.71 relating to Build, Operate, Lease and Transfer (BOLT) arrangements were included under Contingent Liabilities. Under these arrangements, the Government is obligated to make lease payments. Consequently, it did not appear that these arrangements should be classified as Contingent Liabilities.

SUBMISSION OF REPORT

21. This Report is being submitted to the Speaker of the House of Representatives, the President of the Senate and the Minister of Finance in accordance with the requirements of section 116 (4) of the Constitution of the Republic of Trinidad and Tobago.

29th April, 2013




SHARMAN OTTLEY
AUDITOR GENERAL

CHAPTER 1

ACCOUNTS OF ACCOUNTING OFFICERS

CHAPTER 1

EXPENDITURE: ACCOUNTS OF ACCOUNTING OFFICERS

GENERAL

SUBMISSION OF APPROPRIATION ACCOUNTS

1.1 In accordance with section 24 (1) of the Exchequer and Audit Act, Chapter 69:01, Accounting Officers are required to submit Appropriation Accounts to the Auditor General within four months of the financial year end of 30th September.

1.2 Appropriation Accounts in respect of 38 Heads of Expenditure were received in the Auditor General's Department by 31st January, 2013. Appropriation Accounts were received after the statutory deadline date from the 13 Ministries/Departments shown below:

Ministry/Department	Date Received	Actual Expenditure 2012 ¹ \$
01 - President	5 th February, 2013	18,813,778.90
03 - Judiciary	15 th February, 2013	352,895,112.60
09 - Tax Appeal Board	1 st February, 2013	8,400,516.31
15 - Tobago House of Assembly	9 th April, 2013	2,076,532,056.30
34 - Ministry of Transport	13 th February, 2013	1,070,999,567.53
54 - Ministry of Science, Technology & Tertiary Education	8 th February, 2013	1,400,896,703.81
59 - Ministry of Tobago Development	9 th April, 2013	27,996,326.56
61 - Ministry of Housing, Land & Marine Affairs	15 th February, 2013	1,955,974,350.42
65 - Ministry of Foreign Affairs	1 st February, 2013	370,124,738.68
71 - Ministry of the Environment & Water Resources	13 th February, 2013	648,612,264.99
72 - Ministry of Tertiary Education & Skills Training	1 st February, 2013	882,959,909.94
73 - Ministry of Science & Technology	1 st February, 2013	50,528,231.87
74 - Ministry of National Diversity & Social Integration	1 st February, 2013	18,275,412.91

¹ According to Appropriation Accounts received.

EXPENDITURE VARIANCES

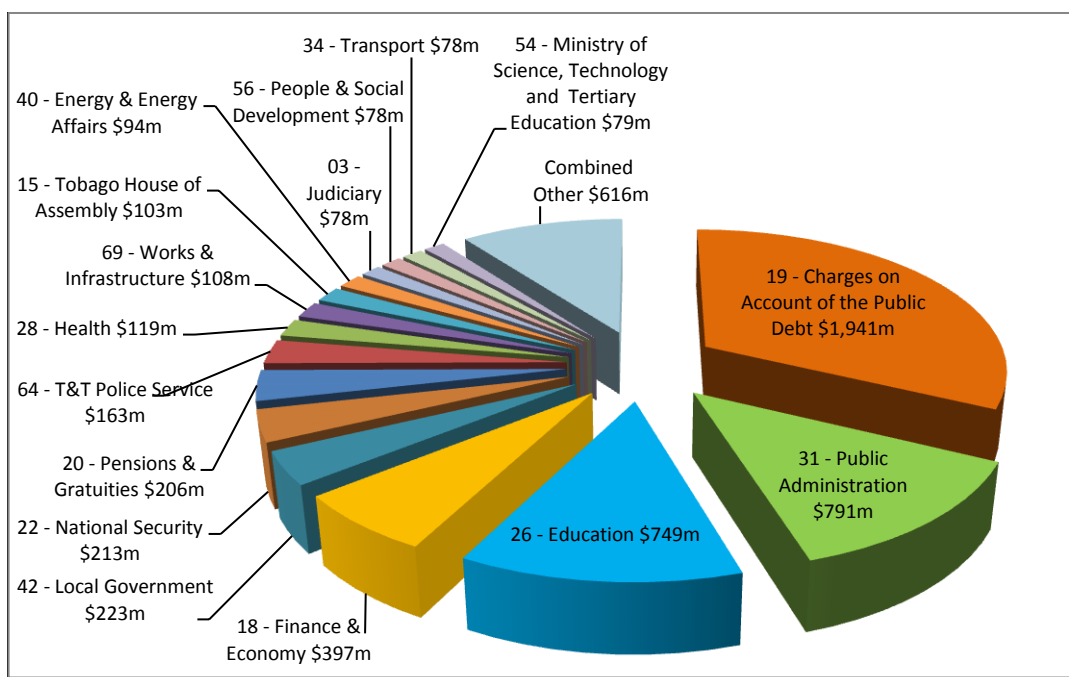
1.3 During the financial year 2012, expenditure was incurred under 51 Heads of Expenditure as detailed on the Statement of Expenditure included with the Treasury Statements². TS 22 and TS 23 refer. Overall variances as well as prior year comparatives are as follows:

	2012 \$	2011 \$	Increase/ (Decrease)
Total Expenditure Authorized	61,634,910,968.00	60,482,546,712.00	1.91%
Total Actual Expenditure	55,702,231,796.24	54,474,868,253.84	2.25%
Unspent Allocations	6,035,496,002.17	6,090,435,523.84	(0.90%)
Expenditure More Than Allocation	102,816,830.41	76,905,067.55	33.69%

Unspent Allocations

1.4 Regulation 34 of the Financial Regulations, Chapter 69:01³ makes Accounting Officers responsible for ensuring “that public funds are spent to the best advantage”. Unspent allocations may result from a number of factors such as resource constraints, efficiency/economy savings, over-provision, changes in work plans or failure to implement or finance planned activities. **Chart 1** presents Unspent Allocations greater than \$75 million for the financial year 2012.

Chart 1: Unspent Allocations by Head of Expenditure



² The Treasury Statements are reproduced at the end of this document.

³ Hereinafter referred to as Financial Regulations.

Expenditure More Than Allocation

1.5 According to the Statement of Expenditure, the Ministry of Housing, Land and Marine Affairs is shown as having exceeded the approved estimates by \$102,812,559.94. However, a review of documentation revealed that the approved estimates for the Ministry of Education should be \$4,128,415,240.00 instead of \$4,312,444,928.00 as shown, a difference of \$184,029,688.00. The figure of \$184,029,688.00 was authorised by the Fourth Supplementary Warrant and related to Acquisition of Sites for Non-Agricultural Development Purposes under the then Head 25 – Ministry of Food Production, Land and Marine Affairs. Due to the realignment of Ministerial portfolios discussed at paragraphs 1.13 to 1.14 of this Chapter, the allocation was transferred to Head 61 – Ministry of Housing, Land and Marine Affairs. Consequently the figure of \$1,853,156,781.00 for Head 61 should have read \$2,037,186,469.00 resulting in a variance less than estimates of \$81,217,127.06.

1.6 Expenditure Authorized and Actual Expenditure are discussed in the ensuing pages. These are followed by major audit findings with respect to individual Ministries and Departments.

PARLIAMENTARY APPROVAL - TOTAL EXPENDITURE AUTHORIZED

1.7 Total expenditure authorizations for the financial year 2012 comprised Appropriations and Direct Charges as shown below.

	2012	2011	Increase/ (Decrease)
	\$	\$	
Appropriations	50,242,011,767	46,790,388,196	7.38%
Direct Charges	11,392,899,201	13,692,158,516	(16.79%)
TOTAL	61,634,910,968	60,482,546,712	1.91%

Details are given at paragraphs 5.28 and 5.29 of Chapter 5 of this Report.

Appropriation

1.8 Parliament, by means of the Appropriation (Financial Year 2012) Act, 2012 (Act No. 19 of 2012 - assented to on 25th October, 2012) approved an amount of \$47,130,254,342.00 for meeting expenditure for the service of Trinidad and Tobago for the financial year ending 30th September, 2012. Subsequently, there were two further issues totalling \$3,111,757,425.00 resulting in the total Appropriation approved being \$50,242,011,767.00.

Direct Charges

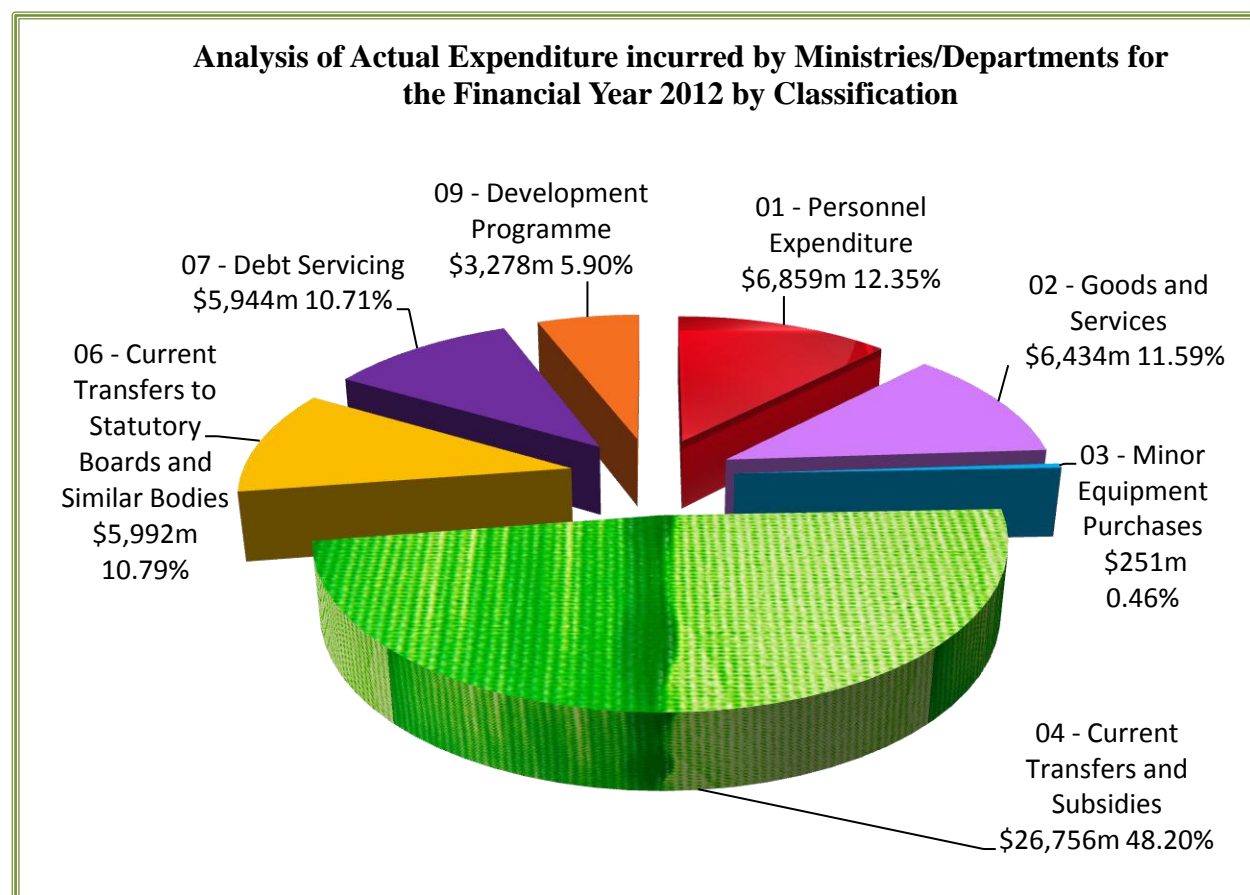
1.9 The Minister of Finance, by Warrant dated 1st October, 2011, authorized the withdrawal from the Consolidated Fund for the financial year ending 30th September, 2012, amounts not exceeding a total of \$9,874,302,530.00 to meet expenditure charges arising from the Constitution or an Act of Parliament. Subsequently, there were six Supplementary Warrants totalling \$1,518,596,671.00 resulting in a total withdrawal authorization of \$11,392,899,201.00.

TOTAL EXPENDITURE INCURRED - \$55,702,231,796.24

Expenditure by Classification

1.10 A break-down by Sub-Head of total actual expenditure for the financial year 2012 is shown at **Chart 2**.

Chart 2: Analysis of Actual Expenditure by Classification



Current Transfers and Subsidies - \$26,756,846,387.64

1.11 The major portion (48.20%) of Actual Expenditure for the financial year 2012 comprised Current Transfers and Subsidies. Some of the larger amounts are highlighted below.

	\$Bn
Deposit to Infrastructure Development Fund	3.877
Senior Citizens' Grant	2.521
Regional Health Authorities	2.446
Shortfall in Subsidy (Petroleum Products)	1.499
Deposit to the Heritage and Stabilisation Fund	1.332
Pension Payments	1.218

Increases from Prior Year

1.12 Increases in Expenditure greater than 50% from the prior year are shown below:

Head of Expenditure	2012 \$	2011 \$	Variance \$	Increase
69 - Ministry of Works & Infrastructure	2,460,003,111	514,999,009	1,945,004,102	378%
61 - Ministry of Housing, Land & Marine Affairs*	1,955,969,341	1,031,710,323	924,259,018	90%
34 - Ministry of Transport	1,061,623,436	218,585,995	843,037,441	386%
68 - Ministry of Sport	395,884,905	28,786,161	367,098,743	1275%
58 - Ministry of Justice	408,167,324	126,592,816	281,574,509	222%
67 - Ministry of Planning & Sustainable Development*	208,642,035	62,850,036	145,791,999	232%
66 - Ministry of Gender, Youth & Child Development	137,760,344	46,809,645	90,950,699	194%

* Restructured Ministries

New/Restructured Ministries

1.13 New Heads of Expenditure were created as a result of a restructuring of Ministerial Portfolios effective 25th June, 2012 [Trinidad and Tobago Gazette (Extraordinary) No. 120 Vol. 51 dated 6th July, 2012 refer]. These are:

New Head of Expenditure	Expenditure \$
70 - Ministry of Communications	18,550,054.94
71 - Ministry of the Environment & Water Resources	648,617,274.47
72 - Ministry of Tertiary Education & Skills Training	882,959,901.14
73 - Ministry of Science and Technology	50,528,219.76
74 - Ministry of National Diversity & Social Integration	18,275,412.91

1.14 Certain Ministries were renamed as follows:

Accounting Unit/Head No.	Previous Name	New Name
68/25	Ministry of Food Production, Land & Marine Affairs	Ministry of Food Production
77/65	Ministry of Foreign Affairs & Communications	Ministry of Foreign Affairs
12/18	Ministry of Finance	Ministry of Finance & the Economy
50/61	Ministry of Housing & the Environment	Ministry of Housing, Land & Marine Affairs
79/67	Ministry of Planning & the Economy	Ministry of Planning & Sustainable Development
65/48	Ministry of Trade & Industry	Ministry of Trade, Industry & Investment

Effects of Restructuring

1.15 Comptroller of Accounts Circular No. 10 dated 22nd August, 2012 required Ministries and Departments to indicate in a Note, the implications as a result of the realignment of Ministerial portfolios with effect from 25th June, 2012. Certain Ministries indicated that there were delays in transfer of staff records and other Ministries indicated that staff did not receive transfer letters. Delays were also experienced in the receipt of Notifications of Credit and approved Inter-Departmental Adjustment Vouchers from the Comptroller of Accounts.

1.16 Other effects observed as a result of the audit were:

- Files of certain contract employees were not available to facilitate verification of payments and terms and conditions of employment.
- One Ministry which was restructured was required to prepare three Appropriation Accounts and the figures on two of these Accounts could not be agreed to the underlying records such as the Daily Abstract of Payments, the Final Expenditure Notification and the Statement of Expenditure.
- Outstanding commitments could not always be separately identified as relating to individual business units and hence were not brought forward into the relevant Vote Books.

THE AUDIT OF EXPENDITURE

AUDIT SCOPE

1.17 For the financial year 2012, audit examinations were conducted at various Ministries and Departments of Government. The audit process entailed a review of the system of internal control applicable to the Public Accounts of the Country (including, in certain instances, the internal audit function) and examination of subsidiary books and records⁴ in order to verify the correctness of amounts shown in the Appropriation Accounts. Sample testing (by both manual and electronic selection) together with physical verification, cash surveys and site visits were employed as necessary.

AUDIT FINDINGS

1.18 The audit findings recorded in this Chapter focus on the Heads of Expenditure and the allocations so approved by Parliament in respect of the financial year 2012. These include examples of weaknesses in the system of internal control, as well as non-compliance with legislative requirements and/or financial directives. Comments also cover lack of proper maintenance of the relevant subsidiary books and records.

1.19 Where possible, audit results have been discussed with accounting personnel and/or accountable officers at Exit Meetings. Findings have been communicated in writing by way of memoranda addressed to the Permanent Secretary of the Ministry or to the Head of Department (Accounting Officer).

1.20 The paragraphs which follow include comments relating to non-submission of information or areas where improvements are needed across several Ministries/Departments.

RESPONSES TO MEMORANDA

1.21 Meaningful response to audit issues raised is a crucial step towards resolving irregularities and internal control weaknesses. It also reflects management's commitment to improving fiscal responsibility and achieving good governance. In addition, Accounting Officers are required by Regulation 8 (1) of the Financial Regulations⁵ to "...reply promptly and fully to any queries..." of the Auditor General.

1.22 Memoranda outlining findings and recommendations have been issued to the Ministries and Departments audited. Requests were made for a response to the matters raised to be

⁴ Subsidiary books and records include documents showing particulars of Financial Management, Human Resource information, Procurement of goods and services and Assets and Stores Management. The integrity of the subsidiary records contributes to the reliability of the Financial Statements presented by the Accounting Officers.

⁵ Refers to Financial Regulations, Chapter 69:01.

submitted within three weeks of the date of issue of the memorandum. Responses from the following entities remained outstanding as at 15th April, 2013:

Head of Expenditure	Date of Memorandum
President	25 th February, 2013
Judiciary	15 th August, 2012 18 th February, 2013
Statutory Authorities' Service Commission	22 nd March, 2013
Elections & Boundaries Commission	18 th February, 2013
Tax Appeal Board	26 th February, 2013
Ministry of Finance & the Economy: - Inland Revenue Division - Customs & Excise Division	8 th January, 2013 26 th February, 2013
Ministry of National Security - Defence Force	13 th February, 2013
Ministry of the Attorney General	19 th February, 2013
Ministry of Education	6 th November, 2012 19 th February, 2013
Ministry of Health	12 th November, 2012 18 th January, 2013
Ministry of Transport	13 th January, 2013
Integrity Commission	19 th February, 2013
Ministry of Public Utilities	15 th August, 2012
Ministry of Energy & Energy Affairs	4 th December, 2012
Ministry of Local Government	31 st January, 2013
Ministry of Trade, Industry & Investment	22 nd November, 2012 22 nd March, 2013
Ministry of Science, Technology & Tertiary Education	19 th November, 2012
Ministry of Housing, Land & Marine Affairs	6 th March, 2013
Ministry of Community Development	6 th March, 2013
Ministry of Arts & Multiculturalism	22 nd January, 2013
Trinidad & Tobago Police Service	28 th February, 2013
Ministry of Foreign Affairs	14 th December, 2012
Ministry of Works & Infrastructure	14 th February, 2013

REQUESTS FOR INFORMATION

1.23 Section 10 (1) (a) of the Exchequer and Audit Act (Chapter 69:01) entitles the Auditor General: “to call upon any officer for any explanations and information which the Auditor General may require in order to enable him to discharge his duties;”.

Auditor General’s Circular No. 1 of 2013

1.24 The Auditor General by Circular Memorandum No. 1 of 2013 dated 15th January, 2013 requested all Permanent Secretaries and Heads of Departments to submit on or before 31st January, 2013 the following information for the financial year ended 30th September, 2012.

- i) Outstanding Commitments.
- ii) Particulars of trust and other moneys held.
- iii) Particulars of all gifts and/or donations received from agencies/entities whether monetary or in kind.
- iv) Particulars of all gifts, tokens and/or donations given to agencies/entities/employees/other individuals within or outside of Trinidad and Tobago whether monetary or in kind and the purpose for which given.
- v) Particulars of the total number of persons employed in contract positions and the total amount paid to such persons during the financial year.
- vi) Action taken in respect of the requirements of the Ministry of Finance relative to the preparation and submission to the Comptroller of Accounts the personal information of employees that is required to determine their separation and pension benefits.

1.25 A response to any of the information requested by the Circular Memorandum was not received from the following Ministries/Departments:

- 05 – Parliament
- 24 – Ministry of Legal Affairs
- 26 – Ministry of Education
- 40 – Ministry of Energy & Energy Affairs
- 48 – Ministry of Trade, Industry & Investment
- 65 – Ministry of Foreign Affairs
- 68 – Ministry of Sport
- 71 – Ministry of the Environment & Water Resources

1.26 Information concerning responses received/not received is summarised below:

Information Requested	Responses Received	Responses Not Received
Outstanding Commitments	23	28
Trust and Other Monies Held	22	29
Gifts and Other Donations Received	20	31
Gifts, Tokens and Other Donations Given	14	37
Contract Employment	26	25
Pension & Leave Records	22	29

Contract Positions

1.27 Replies were received from 26 Permanent Secretaries/Heads of Departments indicating that amounts totalling \$224,432,499.80 were paid to 2,239 persons employed in contract positions during the financial year ended 30th September, 2012. The audit highlighted that duly executed contracts were not produced for several of these officers and as such the various terms of engagement could not be verified. Paragraph 1.37 of this Chapter refers.

Pension and Leave

1.28 Responses were received from 22 Permanent Secretaries/Heads of Departments which indicated that action is being taken to have Pension and Leave records updated and submitted in a timely manner to the Comptroller of Accounts as required by financial directives. This procedure was observed during the conduct of audits at Ministries and Departments. However, at some Ministries and Departments it was found that delays in submitting completed records still occurred.

Entity Profiles

1.29 As part of the audit process, certain information is required to assist with the planning of the audit. This information in the form of an Entity Profile was requested via Auditor General's Circular Memorandum No. 4 of 2012 dated 7th December, 2012. As at 15th April, 2013, Entity Profile information had not been received from the under-mentioned entities:

- President
- Parliament
- Service Commissions
- Statutory Authorities' Service Commission
- Registration Recognition & Certification Board
- Office of the Prime Minister
- Tobago House of Assembly
- Personnel Department
- Ministry of Finance & the Economy
- Ministry of National Security
- Ministry of Food Production
- Ministry of Education
- Ministry of Health
- Ministry of Labour & Small & Micro Enterprise Development
- Ministry of Public Administration
- Ministry of Tourism
- Ministry of Public Utilities
- Ministry of Energy & Energy Affairs
- Ministry of Local Government
- Ministry of Trade, Industry & Investment
- Ministry of Justice
- Ministry of Tobago Development
- Ministry of Housing, Land & Marine Affairs
- Trinidad & Tobago Police Service
- Ministry of Foreign Affairs
- Ministry of Gender, Youth & Child Development
- Ministry of Planning
- Ministry of Sport
- Ministry of Works & Infrastructure
- Ministry of Communications
- Ministry of the Environment & Water Resources
- Ministry of Tertiary Education & Skills Training
- Ministry of Science & Technology
- Ministry of National Diversity & Social Integration

Payments made out of Public Moneys to Members of Parliament

1.30 Section 25 (2) of the Exchequer and Audit Act, Chapter 69:01 states:

“The Auditor General shall set out in his annual report all payments made out of public moneys to a member of each House of Parliament (other than the salary and any allowances paid to him as Minister, President or Deputy President of the Senate, Speaker or Deputy Speaker of the House, Parliamentary Secretary or as a member, and any pension paid to such member) by stating the name of the member receiving the payment, the total amount which he has received and the service or services in respect of which the payment was made.”

1.31 Information necessary to fulfil this requirement was requested from Ministries and Departments by Auditor General’s Circular Memorandum No. 3 of 2013 dated 5th February, 2013. As at 15th April, 2013, the necessary returns were not received from the under-mentioned entities:

- 06 - Service Commissions
- 09 - Tax Appeal Board
- 12 - Public Service Appeal Board
- 13 - Office of the Prime Minister
- 22 - Ministry of National Security
- 23 - Ministry of the Attorney General
- 26 - Ministry of Education
- 35 - Ministry of Tourism
- 54 - Ministry of Science, Technology & Tertiary Education
- 56 - Ministry of the People & Social Development
- 61 - Ministry of Housing, Land & Marine Affairs
- 62 - Ministry of Community Development
- 64 - Trinidad & Tobago Police Service
- 65 - Ministry of Foreign Affairs
- 66 - Ministry of Gender, Youth & Child Development
- 68 - Ministry of Sport
- 71 - Ministry of the Environment & Water Resources
- 73 - Ministry of Science & Technology
- 74 - Ministry of National Diversity & Social Integration

GENERAL MATTERS

Inventory Control

1.32 Safeguarding of State property to ensure efficient and effective service delivery is the main aim of inventory control. Proper maintenance of inventory records and tagging of items in accordance with Financial Regulations (Stores) are crucial elements of this function. Weaknesses in inventory control are raised each year by the Auditor General through management letters and in the Auditor General's Report on the Public Accounts. However, breaches continue to be noted at a number of Ministries/Departments. Relevant comments under individual entity headings are included later in this Chapter.

1.33 It is recommended that a concerted effort be made by Accounting Officers to ensure that State property is safeguarded at all locations by the application of the provisions of the Financial Regulations (Stores).

Lease Agreements

1.34 Signed lease agreements were not produced for audit for several properties for which rental payments were made. Relevant details are shown below.

Ministry/Department Making the Payments	Number of Locations	Total Monthly Rentals ⁶ \$
22 – Ministry of National Security	3	1,212,100.00
23 – Ministry of the Attorney General	1	468,974.60
25 – Ministry of Food Production	5	606,473.74
35 – Ministry of Tourism	3	38,065.00
59 – Ministry of Tobago Development	2	92,000.00
62 – Ministry of Community Development (Community Development Fund)	2	47,840.00
65 – Ministry of Foreign Affairs (High Commission, Uganda)	1	29,500.00

⁶ Figures inclusive of VAT

Contract Agreements

1.35 Contract agreements are necessary to ensure that goods/services are delivered to required specifications and that remedies for sub-standard performance exist and can be enforced. Financial Regulation 129 (2) also requires the original contract to be attached to the relevant payment voucher when the contract is completed along with a certificate of satisfactory completion of work.

1.36 From the samples selected, signed contracts were not provided for a number of contract payments made. These are summarised below. As a result, it was not possible to determine whether there was full compliance with contract terms.

Head of Expenditure	Contracts Not Seen	Amounts Paid at Time of Audit⁷ \$
03 – Judiciary	1	147,487.50
18 – Ministry of Finance & the Economy (Inland Revenue Division)	4	562,300.48
22 – Ministry of National Security (Defence Force – Coast Guard)	8	5,940,716.07
25 – Ministry of Food Production	2	123,024.80
26 – Ministry of Education	17	4,007,133.68
37 – Integrity Commission	2	170,517.77
54 – Ministry of Science, Technology & Tertiary Education	2	6,974,195.62
56 – Ministry of the People & Social Development	1	142,715.00
64 – Trinidad & Tobago Police Service	5	2,301,700.86
65 – Ministry of Foreign Affairs	7	143,579.63
66 – Ministry of Gender, Youth & Child Development	2	1,071,062.08
69 – Ministry of Works & Infrastructure	4	6,891,132.45

Contract Employment

1.37 An examination of contract employment revealed that in certain instances, terms and conditions approved by the Chief Personnel Officer (CPO) and/or signed contracts were not seen. In response to the observations raised, clients have indicated that matters are with the Personnel Department for action. Breaches noted and related monthly emoluments are presented in the Table below.

⁷ These relate to payments noted in respect of which contracts were not seen at the interim audit visit.

Ministry/Department	Sample Size	Contract Not Seen	Total Monthly Emoluments ⁸ \$	CPO Terms & Conditions Not Seen
Industrial Court	6	6	77,200.00	3
Elections & Boundaries Commission	3	3	27,435.00	-
Ministry of Finance & the Economy:				
- Financial Investigation Unit	6	6	88,080.67	6
- Inland Revenue Division	20	17	300,800.00	17
- Customs & Excise Division	10	10	98,376.00	10
Ministry of Food Production	12	9	88,350.00	8
Ministry of Energy & Energy Affairs	15	7	601,815.52	7
Ministry of Local Government	9	7	78,900.00	4
Ministry of Justice	13	5	80,000.00	-
Ministry of Community Development	24	22	243,500.00	22
Ministry of Foreign Affairs	8	7	66,302.15	-

Storage of Payment Vouchers

1.38 Financial Instruction⁹ 34 requires that all payment vouchers be “...*carefully preserved and properly stored in a fire-proof safe or vault.*” Fire-proof safes or vaults were not seen to be used for storage of payment vouchers at locations of the following entities:

- Elections & Boundaries Commission
- Inland Revenue Division of the Ministry of Finance & the Economy
- Customs & Excise Division of the Ministry of Finance & the Economy
- Ministry of Education
- Ministry of Transport
- Ministry of Tourism
- Ministry of Energy & Energy Affairs
- Ministry of Local Government
- Ministry of Justice
- Ministry of Community Development

⁸ Relates to Gross Salaries & Allowances with respect to contracts not seen.

⁹ References to Financial Instruction relate to the Financial Instructions, 1965.

- Trinidad & Tobago Police Service
- Ministry of Foreign Affairs
- Ministry of Sport
- Ministry of Gender, Youth & Child Development

Overpayments

1.39 Overpayments continue to be a major concern since they result in time and other resources being spent on accounting, recovery, reporting and auditing as well as, at times, emotional factors involved in the recovery process.

1.40 Regulation 83 of the Financial Regulations states that “Every unauthorised payment and overpayment of salary, pension, allowance, wages or other moneys constitutes a debt which is recoverable in full from the payee.”

1.41 In the 2011 Appropriation Accounts, 5,280 cases of overpayment totalling \$20,370,970.62 were reported of which amounts totalling \$8,492,896.04 were recovered. With respect to the financial year 2012, 4,531 cases of overpayment totalling \$21,465,110.05 were reported of which amounts totalling \$8,008,976.50 were recovered.

1.42 Part IX of the Financial Instructions, 1965 provides guidelines for the preparation of a report on an unauthorized payment or overpayment and for the submission of copies of such report to the Comptroller of Accounts and the Auditor General.

1.43 A comparison of information presented in the Appropriation Accounts of Ministries/Departments with the records of the Auditor General’s Department at certain Ministries/Departments revealed that reports were not received in the Auditor General’s Department in several instances. A number of cases were also noted where the information presented in the Appropriation Accounts differed from that reported to the Auditor General. Details of instances where figures exceeded \$100,000.00 are given below.

Ministry/Department	Note 2 c to the Appropriation Account			Reports Received by the Auditor General	
	No. of Cases	Amount Discovered \$	Amount Recovered \$	No. of Cases	Amount Discovered \$
03 - Judiciary	55	241,601.94	64,384.00	240	762,006.69
05 - Parliament	198	331,651.10	292,663.22	142	103,740.82
06 - Service Commissions	112	174,289.45	60,066.04	38	23,100.57
08 - Elections & Boundaries Commission	128	156,304.14	83,096.51	95	96,901.06
13 - Office of the Prime Minister	83	74,099.07	74,099.07	149	344,791.66

Ministry/Department	Note 2 c to the Appropriation Account			Reports Received by the Auditor General	
	No. of Cases	Amount Discovered \$	Amount Recovered \$	No. of Cases	Amount Discovered \$
18 - Ministry of Finance & the Economy:					
- Treasury Division	77	155,070.21	14,518.72	48	105,397.43
- Inland Revenue	193	435,263.26	235,952.59	188	417,727.98
- Customs & Excise	78	112,194.00	112,194.00	134	210,764.27
20 - Pensions & Gratuities:					
- Police	3	533,449.79	296,333.03	3	533,449.79
- National Security	7	241,704.69	13,064.77	7	241,704.69
22 - Ministry of National Security:					
- General Administration	132	364,061.01	82,276.66	179	622,011.19
- Fire Service	100	493,895.18	95,864.33	143	133,776.38
- Regiment	48	736,452.11	203,147.21	15	181,140.77
- Coast Guard	7	139,264.54	71,165.67	3	47,587.25
- Immigration	79	195,367.18	163,150.57	60	131,140.77
23 - Ministry of the Attorney General	31	189,268.68	139,585.25	23	161,341.04
24 - Ministry of Legal Affairs	129	171,305.44	118,698.18	122	170,406.44
26 - Ministry of Education	1396	9,808,338.05	2,273,261.15	1317	9,753,590.06
28 - Ministry of Health	216	457,229.15	371,370.13	60	355,217.57
30 - Ministry of Labour & Small & Micro Enterprise Development	56	169,098.90	105,774.62	42	113,813.42
31 - Ministry of Public Administration	23	70,758.11	47,844.11	50	140,976.82
39 - Ministry of Public Utilities	43	100,440.27	48,738.51	39	96,517.48
56 - Ministry of the People & Social Development	245	1,373,124.48	560,149.67	106	503,902.25
58 - Ministry of Justice	27	123,130.18	109,855.97	27	123,130.18
64 - Trinidad & Tobago Police Service	560	3,063,809.01	1,272,494.26	417	3,603,395.39
65 - Ministry of Foreign Affairs	39	119,230.72	119,230.72	1	15.81
67 - Ministry of Planning & Sustainable Development	55	409,124.32	340,827.42	99	199,665.60
68 - Ministry of Sport	6	17,373.43	5,950.63	16	136,599.27
69 - Ministry of Works & Infrastructure	131	272,993.19	220,880.36	94	142,073.78

1.44 It is recommended that the causes of overpayments be ascertained and addressed and that controls be strengthened with a view to minimising the incidence of overpayments.

Outstanding Commitments

1.45 Commitments represent amounts relating to goods and services that have been ordered but not yet delivered at the end of the financial year and in respect of which payments have not been made. Outstanding Commitments as at 30th September, 2012 as per Appropriation Accounts totalled \$80,201,122.80.

1.46 Differences were noted between the amounts reported as Outstanding Commitments in the Appropriation Accounts of certain entities and the supporting records. Major differences are shown below.

Entity	Disclosed in Appropriation Account \$	Audited Figure \$	Difference¹⁰ \$
18 – Ministry of Finance & the Economy:			
- Inland Revenue Division	1,044,661.95	1,128,686.75	84,024.80
24 – Ministry of Legal Affairs	5,766.00	45,925.45	40,159.45
34 – Ministry of Transport	4,831,756.90	4,597,261.12	(234,495.78)
40 - Ministry of Energy & Energy Affairs	8,280.00	1,785,925.92	1,777,645.92
48 - Ministry of Trade, Industry & Investment	52,936.00	93,136.00	40,200.00
61 – Ministry of Housing, Land & Marine Affairs	849,832.01	1,017,810.90	167,978.89
65 - Ministry of Foreign Affairs	340,760.52	600,583.58	259,823.06
69 – Ministry of Works & Infrastructure	3,013,472.94	18,469,650.44	15,456,177.50

Deposit Accounts

1.47 Ministries and Departments are given approval by the Comptroller of Accounts to maintain Deposit Accounts. Monies accepted as deposits are lodged with the Treasury for

¹⁰ Audited figure more/(less) than Appropriation Account

safekeeping and are referred to as “Treasury Deposits”. The amounts in the Treasury Deposit accounts are temporary lodgements and are shown as liabilities in the records of the Treasury.

1.48 The Financial Instructions 1965, Part XIII, paragraph 212 (2) states that “Departments shall prepare a reconciliation statement with details of the composition of the balance and such statement shall fully explain any difference between the departmental and Comptroller of Accounts balances of the account.” Reconciliation Statements of Deposit Accounts and/or supporting analyses of balances where necessary were not received from 22 Accounting Officers in respect of 129 Deposit Accounts as shown below:

Ministry/Department	No. Of Accounts
Judiciary	41
Office of the Prime Minister	1
Personnel Department	1
Ministry of Finance (Inland Revenue Division)	2
Ministry of National Security	16
Ministry of Legal Affairs	3
Ministry of Food Production	2
Ministry of Education	6
Ministry of Health	14
Ministry of Labour & Small & Micro Enterprise Development	1
Ministry of Transport	1
Ministry of Tourism	1
Ministry of Public Utilities	2
Ministry of Local Government	1
Ministry of Trade, Industry & Investment	1
Ministry of Tobago Development	1
Trinidad & Tobago Police Service	4
Ministry of Foreign Affairs	21
Ministry of Planning & Sustainable Development	3
Ministry of Sport	1
Ministry of Works & Infrastructure	4
Ministry of Science, Technology & Tertiary Education	2
TOTAL	129

1.49 The Financial Instructions 1965, Part XIII, paragraph 213 (1) states that “Unless the Treasury otherwise directs, all deposits which have remained unclaimed for three years shall be

transferred to revenue.” Reconciliation Statements received by the Auditor General in respect of balances held on Deposit Accounts as at 30th September, 2012 revealed that amounts totalling \$250,714,535.69 remained on deposit for periods in excess of three years on 18 Deposit Accounts. The approval of the Comptroller of Accounts to the various Accounting Officers to retain these amounts on deposit beyond a three-year period was not seen. The larger balances are given below.

Ministry/ Department	No. of Accounts	Amount \$
Ministry of Finance and the Economy		
• <i>Comptroller of Accounts</i>	1	637,421.52
• <i>Inland Revenue</i>	5	611,078.35
Ministry of Public Administration	2	2,978,186.38
Ministry of Energy and Energy Affairs	2	245,788,375.42
Ministry of Housing and the Environment	2	655,840.82

Cases of Theft and Losses Reported

1.50 In accordance with Part XIX of the Financial Regulations, Chapter 69:01, Accounting Officers are required to investigate and report all losses of state assets to the Comptroller of Accounts and the Auditor General. According to reports received in the Auditor General’s Department, for the financial year 2012 there were 45 cases of thefts and losses of state property totalling \$682,966.88. The figure comprised 24 cases each under \$5,000.00 in value totalling \$58,463.40 and 26 cases totalling \$641,142.88, each in excess of \$5,000.00 in value as follows:

Cases Less Than \$5,000.00

Ministry/Department	No. of Cases	Amount \$
Tobago House of Assembly	3	7,788.00
Ministry of Food Production	2	6,300.00
Ministry of Education	10	28,709.00
Ministry of Health	1	2,500.00
Ministry of Tourism	3	4,227.00
Ministry of Justice	1	4,200.00
Trinidad & Tobago Police Service	4	4,739.40
TOTAL	24	58,463.40

Cases More Than \$5,000.00

Ministry/Department	No. of Cases	Amount \$
Tobago House of Assembly	4	180,807.30
Office of the Prime Minister	1	25,000.00
Ministry of Finance & the Economy (Customs and Excise Division)	1	10,600.00
Ministry of Food Production	6	250,943.25
Ministry of Education	8	120,222.33
Ministry of Local Government	1	7,500.00
Ministry of Justice	2	25,970.00
Ministry of Community Development	2	8,200.00
Trinidad & Tobago Police Service	1	11,900.00
TOTAL	26	641,142.88

ERRORS IN/OMISSIONS FROM APPROPRIATION ACCOUNTS

1.51 Typographical and other errors as well as omissions were noted in certain Appropriation Accounts submitted for audit. These have been referred to the respective entities listed below and have no material effect on the truth and fairness of the Public Accounts except as otherwise stated in this Report.

- 01 – President
- 05 – Parliament
- 13 – Office of the Prime Minister
- 18 – Ministry of Finance & the Economy - Inland Revenue Division
- 23 – Ministry of the Attorney General
- 24 – Ministry of Legal Affairs
- 28 – Ministry of Health
- 34 – Ministry of Transport
- 35 – Ministry of Tourism
- 40 – Ministry of Energy & Energy Affairs
- 54 – Ministry of Science, Technology & Tertiary Education
- 61 – Ministry of Housing, Land & Marine Affairs
- 64 – Trinidad & Tobago Police Service
- 65 – Ministry of Foreign Affairs
- 68 – Ministry of Sport
- 69 – Ministry of Works & Infrastructure
- 71 – Ministry of the Environment & Water Resources
- 73 – Ministry of Science & Technology
- 74 – Ministry of National Diversity & Social Integration

INDIVIDUAL AREAS OF CONCERN

1.52 The following are observations arising from the examination of expenditure under various Heads of Expenditure as indicated.

01 – PRESIDENT

Inventory Control

1.53 Several items purchased during the year were not recorded in the Inventory Register. A Stores Ledger was not produced from which receipts, issues and balances of stores could have been identified.

Expenditure Control

1.54 Several payment vouchers did not have full particulars to allow for verification of allocation of expenditure. This was contrary to Financial Regulation 76 (1) which states: “*All vouchers shall contain full particulars of each service so that they may be checked without references to any other document.*”

03 – JUDICIARY

Expenditure Control

1.55 Evidence was not seen that funds were committed prior to passing vouchers for payment. As a result, expenditure plus commitments exceeded releases in one instance and expenditure exceeded allocation in another. This contravenes Financial Regulation 67 which requires the Accounting Officer to “*ensure that at all times votes are sufficient to meet all commitments, and that the uncommitted portion of any vote will accommodate all anticipated expenditure against the vote for the remainder of the year.*”

04 – INDUSTRIAL COURT

Inventory Control

1.56 An Inventory Register as required by Regulation 102 of the Financial Regulations (Stores)¹¹ was not produced for audit.

¹¹ Relates to Financial Regulations 1965 (Stores)

05 – PARLIAMENT

Appropriation Account

Overpayments

1.57 The following differences were noted between the overpayments disclosed in Note 2 c. to the Appropriation Account and the amounts recorded in the Overpayments Register.

	No. of Cases Discovered	Amounts Discovered \$	Amounts Recovered \$
Note 2c.	198	331,651.10	292,663.22
Overpayments Register	<u>96</u>	<u>65,884.42</u>	<u>59,033.09</u>
Differences	<u>102</u>	<u>265,766.68</u>	<u>233,630.13</u>

1.58 Proper maintenance of the Overpayments Register is important for the control and recovery of overpayments.

Note 7 - Unpresented Cheques

1.59 The total value of unpresented cheques of \$15,775,778.80 as at 30th September, 2012 was not disclosed in Note 7 to the Appropriation Account as required by Comptroller of Accounts Circular No. 10 dated 22nd August, 2012.

08 – ELECTIONS AND BOUNDARIES COMMISSION

Expenditure Control

1.60 Funds were not seen to be committed in the Vote Book before vouchers were passed for payment as required by Financial Regulations 66 and 67.

Procurement Control

1.61 Quotations for the purchase of Furniture and Furnishings in the “open market” as required by Financial Regulation (Stores) 31 were not in evidence.

Inventory Control

1.62 An Inventory Register as required by Financial Regulation (Stores) 102 was not produced for audit.

1.63 Audit Surveys conducted at six Registration Offices revealed a number of weaknesses in the recording and/or tagging of inventory at each location. These were communicated to the entity and a response was received indicating that corrective action had been taken.

09 – TAX APPEAL BOARD

Expenditure Control

1.64 Funds were not seen to be committed in the Vote Book before vouchers were passed for payment as required by Financial Regulation 67.

Procurement Control

1.65 Evidence was not seen that quotations for the purchase of items on the “open market” were obtained as required by Financial Regulation (Stores) 31.

Inventory Control

1.66 An Inventory Register as required by Financial Regulation (Stores) 102 was not produced for audit. Items sampled did not bear evidence of being identified as State property in accordance with Financial Regulation (Stores) 55.

1.67 Further, a report on the loss of three laptop computers valued at \$49,760.00 was not received in the Auditor General’s Department. Financial Regulation 131(2) is relevant.

13 – OFFICE OF THE PRIME MINISTER

Contract Employment

1.68 In response to Auditor General’s Circular Memorandum No.1 of 2013 dated 15th January, 2013, it was indicated that 55 persons were engaged on contract in respect of which expenditure totalling \$689,131.00 was incurred. However, this did not agree with a schedule provided showing 194 persons on contract, and with expenditure totalling \$9,732,355.00 which was reflected in the Appropriation Account.

18 – MINISTRY OF FINANCE AND THE ECONOMY

Financial Intelligence Unit

Overpayments

1.69 Overpayments to one officer for the period 19th February, 2011 to 30th April, 2012 totalling \$133,521.43 were not reported to the Auditor General as required by Part IX of the Financial Instructions, 1965.

Inventory Control

1.70 Items sampled did not bear evidence of tagging as State property in accordance with Financial Regulation (Stores) 55.

Customs and Excise Division***Non-Production of Payment Vouchers***

1.71 A voucher for an amount of \$732,552.90 for Other Contracted Services was not presented for audit. The validity of this payment could therefore not be determined.

Inventory Control

1.72 The Inventory Register as required by Financial Regulation (Stores) 102 which was produced did not reflect any entries for the year under review.

Appropriation Account

1.73 Three adjusting Schedules of Accounts relating to Goods and Services with a combined total of \$34,408,124.22 were not produced for audit examination. As a result, the relevant adjustments were not verified.

19 – CHARGES ON ACCOUNT OF THE PUBLIC DEBT***Appropriation Account***

1.74 A comparison of the Abstract of Payments with the Appropriation Account revealed 23 instances where the balances differed. As a result, actual expenditure of \$4,663,655,150.87 shown on the Appropriation Account did not agree with Total Expenditure on the Abstract of Payments of \$4,577,571,226.94, a difference of \$86,083,923.93. Further, ten Schedules of Accounts in respect of expenditure totalling \$49,783,417.24 were not produced for audit.

20 - PENSIONS AND GRATUITIES***Ministry of Transport***

1.75 Total expenditure on Pensions and Gratuities of \$23,647,568.86 as shown on the Appropriation Account differed by \$7,632,487.82 from the amount of \$16,015,081.04 shown in the records of the Treasury.

22 – MINISTRY OF NATIONAL SECURITY**General Administration*****Outstanding Commitments***

1.76 A schedule to support the figure of \$3,080,310.00 shown as Outstanding Commitments under Development Programme was not presented for audit. As a result, the figure was not verified.

Appropriation Account

1.77 The prices for three contracts totalling \$2,213,396,724.99 as disclosed in Note 2 l. ii. did not agree with the total of \$2,213,852,526.00 for the three contracts entered in the Contract Register. The reason for the difference of \$455,801.01 was not ascertained.

Leases

1.78 Cabinet approval for the rental of 2 properties at a cost of \$234,600.00 per month was not provided.

Immigration Division***Inventory Control***

1.79 At physical verification exercises held in May, 2012, it was noted that 74 items of inventory at the San Fernando Office and 42 items at the Sangre Grande Office (both mainly relating to computer equipment) were not recorded in the Inventory Register. Proper maintenance of records is an important facet of inventory control.

Defence Force***Contract Register***

1.80 The Contract Register for Defence Force was not provided for audit. As a result, information presented on four contracts totalling \$31,373,256.00 was not verified.

Other Contracted Services

1.81 There was no evidence of verification of information by Check Staff on the sample of payment vouchers chosen with respect to expenditure by Regiment and Coast Guard under this item. Independent checking of payment vouchers by Check Staff as required by Financial Instructions 3 and 4 before the vouchers are passed for payment is a critical element of internal control.

Stores - Regiment

1.82 Weaknesses were noted in the recording and storage of items. These weaknesses which are contrary to the requirements of the Financial Regulations (Stores) have been referred to the Ministry for necessary action.

Expenditure Control

1.83 Three cheques totalling \$1,461,546.50 prepared by the Regiment and one cheque for \$359,199.99 prepared by the Coast Guard relating to incomplete work were seen on hand during the audit exercise in December, 2012. The cheques were dated in September, 2012. Also, Completion Certificates were not seen for any of the payments relating to 7 contracts sampled under Development Programme (refer paragraph 1.36 above).

1.84 These practices contravened Financial Regulation 71 (1) (a) and breached the Accounting Officer's responsibility to ensure that related services are duly performed before a payment voucher is certified.

Non-Production of Payment Vouchers

1.85 Of the 24 payment vouchers selected for audit, 5 vouchers in respect of payments totalling \$367,960.50 were not presented. The validity of these payments could therefore not be verified.

Overpayments

1.86 Control over the recording and reporting of overpayments needs improvement as from the sample of 13 selected, 5 cases totalling \$142,394.20 were not entered in the Overpayment Register while 10 overpayments totalling \$145,721.39 were not reported to the Auditor General as required by Financial Instruction 164 (2).

23 – MINISTRY OF THE ATTORNEY GENERAL

Contract Employment

1.87 In response to Auditor General's Circular Memorandum No.1 of 2013 dated 15th January, 2013, it was stated that 167 persons were engaged on contract for which total expenditure was \$23,875,144.68. However, the amount reflected at Section B of the Appropriation Account was \$23,354,772.93.

25 – MINISTRY OF FOOD PRODUCTION

Rental of Property

1.88 Cabinet approval for the rental of four properties with payments totalling \$1,953,798.00 as at 30th June, 2012 was not produced. As a result, it was not determined whether there was proper authority for the rental of these properties and the relevant terms and conditions to be followed.

Expenditure Control

1.89 Funds were not seen to be committed in the Vote Book before vouchers were passed for payment. This was contrary to Financial Regulation 67.

26 – MINISTRY OF EDUCATION

Contract Register

1.90 A Register of Contracts as required by Financial Regulation 129 (1) was not produced for audit. As a result it was not possible to determine total number of contracts which were awarded.

Inventory Control

1.91 Site Visits to seven Secondary Schools revealed the following with respect to Inventory Control:

- Items were not stored in a systematic manner;
- Inventory items did not carry appropriate markings to identify them as Government property;
- Items were not entered in the Stores Ledger or Inventory Register, and
- Invoice Order books were not produced for examination.

These areas of non-compliance have been referred to the Ministry for necessary action.

1.92 Further, the theft of two computers from one school in 2010 and the theft of items totalling \$79,501.00 in December, 2011 from another school were not reported to the Auditor General in accordance with Financial Regulation 131 (2).

Outstanding Commitments

1.93 Outstanding Commitments of \$7,138,378.14 could not be verified as Vote Books from outstations were not produced for audit.

28 – MINISTRY OF HEALTH***Inventory Control***

1.94 Audit surveys conducted at two health centres revealed that there was inadequate storage room for pharmacy items and equipment. As a result, items were kept in a disorganised manner in various locations. Financial Regulation (Stores) 56 makes the Permanent Secretary responsible for ensuring that there are proper arrangements for the housing of stores.

Medical Treatment of Nationals at Institutions

1.95 A payment of \$300,000.00 which did not meet the relevant criteria as approved by Cabinet, was made to defray expenses incurred at a medical institution. In addition, the payment exceeded both the ceiling of \$40,000.00 according to the Committee's guidelines seen dated December, 2007 and a revised ceiling of \$63,000.00 seen to be in use in 2012.

Appropriation Account***Note 7 - Unpresented Cheques***

1.96 The total value of unpresented cheques as at 30th September, 2012 according to the Appropriation Account of \$223,462,901.64 was not verified since the Reconciliation of Monthly Abstract of Payments and List of Unpaid Cheques as at 30th September, 2012 were not produced for audit examination.

34 – MINISTRY OF TRANSPORT

Expenditure Control

1.97 Reconciliation Statements of Monthly Abstract of Payments and List of Unpaid Cheques for 8 months were not received in the Auditor General's Department. Comptroller of Accounts Circular No. 20 dated 17th November, 1973 requires submission of these documents to the Auditor General within 14 days after the receipt of the Paymaster's Schedule of Receipts and Payments.

Appropriation Account

1.98 Errors, omissions and inconsistent presentation of information among the various sections of the Appropriation Account were noted to be prevalent. The underlying records were also not maintained properly in all instances. These errors/inconsistencies have affected the accuracy of the financial statement to some extent.

Total Expenditure

1.99 The Total Expenditure figure reflected in the Appropriation Account differed from that shown in the records of the Ministry and the records of the Comptroller of Accounts. Details are given below:

Document	Total Expenditure \$	Difference (less than Appropriation Account) \$
Appropriation Account	1,139,127,126.00	-
Statement of Expenditure	1,061,623,436.33	77,503,689.67
Treasury Card	1,126,513,383.42	12,613,742.58
Final Expenditure Notification	1,068,613,293.22	70,513,832.78
Abstract of Payments	1,070,999,567.53	68,127,558.47

1.100 At Section D Note 3, the Total Expenditure for 2011 of \$218,564,835.41 is shown incorrectly as \$21,856,485.41.

Unpresented Cheques

1.101 Differences were also noted in relation to the Total Value of Unpresented Cheques as follows:

Document	Unpresented Cheques \$	Difference (less than Appropriation Account) \$
Appropriation Account Note 7	111,743,779.71	-
List of Unpaid Cheques	51,314,905.69	60,428,874.02
Treasury Card	106,828,852.00	4,914,927.71

Contract Employment

1.102 Inconsistencies among the different sources of information on Contract Employment were observed as shown below:

Document	Contract Employment \$	Difference (more than) Appropriation Account \$
Appropriation Account - Section B	2,446,961.16	-
Ministry's Schedule	4,061,952.00	1,614,990.84
Response to AG Circular No. 1 of 2013	19,311,552.00	16,864,590.84

40 - MINISTRY OF ENERGY AND ENERGY AFFAIRS

Inventory Control

1.103 Physical verification of a sample of items revealed no evidence of tagging as Government property in accordance with Financial Regulation (Stores) 55. An Inventory Register as required by Financial Regulation (Stores) 102 was also not produced for items in the General Administration Division.

Appropriation Account

Note 7 - Unpresented Cheques

1.104 The total value of unpresented cheques of \$20,905,610.24 as at 30th September, 2012 was not disclosed in Note 7 to the Appropriation Account as required by Comptroller of Accounts Circular No. 10 dated 22nd August, 2012.

42 – MINISTRY OF LOCAL GOVERNMENT

1.105 In December, 2009, the Ministry of Local Government entered into an agreement to lease office space and car park spaces and for security services at a particular location. To date these premises have not been occupied. Expenditure for the financial year totalled \$9,207,360.00. Since the inception of the lease, the amount paid to 30th September, 2012 was \$26,660,904.78. This issue was reported in the Auditor General's Report on the Public Accounts for the year ended 30th September, 2011.

Short Term Employment

1.106 Of the sample of 10 officers selected, 9 were seen to be paid on a continuous basis for periods of over six months in breach of the six-month limitation stipulated in the Classification of Expenditure Sub-Items.

Development Programme

Upgrading of East Side Plaza

1.107 A completion certificate as required by Financial Regulation 129 (2) to be attached to the relevant payment voucher when the contract is completed was not produced for audit. Therefore, satisfactory completion of work and date of completion was not determined.

Computerization of the Ministry of Local Government - Head Office

1.108 Evidence that the procurement process was followed for purchases totalling \$254,870.84 was not provided for audit scrutiny. Financial Regulations (Stores) Part II and Part XVII of the Financial Instructions, 1965 refer.

54 – MINISTRY OF SCIENCE, TECHNOLOGY AND TERTIARY EDUCATION

Development Programme

Construction of HYPE Admin. & O'Meara Centre

1.109 Amounts totalling \$1,800,000.00 were released in connection with the relocation of "Helping Youth Prepare for Employment" (HYPE) Administrative Centre to a property at O'Meara. It was not determined in whom the property was vested. Evidence of relevant approvals was also not seen.

John Donaldson Technical Institute – Improvement of Facilities

1.110 Relevant authority for the reduction of the allocation for this project from \$7,000,000.00 to \$1,165,000.00 was not seen. Further, expenditure of \$2,450,000.00 on this project at 31st May, 2012 exceeded the revised allocation by \$1,285,000.00.

Current Transfers and Subsidies

1.111 Amounts totalling \$1,974,195.62 relating to a Development Programme project were paid under Current Transfers and Subsidies rather than under Development Programme. Requisite approval for this variation was not seen.

Appropriation Account

1.112 The Appropriation Accounts presented were not in agreement with the underlying records and could not be accepted as being fairly stated.

56 – MINISTRY OF THE PEOPLE AND SOCIAL DEVELOPMENT***Inventory Control***

1.113 Inventory Registers as required by Financial Regulation (Stores) 102 were not being maintained at the six outstations visited in December, 2011. Items were also not properly tagged and recorded. These are critical aspects of inventory control.

58 – MINISTRY OF JUSTICE***Inventory Control***

1.114 At the time of audit an Inventory Register as required by Financial Regulation (Stores) 102 was not produced. Further, items were not properly tagged. As a result, it was not possible to physically verify items of furniture costing \$615,704.26 which were purchased during the year.

59 – MINISTRY OF TOBAGO DEVELOPMENT***Contract Employment***

1.115 Examination of the records relating to contract employment revealed the following:

- Cabinet approval was not seen for three contract posts;
- Terms and Conditions approved by the Chief Personnel Officer were not presented for audit;
- Amounts paid to two persons engaged under Short-Term Employment were incorrectly charged under this Vote;
- Signed contracts were not seen for ten officers who were employed on contract.

Expenditure Control

1.116 Vouchers were not always properly prepared in that pertinent information was omitted.

Internal Control

1.117 There was no evidence of checks performed by the Check Staff and Internal Audit Unit on the records examined.

Inventory Control

1.118 Records produced were not properly maintained.

61 – MINISTRY OF HOUSING, LAND AND MARINE AFFAIRS***Contract Register***

1.119 A Register of Contracts as required by Financial Regulation 129 (1) was not produced for audit. As a result, it was not possible to determine the contracts awarded.

Expenditure Verification

1.120 The Appropriation Account of the Ministry of Housing, Land and Marine Affairs could not be verified for the following reasons:

- Vote Books to support expenditure totalling \$857,185,752.38 reflected under 44 sub-items were not produced for audit.
- An amount of \$548,315,772.62 shown under 04 – Current Transfers and Subsidies/011 - Transfers to State Enterprises/01 – UDeCOTT – Repayment of Financing Facility for the Chancery Lane Complex did not agree with the figure of \$3,956,347.62 shown on the Schedule of Accounts, a difference of \$544,359,425.00.

62 – MINISTRY OF COMMUNITY DEVELOPMENT***Inventory Control***

1.121 Physical verification of a sample of items revealed no evidence of tagging as Government property in accordance with Financial Regulation (Stores) 55. An Inventory Register as required by Financial Regulation (Stores) 102 was also not provided for audit.

Current Transfers and Subsidies**Senior Activity Centre**

1.122 Cabinet approval for the grant of financial assistance totalling \$1,208,359.19 to a number of senior activity centres was not produced for audit.

63 – MINISTRY OF ARTS AND MULTICULTURALISM***Authority of Signatory***

1.123 The Appropriation Account was signed by a person other than the appointed Accounting Officer. Authority for this was not seen.

64 – TRINIDAD AND TOBAGO POLICE SERVICE

Internal Control

1.124 Audit surveys carried out during May, 2012 at 12 Police Stations revealed that records necessary for control over counterfoils, inventory, firearms and vehicles were not properly maintained. Inventory control is weak with many items not being recorded or tagged as Government property in accordance with Financial Regulation (Stores) 55.

Overpayments

1.125 Nine of the 31 Overpayment Registers were not presented for audit. A number of discrepancies were noted in the recording of overpayments. The overpayment records produced were not properly maintained. As a result, the cases of overpayments discovered and recovered as disclosed in the Appropriation Account could not be verified.

Procurement Control

1.126 A Contract Register was not produced for audit. Contract files and related documents necessary to verify expenditure of \$1,237,957.84 were also not provided. In addition, several contract files seen did not contain a number of documents essential to the procurement process.

Appropriation Account

1.127 Unpaid cheques of \$112,463,824.57 as shown at Note 7 to the Appropriation Account differed by \$10,663,200.00 from the total of \$123,127,025.37 shown on the List of Unpaid Cheques.

65 – MINISTRY OF FOREIGN AFFAIRS

Payment Vouchers not Produced

1.128 The following payment vouchers were not provided for audit:

Vote	No. of Vouchers	Related Expenditure \$	% of Total Expenditure¹²
Contract Employment	55	6,750,823.73	70.93
Other Contracted Services	4	107,438.89	20.59

1.129 As a result, these expenditures could not be verified. Non-provision of documents contravenes Financial Instruction 43 which states, “*All vouchers, paid cheques and other relevant documents shall on request for Audit examination be made available to the Auditor General or his nominee.*”

¹² This relates to Total Expenditure on the Vote at the time of the audit.

Overseas Missions

Permanent Mission to the United Nations, New York

Inventory Control

1.130 A survey of inventory revealed no evidence of tagging as Government property in accordance with Financial Regulation (Stores) 55. In addition, the Inventory Registers for the Mission and the residence of the Permanent Representative were not updated since October, 2008.

Expenditure Control

1.131 Total expenditure of \$12,065,645.27 recorded in the Vote Book as at 21st August, 2012 exceeded the total allocation recorded at the time of visit of \$7,417,594.68 by \$4,648,050.59. As a result, there was no evidence of compliance with Financial Regulation 66 (1) which mandates the Accounting Officer to ensure that amounts provided in the Estimates are not exceeded.

Vehicle Records

1.132 Vehicle Log Books were not properly maintained in accordance with financial directives.

Consulate General, New York

Inventory Control

1.133 A survey of inventory revealed that the Inventory Register as required by Financial Regulation (Stores) 102 was not properly maintained resulting in several differences being noted between physical quantities seen and amounts recorded. In addition, items were not tagged as Government property as required by Financial Regulation (Stores) 55.

Vehicle Records

1.134 A Vehicle Register was not produced for audit. In addition, Vehicle Log Books were not properly maintained in accordance with financial directives.

High Commission, Uganda

Expenditure Control

1.135 Accounting records including payment vouchers bore no evidence of checking or certifying by a senior officer. In addition, it was noted that certain pertinent information was not recorded in the Vote Book.

High Commission, South Africa

Expenditure Control

1.136 A number of weaknesses were detected in the system of accounting for expenditure. Accounting records including payment vouchers bore no evidence of checking or certifying by a senior officer. In addition, the Vote Book was not being properly maintained in that:

- Totals were entered in pencil;
- Balances, commitments and releases were not recorded, and
- Numerous instances of misclassification of expenditure were noted.

Cash Control

1.137 Cash Books for September and October, 2012 were not produced at the time of the audit visit in October, 2012. Supporting documents for bank transfers for the three months sampled were also not provided.

Inventory Control

1.138 A survey of inventory revealed no evidence of tagging as Government property in accordance with Financial Regulation (Stores) 55.

Rental of Property

1.139 One property which has been unoccupied since March, 2009 was observed to be maintained at an average monthly cost of approximately \$22,715.00. Expenditure from March, 2009 to September, 2012 on this property totalled approximately \$976,745.00.

66 – MINISTRY OF GENDER, YOUTH AND CHILD DEVELOPMENT

Expenditure Control

1.140 Several instances of non-compliance with financial directives with respect to information to be included on payment vouchers and the authorising of payments were noted. These represent weaknesses in expenditure control.

68 – MINISTRY OF SPORT

Appropriation Account

Note 7 Unpresented Cheques

1.141 The value of Unpresented Cheques as at 30th September, 2012 totalling \$31,736,207.58 was not disclosed in the Appropriation Account as required by Comptroller of Accounts Circular No. 10 dated 22nd August, 2012.

Commitments

1.142 Funds were not seen to be committed in the Vote Book before vouchers were passed for payment as evidence of ensuring that votes are sufficient to meet all commitments. Financial Regulations 66 and 67 refer.

Current Transfers and Subsidies

Football World Cup 2014

1.143 Weaknesses were noted in the verification procedures for certain payments under this vote. It did not appear that amounts submitted for reimbursement were properly verified before payment was made. Some instances noted were:

- Two payments totalling \$11,000,000.00 were seen to have been made. However, the statement provided in connection with this payment totalled \$5,611,933.25, a difference of \$5,388,066.75.
- A payment of \$2,579,920.94 was seen to be supported by an expenditure statement for \$2,449,950.94 – a shortfall of \$129,970.00.
- A payment of \$992,900.00 relating to the financial year 2010 for amounts due to technical staff and others involved in the Senior Men's National Team's Programme was unsupported by timesheets as required by Cabinet directive. Further, the funds were reported to be used for other football programmes than the one intended. Evidence of approval for this variation was not provided. A response received from the Ministry regarding the Auditor General's query on this matter revealed that the amount of \$992,900.00 was again paid in the financial year 2013 to defray the original amount outstanding for 2010.

Non-Profit Institutions

1.144 Payments totalling \$180,737.50 were made under the Non-Profit Institutions vote as the Ministry's contribution to funeral arrangements for one individual. This is contrary to Financial Regulation 65(2) which states: "A vote may not be applied to a purpose for which it is not intended."

1.145 Four equal amounts totalling \$1,996,400.00 were seen to be paid in one cheque to a company for the Taking Sports to Rural Areas Project for four regions. This total exceeded the Permanent Secretary's authorised limit of \$1,000,000.00 according to the Central Tenders Board Regulation 12 (1). Separate tender documents, recommendations, requests for approval and payment vouchers with similar dates and information were seen for each of the amounts. According to the vouchers seen, the payments related to ten grounds in each region – a total of 40 grounds. However, in response to the query of the Auditor General, only 17 grounds were identified. Also, there was no evidence on the vouchers seen that work was carried out satisfactorily. Further, this expenditure related to Upgrading of Corporation Grounds and not to Non-Profit Institutions.

Development Programme

Institutional Strengthening of the Ministry

1.146 Two amounts totalling \$478,356.75 relating to Hosting of Conferences Seminars and Other Functions were incorrectly charged under this vote. This is in contravention of Financial

Regulation 65 (2). The Ministry has indicated that one amount of \$231,056.75 was subsequently transferred to the correct vote.

Vehicle Control

1.147 Vehicle records such as Log Books for three vehicles, quarterly vehicle performance records and Gate Books were not produced for audit. Further, vehicles bore no identifying marks as Government property as required by Financial Regulation (Stores) 55.

69 – MINISTRY OF WORKS AND INFRASTRUCTURE

Expenditure Control

1.148 Payments totalling \$2,170,860.79 and \$1,099,833.33 respectively were seen to be made to individual contractors for security services. These payments exceeded the Accounting Officer's authorized limit of \$1,000,000.00. Central Tenders Board Regulation 12 (1) refers.

1.149 Commitments for three invoices amounting to \$4,580,019.60 were not seen to be recorded in the Vote Book before vouchers were passed for payment as required by Financial Regulation 66.

Highways Division

Expenditure Limits

1.150 From a sample of 19 payment vouchers, the authorized departmental limit of \$15,000 was exceeded in seven instances for payments totalling \$154,819.15.

Procurement Control

Maintenance of Contract and Payment Records

1.151 From the sample of 52 contracts, nine contract files for contracts totalling \$5,946,379.75 were not presented for audit. In addition, from an examination of the relevant Registers, numerous omissions were noted, as follows:

Register	Omissions	\$
List of Contractors (Note Book)	14	8,222,919.75
List of Contractors (Database)	3	2,161,591.75
Award of Contracts	19	9,299,846.45

For those recorded, the name of the contractor and contract amounts were not included in the Award of Contracts Register.

1.152 From a sample of 19 payment vouchers for the supply of asphalt, destination information was omitted from nine vouchers and delivery location information differed between delivery notes and cartage receipts in ten instances.

1.153 Proper recording is crucial to monitoring the effectiveness of service delivery. This is an area which needs close scrutiny and improvement.

Performance Bonds

1.154 A review of a sample of contract records revealed that the required Performance Bonds were posted by contractors after work was completed on 12 contracts. The posting of a performance bond is a prerequisite to the signing of a contract agreement and is an undertaking by the contractor to guarantee satisfactory completion of work. Posting of bonds after completion of work defeats this stated purpose.

VAT Payment

1.155 Value Added Tax (VAT) totalling \$117,025.50 was seen to be paid to four contractors on invoices not bearing a VAT registration number as required by section 36 of the Value Added Tax Act, Chapter 75:06.

Drainage Division

Procurement Control

1.156 From the sample of 41 contracts selected, four contract files for contracts totalling \$4,926,613.56 were not produced for audit. Commitments totalling \$9,409,637.78 for 16 contracts were also not recorded in the Vote Book.

VAT Payments

1.157 Value Added Tax (VAT) totalling \$111,784.70 was seen to be paid to two contractors on invoices not bearing a VAT registration number as required by section 36 of the Value Added Tax Act, Chapter 75:06.

72 – MINISTRY OF TERTIARY EDUCATION AND SKILLS TRAINING

Appropriation Account

1.158 The Appropriation Accounts presented were not totally in agreement with the underlying records. This has affected the accuracy of the financial statement to some extent.

74 - MINISTRY OF NATIONAL DIVERSITY AND SOCIAL INTEGRATION

Appropriation Account

Authority of Signatory

The Appropriation Account was signed by a person other than the appointed Accounting Officer. Authority for this was not seen.

CHAPTER 2

ACCOUNTS OF RECEIVERS OF REVENUE

CHAPTER 2

ACCOUNTS OF RECEIVERS OF REVENUE

2.1 Receivers of Revenue are responsible for all aspects of the collection of revenue and for rendering proper account of the sums received under specific Heads of Revenue assigned to them. The Letter of Appointment which is issued to each Receiver of Revenue details the responsibility of a Receiver of Revenue as follows:

“In order that there may be no misunderstanding, it is emphasized that under the heading of collection your responsibility covers all the following stages:-

- *Ascertaining the existence of liabilities*
- *Ensuring that correct charges are levied*
- *Establishing written records of sums due and paid*
- *Taking proper steps to secure payment.”*

REVENUE COLLECTIBLE

2.2 The approved estimated revenue to be collected for the financial year 2012 was \$52,303,555,890.00. These revenues were authorized to be collected under the following Heads of Revenue.

<u>Classification</u>	<u>Head Of Revenue</u>	<u>2012 Estimate</u> \$
Tax Revenue	01 Taxes on Income and Profits	29,502,554,100.00
	02 Taxes on Property	15,000,000.00
	03 Taxes on Goods and Services	8,058,030,250.00
	04 Taxes on International Trade	2,248,079,000.00
	05 Other Taxes	<u>184,000,000.00</u>
TOTAL TAX REVENUE		<u>40,007,663,350.00</u>
Non-Tax Revenue	06 Property Income	4,736,094,850.00
	07 Other Non-Tax Revenue	894,005,150.00
	08 Repayment of Past Lending	<u>32,063,540.00</u>
TOTAL NON-TAX REVENUE		<u>5,662,163,540.00</u>
Capital Receipts	09 Capital Revenue	<u>16,919,000.00</u>
Financing	10 Borrowing	<u>6,616,810,000.00</u>
GRAND TOTAL		<u>52,303,555,890.00</u>

REVENUE COLLECTED

2.3 The Statement of Revenue submitted by the Treasury showed that the total actual revenue collected during the financial year ended 30th September, 2012 was \$52,312,078,720.47. Paragraph 5.24 of this Report refers. This amount was collected under the various categories as shown below:

	\$
Tax Revenue	41,963,106,750.63
Non-Tax Revenue	5,658,979,102.68
Capital Receipts	43,444,321.06
Financing	<u>4,646,548,546.10</u>
TOTAL	<u>52,312,078,720.47</u>

2.4 A comparison was made between figures reflected in the Statement of Revenue submitted by the Treasury and the amounts in the various Statements of Receipts and Disbursements received in the Auditor General's Department from Receivers of Revenue. Details of differences in excess of \$50,000.00 are given below.

Receiver of Revenue	Statement of Revenue \$	Statement of Receipts and Disbursements \$	Difference More/(Less) Than Statement of Revenue \$
FN 2 - Chairman, Board of Inland Revenue, Ministry of Finance and the Economy	38,411,424,379.47	38,427,955,761.60	16,531,382.13
HE 1 - Permanent Secretary, Ministry of Health	2,635,640.87	2,509,438.40	(126,202.47)
NS 1 - Permanent Secretary, Ministry of National Security	25,735,853.48	25,861,839.29	125,985.81
NS 2 - Chief Immigration Officer, Ministry of National Security	44,280,096.41	44,417,521.31	137,424.90
TP 2 - Transport Commissioner, Ministry of Transport	135,703,418.43	129,973,376.4300	(5,730,042.00)

STATEMENTS OF RECEIPTS AND DISBURSEMENTS

2.5 In accordance with section 24 (1) (c) of the Exchequer and Audit Act, Chapter 69:01 as amended by the Financial Year Act, 1998, Receivers of Revenue were required to prepare and transmit to the Auditor General, statements of their receipts and disbursements for the financial year ended 30th September, 2012 by 31st January, 2013.

2.6 Comptroller of Accounts Circular No. 9 dated 22nd August, 2012 reminded Receivers of Revenue of their reporting responsibility and outlined the content and format of the statements required.

2.7 Despite this, certain entities were delinquent in meeting the statutory deadline for accounting for the receipt and disbursement of funds under their remit. This practice not only breaches statutory responsibility for submission but severely constrains the time available to carry out the audit. Further, Statements of Receipts and Disbursements were not received from a number of Receivers of Revenue.

2.8 Statements of Receipts and Disbursements which were not received by the statutory deadline or not at all are listed below.

Code	Revenue Head	Date Received	No. of Items	Estimated Revenue \$
AT 4	Chief State Solicitor, Ministry of the Attorney General	21 st February, 2013	4	547,000.00
EB 1	Chief Election Officer, Elections & Boundaries Commission	19 th March, 2013	4	318,500.00
FA 1	Permanent Secretary, Ministry of Foreign Affairs	Not Received	3	3,340,000.00
FP 2	Commissioner of State Lands, Ministry of Housing, Land & Marine Affairs	5 th March, 2013	14	11,483,330.00
HE 1	Permanent Secretary, Ministry of Health	7 th March, 2013	11	2,894,100.00
JM 1	Chief Magistrate, Judiciary - Magistracy	21 st February, 2013	20	60,000,000.00
JS 1	Registrar, Judiciary – Supreme Court	21 st February, 2013	8	2,559,000.00
LA 1	Registrar General, Ministry of Legal Affairs	Not Received	4	31,054,200.00
LA 3	Permanent Secretary, Ministry of Legal Affairs	Not Received	1	550,000.00
NS 2	Chief Immigration Officer, Ministry of National Security	1 st February, 2013	8	44,267,000.00
NS 3	Commissioner of Police, Trinidad & Tobago Police Service	7 th February, 2013	4	8,315,000.00
NS 4	Chief Fire Officer, Ministry of National Security	Not Received	1	450,000.00
NS 5	Commissioner of Prisons, Ministry of National Security	Not Received	1	5,000.00

Code	Revenue Head	Date Received	No. of Items	Estimated Revenue \$
PL 1	Permanent Secretary, Ministry of Planning & Sustainable Development	Not Received	1	50.00
RO 8	Revenue Officer IV, Tobago	Not Received	1	856,500.00
SP 1	Permanent Secretary, Ministry of Sport	5 th February, 2013	9	1,659,000.00
ST 1	Permanent Secretary, Ministry of Science & Technology	Not Received	1	2,000.00
TA 1	Registrar, Tax Appeal Board	1 st February, 2013	1	0.00
TP 2	Transport Commissioner, Ministry of Transport	1 st February, 2013	35	123,403,500.00
TP 3	Director Maritime Services, Ministry of Transport	Not Received	13	8,755,000.00

AUDIT OF REVENUE

2.9 Observations arising from the examination of the systems and procedures for revenue accounting as well as the Statements of Receipts and Disbursements of the under-mentioned Receivers of Revenue (where received) are highlighted in the subsequent paragraphs.

AM1 – PERMANENT SECRETARY, MINISTRY OF ARTS AND MULTICULTURALISM

Statement of Receipts and Disbursements

Authority of Signatory

2.10 The Statement of Receipts and Disbursements was signed by an officer for whom the required approval as Receiver of Revenue was not seen.

Revenue Records Not Produced

2.11 Critical records such as Cash Books, Counterfoil Receipt Books, Lodgement Slips and Monthly Abstracts of Receipts as required to verify the figures on the Statement of Receipts and Disbursements were not produced for audit.

ED1 – PERMANENT SECRETARY, MINISTRY OF EDUCATION

Authority of Signatory

2.12 The Statement of Receipts and Disbursements was signed by a person other than the appointed Receiver of Revenue. Authority for this was not seen.

Revenue Records Not Produced

2.13 Monthly Returns of Revenue for ten months from one outstation were not provided for audit. Submission of monthly returns to the Ministry of Finance and the Economy is a key step in effective revenue control.

FN2 – CHAIRMAN BOARD OF INLAND REVENUE, MINISTRY OF FINANCE AND THE ECONOMY***Audit Scope***

2.14 The audit of certain aspects of revenue at the Inland Revenue Division was hampered by the official secrecy provisions of section 4 of the Income Tax Act, Chapter 75:01. Legal advice will be pursued with respect to this issue.

FN3 – COMPTROLLER OF CUSTOMS AND EXCISE, MINISTRY OF FINANCE AND THE ECONOMY***Statement of Receipts and Disbursements***

2.15 The figure of \$2,912,911,208.92 shown as Total Receipts on the Statement of Receipts and Disbursements was incorrect and should have read \$3,463,308,890.77.

Revenue Control**Reconciliation of Balances**

2.16 Statements reconciling Cash Book balances and balances according to the records of the Treasury were not provided. Treasury Cards for July to September, 2012 were also not produced for audit.

Import Duties

2.17 An unreconciled difference of \$77,883,555.90 was noted between the balances according to the Monthly Cash Book and information produced by the computerised accounting system as follows:

Annual Total as per Monthly Cash Book	\$2,224,018,538.00
Annual Total as per Computer System	<u>2,301,902,093.90</u>
Unreconciled Difference	<u>\$77,883,555.90</u>

2.18 Differences were also noted for revenue relating to Container Examination Fees and Fines and Seizures.

Revenue from Outstations

2.19 Weaknesses were noted in the process of accounting for revenue from outstations as follows:

- Control records at Head Office relating to revenue from outstations were found to be deficient and not maintained on a timely basis.
- In some cases revenue from as far back as the year 2008 was seen to be recorded in 2012, reportedly due to delays in receiving relevant documents from commercial banks.
- A statement from the Collector of Revenue to support revenue of \$24,787,645.41 from one outstation was not provided for audit. Comptroller of Accounts Circular No. 9 of 22nd August, 2012 is relevant.

FP1 – PERMANENT SECRETARY, MINISTRY OF FOOD PRODUCTION

Revenue Control

2.20 An Audit Survey conducted at one outstation during May, 2012 revealed weaknesses in the area of cash receipts and control of receipt books.

HS1 – PERMANENT SECRETARY, MINISTRY OF HOUSING, LAND AND MARINE AFFAIRS

2.21 Revenue collected at the Forestry Division was not deposited promptly during the entire year as required by Financial Regulation 53.

JM1 – CHIEF MAGISTRATE, JUDICIARY - MAGISTRACY

Revenue Control

2.22 Audit surveys of cash and counterfoil records were conducted at five Courts during May, 2012. At all five locations it was found that revenue records were not properly maintained and/or not properly secured.

NS2 – CHIEF IMMIGRATION OFFICER, MINISTRY OF NATIONAL SECURITY

Statement of Receipts and Disbursements - Disclaimer

2.23 Statements of Revenue from 21 Collectors of Revenue were not produced for audit examination. Comptroller of Accounts Circular No. 9 of 22nd August, 2012 is relevant. As a result, the total revenue of \$44,417,521.31 and total disbursements of \$44,280,096.31 were not verified.

2.24 Proper maintenance of subsidiary records and regular reconciliation with control information from the Comptroller of Accounts is a critical aspect of revenue control towards mitigation of related risks. Urgent attention needs to be paid to strengthening the accounting controls in this area.

NS3 – COMMISSIONER OF POLICE, TRINIDAD AND TOBAGO POLICE SERVICE

Statement of Receipts and Disbursements

2.25 Errors were noted in the figures for Estimates reflected on the Statement of Receipts and Disbursements.

2.26 Audit Surveys conducted at certain Police Stations revealed that a large number of payments for firearm user licences and certificates were seen to have been received after the due date of 31st March, 2012.

SP1 – PERMANENT SECRETARY, MINISTRY OF SPORT

2.27 Surveys conducted at certain locations under the purview of the Ministry revealed a number of control issues.

RETURNS OF ARREARS OF REVENUE

2.28 Regulation 56 (2) of the Financial Regulations, Chapter 69:01, as amended, states as follows:

“Accounting Officers and Receivers of Revenue shall submit the original returns of arrears of revenue for the half year ending 31st March and 30th September to the Treasury and copies thereof shall be sent to the Auditor General not later than six weeks after the date to which they relate.”

2.29 At the statutory deadline of 12th November, 2012, Statements of Returns of Arrears of Revenue for the half year ended 30th September, 2012 were not received from 28 Receivers of Revenue in respect of 237 items of revenue as shown below.

Code	Revenue Head	Date Received	No. of Items
AT 4	Chief State Solicitor, Ministry of the Attorney General	20 th November, 2012	5
CD 1	Permanent Secretary, Ministry of Community Development	Not Received	4
EN 1	Permanent Secretary, Ministry of Energy & Energy Affairs	Not Received	3
FA 1	Permanent Secretary, Ministry of Foreign Affairs	Not Received	3
	Ministry of Finance & the Economy:		
FN 1	Comptroller of Accounts	Not Received	37
FN 2	Chairman Board of Inland Revenue	Not Received	21
FN 3	Comptroller of Customs & Excise	Not Received	57
FN 6	Permanent Secretary	Not Received	1
RO 2	Revenue Officer IV, St George East	23 rd November, 2012	1

Code	Revenue Head	Date Received	No. of Items
FP 1	Permanent Secretary, Ministry of Food Production	13 th December, 2012	18
	Ministry of Housing, Land & Marine Affairs:		
FP 2	Commissioner of State Lands	Not Received	14
FP 3	Director of Surveys	Not Received	4
HS 1	Permanent Secretary	Not Received	18
IC 1	Registrar, Industrial Court	Not Received	2
	Ministry of Legal Affairs:		
LA 1	Registrar General	Not Received	4
LA 2	Comptroller, Intellectual Property Office	Not Received	1
LA 3	Permanent Secretary	Not Received	1
	Ministry of National Security:		
NS 1	Permanent Secretary	Not Received	2
NS 2	Chief Immigration Officer	Not Received	8
NS 3	Commissioner of Police, Trinidad & Tobago Police Service	16 th November, 2012	4
NS 4	Chief Fire Officer	Not Received	1
	Ministry of Planning & Sustainable Development:		
PL 1	Permanent Secretary	Not Received	1
PL 2	Director of Statistics	19 th February, 2013	2
RO 8	Revenue Officer IV, Tobago	Not Received	1
SC 1	Director of Personnel Administration, Service Commissions Department	Not Received	3
ST 1	Permanent Secretary, Ministry of Science & Technology	Not Received	1
TP 3	Director Maritime Services, Ministry of Transport	Not Received	13
TR 1	Permanent Secretary, Ministry of Trade, Industry & Investment	12 th December, 2012	7

CONSOLIDATED STATEMENT OF ARREARS OF REVENUE

A Consolidated Statement of Arrears of Revenue at 30th September, 2012 submitted by the Permanent Secretary, Ministry of Finance & the Economy shows Arrears of Revenue totalling \$21,691,500,690.00. The comparative balance at 30th September, 2011 was \$15,836,389,765.00 resulting in an increase of \$5,855,110,925.00. According to the Statement, of this latter amount, \$18.85 Billion related to Arrears of Tax on Income and Profits. It was also noted that the Statement reflected several instances where information concerning arrears of revenue was not received by the Permanent Secretary, Ministry of Finance & the Economy from Receivers of Revenue.

CHAPTER 3

ACCOUNTS OF ADMINISTERING OFFICERS

CHAPTER 3

ACCOUNTS OF ADMINISTERING OFFICERS

APPOINTMENT OF ADMINISTERING OFFICERS

3.1 Administering Officers are appointed by the Minister of Finance to administer all moneys disbursed from Funds established under section 43 of the Exchequer and Audit Act, Chapter 69:01 and/or from Funds established by other legislative authority. This responsibility includes disbursements from Funds for projects that have been contracted out to special purpose state enterprises.

3.2 Administering Officers are required to keep separate books of account and separate bank accounts in respect of each Fund and to ensure that a proper system of accounting as approved by the Treasury is established and maintained.

3.3 Administering Officers are also required, inter alia, to:

- prepare financial statements in a format approved by the Treasury for submission to the Auditor General within a period of four months after the close of the financial year in accordance with section 24 (2) (a) and (b) of the Exchequer and Audit Act, Chapter 69:01, and
- ensure that the funds entrusted to their care are properly safeguarded and applied only for the purposes specified on the Schedule to the Warrant for withdrawal from the Funds.

FUNDS AUTHORISED FOR WITHDRAWAL

3.4 During the financial year ended 30th September, 2012, the Minister of Finance, by Warrants, authorized withdrawals totalling \$4,890,029,950.00 from four Funds.

FINANCIAL STATEMENTS

3.5 The Comptroller of Accounts by Circular No. 11 dated 22nd August, 2012 provided Administering Officers with guidelines for the preparation and submission of Financial Statements. Administering Officers were required to submit certified Financial Statements for the financial year ended 30th September, 2012 for each Fund to the Comptroller of Accounts by 30th November, 2012 to enable the Comptroller of Accounts to examine, consolidate and transmit the Statements to the Auditor General, on or before 31st January, 2013. Certified Financial Statements were not received in the Auditor General's Department within the statutory deadline of 31st January, 2013 in respect of withdrawals totalling \$2,841,602,984.31 from seven Administering Officers. Details are given below:

Administering Officer	Amount Withdrawn (Treasury) \$
Unemployment Fund	
Office of the Prime Minister	361,503,941.76
Office of the Prime Minister – Payment to Tobago House of Assembly	19,000,000.00
Permanent Secretary, Ministry of Housing, Land & Marine Affairs	43,135,212.50
Government Assistance for Tuition Expenses (GATE) Fund	
Permanent Secretary, Ministry of Tertiary Education & Skills Training	750,340,938.23
Green Fund	
Permanent Secretary, Ministry of Environment & Water Resources	11,913,692.00
Infrastructure Development Fund	
Permanent Secretary, Office of the Prime Minister	9,889,975.75
Permanent Secretary, Ministry of Energy & Energy Affairs	431,176,605.00
Permanent Secretary, Ministry of Tertiary Education & Skills Training	57,470,513.00
Permanent Secretary, Ministry of Housing, Land & Marine Affairs	741,999,932.62
Permanent Secretary, Ministry of Trade, Industry & Investment	395,578,839.25
Permanent Secretary, Ministry of Arts & Multiculturalism	19,593,334.20
TOTAL	2,841,602,984.31

INFRASTRUCTURE DEVELOPMENT FUND

3.6 Comptroller of Accounts Circular No. 12 dated 9th November, 2005 on the subject “Accounting Arrangements for Disbursement of Funds from the Infrastructure Development Fund” sets out guidelines to be followed to ensure accountability and transparency with respect to projects undertaken.

3.7 Findings arising from the audit of the Infrastructure Development Fund at Ministries/Departments are summarised in the following paragraphs.

ERRORS IN/OMISSIONS FROM THE FINANCIAL STATEMENTS

3.8 Typographical and other errors as well as omissions were noted in the financial statements submitted by the following entities:

- Ministry of the Attorney General
- Ministry of Tourism
- Ministry of Arts & Multiculturalism (received 4th March, 2013)
- Ministry of Works & Infrastructure

26 – MINISTRY OF EDUCATION

3.9 Critical supporting documents such as Memoranda of Understanding, project status reports and signed contracts required for verification of payments totalling \$10,781,582.00 as at 31st August, 2012 on four projects (relating to construction or refurbishment of schools) were not produced for audit examination. As a result there was non-compliance with Financial Instruction 43. Also, Audit was not able to determine whether there was compliance with Comptroller of Accounts Circular No. 12 dated 9th November, 2005.

3.10 The Financial Statement was signed by a person other than the appointed Administering Officer. Authority for this was not seen.

40 - MINISTRY OF ENERGY AND ENERGY AFFAIRS

Construction of Multi-Fuel Pipeline

3.11 A contract as required by the directives of the Comptroller of Accounts was not produced for audit. As a result, the terms and conditions of this project were not determined. Further, a payment of \$259,571,468.00 relating to invoices for 2009 and 2010 for this project was not verified. In addition, the payment voucher was not seen to be countersigned by the Accounting Officer as required by Financial Instruction 108 (4) for payments relating to previous years.

3.12 Value Added Tax (VAT) totalling \$16,967,444.45 relating to work done by a foreign firm was seen to be reimbursed to a state enterprise. However, no evidence was seen from the invoices examined, that VAT had been charged by or paid to the firm to necessitate this reimbursement. This resulted in an overpayment of \$16,967,444.45 by the Ministry to the state enterprise. It was observed that a similar situation occurred in the previous year resulting in overpayments totalling \$4,747,599.37 in that year.

42 – MINISTRY OF LOCAL GOVERNMENT

Development of Rural Communities

3.13 Neither a contract nor a Memorandum of Understanding was produced to support payments totalling \$8,308,300.00 made to the executing agency for Development of Rural Communities. As a result, the validity of these payments was not verified.

Community Improvement Services

3.14 Memoranda of Understanding were not produced for any of the projects for which payments totalling \$17,235,992.04 were made under this programme.

48 – MINISTRY OF TRADE, INDUSTRY AND INVESTMENT

Wallerfield Industrial and Technology Park

3.15 Invoices and other documentation as specified in the Programme agreement required to substantiate payments totalling \$240,222,819.00 in respect of this project were not produced for audit. There was therefore a breach of Financial Regulation 113. As a result, the validity and application of the payments made were not verified.

62 – MINISTRY OF COMMUNITY DEVELOPMENT

Construction of Community Centres

3.16 Neither a contract nor a status report was produced to support payments totalling \$2,859,773.00 made to the executing agency for work done on the Beetham Community Centre.

Implementation of Self Help Programme

3.17 Project documents including a Memorandum of Understanding as required by Comptroller of Accounts Circular were not provided for audit.

63 – MINISTRY OF ARTS AND MULTICULTURALISM

3.18 Memoranda of Understanding, Project Status reports and signed contracts for the construction of libraries at Chaguanas, Couva, Rio Claro and Mayaro were not produced for audit and as such, expenditure totalling \$10,781,582.00 was not verified.

64 – TRINIDAD AND TOBAGO POLICE SERVICE

3.19 Commitments of \$5,062,411.00 as shown in the Financial Statement were not seen to be recorded in the Vote Book.

68 – MINISTRY OF SPORT

3.20 The records of the Ministry revealed expenditure of \$64,672,790.00 under the Infrastructure Development Fund. However, the Financial Statement for this Fund reflected expenditure of \$52,173,756.99 – a difference of \$12,499,033.01.

MUNICIPAL CORPORATIONS

Tunapuna/Piarco Regional Corporation

3.21 The following documents were not produced for audit examination.

- Updated Cash Books
- Bank Reconciliation for September, 2012
- Bank Statement for September, 2012
- Stock Register for Cheques
- Cheque Payment Register

3.22 A Certificate of Balance dated 1st October, 2012 addressed to the Corporation from its banker was produced. This document showed that the balance for the Infrastructure Development Fund at 28th September, 2012 was \$658,084.97. Evidence was not produced to show whether any unspent balance was returned to the Comptroller of Accounts.

San Juan/Laventille Regional Corporation

3.23 The bank account opened to facilitate the operations of the Infrastructure Development Fund is being used for the Development Programme Funds contrary to the directives of the Comptroller of Accounts. In addition, several documents necessary for the verification of the unspent balance of \$29,933.35 were not produced. Evidence that the unspent balance was deposited with the Treasury was not seen.

San Fernando City Corporation

3.24 Evidence was not seen that the unspent balance as at 30th September, 2012 of \$181,846.00 was remitted to the Treasury as required by the directives of the Comptroller of Accounts.

3.25 Commitments as at 30th September, 2012 totalled \$218,933.27. This amount represents commitments dating back to 2005. The balance remained unchanged from the prior year.

ROAD IMPROVEMENT FUND

Tunapuna/Piarco Regional Corporation

3.26 A Certificate of Balance dated 1st October, 2012 addressed to the Corporation from its banker was produced. This document showed that the balance on the Road Improvement Fund bank account at 28th September, 2012 was \$18,146.96.

3.27 Evidence was not produced to show whether any unspent balance as at 30th September, 2012 was remitted to the Comptroller of Accounts as required by financial directives.

San Fernando City Corporation

3.28 Evidence was not seen that the unspent balance as at 30th September, 2012 of \$83,460.45 was remitted to the Comptroller of Accounts.

3.29 Commitments as at 30th September, 2012 totalled \$416,218.30. This amount represents commitments dating back to 2006.

GREEN FUND

3.30 The Green Fund was established under section 65 (1) of the Miscellaneous Taxes Act (the Act), which was amended by the Finance Act 2004. According to section 64 of the Act, the purpose of the Green Fund is to financially assist organizations and community groups that are primarily engaged in activities related to the remediation, reforestation and conservation of the environment.

3.31 Under section 62 (1) of the Act, the Board of Inland Revenue is charged with the collection of the Green Fund Levy.

3.32 On 26th April, 2005, the Comptroller of Accounts established the accounting system for disbursement of funds from the Green Fund and in accordance with Cabinet's approval, a Green Fund Executing Unit was established in the then Ministry of Public Utilities and the Environment. With the realignment of Ministerial portfolios effective 25th June, 2012, the responsibility for the Green Fund was transferred to the Ministry of Environment and Water Resources. On 18th January, 2007, the Minister of Finance signed the Green Fund Regulations made under section 69 of the Act.

3.33 A signed Financial Statement was not received in the Auditor General's Department in respect of this Fund by the statutory deadline of 31st January, 2013.

3.34 The Green Fund balance of \$2,916,148,340.54 represents an increase of \$334,590,726.60 or 12.96% over the previous year's balance of \$2,581,557,613.94. Details of movements in the Fund are given at Treasury Statements referenced TS 58 and TS 59.

NATIONAL UNION OF GOVERNMENT AND FEDERATED WORKERS (NUGFW) TRAINING FUND

3.35 The National Union of Government and Federated Workers (NUGFW) Training Fund was established under section 43(2) of the Exchequer and Audit Act, Chapter 69:01 by Legal Notice No. 280 dated 27th September, 2004 to provide training and re-training of hourly, daily and weekly-rated workers of Central Government, the Tobago House of Assembly and certain Municipal Corporations where NUGFW is the certified bargaining agent.

3.36 The Chief Personnel Officer was appointed Administering Officer for the Fund with effect from 1st October, 2004.

3.37 The Fund showed an increase of \$1,063,927.70 or 16.69% over the previous year's figure of \$6,372,571.46. Treasury Statements referenced TS 54 and TS 55 refer.

CARICOM TRADE SUPPORT FUND

3.38 The CARICOM Trade Support Fund was established under section 43(2) of the Exchequer and Audit Act, Chapter 69:01, (Legal Notice No. 13 dated 12th January, 2005 refers.) The purpose of the Fund is to alleviate the adverse impact of the recessionary conditions on the economies of the Member States and to improve regional trade.

3.39 The balance in the Fund at 30th September, 2012 was \$39,495,320.71, an increase of \$392,103.49 or 1% over the previous year's figure of \$39,103,217.22. This represented interest earned for the financial year 2012.

3.40 No monies were transferred from the Consolidated Fund into this Fund, neither were there any withdrawals from the Fund for the financial year 2012. Treasury Statements referenced TS 60 and TS 61 refer.

CARICOM PETROLEUM FUND

3.41 Cabinet in September, 2006 agreed *inter alia*, "to the creation of a CARICOM Petroleum Fund under section 43 (2) of the Exchequer and Audit Act, Chapter 69:01 to provide relief to CARICOM States in accordance with the criteria agreed to between the Heads of Government and the CARICOM Secretariat."

3.42 The criteria agreed to, according to the information provided, were poverty alleviation, disaster mitigation, disaster recovery efforts in emergency cases, national security and

infrastructure development programmes in the Organisation of Eastern Caribbean States in very special circumstances.

3.43 This Fund increased by \$101,681,598.42 or 60.93% over the previous year's figure of \$166,880,716.75. The increase comprised transfers from the Consolidated Fund totalling \$100,000,000.00 and interest of \$1,681,598.42 earned on cash balances. There were no payments made from the Fund for 2012, resulting in the balance at 30th September, 2012 being \$268,562,315.17.

CHAPTER 4

INTERNAL AUDIT FUNCTION IN GOVERNMENT MINISTRIES/DEPARTMENTS

CHAPTER 4

INTERNAL AUDIT FUNCTION IN GOVERNMENT MINISTRIES/DEPARTMENTS

GENERAL

4.1 Internal Audit is defined as “an independent, objective assurance and consulting activity designed to add value and improve an organization’s operations. It helps an organization accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control, and governance procedures.”¹³

4.2 Financial Regulation 13 (4) requires each Accounting Unit to have a check staff and an independent internal audit section.

BENEFITS OF INTERNAL AUDIT

4.3 The internal audit function is a key element of the internal control system of any entity. An effective internal audit function contributes greatly to achieving and maintaining accountability and good governance and ultimately, to effective service delivery.

FINDINGS OF REVIEW

4.4 A review of the Internal Audit function at certain Ministries and Departments revealed that Internal Audit Units continue to be understaffed. Findings with respect to staffing are outlined below. In addition, internal audit resources are often focused on routine functions or are diverted to check-staff duties or *ad hoc* assignments. As a result, audit coverage is often limited.

¹³ Source – Website of Institute of Internal Auditors

Staffing of Internal Audit Units in certain Ministries & Departments¹⁴

Ministry / Department	Internal Audit Establishment	Actual Staff Complement	Vacant Posts
Office of the Prime Minister	5	3	2
Ministry of Finance & the Economy:			
- Comptroller of Accounts	11	6	5
Ministry of the Attorney General	5	2	3
Ministry of Food Production	5	5	-
Ministry of Education	25	17	8
Ministry of Health	19	15	4
Ministry of Tourism	2	1	1
Ministry of Trade, Industry & Investment	5	4	1
Ministry of Housing, Land & Marine Affairs	7	7	-
Ministry of Community Development	2	1	1
Ministry of Foreign Affairs	4	3	1
Ministry of Sport	6	1	5
Ministry of Arts & Multiculturalism	2	1	1
T&T Police Service	8 (contract)	4	4

4.5 Some units reported that they did not have access to all documents and information as required. It was also found that there is a need for training in internal auditing and related disciplines. Updated manuals and standard working papers are also needed to allow these units to function more effectively.

LONG-OUTSTANDING ISSUE

4.6 The state of the internal audit function in Ministries and Departments is a matter of grave concern and has been raised by the Auditor General on a number of occasions. As indicated in

¹⁴ Information as gathered at time of audit visit.

the 2011 Auditor General's Report, the 1987 "Report of the Auditor General of the Republic of Trinidad and Tobago on a Comprehensive Audit on the Internal Audit Function in Government Ministries/Departments and Statutory Boards"¹⁵ outlined a number of recommendations for the strengthening of the internal audit function. Follow up reviews were performed in the years 1990 and 1994 and during the period October, 2009 to July, 2011 and major findings reported. However, the level of implementation of recommendations remains unsatisfactory. Recommendations to promote effectiveness in this area which were included in the above-mentioned Report are shown at **Chart 3**. These recommendations are still applicable.

Chart 3: Recommendations to Promote Internal Audit Effectiveness

- A. Appoint a central internal audit authority to:
 - ✓ Establish/strengthen internal audit divisions.
 - ✓ Establish a central internal audit unit to service the smaller ministries/departments or, as an interim measure, to service entities which do not have an internal audit division.
 - ✓ Establish guidelines, standards and procedures.
 - ✓ Prepare standard audit manuals.
 - ✓ Monitor the operations of the internal audit divisions.
 - ✓ Evaluate and report on the performance of internal audit divisions on a regular basis.
- B. For each internal audit division:
 - ✓ Ensure that audit plans cover all areas of an agency's operations.
 - ✓ Ensure that audit programmes are relevant to each area examined.
 - ✓ Ensure that audit programmes are reviewed at regular intervals.
 - ✓ Prepare time budgets for each assignment and analyse variances.
 - ✓ Prepare financial budgets for the internal audit unit.
 - ✓ Update job specifications and distribute to persons concerned.
 - ✓ Ensure that check staff function is not a part of the internal audit duties.
 - ✓ Cease interchanging of staff between the accounting and internal audit units.
 - ✓ Minimize adverse effects of *ad hoc* assignment by careful planning and consideration.
 - ✓ Provide adequate and competent staff.
 - ✓ Provide adequate and relevant training including training in IT audits and auditing in an IT environment.
 - ✓ Maintain a query register to deal promptly with audit queries.

¹⁵ Laid in the House of Representatives on 24th April 1987 and in the Senate on 14th April, 1987.

CHAPTER 5

THE ACCOUNTS OF THE TREASURY

CHAPTER 5

ACCOUNTS OF THE TREASURY

LEGAL BASIS

5.1 Under section 4 (3) of the Exchequer and Audit Act, Chapter 69:01 (the Act) the Treasury is required to “so superintend the expenditure of public moneys as to ensure that proper arrangements for accounting to the House for such expenditure are made.” According to the Act, the Treasury means the Minister responsible for Finance and includes such officer or officers in the Ministry of Finance as may be deputed by the Minister to exercise powers and to perform duties under the Act.

5.2 Section 3 of the Exchequer and Audit Act, Chapter 69:01 states:

“3. The Minister shall, subject to the Constitution and this Act, have the management of the Consolidated Fund and the supervision, control and direction of all matters relating to the financial affairs of the State which are not by law assigned to any other Minister.”

In this respect the Minister of Finance is responsible for instituting all accounting policies, procedures and processes as well as the system of internal controls and is entitled to inspect all records and documents.

CASH BASIS OF ACCOUNTING

5.3 The Public Accounts of the Republic of Trinidad and Tobago are presented on the cash basis of accounting. This means that transactions and other events are recognized when cash is actually received or paid. However, certain statements relating to Public Debt are included for disclosure of present obligations of Government.

FINANCIAL STATEMENTS

5.4 Section 24 (1) (a) of the Exchequer and Audit Act, Chapter 69:01 as amended by the Financial Year Act, 1998 requires the Treasury to submit certain statements to the Auditor General by the statutory deadline of 31st January, 2013. The Treasury Statements received on this date for audit are included at the end of this document and are referenced as TS 1 to TS 63. Comments on the examination of these Financial Statements follow.

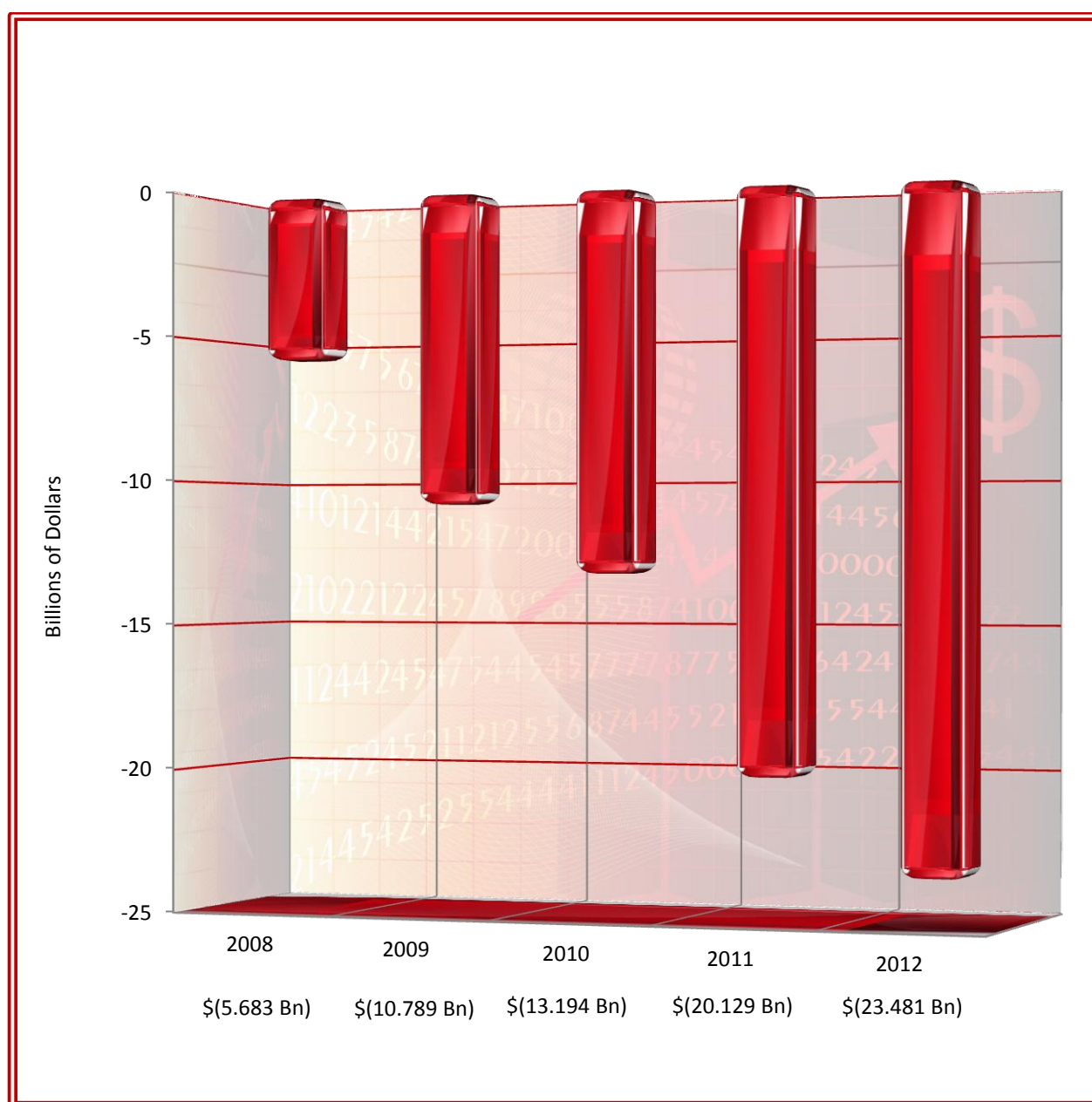
TREASURY STATEMENTS

THE EXCHEQUER ACCOUNT - (\$23,481,272,727.66)

5.5 The Exchequer Account is the bank account for the Consolidated Fund. According to the records of the Comptroller of Accounts as at 30th September, 2012, the Exchequer Account was overdrawn by (\$23,481,272,727.66) which was an increase of (\$3,352,434,543.14) or 16.65% when compared to the previous year's figure of (\$20,128,838,184.52). (TS 2 to TS 6 refer). This occurred because payments once again exceeded receipts in 2012 as shown below:

	Financial Year 2012 \$	Financial Year 2011 \$
Receipts	52,350,086,244.92	47,534,482,521.53
Less: Payments	<u>(55,702,520,788.06)</u>	<u>(54,469,031,928.28)</u>
	(3,352,434,543.14)	(6,934,549,406.75)
Balance brought forward at 1 st October	<u>(20,128,838,184.52)</u>	<u>(13,194,288,777.77)</u>
Balance as at 30th September	<u>(23,481,272,727.66)</u>	<u>(20,128,838,184.52)</u>

5.6 The overdrawn balance of (\$23,481,272,727.66) as at 30th September, 2012 according to the records of the Treasury was satisfactorily reconciled with the debit balance of (\$17,807,822,180.47) confirmed by the Central Bank of Trinidad and Tobago. (TS 3 refers). Changes in the year end balances from 2008 to 2012 are depicted in Chart 4.

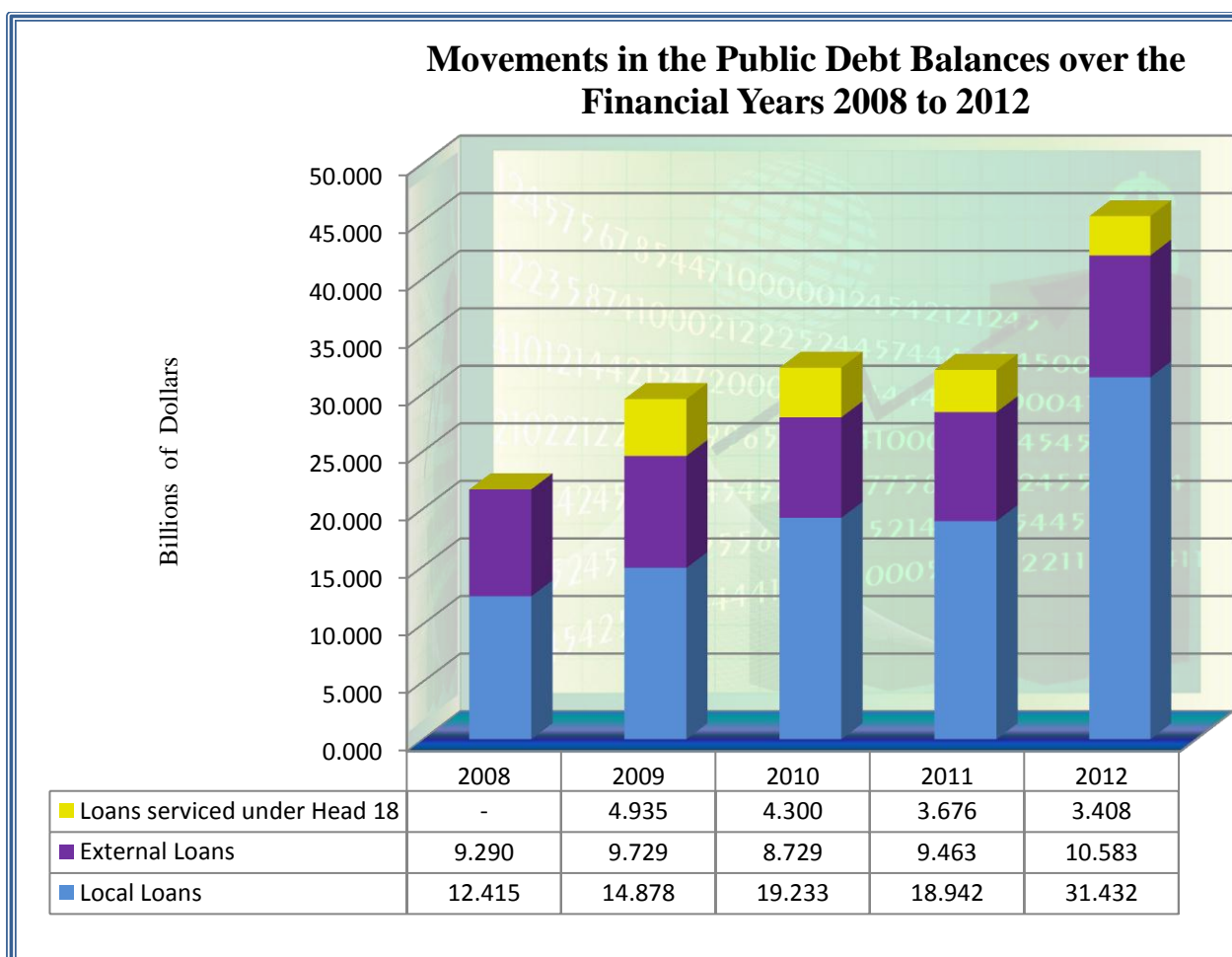
Chart 4: Balances on Exchequer Account as at 30th September, 2012

PUBLIC DEBT - \$45,422,880,165.17

5.7 The Public Debt Statement (refer TS 7 to TS 14) reflects the outstanding balances on existing loans. The records of the Treasury showed that at 30th September, 2012 the Public Debt was \$45,422,880,165.17 (2011: \$32,080,186,463.86). This balance comprises local and external loans, as well as loans and debts serviced under guarantees and letters of comfort (under Head 18). Changes in the Public Debt composition are summarised in **Chart 5** while comparisons from 2008 to 2012 are represented in Chart 6.

Chart 5: Summary of Changes in the Public Debt

	Local Loans (\$)	External Loans (\$)	Serviced Under Guarantees/Letters of Comfort (\$)	Total (\$)
Balance as at 1 st October, 2011	18,941,773,014.93	9,462,772,722.53	3,675,640,726.40	32,080,186,463.86
Add: New Loans	13,618,157,663.51	0.00	340,500,000.00	13,958,657,663.51
Disbursements	45,334,504.05	1,765,601,908.13	0.00	1,810,936,412.18
Adjustments	0.00	66,426,444.11	0.00	66,426,444.11
Less: Repayments	(1,173,636,815.96)	(711,511,400.92)	(608,178,601.61)	(2,493,326,818.49)
Balance as at 30 th September, 2012	31,431,628,366.53	10,583,289,673.85	3,407,962,124.79	45,422,880,165.17
Net Increase/(Decrease)	12,489,855,351.60	1,120,516,951.32	(267,678,601.61)	13,342,693,701.31
% Increase/(Decrease)	65.94%	11.84%	-7.28%	41.59%

Chart 6: Movements in Composition of Public Debt 2008 to 2012

5.8 There was an overall increase of \$13,343m or 41.59% in the balance representing the Public Debt at 30th September, 2012 due mainly to domestic bond issues during the year as discussed below.

Local Loans - \$31,431,628,366.53

5.9 The net increase in Local Loans of \$12,489,855,351.60 or 65.94% during the year resulted primarily from new bond issues partly offset by repayments. Movements in Local Loans for the financial year ended 30th September, 2012, as reflected in the records of the Treasury are as follows:

	\$	\$
Balance as at 1 st October, 2011 -		18,941,773,014.93
Add: Receipts		
GORTT Zero Coupon Bonds (CLICO)	9,173,593,000.00	
GORTT \$1.5 Bn 6% 2031 CLICO Bond	1,608,952,529.59	
GORTT \$2.5 Bn 5.2% 2027 Bonds	2,835,612,133.92	
Disbursements (Interest Capitalization)	<u>45,334,504.05</u>	
Total Receipts		13,663,492,167.56
Less: Repayments		
Head 19: Charges on Public Debt	(261,835,385.96)	
CBTT Sterilized A/C	(674,301,000.00)	
Head 112/17 (Sinking Fund)	(237,500,000.00)	
Head 111/296 (Government Savings Bond)	<u>(430.00)</u>	
Total Payments		<u>(1,173,636,815.96)</u>
Balance as at 30 th September 2012		<u>31,431,628,366.53</u>

New Loans - \$13,663,492,167.56

5.10 There were three new loans during the financial year as follows:

- GORTT \$1.5 Bn 6% Fixed Rate Bonds - \$1,608,952,529.59
- GORTT \$2.5 Bn 5.2% 2027 Bonds - \$2,835,612,133.92
- GORTT Zero Coupon Bonds (CLICO) - \$9,173,593,000.00

5.11 Capitalized interest of \$45,334,504.05 on the new bonds increased the loan total to \$13,663,492,167.56.

External Loans - \$10,583,289,673.85

5.12 There was an increase in External Loans of \$1,120,516,951.32 or 11.84% over the previous year's figure. A summary of transactions in respect of external loans is given below:

	\$	\$
Balance as at 1 st October, 2011		9,462,772,722.53
Add: Receipts for Financial Year 2012	1,765,601,908.13	
Foreign Exchange Adjustment	<u>66,431,477.41</u>	
Total Receipts		<u>1,832,033,385.54</u>
Sub Total		11,294,806,108.07
Less: Repayments for Financial Year 2012	(711,511,400.92)	
Gain Transferred to Revenue	(<u>5,033.30</u>)	
Total Repayments		<u>(711,516,434.22)</u>
Balance as at 30th September 2012		<u>10,583,289,673.85</u>

Receipts - \$1,765,601,908.13

5.13 Receipts from external loans consisted of the following:

- Amt. drawn down on new loans - \$1,497,000,000.00
- Amt. drawn down on existing loans - \$268,601,908.13

Loan Excluded from Public Debt Statement

5.14 A loan in respect of Caribbean Development Bank with an outstanding balance of TT\$7,299,961.36 was excluded from the Public Debt Statement.

Loans Serviced Under Head 18 - Ministry of Finance - \$3,407,962,124.79

5.15 Loans Serviced Under Head 18 relate to amounts outstanding on loans which were secured by Letters of Comfort or which were guaranteed by the State for some State Enterprises and which were not serviced by the entity. These loans are being repaid by the Government of Trinidad and Tobago. The balances outstanding under each category as at 30th September, 2012 were as follows:

	2012	2011
	\$	\$
Loans secured by Letters of Comfort	839,792,922.13	1,020,413,475.57
Loans Guaranteed by the State	<u>2,568,169,202.66</u>	<u>2,655,227,250.83</u>
TOTAL	<u>3,407,962,124.79</u>	<u>3,675,640,726.40</u>

5.16 Movements in these loans according to the records of the Treasury are reflected below:

	\$	\$
Balance as at 1 st October 2011		3,675,640,726.40
Add: Receipts for Financial Year 2012	340,500,000.00	
Less: Repayments for 2012	<u>(608,178,601.61)</u>	
		<u>(267,678,601.61)</u>
		<u>3,407,962,124.79</u>

5.17 One new loan for UDeCOTT was omitted from the statement, which would bring the balance for "Receipts" to \$606,694,753.14.

CHARGES ON ACCOUNT OF THE PUBLIC DEBT - \$4,663,655,150.87

5.18 Expenditure relating to Public Debt servicing decreased by \$1,208,103,637.00 or 20.57% when compared to the previous financial year.

	2012 \$	2011 \$
<u>Principal Repayments</u>		
Principal Repayments - Local Loans	257,286,205.96	285,910,753.87
Principal Repayments - Foreign Loans	<u>711,511,400.92</u>	<u>630,141,321.55</u>
	<u>968,797,606.88</u>	<u>916,052,075.42</u>
<u>Interest Payments</u>		
Interest Payments - Local Loans	610,882,997.40	611,353,231.85
Interest Payments - Foreign Loans	389,177,605.27	379,459,182.11
Interest Payments - Notes, Debentures and Others	<u>1,288,154,697.42</u>	<u>1,237,094,471.79</u>
	<u>2,288,215,300.09</u>	<u>2,227,906,885.75</u>
<u>Other Payments</u>		
Management Expenses	9,484,078.84	18,484,140.04
Sinking Fund Contributions	1,021,723,250.00	1,950,527,415.00
Discounts and Other Financial Instruments	374,967,846.38	758,499,022.50
Expenses of Issues	<u>467,068.68</u>	<u>289,249.16</u>
	<u>1,406,642,243.90</u>	<u>2,727,799,826.70</u>
TOTAL	<u><u>4,663,655,150.87</u></u>	<u><u>5,871,758,787.87</u></u>

5.19 Table 3 shows Charges on Account of the Public Debt as a percentage of Total Expenditure for the five financial years 2008 to 2012.

Table 3: Charges on Account of the Public Debt as a Percentage of Total Expenditure for the Financial Years 2008 to 2012

Financial Year	Total Expenditure \$'000	Charges On Account Of The Public Debt \$'000	%
2008	55,459,763	3,799,654	6.85
2009	45,328,778	4,952,232	10.93
2010	46,112,566	4,755,456	10.31
2011	54,469,016	5,871,759	10.78
2012	55,702,232	4,663,655	8.37

5.20 Table 4 shows Charges on Account of the Public Debt as a percentage of Total Revenue excluding Capital Receipts and Borrowings for the five financial years 2008 to 2012.

Table 4: Charges on Account of the Public Debt as a Percentage of Total Revenue (Excluding Capital Receipts and Borrowings) for the Financial Years 2008 to 2012

(a)	(b)	(c)	(d)
Financial Year	Total Revenue (Excluding Capital Receipts And Borrowings) \$'000	Charges On Account Of The Public Debt \$'000	(c) As A Percentage Of (b)
2008	54,315,320	3,799,654	7.00
2009	37,563,986	4,952,232	13.18
2010	42,298,215	4,755,456	11.24
2011	45,610,402	5,871,759	12.87
2012	47,622,086	4,663,655	9.79

STATEMENT OF LOANS FROM GENERAL REVENUE REPAYABLE TO THE GOVERNMENT OF TRINIDAD AND TOBAGO

Loans From General Revenue - \$1,803,729,192.34

5.21 The figure of \$1,803,729,192.34 representing the total balance outstanding as at 30th September, 2012 decreased by principal repayments of \$1,997,799.41 or 0.11% from the previous year's balance of \$1,805,726,991.75. (TS 15 to TS 20 refer.)

Principal Repayments - \$1,997,799.41

5.22 Principal repayments for the financial year 2012 were made by the following:

Name of Entity	Amount
	\$
Holy Trinity Cathedral	16,344.65
Government of Barbados	<u>1,981,454.76</u>
Total Principal Repayments	<u>1,997,799.41</u>

5.23 Table 5 below shows year end balances and loan balances for the financial years 2008 to 2012 according to the various categories.

Table 5: Year-End Loan Balances for the Financial Years 2008 to 2012

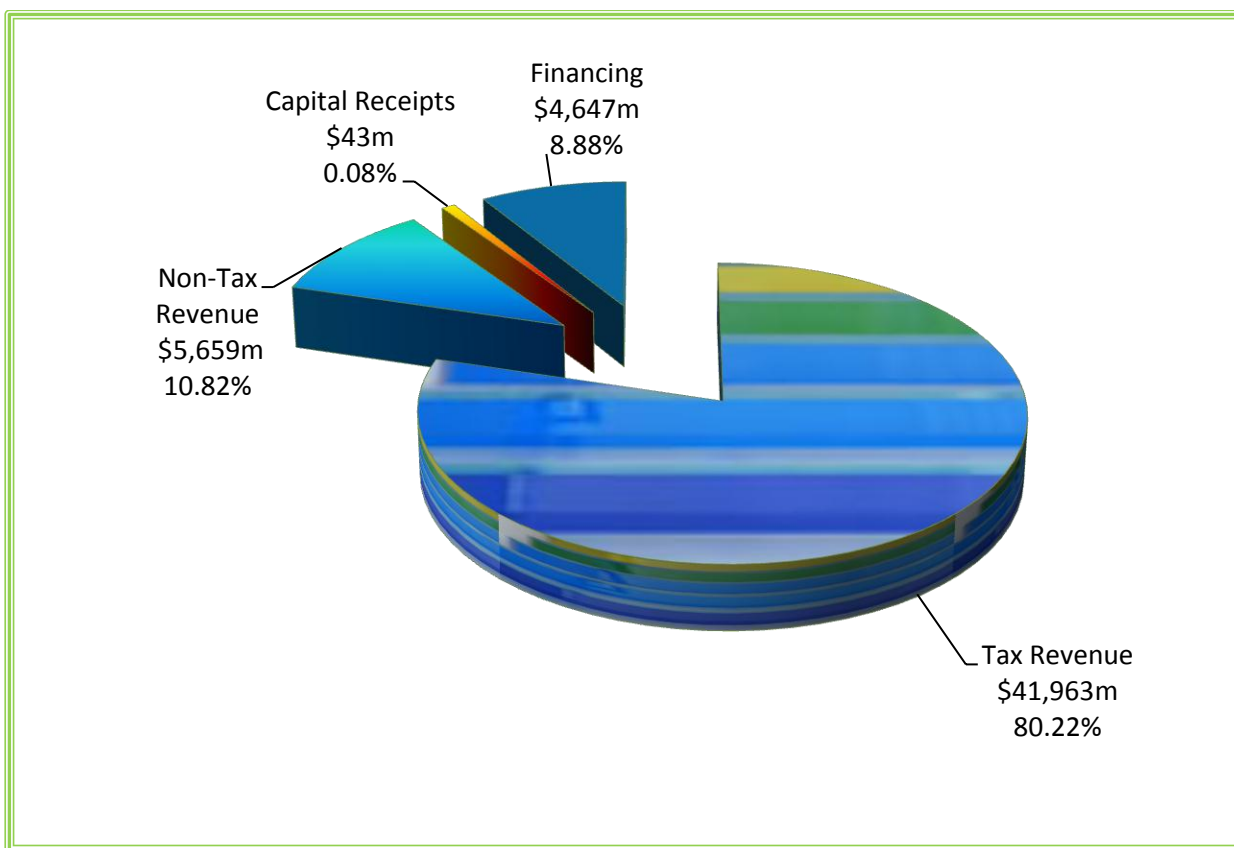
Category	2008 \$'000	2009 \$'000	2010 \$'000	2011 \$'000	2012 \$'000
State Controlled Enterprises	1,915	0	0	0	0
Statutory Bodies	1,506,019	1,506,018	1,506,019	1,506,019	1,506,019
Other Entities	123,175	123,160	114,573	114,573	114,557
Other Governments	127,244	127,231	192,949	185,135	183,153
TOTAL	1,758,353	1,756,409	1,813,541	1,805,727	1,803,729

STATEMENT OF REVENUE

Total Revenue Collected - \$52,312,078,720.47

5.24 Actual revenue collected for the financial year 2012 as shown by the records of the Treasury was \$52,312,078,720.47. TS 21 refers.

5.25 Chart 7 shows revenue collected for the financial year 2012 by classification.

Chart 7: Actual Revenue Collected by Classification for the Financial Year 2012**Comparison of Revenue Collected for the Financial Years 2011 and 2012**

5.26 The Actual Revenue for the financial years 2011 and 2012 displayed at Chart 8 when compared revealed the following:

- There was an overall increase of \$4,792,808,935.60 in revenue collected in the financial year 2012.
- Tax Revenue increased by \$1,551,740,154.64.
- Non-Tax Revenue increased by \$459,944,020.46.
- There was a decrease in Capital Receipts of \$243,532,574.37.
- Borrowings increased by \$3,024,657,334.91.

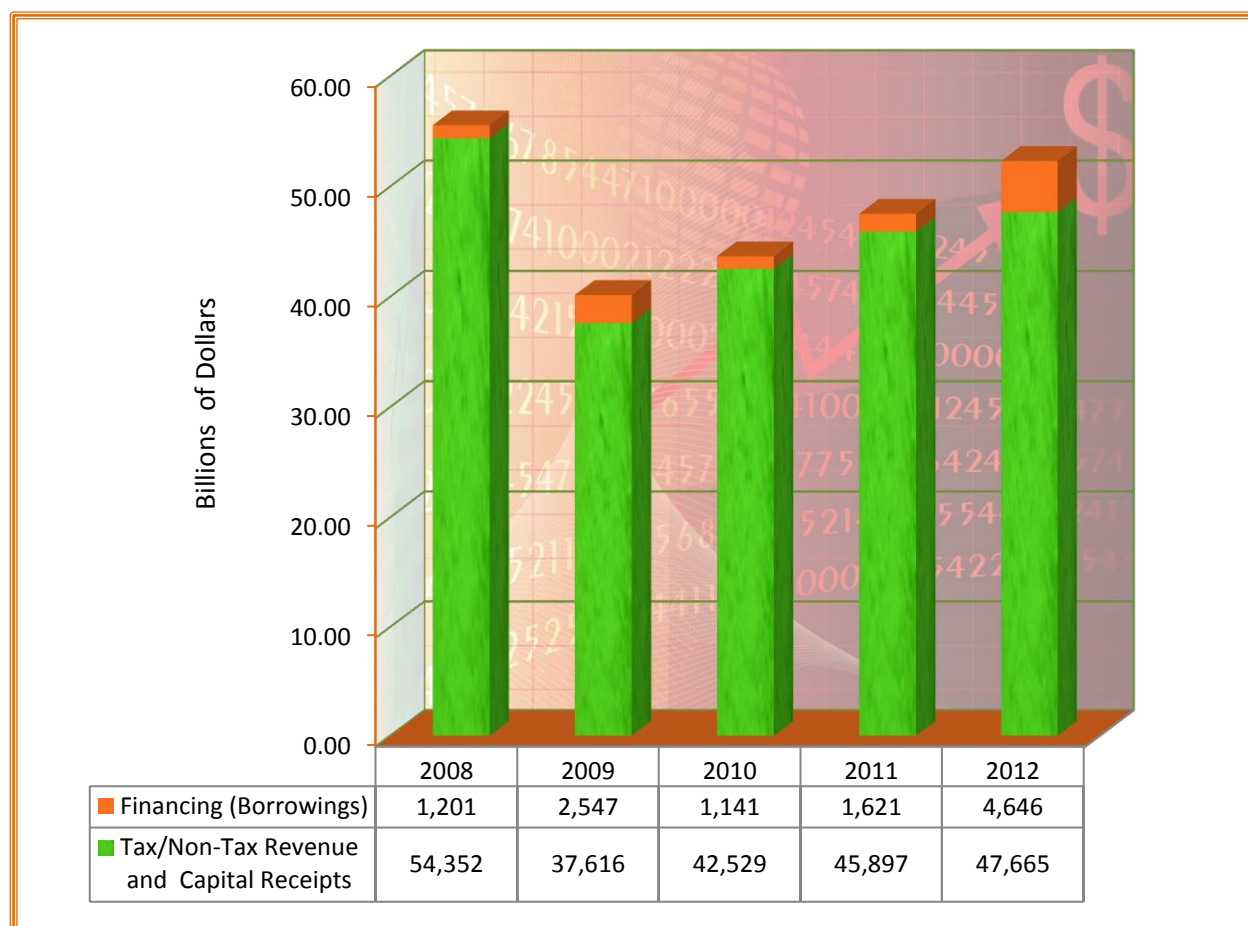
5.27 Chart 8 and Chart 9 which follow, show the relationship between Financing (Borrowings) and Total Revenue over the financial years 2008 to 2012.

Chart 8: Comparison between Borrowings and Total Revenue - 2008 to 2012

Financial Year	Financing (Borrowings) \$'000	Tax/Non - Tax Revenue and Capital Receipts	Total Revenue \$'000	Financing (Borrowings) as a percentage of	Ratio of Financing (Borrowings) to Total
----------------	-------------------------------	--	----------------------	---	--

		\$'000		Total Revenue %	Revenue
2008	1,201,871	54,352,910	55,554,781	2.16	1:46
2009	2,547,872	37,616,439	40,164,311	6.34	1:15
2010	1,141,971	42,529,118	43,671,090	2.61	1:38
2011	1,621,891	45,897,379	47,519,270	3.41	1:29
2012	4,646,548	47,665,530	52,312,078	8.88	1.11

Chart 9: Comparison between Borrowings and Total Revenue - 2008 to 2012



STATEMENT OF EXPENDITURE

Parliamentary Appropriation and Direct Charges on the Consolidated Fund

5.28 For the financial year 2012, Parliament initially approved funds totalling \$47,130,254,342.00 for meeting expenditure for the service of Trinidad and Tobago. Two

subsequent Supplementary General Warrants totalling \$3,111,757,425.00 brought the approved funds for the year to \$50,242,011,767.00.

5.29 Direct Charges on the Consolidated Fund (in accordance with section 112 (2) of the Constitution as set out in the Warrants for the financial year 2012) totalled \$11,392,899,201.00 of which \$1,332,139,233.00 represented transfers to the Heritage and Stabilization Fund as set out in 1st, 3rd and 6th Supplementary Warrants. Particulars are shown below:

(1) Appropriation	\$	
Appropriation (Financial Year 2012) Act 2011		47,130,254.342.00
Add:		
Supplementary/ Variation of Appropriation		
1 st Supplementary General Warrant (Act No.9 of 2012)		1,543,590,700.00
2 nd Supplementary General Warrant (Act No. 1 of 2013)		<u>1,568,166,725.00</u>
Sub Total		50,242,011,767.00
(2) Direct Charges on the Consolidated Fund		
	\$	\$
Warrant		9,874,302,530.00
1st Suppl. Warrant	167,987,935.00	
2 nd Suppl. Warrant	2,392,400.00	
3 rd Suppl. Warrant	445,441,954.00	
4 th Suppl. Warrant	184,029,688.00	
5 th Suppl. Warrant	35,350.00	
6 th Suppl. Warrant	<u>718,709,344.00</u>	
		<u>1,518,596,671.00</u>
		<u>11,392,899,201.00</u>
Total Parliamentary Appropriation		
and Direct Charges		<u>61,634,910,968.00</u>

5.30 Details of the total approved Estimates for the financial year are given in the Statement of Expenditure. TS 22 and TS 23 refer.

5.31 During the financial year, the Minister of Finance authorized issues from the Consolidated Fund totalling \$61,634,910,968.00.

Actual Expenditure

5.32 The records of the Comptroller of Accounts show that the actual expenditure for the year ended 30th September, 2012 under 51 Heads of Expenditure was \$55,702,231,796.24.

5.33 Chart 10 highlights those Ministries/Departments where expenditure was in excess of one billion dollars and reflects the percentage of total expenditure incurred by each of these Ministries/Departments.

Chart 10: Actual Expenditure in Excess of \$1bn

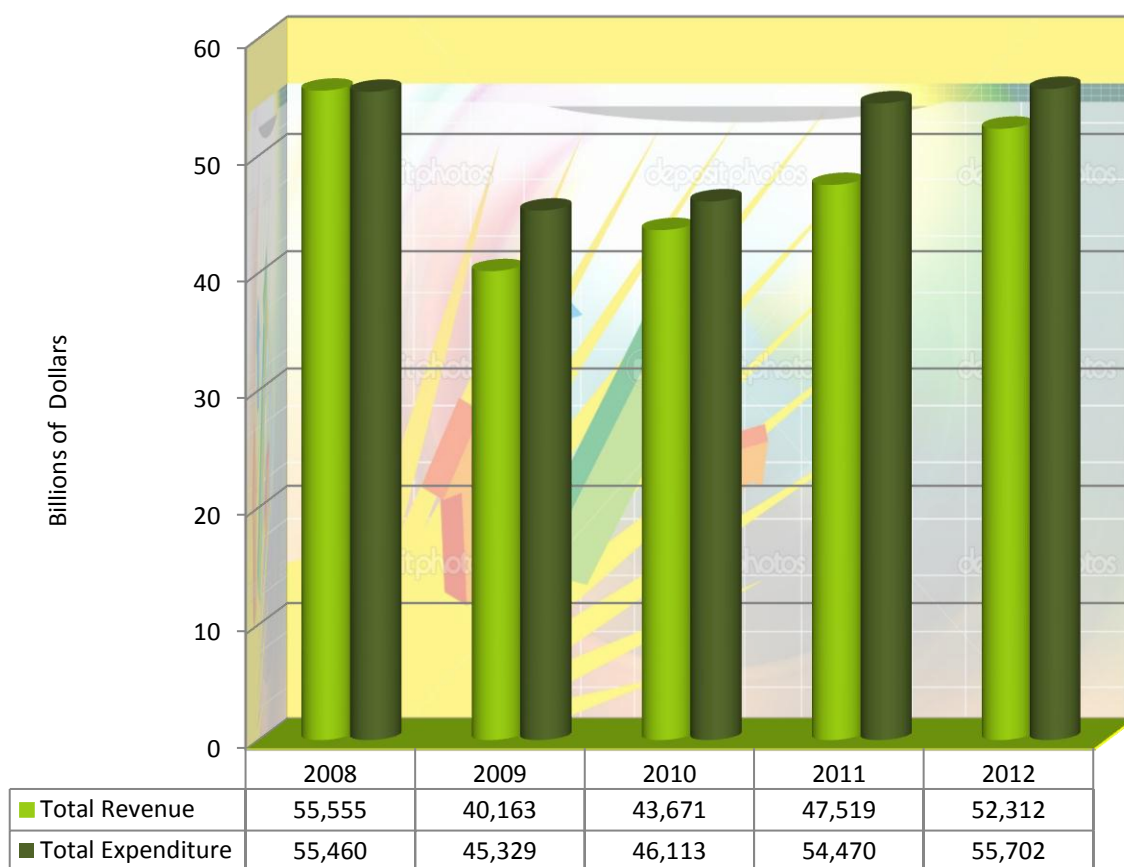
Head	Ministry/Department	Actual Expenditure \$	Percentage of Total Expenditure (%)
15	Tobago House of Assembly	2,076,658,950.92	3.73
18	Finance & the Economy	11,471,380,644.30	20.59
19	Charges on Account of the Public Debt	4,663,655,150.87	8.37
20	Pensions and Gratuities	2,175,991,657.83	3.91
22	National Security	3,048,982,853.27	5.47
26	Education	3,563,541,450.84	6.40
28	Health	3,756,891,686.78	6.74
34	Transport	1,061,623,436.33	1.91
39	Public Utilities	2,266,338,253.79	4.07
40	Energy and Energy Affairs	1,605,727,206.94	2.88
42	Local Government	1,692,368,375.81	3.04
54	Science, Technology and Tertiary Education	1,595,521,661.36	2.86
56	People and Social Development	3,458,000,055.57	6.21
61	Housing, Land and Marine Affairs	1,955,969,340.94	3.51
64	Trinidad and Tobago Police Service	1,533,426,355.35	2.75
69	Works and Infrastructure	<u>2,460,003,110.93</u>	4.42
	Sub-Total	48,386,080,191.83	86.87
	Other Ministries and Departments	<u>7,316,151,604.41</u>	13.13
	Total	55,702,231,796.24	100.00

5.34 The figure of \$11,471,380,644.30 shown as expenditure under Head 18 - Ministry of Finance & the Economy, includes transfers totalling \$6,628,994,233.00 in respect of the under mentioned:

	\$
Infrastructure Development Fund	4,376,855,000.00
Heritage and Stabilization Fund	1,332,139,233.00
Government Assistance for Tuition Expenses (GATE) Fund	650,000,000.00
CARICOM Petroleum Fund	100,000,000.00
Accident Victims Compensation Fund	169,000,000.00
NUGFW Training Fund	1,000,000.00

Revenue compared with Expenditure

5.35 Expenditure of \$55,702,231,796.24 incurred for the financial year 2012 exceeded revenue collected of \$52,312,078,720.47 by \$3,390,153,075.77. A comparison between Total Revenue and Total Expenditure and the Surplus/(Deficit) over the five financial years 2008 to 2012 is shown at Chart 11.

Chart 11: Comparison between Total Revenue and Total Expenditure - 2008 to 2012

STATEMENT OF LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT OF TRINIDAD AND TOBAGO

Maximum Guaranteed - \$23,644,164,126.29

Contingent Liability - \$18,812,409,010.22

5.36 Treasury Statements TS 24 to TS 29 reflect Loans or Credits Guaranteed by the Government of Trinidad and Tobago as at 30th September, 2012.

5.37 Three new loans amounting to \$4,051,532,621.36 were guaranteed by the Government during the financial year 2012 as follows:

➤ Urban Development Corporation of Trinidad and Tobago Limited (UDECOTT)	3,212,532,621.36
➤ National Insurance Property Development Company Limited (NIPDEC)	500,000,000.00
➤ National Insurance Property Development Company Limited (NIPDEC)	339,000,000.00

5.38 Two loans were fully repaid at 30th September, 2012. These related to:

- Public Transport Service Corporation
- Urban Development Corporation of Trinidad and Tobago

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

ASSETS

Investments - \$66,060,053.81

5.39 The balance on Investments at 30th September, 2012 stood at \$66,060,053.81. This represented an increase of \$1,029,523.36 or 1.58% when compared to the previous year's figure of \$65,030,530.45.

5.40 Total Investments comprised the following four categories:

	2012	2011
	\$	\$
(a) General (Treasury Deposits)	12,888,341.91	12,755,451.82
(b) Special Funds	31,952,182.97	31,693,329.70
(c) Trust Funds	18,612,419.75	17,974,639.75
(d) Investment Consolidated Fund	<u>2,607,109.18</u>	<u>2,607,109.18</u>
TOTAL	<u>66,060,053.81</u>	<u>65,030,530.45</u>

General (Treasury Deposits) - \$12,888,341.91

5.41 These Investments comprise fixed deposits held at the Central Bank of Trinidad and Tobago and funds in money market accounts at a financial institution. The investments were held on behalf of the under-mentioned:

	2012	2011
	\$	\$
(i) Administrator General	1,222,102.84	1,211,931.72
(ii) Pool Betting Deposits	1,250,000.00	1,250,000.00
(iii) Ministry of Energy and Energy Affairs - Mora Oil Ventures Limited	<u>10,416,239.07</u>	<u>10,293,520.10</u>
TOTAL	<u>12,888,341.91</u>	<u>12,755,451.82</u>

5.42 The reasons for the change from the previous year were as follows:

- Administrator General – Interest received of \$10,171.12 on two existing investments.
- Ministry of Energy and Energy Affairs - Mora Oil Ventures Limited - Capitalized interest of \$122,718.97.

Special Funds - \$31,952,182.97

5.43 Special Funds and prior year comparative figures are shown below.

	2012	2011
	\$	\$
(a) Local Trustees of the Sinking Fund	28,424,135.36	28,552,858.58
(b) T & T Defence Force Welfare Fund	2,864,187.46	2,825,604.57
(c) Seized Assets Fund	<u>663,860.15</u>	<u>314,866.55</u>
TOTAL	<u>31,952,182.97</u>	<u>31,693,329.70</u>

5.44 There was an overall increase in the Special Funds of \$258,853.27 as a result of the following:

- (a) Local Trustees of the Sinking Fund
 - Interest of \$5,918.91 received on Yen investment.
 - Foreign exchange depreciation of \$132,822.13 on Yen investment.
 - Foreign exchange depreciation of \$1,820.00 on Dominica Treasury Bills.
- (b) Trinidad and Tobago Defence Force Welfare Fund
 - Interest of \$38,582.89 reinvested in the Money Market Fund at a financial institution.
- (c) Seized Assets Fund
 - This account represents money seized by the State from persons under section 38 of the Proceeds of Crime Act, Chapter 11:27 (as amended). The monies seized are invested with a non-banking financial institution, pending the outcome of the matter. A total of \$396,965.62 was invested and \$47,972.02 was withdrawn or repaid.

Trust Funds - \$18,612,419.75

5.45 The figure of \$18,612,419.75 represents amounts invested in mutual funds, fixed deposits, fixed rate bonds and foreign securities. Investments are held with the Central Bank of Trinidad and Tobago and a financial institution.

5.46 There was an increase of \$637,780.00 or 3.55% from the previous year's figure. Details of the composition of the balance at 30th September, 2012 and comparative figures at the end of the previous financial year are as follows:

	2012	2011
	\$	\$
(a) Post Office Savings Bank	8,509,597.95	8,509,597.95
(b) Public Trustee	4,768,799.80	4,131,019.80
(c) Sugar Industry Rehabilitation Fund	140,000.00	140,000.00
(d) Sugar Industry Price Stabilization Fund	164,022.00	164,022.00
(e) Cane Farmers' Rehabilitation Fund	30,000.00	30,000.00
(f) Sugar Industry Labour Welfare Fund	<u>5,000,000.00</u>	<u>5,000,000.00</u>
TOTAL	<u>18,612,419.75</u>	<u>17,974,639.75</u>

5.47 The Investments relating to the Public Trustee showed a net increase of \$637,780.00 over the previous year's figure as a result of the following:

- New investments at a financial institution to the value of \$727,125.00.
- Withdrawal of investments totalling \$89,345.00.

Investment Consolidated Fund - \$2,607,109.18

5.48 The balance on this Fund as at 30th September, 2012 remained unchanged from the previous year's figure and comprises mainly fixed deposits with the Central Bank of Trinidad and Tobago.

Valuation of Investments

5.49 The Investments totalling \$66,060,053.81 were valued at 30th September, 2012 as follows:

- Local investments were valued at market rate.
- Investments held at the Central Bank of Trinidad and Tobago and at a financial institution were valued at cost.
- Yen investment was revalued at the exchange rate at the year-end.

Heritage and Stabilisation Fund

5.50 The Heritage and Stabilisation Fund has not been included in the Consolidated Statement of Assets and Liabilities. The Financial Statements of this fund have been reported on separately

by the Auditor General in the Report of the Auditor General on the Heritage and Stabilisation Fund for the year ended 30th September, 2012 which was dated 30th November, 2012.

Advances - \$176,944,108.47

5.51 The figure of \$176,944,108.47 comprises Treasury Deposits of \$2,147,435.66 and the balance of \$174,796,672.81 on the Advances Fund both representing monies owed to the State.

Treasury Deposits - \$2,147,435.66

5.52 Treasury Deposits totalling \$2,147,435.66 at 30th September, 2012 are as a result of the following:

	2012	2011
	\$	\$
Advances made to other Governments and Administrations	1,252,786.40	1,252,786.40
Advances in respect of payments made on behalf of other Governments	394,649.26	379,707.09
Other (Sugar Industry Labour Welfare Committee)	<u>500,000.00</u>	<u>0.00</u>
TOTAL	<u>2,147,435.66</u>	<u>1,632,493.49</u>

5.53 There was an increase of \$514,942.17 or 31.54% from the previous year's balance of \$1,632,493.49 mainly due to the fact that during the year, an amount of \$500,000.00 was advanced to sugar workers and cane farmers.

5.54 Amounts totalling \$1,544,859,425.00 were authorized to be advanced out of Treasury Deposits in accordance with section 17 (1) (b) of the Exchequer and Audit Act, Chapter 69:01 of which amounts totalling \$1,544,359,425.00 were recovered within the financial year. Details of the amounts advanced are as follows:

Amount \$	Purpose
1,000,000,000.00	To enable the National Infrastructure Development Company, NIDCO to meet payments associated with the construction and design of the Solomon Hochoy Highway extension to Point Fortin.
500,000.00	For the Purpose of operating an Imprest Cash Account from which Housing Loans are made available to sugar workers and cane farmers.
544,359,425.00	To facilitate payment on behalf of the Government to the Urban Development Corporation of Trinidad and Tobago Limited, UDECOTT for the repayment of a loan facility with Scotiabank re: the Chancery Lane Administrative Complex.

Advances Fund - \$174,796,672.81

5.55 The figure of \$174,796,672.81 represents balances outstanding on Motor Vehicle Loans, Computer Loans and Other Loans made to public officers as well as amounts held as Irredeemable Imprests in accordance with Financial Instruction 178. Details are given below.

	2012 \$	2011 \$
Motor Vehicle Loans	146,864,280.41	141,585,845.64
Computer Loans	2,108,862.42	2,186,574.50
Irredeemable Imprests	23,102,107.61	24,603,244.34
Other Advances	2,721,422.37	1,485,156.96
TOTAL	<u>174,796,672.81</u>	<u>169,860,821.44</u>

5.56 Financial Instruction 179 requires holders of Irredeemable Imprests to submit to the Treasury at the end of each year honour certificates attesting to the amount of cash held. At the time of audit, certificates were not seen from 75% of the holders of Irredeemable Imprests.

CASH AND BANK - (\$4,642,910,426.79)

5.57 The composition of the figure for Cash and Bank is given on the Consolidated Statement of Assets and Liabilities. TS 30 refers.

5.58 There was an increase of \$2,177,912,918.64 in the negative balance shown as Cash and Bank when compared with the previous year.

Exchequer Account – (\$23,481,272,727.66)

5.59 The Exchequer Account is the bank account for the Consolidated Fund. Comments on this account have been included at paragraphs 5.5 and 5.6 of this Report.

Treasury Deposits Account - \$7,640,946,329.96

5.60 The Treasury Deposits Account is the bank account for Treasury Deposits. Receipts from Treasury Deposits are placed in this account and authorized payments are also made from this account.

5.61 There was an increase of \$276,955,079.88 or 3.76% in the balance on this account when compared to the previous year's figure of \$7,363,991,250.08.

5.62 The balance according to the records of the Treasury of \$7,640,946,329.96 was satisfactorily reconciled with the balance of \$6,232,168,818.82 confirmed by the Central Bank of Trinidad and Tobago.

Treasury Funds Account - \$282,190,296.82

5.63 The Treasury Funds Account is the repository for all receipts pertaining to the Contingencies Fund and Advances Fund.

5.64 There was an increase of \$4,935,852.09 or 1.7% when compared to the previous year's figure of \$287,126,148.19.

5.65 The figure of \$282,190,296.82 at 30th September, 2012 was reconciled with the debit balance of \$354,954,372.55 confirmed by the Central Bank of Trinidad and Tobago.

Treasury Suspense Account - \$6,371,155.24

5.66 The Treasury Suspense Account is a clearing account into which all monies collected on behalf of the Government of Trinidad and Tobago are deposited before being allocated to the other respective bank accounts.

5.67 The balance as at 30th September, 2012 of \$6,371,155.24 increased by \$321,149.01 or 5.31% when compared to the previous year's figure of \$6,050,006.23.

5.68 The figure of \$6,371,155.24 was reconciled with the credit balance of \$1,119,900,033.77 confirmed by the Central Bank of Trinidad and Tobago.

FUNDS

Unemployment Fund - \$7,003,009,373.39

Infrastructure Development Fund - \$566,078,112.21

NUGFW Training Fund - \$7,436,499.16

Government Assistance For Tuition Expenses Fund - \$107,916,546.87

Green Fund - \$2,916,148,340.54

CARICOM Trade Support Fund - \$39,495,320.71

CARICOM Petroleum Fund - \$268,562,315.17

5.69 The above amounts represent the balances on the various bank accounts for the corresponding Funds.

Exchequer Suspense Account - \$208,010.80

5.70 The Exchequer Suspense Account is an intermediary account into which collections by cashiers from the Comptroller of Accounts, District Revenue Offices and Central Administrative Services, Tobago (with respect to Tobago House of Assembly collections) are lodged before being transferred to the Treasury Suspense Account. The balance represents amounts deposited by the Tobago House of Assembly totalling \$208,332.74 and net adjustments of \$321.94.

LIABILITIES

DEPOSITS - \$7,687,069,769.92

5.71 The figure of \$7,687,069,769.92 represents monies held on deposit as at 30th September, 2012. The composition of the figure together with comparative figures are shown below.

	2012	2011
	\$	\$
Treasury Deposits (General)	2,612,031,205.73	3,065,961,542.34
Special Funds	4,823,178,159.60	4,038,037,375.14
Trust Funds	<u>251,860,404.59</u>	<u>304,571,307.03</u>
TOTAL	<u>7,687,069,769.92</u>	<u>7,408,570,224.51</u>

Treasury Deposits (General) - \$2,612,031,205.73

5.72 Treasury Deposits (General) are amounts held by the Treasury pending application for repayment in accordance with the purposes for which the deposits were made. The figure of \$2,612,031,205.73 represents the total of deposits still on hand at the end of the financial year 2012. There was a decrease of \$453,930,336.01 or 14.82% from the previous year.

5.73 The composition of Treasury Deposits (General) at 30th September, 2012 with comparative figures at the end of the financial year 2011 is as follows:

	2012	2011
	\$	\$
General	2,611,319,955.67	3,065,365,247.42
Magistrates'/High Court Maintenance	907,764.29	790,920.70
Payments by Other Governments and Administrations	<u>(196,514.23)</u>	<u>(194,625.78)</u>
TOTAL	<u>\$2,612,031,205.73</u>	<u>3,065,961,542.34</u>

5.74 The net decrease of \$453,930,336.61 is largely accounted for as follows:

- A decrease in General Deposits of \$454,045,291.75 or 14.82% relating mainly to the account - Production Sharing Contracts.
- An increase of \$116,843.59 or 14.78% under Magistrates'/High Court Maintenance Deposits.

5.75 Reconciliation Statements were not received for these accounts.

Special Funds - \$4,823,178,159.60

5.76 The composition of the figure of \$4,823,178,159.60 is given at Schedule A to the Consolidated Statement of Assets and Liabilities. TS 48 refers.

5.77 There was a net increase of \$785,140,784.46 or 19.44% over the balance of \$4,038,037,375.14 at the end of the previous financial year. This increase was as a result of the net movements in the under-mentioned five accounts.

Provident Fund - \$100.00

5.78 There was a net decrease of \$131,964.40 or 99.92% in this Fund due to the fact that contributions to the Fund and interest earned were less than the total withdrawals from the Fund. Payments amounting to \$136,744.70 were made to two depositors who retired during the financial year 2012.

5.79 Financial Statements of the Provident Fund for the financial year ended 30th September, 2012 were received in the Auditor General's Department on 31st January, 2013. A separate audit report is submitted in respect of these financial statements.

Local Trustees of the Sinking Fund - \$4,812,915,313.39

5.80 There was a net increase of \$784,885,602.37 or 19.49% over the previous year's figure of \$4,028,029,711.02. This was due to excess receipts over payments. IDA receipts of \$1,022,188,250.00 and interest of \$331,994.50 were received during the financial year.

5.81 The reduction of \$237,634,642.13 refers to a principal repayment of \$237,500,000.00 on a Government of Trinidad and Tobago 10% 2012 Bond and adjustments of \$134,642.13 representing depreciation on the revaluation of Securities held in respect of loans.

Savings Bonds Reserve Fund - \$235,900.00

5.82 This Fund decreased by \$430.00 or 0.18% and represented interest payments to Bondholders.

Welfare Fund - Trinidad and Tobago Defence Force - \$3,894,457.27

5.83 The increase of \$38,582.89 or 1.00% over the previous year's figure of \$3,855,874.38 in this Fund represents interest reinvested in the Money Market Fund at a financial institution.

Seized Assets Fund - \$683,968.15

5.84 This Fund was created in accordance with the Proceeds of Crime Act, Chapter 11:27 (Act No. 55 of 2000). The figure of \$683,968.15 comprises six investments held at a financial institution.

Trust Funds - \$251,860,404.59

5.85 The figure of \$251,860,404.59 represents the total of balances on 18 Funds. There was a decrease of \$52,710,902.44 or 17.31% from the balance of \$304,571,307.03 recorded for the previous financial year. TS 49 refers.

FUNDS – (\$12,086,976,034.43)

5.86 The figure of (\$12,086,976,034.43) represents the difference between balances totalling \$11,360,146,508.05 on several Funds and the deficit of (\$23,447,122,542.48) on the Consolidated Fund.

Unemployment Fund - \$7,003,009,373.39

5.87 The balance on the Unemployment Fund showed an increase of \$835,568,445.03 or 13.55% over the previous year's balance of \$6,167,440,928.36. This was due to an excess of receipts over payments for 2012 as follows:

Receipts	\$
Levy collected for 2012	1,194,349,246.03
Interest on cash balances	63,427,932.95
Miscellaneous receipts	<u>1,430,420.31</u>
	1,259,207,599.29
Payments	
Ministry of Housing and the Environment	43,135,212.50
Office of the Prime Minister	361,503,941.76
Office of the Prime Minister - ,	
Tobago House of Assembly	<u>19,000,000.00</u>
	<u>423,639,154.26</u>
Net Increase	<u>835,568,445.03</u>

TS 50 and TS 51 refer.

Infrastructure Development Fund - \$566,078,112.21

5.88 The Fund decreased by \$294,329,745.32 or 34.2% from the previous year's figure of \$860,407,857.53. Fund receipts totalling \$3,389,558,403.91 comprised the following:

	\$
➤ Interest earned for 2012	8,490,756.28
➤ Transfers from the Consolidated Fund	3,376,855,000.00
➤ Miscellaneous receipts – previous years	4,212,750.60
➤ Interest credited, now bought to account	(102.97)

Expenditure from the Fund by Ministries and Departments totalled \$3,683,888,149.23. TS 52 and TS 53 refer.

National Union of Government and Federated Workers (NUGFW) Training Fund - \$7,436,499.16

5.89 The National Union of Government and Federated Workers (NUGFW) Training Fund was established under section 43 (2) of the Exchequer and Audit Act, Chapter 69:01. Legal Notice No. 280 dated 27th September, 2004 refers.

5.90 The Fund showed an increase of \$1,063,927.70 or 16.69% over the previous year's figure of \$6,372,571.46 due to the following:

- Interest on cash balances amounting to \$63,927.70.
- An amount of \$1,000,000.00 injected into the fund.

5.91 There were no withdrawals from the Fund during the financial year 2012. TS 54 and TS 55 refer.

Government Assistance for Tuition Expenses (GATE) - \$107,916,546.87

5.92 The Government Assistance for Tuition Expenses (GATE) Fund was established under section 43 (2) of the Exchequer and Audit Act, Chapter 69:01. Legal Notice No. 329 dated 9th December, 2004 refers.

5.93 The balance in the Fund of \$107,916,546.87 at 30th September, 2012 decreased by \$76,464,659.93 or 41.4% from the prior year balance of \$184,381,206.80 due to an excess of payments over receipts. TS 56 and TS 57 refer.

Green Fund - \$2,916,148,340.54

5.94 The Green Fund was established under Chapter 77:01 section 65 (1) of the Miscellaneous Taxes Act (the Act). Refer to paragraphs 3.30 to 3.34 of this Report.

5.95 The Green Fund balance of \$2,916,148,340.54 represents an increase of \$334,590,726.60 or 12.96% over the previous year's balance of \$2,581,557,613.94.

5.96 Receipts into the Fund for the financial year 2012 amounted to \$346,504,418.60. This comprised net receipts from the Board of Inland Revenue of \$323,845,740.31 in respect of the Green Fund Levy and interest on cash balances amounting to \$26,875,214.57 less adjustments of \$4,216,536.28.

5.97 Withdrawals amounted to \$11,913,692.00. TS 58 and TS 59 refer.

CARICOM Trade Support Fund - \$39,495,320.71

5.98 The CARICOM Trade Support Fund was established under section 43(2) of the Exchequer and Audit Act, Chapter 69:01. Refer to paragraphs 3.38 to 3.40 of this Report.

5.99 The balance in the fund at 30th September, 2012 was \$39,495,320.71, an increase of \$392,103.49 or 1% over the previous year's figure of \$39,103,217.22. This represented interest earned for the financial year 2012. No monies were transferred from the Consolidated Fund into this Fund neither were there any withdrawals from the Fund for the financial year 2012. TS 60 and TS 61 refer.

CARICOM Petroleum Fund - \$268,562,315.17

5.100 CARICOM Petroleum Fund was established under section 43(2) of the Exchequer and Audit Act, Chapter 69:01. Refer to paragraphs 3.41 to 3.43 of this Report.

5.101 This Fund increased by \$101,681,598.42 or 60.93% over the previous year's figure of \$166,880,716.75. The increase comprised transfers from the Consolidated Fund totalling \$100,000,000.00 and interest of \$1,681,598.42 earned on cash balances. There were no payments made from the Fund for 2012, resulting in the balance at 30th September 2012 of \$268,562,315.17. TS 62 and TS 63 refer.

Advances Fund - \$351,500,000.00

5.102 This Fund consists of amounts set aside from the Consolidated Fund to provide loans to public officers for certain purposes as well as to fund Irredeemable Imprests. There were no changes to the Fund balance for the financial year 2012.

Contingencies Fund - \$100,000,000.00

5.103 The Contingencies Fund was established in accordance with section 16(1) of the Exchequer and Audit Act, Chapter 69:01 to defray unforeseen expenditure not provided for by the Appropriation Act relating to that year. By Legal Notice No. 203 dated 21st September 2006, the previous authorized limit of \$25,000,000.00 for the Contingencies Fund was increased to \$100,000,000.00. The value of the Fund remained unchanged for the financial year 2012.

Consolidated Fund - (\$23,447,122,542.48)

5.104 The deficit of **(\$23,447,122,542.48)** in the Consolidated Fund increased by **(\$3,352,434,543.14)** or **16.68%** when compared to the previous year's figure of **(\$20,094,687,999.34)**.

5.105 This increase was due to an excess of expenditure over revenue for the financial year 2012 and net adjustments as follows:

		\$
Revenue for financial year 2012	-	52,312,078,720.47
Expenditure for financial year 2012	-	<u>(55,702,231,796.24)</u>
		(3,390,153,075.77)
Add:		
Unpaid cheques for 2011 written back		43,008,749.62
Prior year's adjustments		<u>(5,290,216.99)</u>
		<u>(3,352,434,543.14)</u>

STATEMENT OF LOANS FROM FUNDS FOR LONG TERM DEVELOPMENT - \$416,564,324.03

5.106 The Statement of Loans from Funds for Long Term Development as at 30th September 2012, reflected balances totalling \$416,564,324.03. TS 46 and TS 47 refer.

5.107 There was a net decrease of \$11,459,500.60 or 2.68% from the previous year's balance of \$428,023,824.63 as a result of principal repayments totalling \$11,899,558.75 less a foreign exchange conversion adjustment of \$440,058.15.

5.108 The figure of \$416,564,324.03 comprises balances on loans under several Funds as shown below:

	\$
Caribbean Integration Fund	
Government of St. Vincent	3,215,756.04
Government of Guyana	<u>213,463,700.28</u>
	<u>216,679,456.32</u>
Port Development Fund	
Port Authority of Trinidad and Tobago	<u>5,100,000.00</u>
Participation in Commercial Enterprises Fund	
Trinidad and Tobago Mortgage Finance Company Limited	<u>7,921,565.55</u>
Sport, Culture and Community Development Fund	
Naparima Star Lodge and Pride of Naparima Lodge	<u>80,953.00</u>
Housing and Resettlement Fund	
Trinidad and Tobago Mortgage Finance Company Limited	<u>16,619,794.42</u>
Long Term Development Fund	
Trinidad and Tobago Mortgage Finance Company Limited	<u>170,162,554.74</u>
	<u>416,564,324.03</u>

Repayments

5.109 Total repayments for the financial year 2012 amounted to \$11,459,500.60. Details of the repayments are shown below:

	\$
The Government of Guyana -	4,300,567.69
Trinidad and Tobago Mortgage Finance Company Limited	<u>7,598,991.06</u>
Sub-total	11,899,558.75
Less: amount due to currency translation	<u>440,058.15</u>
Total Repayments	<u>11,459, 500.60</u>

TREASURY STATEMENTS

The Treasury Statements referenced TS 2 to TS 63 in this document have been reproduced with the permission of the Treasury.

LIST OF TREASURY STATEMENTS

In accordance with section 24 (1) (a) of the Exchequer and Audit Act, Chapter 69:01 as amended by the Financial Year Act, 1998, the Treasury was required to submit Financial Statements for the financial year ended 30th September, 2012 by 31st January, 2013. Listed below are the Financial Statements received from the Treasury which have been reproduced in this document.

Statement of Declaration and Certification	TS 1
The Exchequer Account	TS 2 – TS 6
Statement of the Public Debt	TS 7 – TS 14
Statement of Loans from General Revenue	TS 15 – TS 20
Statement of Revenue	TS 21
Statement of Expenditure	TS 22 – TS 23
The Statement of the Loans or Credits Guaranteed by the State	TS 24 – TS 29
Consolidated Statement of Assets and Liabilities	TS 30
The Consolidated Fund	TS 31
Notes to the Accounts	TS 32 – TS 35
Letters of Comfort issued by the Government of Trinidad and Tobago	TS 36 – TS 40
Statement of Promissory Notes	TS 41 – TS 43
Balances outstanding on the Build, Operate, Lease and Transfer (BOLT) Projects	TS 44
Statement of Balances on Loans assumed by the Government of the Republic of Trinidad and Tobago	TS 45
Statement of Loans from the Funds for Long-Term Development	TS 46 – TS 47
Schedule of Special Funds appearing in the Consolidated Statements of Assets and Liabilities	TS 48
Schedule of Trust Funds appearing in the Consolidated Statement of Assets and Liabilities	TS 49
The Unemployment Fund	TS 50 – TS 51
Infrastructure Development Fund	TS 52 – TS 53
National Union of Government and Federated Workers Training Fund	TS 54 – TS 55
Government Assistance for Tuition Expenses (GATE) Fund	TS 56 – TS 57
Green Fund	TS 58 – TS 59
CARICOM Trade Support Fund	TS 60 – TS 61
CARICOM Petroleum Fund	TS 62 – TS 63

TS 1

STATEMENT OF DECLARATION AND CERTIFICATION

The following Statements for the Financial Year 2012 which are statutorily due by 2013 January 31 in accordance with Section 24 (1) (a) and (b) and 24 (2) (a) and (b) of the Exchequer and Audit Act, Chapter 69:01 as amended by Act No. 23 of 1998 are submitted:

Volume 1 (Part 1):**Section 24 (1) (a):**

- (i) the Exchequer Account;
- (ii) the statements of Public Debt;
- (iii) the statement of Loans from Revenue;
- (iv) the statement of Revenue showing the sums estimated to be received into Exchequer Account and the sums actually so received in the period of account;
- (v) the statement of Expenditure, showing the sums to be issued out of the Exchequer Account and the sums actually so issued in the period of account;
- (vi) the statement of Assets and Liabilities;
- (vii) the statement of Loans or Credits guaranteed by the State;
- (viii) such other statements as Parliament may from time to time require:
 - (a) the statement of Loans from the Funds for Long – Term Development.

Section 24 (1) (b):

- Appropriation Accounts
- (i) Head: 18 - Ministry of Finance and the Economy
- (ii) Head: 19 - Charges on Account of the Public Debt
- (iii) Head: 20 - Pensions and Gratuities

Section 24 (2) (a): Section 43 (2)

- (i) Funds

Section 24 (2) (b):

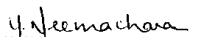
- (i) Other Funds

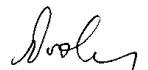
Volume 1 (Part 2):**Financial Instructions 1965 Part XIII No. 212**

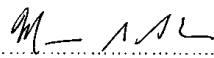
- (i) Deposit Accounts Financial Statements

2. The Treasury Division's internal control procedures provide reasonable assurance as to the integrity and reliability of the Financial Statements.

3. As Accounting Officer, I certify that the Financial Statements for the financial year ended 2012 September 30 have been reconciled with the records of the Treasury and in my opinion, these Financial Statements fairly reflect the financial position of the Government of the Republic of Trinidad and Tobago for the year ended 2012 September 30.


 Treasury Director (Ag.)
 Treasury Management
 2013 January 31


 Comptroller of Accounts (Ag.)
 2013 January 31


 Accounting Officer
 Permanent Secretary
 Ministry of Finance and the Economy
 2013 January 31

TS 2

**EXCHEQUER ACCOUNT AS AT 2012 SEPTEMBER 30
RECEIPTS AND PAYMENTS FOR THE FINANCIAL YEAR 2012**

		\$	¢
Treasury Card balance as at 2011 October 01			(20,128,838,184.52)
Add: Receipts into Exchequer Account for 2011 October 01 to 2012 September 30			
		\$	¢
2011	October	1,184,656,727.20	
2011	November	3,413,533,627.43	
2011	December	2,009,051,936.08	
2012	January	10,083,474,879.82	
2012	February	1,729,086,609.24	
2012	March	2,506,171,089.51	
2012	April	5,933,658,276.95	
2012	May	4,022,214,713.61	
2012	June	1,227,082,006.45	
2012	July	3,326,711,547.94	
2012	August	6,221,280,715.32	
2012	September	10,693,164,115.37	52,350,086,244.92
			32,221,248,060.40
Less: Payments from Exchequer Account for 2011 October 01 to 2012 September 30			
		\$	¢
2011	October	2,028,552,131.64	
2011	November	2,248,448,159.34	
2011	December	5,036,008,911.13	
2012	January	4,445,772,110.02	
2012	February	3,746,737,721.81	
2012	March	4,540,826,715.69	
2012	April	3,571,896,009.05	
2012	May	3,816,378,596.84	
2012	June	4,048,449,795.70	
2012	July	4,549,028,230.34	
2012	August	5,720,618,452.96	
2012	September	11,949,803,953.54	55,702,520,788.06
Treasury Card balance as at 2012 September 30			<u>(23,481,272,727.66)</u>

RECONCILIATION STATEMENT OF THE EXCHEQUER BANK ACCOUNT AS AT 2012 SEPTEMBER 30

	\$	c	\$	c	\$	c
Treasury Cash Card Bal as at 2012 September 30					(23,481,272,727.66)	
Add: Unpaid Cheques current year Balanc 2012 September 30			3,107,988,066.57			
Less: (i) Amount short posted as paid cheques on 1980 June 18			(288.00)			
(ii) Amount short posted as paid cheques on 1982 April 30			<u>(7,176.74)</u>		<u>(7,464.74)</u>	
Add: Unpaid Cheque Balance as at 2012 September 30			3,107,980,601.83			
Add: Unpaid Balance Previous years 2010/2011					0.00	
Add: Unpaid Cheque Balance as at 2012 September 30					0.00	<u>3,107,980,601.83</u>
						(20,373,292,125.83)
Add: Outstanding Credits (Appendix A)			0.60			
Short Charges (Appendix B)			1.68			
Debit Adjustment to be made by Central Bank (App. G)			3,797,400,032.12		<u>3,797,400,034.40</u>	
						(16,575,892,091.43)
Less: Overcharges (Appendix C)			(594.29)			
Credit Adjustment to be made by Central Bank (App. H)			(1,231,929,484.98)			
Outstanding Debits (Appendix D)			(0.02)			
Overposting by Central Bank (Appendix E)			(10.00)			
Short posting by Treasury (Appendix F)			<u>(0.09)</u>		<u>(1,231,930,089.38)</u>	
						(17,807,822,180.81)
Less: <u>Cheque No.</u> <u>Cheque Date</u> <u>Amount</u> <u>Date Cleared</u> <u>Over Cleared</u>						
P00115445 7/7/2011 589.73 18/07/2011 (0.01)			(0.01)		<u>(0.01)</u>	
						(17,807,822,180.82)
Add: Amounts to be adjusted Re: Incorrect clearing by Central Bank						
<u>Cheque No.</u> <u>Cheque Date</u> <u>Amount</u> <u>Date Cleared</u> <u>Short Cleared</u>						
P24/569892 1999/03/31 2,370.98 1999/04/01 0.03						
P24/680472 2000/03/31 1,603.56 2000/04/06 0.02						
P00589079 2012/08/21 295.86 2012/09/03 0.30			0.35		0.35	
						<u>(17,807,822,180.47)</u>
CENTRAL BANK BALANCE AS AT 2012 September 30						(17,807,822,180.47)

Prepared by: *[Signature]*
2013/01/31Checked by: *[Signature]*
2013-01-31

TS 4

RECONCILIATION STATEMENT OF THE EXCHEQUER BANK ACCOUNT AS AT 2012 SEPTEMBER 30

APPENDIX A:

OUTSTANDING CREDITS

		\$	¢
December	1982	0.60	
TOTAL:		0.60	

APPENDIX B:

SHORT CHARGES

		\$	¢
December	1972	0.60	
1979 April 30	1979	0.08	
1980 February 04	1980	1.00	
TOTAL:		1.68	

APPENDIX C:

OVERCHARGES

		\$	¢
January	1975	294.26	
30th September	1982	300.00	
March	1979	0.03	
TOTAL:		594.29	

APPENDIX D:

OUTSTANDING DEBITS

		\$	¢
June	1977	0.02	
TOTAL:		0.02	

APPENDIX E:

OVERPOSTING BY CENTRAL BANK

		\$	¢
10th September	1977	10.00	
TOTAL:		10.00	

APPENDIX F:AMOUNT POSTED TO TREASURY CARD BUT NOT
REFLECTED ON SUMMARY PAID CHEQUES FOR:

		\$	¢
29th September	1978	0.08	
30th October	1978	0.01	
TOTAL:		0.09	

DEBIT ADJUSTMENT TO BE MADE BY CENTRAL BANK

APPENDIX G:

<u>DATE</u>	<u>AMOUNT</u> \$ ¢	<u>DATED</u>	<u>REMARKS</u>
2011 July 31	7,125,583.36		Closing Entries Transfer
2012 August	168,587,752.10	31.08.2012	I.D.A. Run 1 Transfer
	23,425,604.47	31.08.2012	OSM Transfer
2012 September 30	437.71	30.09.2012	Overseas Missions Transfer
	12,228.87	30.09.2012	I.D.A. Run 5 Transfer
	306,666,219.84	30.09.2012	I.D.A. Run 6 Transfer
	22,240,991.11	30.09.2012	Cash Transaction
	41,281,821.73	30.09.2012	I.D.A. Run 9 Transfer
	5,261,304.35	30.09.2012	Cash Transaction
	90,461,659.02	30.09.2012	Cash Transaction
	44,288,653.69	30.09.2012	Cash Transaction
	6,564,848.45	30.09.2012	Cash Transaction
	61,883,632.21	30.09.2012	Cash Transaction
	128,790,000.00	30.09.2012	Cash Transaction
	7,994,236.63	30.09.2012	Cash Transaction
	1,718,372,015.76	30.09.2012	Cash Transaction
	25,642.20	30.09.2012	Cash Transaction
	56,425,061.94	30.09.2012	OSM Transfer
	554,572,323.62	30.09.2012	I.D.A. Run 2 Transfer
	26,563,427.00	30.09.2012	Cash Transaction
	233.44	30.09.2012	Cash Transaction
	540,903.66	30.09.2012	Overseas Mission Transfer
	11.94	30.09.2012	OSM Transfer
	526,315,439.02	30.09.2012	I.D.A. Run 11 Transfer
TOTAL	<u>3,797,400,032.12</u>		

**CREDIT ADJUSTMENT TO BE MADE BY CENTRAL BANK
APPENDIX H:**

<u>DATE</u>	<u>AMOUNT</u>		<u>DATED</u>	<u>REMARKS</u>
	\$	¢		
2012 August 31	1,849,496.21		31.08.2012	Closing Entries Transfer
2012 September 30	428,124,121.57		30.09.2012	4th Period D.R.S.
	94,210,733.26		30.09.2012	I.D.A. Run 7 Transfer
	1,787,861.21		30.09.2012	I.D.A. Run 8 Transfer
	5,545,313.12		30.09.2012	Closing Entries Transfer
	3,049.43		30.09.2012	Closing Entries Transfer
	55,000.00		30.09.2012	Overseas Mission
	140,097.07		30.09.2012	I.D.A. Run 4 Transfer
	698,602,518.26		30.09.2012	I.D.A. Run 3 Transfer
	1,109.77		30.09.2012	Overseas Mission Transfer
	1,610,185.08		30.09.2012	I.D.A. Run 12 Transfer
TOTAL	1,231,929,484.98			

TS 7

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

	\$	¢
(a) Local Loans	31,431,628,366.53	
(b) External Loans	<u>10,583,289,673.85</u>	
	42,014,918,040.38	
(c) Loans Serviced under Head 18	<u>3,407,962,124.79</u>	
	<u>45,422,880,165.17</u>	

**SUMMARY STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

(A) LOCAL LOANS

LEGAL AUTHORITY	AMOUNT AUTHORISED TO BE RAISED	PRESENT DEBT
(i) Local Loan Ordinance 15 of 1920 (Chapter 222)	\$ £1,000,000.00 converted at \$4.80 ¢ 4,800,000.00	\$ 480.00 ¢
(ii) War Loan Ordinance 3 of 1941 Amendment 2 of 1943 Amendment 4 of 1944	7,000,000.00	18,992.00
(iii) Trinidad Electricity Board (Loan) Ordinances 27 of 1941 and 23 of 1942	2,100,000.00	1,056.00
(iv) Slum Clearance and Housing (Loan) Ordinance 30 of 1944	5,000,000.00	30,144.00
(v) Economic Programme (Loan) Ordinances 36 of 1956 and 18 of 1959	63,500,000.00	67,900.00
(vi) Government Savings Bonds Act Chapter 71:41 Legal Notice # 33/87	500,000,000.00	1,816,598.35
(vii) Treasury Bills Act Chapter 71:40 Legal Notice # 35/87 Legal Notice # 26/03 Legal Notice # 182/06	15,000,000,000.00	800,000,000.00
(viii) Independence Development Loans Act Chapter 71:03	Amount not specified	0.00
(ix) Development Loans (Amendment) Act Chapter 71:04 Act # 29/94 Legal Notice # 15/00 Legal Notice # 27/03 Legal Notice # 148/08 Legal Notice # 188/2011	30,000,000,000.00 (External and Local)	21,264,262,958.18
(x) Public Sector Arrears of Emoluments Act No.7 of 1995	2,000,000,000.00	8,837,238.00
(xi) Treasury Notes Act. No.14 of 1995 Legal Notice # 25/03 Legal Notice # 182A/06	5,000,000,000.00	183,000,000.00
(xii) Act No. 17 of 2011	10,700,000,000.00	9,173,593,000.00
	TOTAL	31,431,628,366.53

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

(B) EXTERNAL LOANS

LEGAL AUTHORITY	AMOUNT AUTHORISED TO BE RAISED	PRESENT DEBT
	\$ c	\$ c
(i) Independence Development Loans Act ACT 6 of 1964 Amended 21 OF 1981 Chapter 71:03	Amount not specified	1,700,028.00
(ii) External Loans Act ACT 31 of 1967 Chapter 71:05 Legal Notice #111/93	15,000,000,000.00	6,506,439,052.66
(iii) National Development (International Bank for Reconstruction and Development) Loans Act ACT 2 of 1967 Chapter 71:06	Amount not specified	96,821,217.45
(iv) National Development (Inter-American Development Bank) Loans Act ACT 32 of 1967 Chapter 71:07	Amount not specified	3,974,702,978.91
(v) Water and Sewerage Act ACT 16 of 1965 Chapter 54:40	Amount not specified	3,626,396.83
	TOTAL	10,583,289,673.85

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

LEGAL AUTHORITY	AMOUNT AUTHORIZED TO BE RAISED	VALUE OF BONDS OR STOCK ISSUED	AMOUNT REALIZED	RATE OF INTEREST	AMOUNT REPAYED TO DATE	PRESENT DEBT
Loans Serviced under Head 18 - Ministry of Finance	\$ ¢	\$ ¢	\$ ¢		\$ ¢	\$ ¢
Tourism Industrial Development Co. of Trinidad & Tobago Ltd						
(1) FCB Fixed Rate Bond (2000-2020)	180,000,000.00	180,000,000.00	180,000,000.00	12.25%	103,500,000.00	76,500,000.00
(2) FCB Trust & Merchant Bank Limited Fixed Rate Bond (2002-2027)	595,000,000.00	707,259,718.00	707,259,718.00	12.55%	225,037,183.00	482,222,535.00
National Maintenance Training and Security Co. Limited						
(3) Unit Trust Fixed Rate Bond (2001-2021)	175,000,000.00	175,000,000.00	175,000,000.00	10.15%	85,256,409.75	89,743,590.25
(4) Unit Trust Fixed Rate Bond (2002-2021)	225,000,000.00	225,000,000.00	225,000,000.00	10.15%	115,384,615.39	109,615,384.61
(5) Citicorp Merchant Bank Ltd Fixed Rate Bond (2000-2020)	174,100,000.00	175,614,572.00	175,614,572.00	11.75%	104,149,215.56	71,465,356.44
Carried Forward:						829,546,866.30

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

LEGAL AUTHORITY	AMOUNT AUTHORIZED TO BE RAISED	VALUE OF BONDS OR STOCK ISSUED	AMOUNT REALIZED	RATE OF INTEREST	AMOUNT REPAYED TO DATE	PRESENT DEBT
Loans Serviced under Head 18 - Ministry of Finance Brought Forward:	\$ ¢	\$ ¢	\$ ¢		\$ ¢	\$ ¢
Urban Development Corporation of Trinidad and Tobago Ltd						829,546,866.30
(6) Central Bank Fixed Rate Bond (2006-2018)	192,000,000.00	192,000,000.00	192,000,000.00	7.00%	104,000,000.00	88,000,000.00
National Insurance Property Development Co. Limited						
(7) RBC Merchant Bank & Finance Ltd Fixed Rate Bond (2006-2018)	286,252,764.00	286,252,764.00	286,252,764.00	8.25%	131,199,183.50	155,053,580.50
(8) Scotia Trust & Merchant Bank Ltd Fixed Rate Bond (2005-2017)	150,000,000.00	150,000,000.00	150,000,000.00	6.25%	58,333,332.05	91,666,667.95
(9) FINCOR Fixed Rate Loan (2002-2014)	265,282,896.00	265,282,896.00	265,282,896.00	7.30%	210,015,625.71	55,267,270.29
Carried Forward:						1,219,534,385.04

TS 12

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

LEGAL AUTHORITY	AMOUNT AUTHORIZED TO BE RAISED	VALUE OF BONDS OR STOCK ISSUED	AMOUNT REALIZED	RATE OF INTEREST	AMOUNT REPAYED TO DATE	PRESENT DEBT
Loans Serviced under Head 18 - Ministry of Finance	\$ ¢	\$ ¢	\$ ¢		\$ ¢	\$ ¢
Brought Forward:						1,219,534,385.04
B.W.I.A West Indies Airways Limited						
(10) UTC Fixed Rate Loan (2005-2017)	222,900,000.00	222,900,000.00	222,900,000.00	6.30%	130,025,000.00	92,875,000.00
Taurus Services Limited						
(11) FINCOR Floating Rate Bond (1997-2012)	240,820,014.00	302,601,657.63	302,601,657.63	11.75%	302,601,657.63	0.00
(12) FCB Guaranteed Fixed Rate Loan (2000-2022)	268,000,000.00	335,606,124.00	335,606,124.00	11.50%	159,111,770.97	176,494,353.03
(13) FCB Guaranteed Interest Loan (1993-2022)	362,000,000.00	551,474,838.00	551,474,838.00	11.50%	262,016,739.94	289,458,098.06
(14) FCB Guaranteed Fixed Rate Loan (1994-2022)	101,000,000.00	154,823,310.00	154,823,310.00	11.50%	73,592,719.94	81,230,590.06
(15) FCB Guaranteed Interest Loan (1994-2022)	60,000,000.00	91,518,445.00	91,518,445.00	11.50%	43,541,962.46	47,976,482.54
Carried Forward:						1,907,568,908.73

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

LEGAL AUTHORITY	AMOUNT AUTHORIZED TO BE RAISED	VALUE OF BONDS OR STOCK ISSUED	AMOUNT REALIZED	RATE OF INTEREST	AMOUNT REPAYED TO DATE	PRESENT DEBT
Loans Serviced under Head 18 - Ministry of Finance	\$ ¢	\$ ¢	\$ ¢		\$ ¢	\$ ¢
Brought Forward:						1,907,568,908.73
(16) FCB Guaranteed Rate Loan (1993-2022)	155,000,000.00	236,289,205.00	236,289,205.00	11.50%	112,349,967.57	123,939,237.43
(17) FINCOR Fixed Rate Bond (2000-2015) USD 31.4Mn	218,352,795.23	218,352,795.23	218,352,795.23	10.13%	163,352,092.13	55,000,703.10
(18) FCB Guaranteed Fixed Rate Loan (2004-2014) USD 32.6Mn	204,584,560.00	204,584,560.00	204,584,560.00	6.25%	132,241,737.00	72,342,823.00
(19) FINCOR Fixed Rate Bond (2000-2015)	494,000,000.00	552,443,277.00	552,443,277.00	11.50%	414,332,475.00	138,110,802.00
Caroni (1975) Limited						
(20) RBC Merchant Bank & Finance Ltd. Fixed Rate Bond Series 1 (2003-2013) Series 2 (2003-2018)	719,000,000.00	719,000,000.00	719,000,000.00	5.9% 6.25%	473,428,571.47	245,571,428.53
(21) FINCOR Floating Rate Bond (1999-2014)	438,500,000.00	438,500,000.00	438,500,000.00	12.60%	365,416,680.00	73,083,320.00
(22) FINCOR Floating Rate Bond (2003-2018)	489,300,000.00	489,300,000.00	489,300,000.00	6.45%	291,882,855.00	197,417,145.00
(23) FINCOR Floating Rate Bond (1999-2012)	100,000,000.00	100,000,000.00	100,000,000.00	12.00%	100,000,000.00	0.00
Carried Forward:						2,813,034,367.79

STATEMENT OF THE PUBLIC DEBT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

LEGAL AUTHORITY	AMOUNT AUTHORIZED TO BE RAISED	VALUE OF BONDS OR STOCK ISSUED	AMOUNT REALIZED	RATE OF INTEREST	AMOUNT REPAYED TO DATE	PRESENT DEBT
Loans Serviced under Head 18 - Ministry of Finance	\$ ¢	\$ ¢	\$ ¢		\$ ¢	\$ ¢
Brought Forward:						2,813,034,367.79
(24) FINCOR Floating Rate Bond (1999-2012)	120,000,000.00	120,000,000.00	120,000,000.00	12.00%	120,000,000.00	0.00
(25) FINCOR Fixed Rate Bond (2003-2015)	518,500,000.00	576,183,690.00	576,183,690.00	7.13%	370,403,799.00	205,779,891.00
(26) First Caribbean International Banking Fixed Rate Bond	131,000,000.00	131,000,000.00	131,000,000.00	5.55%	104,800,000.00	26,200,000.00
First Citizens Holdings Limited						
(27) FCB Guaranteed Fixed Rate Loan (1994-2022)	86,200,000.00	104,281,644.00	104,281,644.00	11.50%	49,533,778.00	54,747,866.00
Evolving Tecknologies and Development Co.Ltd						
(28) First Citizens Trustee Services Ltd	148,000,000.00	148,000,000.00	148,000,000.00	4.25%	14,800,000.00	133,200,000.00
Restructuring of FCB						
(29) First Citizens Holdings Fixed Rate Loan (2002-2022)	350,000,000.00	350,000,000.00	350,000,000.00	4.50%	175,000,000.00	175,000,000.00
TOTAL						3,407,962,124.79

TS 15

SUMMARY OF LOANS FROM GENERAL REVENUE REPAYABLE TO
THE GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

TO WHOM MADE	LOANS ISSUED	AMOUNT REPAID/ WRITTEN OFF	BALANCE OUTSTANDING AS AT 2012 SEPTEMBER 30
OTHER GOVERNMENTS	196,848,826.14	13,695,283.86	183,153,542.28
OTHERS	114,806,974.27	250,000.00	114,556,974.27
STATUTORY BODIES	1,507,797,057.75	1,778,381.96	1,506,018,675.79
TOTAL	1,819,452,858.16	15,723,665.82	1,803,729,192.34

LOANS FROM GENERAL REVENUE REPAYABLE TO THE
GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30

TO WHOM MADE	AMOUNT OF LOAN	DATE	AUTHORITY	TOTAL AMOUNT REPAID/ WRITTEN OFF AS AT 2012.09.30	BALANCE OUTSTANDING AS AT 2012.09.30	REMARKS
<u>OTHER GOVERNMENTS</u>	\$ ¢ 196,848,826.14			\$ ¢ 13,695,283.86	\$ ¢ 183,153,542.28	
<u>GOVERNMENT OF GRENADA</u>	103,938,450.00	2005 Dec.	Finance & Audit (Amendment) Act No. 37 of 2000	5,835,457.76	98,102,992.24	Bond to be repaid at par in equal semi-annual instalments on February 28 and August 31 which commenced 2011 February 28. Interest chargeable at 2% per annum.
<u>GOVERNMENT OF DOMINICA</u>	23,279,259.24	2006 Aug.	Cabinet Minute #2738 dated 2004.09.30	0.00	23,279,259.24	Terms and conditions of repayment to be determined.
<u>GOVERNMENT OF BARBADOS</u>	EC 4,167,000.00 TT 9,837,036.90		Loan Agreement dd 2004.03.15 Cabinet Minute #948 of 2003 dd 2003.04.17	EC 3,333,600.00 TT 7,859,826.10	EC 833,400.00 TT 1,977,210.80	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 416,700 due on June 30 and December 31 Principal repayment with effect from 2008 December 31.
CARRIED FORWARD	137,054,746.14			13,695,283.86	123,359,462.28	

TS 17

**LOANS FROM GENERAL REVENUE REPAYABLE TO THE
GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

TO WHOM MADE	AMOUNT OF LOAN	DATE	AUTHORITY	TOTAL AMOUNT REPAID/ WRITTEN OFF AS AT 2012.09.30	BALANCE OUTSTANDING AS AT 2012.09.30	REMARKS
BROUGHT FORWARD	\$ 137,054,746.14			\$ 13,695,283.86	\$ 123,359,462.28	
GOVERNMENT OF ANTIGUA AND BARBUDA	EC 4,100,000.00		Cabinet Minute #948 of 2003 dd 2003.04.17	EC 0.00	EC 4,100,000.00	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 410,000 due on June 30 and December 31
	TT 9,720,743.00			TT 0.00	TT 9,720,743.00	Principal repayment with effect from 2008 December 31.
	EC 5,700,000.00		Loan Agreement dd 2004.09.27	EC 0.00	EC 5,700,000.00	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 570,000 due on June 30 and December 31
	TT 13,444,020.00		Cabinet Minute # 960 of 2004 2004.04.06	TT 0.00	TT 13,444,020.00	Principal repayment with effect from 2009 December 31.
	EC 5,700,000.00		Loan Agreement dd 2005.01.19	EC 0.00	EC 5,700,000.00	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 570,000 due on June 30 and December 31
	TT 13,583,100.00		Cabinet Minute # 960 of 2004 dd 2004.04.06 & #1764 of 2005 dd 2005.07.07	TT 0.00	TT 13,583,100.00	Principal repayment with effect from 2010 June 30.
<u>TOTAL: GOVERNMENT OF ANTIGUA AND BARBUDA</u>	36,747,863.00			0.00	36,747,863.00	
GOVERNMENT OF ST. VINCENT AND THE GRENADINES	EC 4,050,000.00		Loan Agreement dd 2003.09.09	EC 0.00	EC 4,050,000.00	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 405,000 due on June 30 and December 31
	TT 9,602,197.00		Cabinet Minute #948 of 2003 dd 2003.04.17	TT 0.00	TT 9,602,197.00	Principal repayment with effect from 2008 December 31.
	EC 5,700,000.00		Loan Agreement dd 2004.09.27	EC 0.00	EC 5,700,000.00	Interest-free loan to be repaid over ten (10) years with a moratorium of five (5) years. Semi-annual instalments of EC \$ 570,000 due on June 30 and December 31
	TT 13,444,020.00		Cabinet Minute # 960 of 2004 2004.04.06	TT 0.00	TT 13,444,020.00	Principal repayment with effect from 2009 December 31.
<u>TOTAL: GOVERNMENT OF ST.VINCENT AND THE GRENADINES</u>	23,046,217.00			0.00	23,046,217.00	
CARRIED FORWARD	196,848,826.14			13,695,283.86	183,153,542.28	

**LOANS FROM GENERAL REVENUE REPAYABLE TO THE
GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

TO WHOM MADE	AMOUNT OF LOAN	DATE	AUTHORITY	TOTAL AMOUNT REPAID/ WRITTEN OFF AS AT 2012.09.30	BALANCE OUTSTANDING AS AT 2012.09.30	REMARKS
BROUGHT FORWARD	\$ 196,848,826.14			\$ 13,695,283.86	\$ 183,153,542.28	
OTHERS	114,806,974.27			250,000.00	114,556,974.27	
<u>NATIONAL ENERGY SKILLS CENTRE</u>	42718,239.20		Loan Agreement dd 2000.11.07			Loan amount US\$7.54Mn. Drawdown as at 2007.09.30 : To bear interest at the rate of 7% per annum. Principal repayment with effect from 2004 December 15
	42,718,239.20			0.00	42,718,239.20	
<u>TT POST</u>	71,838,735.07		Loan Agreement dd 1999.06.14			Loan Amount US\$14,850,000. Revised to US\$11,450,000. Drawdown as at 2007.09.30 : US\$11,450,000.00 Principal and Interest to be paid on 15th Dec. and 15th June. Principal repayment commenced 2004 December 15
	71,838,735.07			0.00	71,838,735.07	
<u>HOLY TRINITY CATHEDRAL</u>	250,000.00	1991 Sept.	Cab. Min. #2879 dated 1983.01.06		-	Loan to be repaid over a period of twenty (20) yrs, at forty (40) semi-annual instalments with payments due on 24th January and 24th July respectively. Interest 4% per annum
	250,000.00			250,000.00	-	
CARRIED FORWARD	311,655,800.41			13,945,283.86	297,710,516.55	

**LOANS FROM GENERAL REVENUE REPAYABLE TO THE
GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

TO WHOM MADE	AMOUNT OF LOAN	DATE	AUTHORITY	TOTAL AMOUNT REPAID/ WRITTEN OFF AS AT 2012.09.30	BALANCE OUTSTANDING AS AT 2012.09.30	REMARKS
BROUGHT FORWARD	\$ 311,655,800.41			\$ 13,945,283.86	\$ 297,710,516.55	
<u>STATUTORY BODIES:</u>	1,507,797,057.75			1,778,381.96	1,506,018,675.79	
<u>TRINIDAD & TOBAGO ELECTRICITY COMMISSION</u>	121,924,474.17	2005	Warrant #1 of 2005 dated 2005.06.25			Terms and conditions of repayment to be determined.
	282,367,269.00	2006	Cabinet Minute #2456 dated 2005.09.22	0.00	282,367,269.00	Terms and conditions of repayment to be determined.
<u>TOTAL: TRINIDAD & TOBAGO ELECTRICITY COMMISSION</u>	404,291,743.17			0.00	404,291,743.17	
<u>PORT AUTHORITY OF TRINIDAD AND TOBAGO</u>	13,897,489.58	1969-1974	3rd S.G.W. 1974			Loans to be converted to equity vide Cabinet Minute No. 270 (2nd Session) dated 2002 December 05
	262,320.00	1975 Dec.	4th S.G.W. 1975			-do-
	3,600,000.00	1975 Dec.	4th S.G.W. 1975			-do-
	2,922,000.00	1975 Dec.	4th S.G.W. 1975			-do-
	8,324,777.00	1976	Exp. Est., 1976			-do-
	25,085,810.00	1976 Dec.	5th S.G.W. 1976 Warrants 5, 21, 29, 36 & 38 of 1976	0.00	25,085,810.00	-do-
	39,238,491.00	1977	Exp. Est., 1977			-do-
	93,330,887.58			1,778,381.96	91,552,505.62	
CARRIED FORWARD	809,278,431.16			15,723,665.82	793,554,765.34	

**LOANS FROM GENERAL REVENUE REPAYABLE TO THE
GOVERNMENT OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

TO WHOM MADE	AMOUNT OF LOAN	DATE	AUTHORITY	TOTAL AMOUNT REPAID/ WRITTEN OFF AS AT 2012.09.30	BALANCE OUTSTANDING AS AT 2012.09.30	REMARKS
BROUGHT FORWARD	\$ ¢ 809,278,431.16			\$ ¢ 15,723,665.82	\$ ¢ 793,554,765.34	
<u>STATUTORY BODIES (CONT'D)</u>						
<u>PORT AUTHORITY OF</u>						
<u>TRINIDAD AND TOBAGO (CONT'D)</u>						
	34,008,909.00	1978	Exp. Est., 1978	0.00	34,008,909.00	Loans to be converted to equity vide Cabinet Minute No. 270 (2nd Session) dated 2002/12/05 refer.
	116,966,822.00	1979	Exp. Est., 1979	0.00	116,966,822.00	-do-
	86,628,572.00	1980	Exp. Est., 1980	0.00	86,628,572.00	-do-
	107,521,886.00	1981	Exp. Est., 1981	0.00	107,521,886.00	-do-
	102,086,964.00	1982	Exp. Est., 1982	0.00	102,086,964.00	-do-
	263,719,897.00	1983	Exp. Est., 1983	0.00	263,719,897.00	-do-
	104,984,288.00	1984	Exp. Est., 1984	0.00	104,984,288.00	-do-
	120,647,359.00	1985	Exp. Est., 1985	0.00	120,647,359.00	-do-
	66,509,730.00	1986	Exp. Est., 1986	0.00	66,509,730.00	-do-
	7,100,000.00	1987	Exp. Est., 1987	0.00	7,100,000.00	-do-
TOTAL: PORT AUTHORITY OF TRINIDAD & TOBAGO	1,010,174,427.00			0.00	1,010,174,427.00	
TOTAL:	1,819,452,858.16			15,723,665.82	1,803,729,192.34	

STATEMENT OF REVENUE FOR THE FINANCIAL YEAR 2012

HEADS OF REVENUE	APPROVED ESTIMATES FINANCIAL YEAR 2012	REVISED ESTIMATES FINANCIAL YEAR 2012	ACTUAL REVENUE FINANCIAL YEAR 2012	ACTUAL (LESS) / MORE THAN ORIGINAL ESTIMATES	ACTUAL (LESS) / MORE THAN REVISED ESTIMATES
	\$ ¢	\$ ¢	\$ ¢	\$ ¢	\$ ¢
<u>TAX REVENUE</u>					
01. TAXES ON INCOME AND PROFITS	29,502,554,100.00	29,363,066,900.00	31,499,299,865.79	1,996,745,765.79	2,136,232,965.79
02. TAXES ON PROPERTY	15,000,000.00	11,397,200.00	4,657,137.53	(10,342,862.47)	(6,740,062.47)
03. TAXES ON GOODS AND SERVICES	8,058,030,250.00	8,041,339,100.00	7,925,565,043.55	(132,465,206.45)	(115,774,056.45)
04. TAXES ON INTERNATIONAL TRADE	2,248,079,000.00	2,248,114,000.00	2,319,371,630.46	71,292,630.46	71,257,630.46
05. OTHER TAXES	184,000,000.00	187,500,000.00	214,213,073.30	30,213,073.30	26,713,073.30
TOTAL TAX REVENUE	40,007,663,350.00	39,851,417,200.00	41,963,106,750.63	1,955,443,400.63	2,111,689,550.63
<u>NON-TAX REVENUE</u>					
06. PROPERTY INCOME	4,736,094,850.00	5,473,344,745.00	4,591,839,184.88	(144,255,665.12)	(881,505,560.12)
07. OTHER NON-TAX REVENUE	894,005,150.00	1,001,519,470.00	1,035,100,906.60	141,095,756.60	33,581,436.60
08. REPAYMENT OF PAST LENDING	32,063,540.00	31,810,330.00	32,039,011.20	(24,528.80)	228,681.20
TOTAL NON-TAX REVENUE	5,662,163,540.00	6,506,674,545.00	5,658,979,102.68	(3,184,437.32)	(847,695,442.32)
SUB-TOTAL	45,669,826,890.00	46,358,091,745.00	47,622,085,853.31	1,952,258,963.31	1,263,994,108.31
<u>CAPITAL RECEIPTS</u>					
09. CAPITAL REVENUE	16,919,000.00	41,216,727.00	43,444,321.06	26,525,321.06	2,227,594.06
TOTAL CAPITAL RECEIPTS	16,919,000.00	41,216,727.00	43,444,321.06	26,525,321.06	2,227,594.06
SUB-TOTAL	45,686,745,890.00	46,399,308,472.00	47,665,530,174.37	1,978,784,284.37	1,266,221,702.37
<u>FINANCING</u>					
10. BORROWING	6,616,810,000.00	6,616,810,000.00	4,646,548,546.10	„(1,970,261,453.90)	(1,970,261,453.90)
TOTAL FINANCING	6,616,810,000.00	6,616,810,000.00	4,646,548,546.10	(1,970,261,453.90)	(1,970,261,453.90)
GRAND TOTAL	52,303,555,890.00	53,016,118,472.00	52,312,078,720.47	8,522,830.47	(704,039,751.53)

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2012

HEAD OF EXPENDITURE	ORIGINAL ESTIMATES FINANCIAL YEAR 2012	SUPPLEMENTARY ESTIMATES AND TRANSFERS	TOTAL APPROVED ESTIMATES FINANCIAL YEAR 2012	ACTUAL EXPENDITURE FINANCIAL YEAR 2012	VARIANCE	
					LESS THAN ESTIMATES	MORE THAN ESTIMATES
	\$ €	\$ €	\$ €	\$ €	\$ €	\$ €
01 - President	23,455,880.00	700,000.00	24,155,880.00	18,813,787.15	5,342,092.85	0.00
02 - Auditor General	43,951,570.00	56,000.00	44,007,570.00	30,605,607.77	13,401,962.23	0.00
03 - Judiciary	429,971,620.00	900,000.00	430,871,620.00	352,895,112.60	77,976,507.40	0.00
04 - Industrial Court	46,954,200.00	240,000.00	47,194,200.00	38,558,096.38	8,636,103.62	0.00
05 - Parliament	141,681,000.00	0.00	141,681,000.00	128,511,944.38	13,169,055.62	0.00
06 - Service Commissions	79,292,750.00	0.00	79,292,750.00	73,954,355.03	5,338,394.97	0.00
07 - Statutory Authorities' Service Commission	5,688,517.00	0.00	5,688,517.00	4,660,312.39	1,028,204.61	0.00
08 - Elections and Boundaries Commission	62,593,000.00	0.00	62,593,000.00	51,040,296.61	11,552,703.39	0.00
09 - Tax Appeal Board	11,359,000.00	0.00	11,359,000.00	8,400,516.31	2,958,483.69	0.00
11 - Registration, Recognition and Certification Board	4,313,860.00	0.00	4,313,860.00	3,624,135.26	689,724.74	0.00
12 - Public Service Appeal Board	4,002,200.00	0.00	4,002,200.00	3,125,934.92	876,265.08	0.00
13 - Office of The Prime Minister	235,611,000.00	11,767,986.00	247,378,986.00	241,667,131.30	5,711,854.70	0.00
15 - Tobago House of Assembly	2,180,038,000.00	0.00	2,180,038,000.00	2,076,658,950.92	103,379,049.08	0.00
17 - Personnel Department	69,577,250.00	0.00	69,577,250.00	37,111,547.91	32,465,702.09	0.00
18 - Ministry of Finance and the Economy	9,418,823,996.00	2,449,633,233.00	11,868,457,229.00	11,471,380,644.30	397,076,584.70	0.00
19 - Charges on Account of the Public Debt	6,605,062,680.00	0.00	6,605,062,680.00	4,663,655,150.87	1,941,407,529.13	0.00
20 - Pensions and Gratuities	2,382,136,000.00	0.00	2,382,136,000.00	2,175,991,657.83	206,144,342.17	0.00
22 - Ministry of National Security	3,459,959,790.00	(198,429,350.00)	3,261,530,440.00	3,048,982,853.27	212,547,586.73	0.00
23 - Ministry of the Attorney General	251,893,350.00	0.00	251,893,350.00	233,697,190.13	18,196,159.87	0.00
24 - Ministry of Legal Affairs	112,594,200.00	0.00	112,594,200.00	105,998,783.85	6,595,416.15	0.00
25 - Ministry of Food Production	945,881,075.00	(135,167,280.00)	810,713,795.00	738,473,352.28	72,240,442.72	0.00
26 - Ministry of Education	4,087,502,618.00	224,942,310.00	4,312,444,928.00	3,563,541,450.84	748,903,477.16	0.00
28 - Ministry of Health	3,870,732,552.00	4,839,190.00	3,875,571,742.00	3,756,891,686.78	118,680,055.22	0.00
30 - Ministry of Labour, Small and Micro Enterprise Development	189,438,032.00	0.00	189,438,032.00	165,944,891.00	23,493,141.00	0.00
CARRIED FORWARD	34,662,514,140.00	2,359,482,089.00	37,021,996,229.00	32,994,185,390.08	4,027,810,838.92	0.00

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2012

HEAD OF EXPENDITURE	ORIGINAL ESTIMATES FINANCIAL YEAR 2012	SUPPLEMENTARY ESTIMATES AND TRANSFERS	TOTAL APPROVED ESTIMATES FINANCIAL YEAR 2012	ACTUAL EXPENDITURE FINANCIAL YEAR 2012	VARIANCE	
					LESS THAN ESTIMATES	MORE THAN ESTIMATES
	\$	¢	\$	¢	\$	¢
BROUGHT FORWARD	34,662,514,140.00	2,359,482,089.00	37,021,996,229.00	32,994,185,390.08	4,027,810,838.92	0.00
31 - Ministry of Public Administration	1,734,657,220.00	0.00	1,734,657,220.00	943,554,987.26	791,102,232.74	0.00
34 - Ministry of Transport	1,098,571,332.00	40,624,000.00	1,139,195,332.00	1,061,623,436.33	77,571,895.67	0.00
35 - Ministry of Tourism	189,008,280.00	0.00	189,008,280.00	169,660,945.32	19,347,334.68	0.00
37 - Integrity Commission	25,722,400.00	0.00	25,722,400.00	16,556,332.54	9,166,067.46	0.00
38 - Environmental Commission	10,488,340.00	0.00	10,488,340.00	7,010,169.73	3,478,170.27	0.00
39 - Ministry of Public Utilities	2,781,633,700.00	(452,276,990.00)	2,329,356,710.00	2,266,338,253.79	63,018,456.21	0.00
40 - Ministry of Energy and Energy Affairs	1,699,778,573.00	0.00	1,699,778,573.00	1,605,727,206.94	94,051,366.06	0.00
42 - Ministry of Local Government	1,912,726,000.00	2,550,000.00	1,915,276,000.00	1,692,368,375.81	222,907,624.19	0.00
48 - Ministry of Trade Industry and Investment	194,781,500.00	35,350.00	194,816,850.00	154,312,434.34	40,504,415.66	0.00
54 - Ministry of Science, Technology and Tertiary Education	2,556,400,985.00	(882,066,877.00)	1,674,334,108.00	1,595,521,661.36	78,812,446.64	0.00
56 - Ministry of the People and Social Development	3,530,230,995.00	5,648,130.00	3,535,879,125.00	3,458,000,055.57	77,879,069.43	0.00
58 - Ministry of Justice	152,949,900.00	276,909,490.00	429,859,390.00	408,167,324.46	21,692,065.54	0.00
59 - Ministry of Tobago Development	31,670,300.00	0.00	31,670,300.00	24,765,604.50	6,904,695.50	0.00
61 - Ministry of Housing, Land and Marine Affairs	997,999,130.00	855,157,651.00	1,853,156,781.00	1,955,969,340.94	0.00	102,812,559.94
62 - Ministry of Community Development	191,022,420.00	(5,387,530.00)	185,634,890.00	143,401,498.74	42,233,391.26	0.00
63 - Ministry of the Arts and Multiculturalism	543,527,133.00	(54,056,497.00)	489,470,636.00	480,379,497.14	9,091,138.86	0.00
64 - Trinidad and Tobago Police Service	1,696,042,900.00		1,696,042,900.00	1,533,426,355.35	162,616,544.65	0.00
65 - Ministry of Foreign Affairs	453,228,813.00	(18,565,070.00)	434,663,743.00	370,041,668.55	64,622,074.45	0.00
66 - Ministry of Gender, Youth and Child Development	201,321,460.00	(5,261,380.00)	196,060,080.00	137,760,343.75	58,299,736.25	0.00
67 - Ministry of Planning and Sustainable Development	244,857,640.00	86,400.00	244,944,040.00	208,642,035.06	36,302,004.94	0.00
68 - Ministry of Sport	415,519,812.00		415,519,812.00	395,884,904.53	19,634,907.47	0.00
69 - Ministry of Works and Infrastructure	1,679,903,899.00	888,533,040.00	2,568,436,939.00	2,460,003,110.93	108,433,828.07	0.00
70 - Ministry of Communications	0.00	18,565,070.00	18,565,070.00	18,550,054.94	15,015.06	0.00
71 - Ministry of the Environment and Water Resources	0.00	648,613,004.00	648,613,004.00	648,617,274.47	0.00	4,270.47
72 - Ministry of Tertiary Education and Skills Training	0.00	882,960,053.00	882,960,053.00	882,959,901.14	151.86	0.00
73 - Ministry of Science and Technology	0.00	50,528,274.00	50,528,274.00	50,528,219.76	54.24	0.00
74 - Ministry of National Diversity and Social Integration	0.00	18,275,889.00	18,275,889.00	18,275,412.91	476.09	0.00
TOTAL	57,004,556,872.00	4,630,354,096.00	61,634,910,968.00	55,702,231,796.24	6,035,496,002.17	102,816,830.41

**LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT
OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
<u>Economic Management Division</u>				
Airports Authority of Trinidad and Tobago	Citicorp Merchant Bank Limited \$300Mn	300,000,000.00	300,000,000.00	300,000,000.00
	Republic Finance and Merchant Bank \$300Mn (Paying agent- FCB)	300,000,000.00	170,000,000.00	150,000,000.00
	Republic Finance and Merchant Bank 379.3Mn (Paying agent FCB)	426,669,792.00	107,054,543.00	89,850,877.00
	Trinidad and Tobago Unit Trust Corporation \$129,121,531	129,121,531.50	69,526,978.50	62,905,361.50
	First Citizens Bank Ltd \$193Mn	193,000,000.00	109,366,667.34	96,500,000.05
	RBC Merchant Bank Ltd US\$ 23,443,550	148,866,542.50	90,384,731.54	75,482,370.11
	Ansa Merchant Bank US\$27.2Mn increased to US\$45.3Mn(Paying agent-First Citizens Trustee Services Ltd)	283,800,000.00	225,590,262.75	196,903,811.25
		1,781,457,866.00	1,071,923,183.13	971,642,419.91
Port Authority of Trinidad and Tobago	Citicorp Fixed Rate Bond Issue 2004-2019 - TT340.4Mn.(Paying agent RBC merchant bank)	340,400,000.00	177,877,701.04	154,660,229.76
	US Fixed Rate Bond Issue 2007-2017 - US\$66.5Mn.	420,712,250.00	235,019,977.50	192,702,037.50
	RBC Merchant Bank TT\$71,515,000.00	71,515,000.00	53,636,250.00	46,484,750.00
		832,627,250.00	466,533,928.54	393,847,017.26

LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30				
STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Public Transport Service Corporation	Fincor - \$75.3Mn. Bond (Paying agent-TTCD)	95,443,260.00	10,612,143.00	5,306,063.00
	First Citizens Merchant Bank Ltd TT\$66,042,900	66,000,000.00	13,208,580.00	0.00
	Citicorp - \$130.1Mn. Bond	185,240,039.06	36,637,686.24	32,327,370.15
	First Citizens Bank Ltd TT\$93,645,285.79	93,645,285.79	56,187,171.43	49,944,152.37
		440,328,584.85	116,645,580.67	87,577,585.52
The University of the West Indies	I.A.D.B. US\$22,930,537.00	145,070,042.33	65,580,173.72	53,061,621.67
	U.S. AID US\$3,870,000	24,483,555.00	6,651,974.60	5,636,256.09
	EDF €1,640,246	15,056,474.13	10,946,244.05	9,804,494.57
		184,610,071.46	83,178,392.37	68,502,372.33
Water and Sewerage Authority	First Citizens, Trust and Asset Management Limited TT\$55Mn	55,000,000.00	14,545,700.00	11,645,270.00
	Republic Finance and Merchant Bank Limited - \$78.6Mn.	99,695,097.00	11,077,241.00	5,538,625.00
	RBC Merchant Bank Limited - \$300Mn. Plus capitalized interest	354,782,658.00	354,782,658.00	354,782,657.81
	Republic Finance and Merchant Bank Limited - \$343Mn.(Paying agent- TTCD)	403,364,940.00	342,860,199.00	302,523,705.00
	Republic Finance and Merchant Bank Limited - \$330Mn.	461,663,500.00	323,164,022.00	292,386,360.00
	Citicorp Merchant Bank - \$413Mn.	471,641,641.00	188,656,656.44	94,328,328.20

Note 1- Foreign exchange rates
TT\$ 6.4395 to US \$; TT\$8.3582
to Euro €

**LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT
OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Water & Sewerage Authority	Republic Finance and Merchant Bank Limited - \$271.4Mn.	296,974,125.00	116,314,280.00	90,466,660.00
	Citicorp Merchant Bank TT\$145Mn (Paying agent-First Caribbean International Bank)	153,606,557.00	87,775,175.18	76,803,278.28
	Republic Finance and Merchant Bank Limited \$500Mn	500,000,000.00	337,500,000.00	312,500,000.00
	Central Bank of Trinidad and Tobago \$420Mn (Plus capitalized interest)	432,220,000.00	432,220,000.00	432,220,000.00
	Central Bank of Trinidad and Tobago \$360Mn	360,000,000.00	180,000,000.00	144,000,000.00
	CBTT - TT\$300Mn FRB 2014	300,000,000.00	304,470,000.00	300,000,000.00
	First Citizens Bank -Desal Bond US\$60Mn	377,994,000.00	176,706,750.00	144,888,750.00
	RBC Trust TT\$1,335,900,000.00	1,335,900,000.00	1,335,900,000.00	1,335,900,000.00
	Republic Bank Ltd Operating Account TT\$100Mn increased by TT\$320 Mn	420,000,000.00	237,605,644.63	400,109,294.51
		6,022,842,518.00	4,443,578,326.25	4,298,092,928.80
Trinidad and Tobago Electricity Commission	Royal Merchant Bank and Finance Company Limited \$500Mn	714,292,720.00	399,163,578.81	357,146,359.99
	HSBC USD 76Mn. - 478.8 Mn.	478,800,000.00	441,637,322.86	400,434,765.73
		1,193,092,720.00	840,800,901.67	757,581,125.72
Housing Development Company	CBTT Bond TT\$306Mn	306,000,000.00	306,000,000.00	306,000,000.00
	CBTT Bond TT\$600Mn	600,000,000.00	600,000,000.00	600,000,000.00
	CBTT Bond TT\$475Mn	475,000,000.00	475,000,000.00	475,000,000.00
	CBTT Bond TT\$700Mn	700,000,000.00	700,000,000.00	700,000,000.00
	CBTT Bond TT\$500Mn	500,000,000.00	500,000,000.00	500,000,000.00
		2,581,000,000.00	2,581,000,000.00	2,581,000,000.00
TOTAL		13,035,959,010.31	9,603,660,312.63	9,158,243,449.54

TS 27

LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30				
STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
<u>Investments</u>				
Export Import Bank of Trinidad and Tobago	Scotiabank - Line of Credit (Revolving) TT\$44,680,000	44,680,000.00	44,680,000.00	27,689,850.00
		44,680,000.00	44,680,000.00	27,689,850.00
Taurus Services Limited	Agricultural Development Bank of Trinidad and Tobago Limited \$61.5Mn	61,500,000.00	6,500,000.00	4,625,000.00
		61,500,000.00	6,500,000.00	4,625,000.00
Urban Development Corporation Trinidad and Tobago Limited	First Citizens Bank TT\$ 497,342,684	497,342,684.00	441,208,712.52	401,183,699.02
	First Citizens Bank TT\$ 320Mn	320,000,000.00	321,875,696.28	298,494,753.14
	Scotiabank T&T TT\$720Mn	720,000,000.00	516,020,060.00	0.00
	First Citizens Trustee Services US \$ 88Mn	565,866,400.00	565,461,600.00	510,008,400.00
	First Caribbean International Bank Ltd US 81Mn/92.5Mn revised US 100Mn	642,570,000.00	662,039,871.00	579,555,000.00
	FINCOR \$2400Mn FRB (Plus capitalized interest)	2,563,621,273.26	0.00	3,212,532,621.36
		5,309,400,357.26	2,506,605,939.80	5,001,774,473.52
National Helicopter Services Limited NOTE 2	Republic Bank Ltd US\$11.5Mn	73,895,550.00	0.00	70,490,954.99
		73,895,550.00	0.00	70,490,954.99

Note 2 - 2011 Letter of Comfort
converted to Guarantee during
financial year 2012

**LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT
OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Trinidad and Tobago Mortgage Finance Company Limited	First Caribbean International Bank TT\$100Mn (Mercantile Bond Issue)	100,000,000.00	100,000,000.00	100,000,000.00
	National Insurance Board \$200Mn	200,000,000.00	90,000,000.00	80,000,000.00
		300,000,000.00	190,000,000.00	180,000,000.00
National Insurance Property Development Company Limited	CBTT TT\$500,000,000 6.25% Fixed Rate Bond 2028	500,000,000.00	500,000,000.00	500,000,000.00
	CBTT TT\$682Mn 6.8% Fixed Rate Bond 2022	682,000,000.00	682,000,000.00	682,000,000.00
	CBTT TT\$ 360Mn 6.1% Fixed Rate Bond 2025	360,000,000.00	360,000,000.00	360,000,000.00
	CBTT TT\$750Mn Fixed Rate Bond 2030	750,000,000.00	750,000,000.00	750,000,000.00
	Note 3 First Citizens Trust TT\$500Mn (Paying agent- CBTT)	500,000,000.00	0.00	500,000,000.00
	Note 3 First Citizens Trust TT\$339Mn (Paying agent- CBTT)	339,000,000.00	0.00	339,000,000.00
		3,131,000,000.00	2,292,000,000.00	3,131,000,000.00
National Infrastructure Development Company Limited	Scotia Bank T&T Ltd. US\$9,462,000.	60,219,007.00	48,639,978.72	30,465,274.50
	Scotiabank T&T Limited US\$12Mn	74,656,800.00	30,843,360.00	15,454,800.00
	Citicorp Merchant Bank US \$52Mn (paying agent- First Citizens Trustee Services Ltd)	327,600,000.00	233,895,480.00	167,427,000.00
	RBC TT\$53Mn	53,000,000.00	47,700,000.00	44,166,666.67
	First Citizens Trustee Services Ltd TT\$344,750,000	344,750,000.00	298,783,333.00	275,800,000.00
	ANZ US\$66,530,246	427,503,401.72	366,060,368.81	305,271,541.00
		1,287,729,208.72	1,025,922,520.53	838,585,282.17

Note 3- Loans have been
accessed but Deeds of Guarantee
are to be finalized.

LOANS OR CREDITS GUARANTEED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO AS AT 2012 SEPTEMBER 30				
STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	AMOUNT GUARANTEED	BALANCE AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Education Facilities Company Limited	CBTT TT\$400Mn 5.35% Fixed Rate Bond 2016	400,000,000.00	400,000,000.00	400,000,000.00
		400,000,000.00	400,000,000.00	400,000,000.00
INVESTMENTS	TOTAL	10,608,205,115.98	6,465,708,460.33	9,654,165,560.68
GRAND TOTAL				
		23,644,164,126.29	16,069,368,772.96	18,812,409,010.22
AUTHORITY				
	(a) Guarantee of Loans (Companies Act Chapter 71:82) (b) Guarantee of Loans (Statutory Authorities Act Chapter 71:81) (c) Guarantee of Loans (U.W.I.) Act 1993 (d) National Development (Inter-American Development Bank) Loans ACT Chapter 71:07			

REPUBLIC OF TRINIDAD AND TOBAGO**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES****AS AT 2012 SEPTEMBER 30**

2011					2012
\$	¢	ASSETS	Note	Schedule	\$ ¢
65,030,530.45		INVESTMENTS			66,060,053.81
12,755,451.82		General (Treasury Deposits)			12,888,341.91
31,693,329.70		Special Funds		A	31,952,182.97
17,974,639.75		Trust Funds		B	18,612,419.75
2,607,109.18		Investment Consolidated Fund			2,607,109.18
171,493,314.93		ADVANCES			176,944,108.47
1,632,493.49		Treasury Deposits			2,147,435.66
169,860,821.44		Advances Fund			174,796,672.81
0.00		Contingencies Fund			0.00
(2,464,997,508.15)		CASH AND BANK			(4,642,910,426.79)
(20,128,838,184.52)		Exchequer Account			(23,481,272,727.66)
7,363,991,250.08		Treasury Deposits Account			7,640,946,329.96
287,126,148.19		Treasury Funds Account			282,190,296.82
6,050,006.23		Treasury Suspense Account			6,371,155.24
6,167,440,928.36		Unemployment Fund			7,003,009,373.39
860,407,857.53		Infrastructure Development Fund			566,078,112.21
6,372,571.46		NUGFW Training Fund			7,436,499.16
184,381,206.80		Government Assistance for Tuition Expenses Fund			107,916,546.87
2,581,557,613.94		Green Fund			2,916,148,340.54
39,103,217.22		CARICOM Trade Support Fund			39,495,320.71
166,880,716.75		CARICOM Petroleum Fund			268,562,315.17
529,159.81		Exchequer Suspense Account			208,010.80
(2,228,473,662.77)					(4,399,906,264.51)
LIABILITIES					
7,408,570,224.51		DEPOSITS			7,687,069,769.92
3,065,961,542.34		Treasury Deposits (General)			2,612,031,205.73
4,038,037,375.14		Special Funds		A	4,823,178,159.60
304,571,307.03		Trust Funds		B	251,860,404.59
(9,637,043,887.28)		FUNDS			(12,086,976,034.43)
6,167,440,928.36		Unemployment Fund	3	C	7,003,009,373.39
860,407,857.53		Infrastructure Development Fund	4	D	566,078,112.21
6,372,571.46		NUGFW Training Fund	5	E	7,436,499.16
184,381,206.80		Government Assistance for Tuition Expenses Fund	6	F	107,916,546.87
2,581,557,613.94		Green Fund	7	G	2,916,148,340.54
39,103,217.22		CARICOM Trade Support Fund	8	H	39,495,320.71
166,880,716.75		CARICOM Petroleum Fund	9	I	268,562,315.17
351,500,000.00		Advances Fund			351,500,000.00
100,000,000.00		Contingencies Fund	19		100,000,000.00
(20,094,687,999.34)		Consolidated Fund			(23,447,122,542.48)
(2,228,473,662.77)					(4,399,906,264.51)

THE CONSOLIDATED FUND
FOR THE FINANCIAL YEAR 2012

2011				2012	
\$	¢			\$	¢
(13,160,138,592.59)		Balance as at 2011 October 01		(20,094,687,999.34)	
		Revenue	52,312,078,720.47		
		Expenditure	(55,702,231,796.24)		
(6,949,746,470.88)		Excess of Expenditure over Revenue	(3,390,153,075.77)	(3,390,153,075.77)	
(20,109,885,063.47)				(23,484,841,075.11)	
610,249.96		(a) Accounting Adjustments re Previous Years	(5,290,216.99)		
14,586,814.17		(b) Transfer of Previous Years Unpaid Balances to Consolidated Fund	43,008,749.62		
15,197,064.13			37,718,532.63	37,718,532.63	
(20,094,687,999.34)		Balance as at 2012 September 30		(23,447,122,542.48)	

NOTES TO THE ACCOUNTS**1. GENERAL**

The Statement of Revenue, Statement of Expenditure as well as the Statement of Assets and Liabilities constitute the annual statements as identified in Section 24(1) (a) iv, v, and vii respectively of the Exchequer and Audit Act Chapter 69:01 as amended by Act No. 23 of 1998.

2. ACCOUNTING POLICIES

- (i) The accounts are kept on a cash basis. Accordingly, transactions are recorded when moneys are actually received and paid.
- (ii) The Statement of Assets and Liabilities does not include the Public Debt (Local and External Loans and Loans serviced under Head 18 of **\$45,422,880,165.17**. However, the Statutory Sinking Funds for the Public Debt in the sum of **\$4,812,915,313.39** are incorporated in the Special Funds totaling **\$4,823,178,159.60**. The Public Debt does not include the arrears of emoluments owed to Public Sector Employees which have not yet been satisfied by the use of any mechanism, neither does it include amounts due for goods and services.

3. UNEMPLOYMENT FUND

In accordance with the Unemployment Levy Act, Chapter 75:03 Section 15, the balances of the Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules C (i) and (ii) to the Statement of Assets and Liabilities.

4. INFRASTRUCTURE DEVELOPMENT FUND

In accordance with the Exchequer and Audit Act, Chapter 69:01 Section 43 (2), the balances of the Infrastructure Development Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules D (i) and (ii) to the Statement of Assets and Liabilities.

5. NATIONAL UNION OF GOVERNMENT AND FEDERATED WORKERS (NUGFW) TRAINING FUND

The National Union of Government and Federated Workers (NUGFW) Training Fund was established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01 (Legal Notice No. 280 dated 2004 September, 27). In accordance with the Exchequer and Audit Act, Chapter 69:01, Section 43(2), the balances of the NUGFW Training Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules E (i) and (ii) to the Statement of Assets and Liabilities.

6. GOVERNMENT ASSISTANCE FOR TUITION EXPENSES (GATE) FUND

The Government Assistance for Tuition Expenses Fund was established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01 (Legal Notice No. 329 dated 2004 December, 09). In accordance with the Exchequer and Audit Act, Chapter 69:01, Section 43(2), the balances of the GATE Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules F (i) and (ii) to the Statement of Assets and Liabilities.

7. GREEN FUND

The Green fund was established by Section 65 (1) of the Miscellaneous Taxes Act as amended by Part VI Section 8(b) of the Finance Act No. 5 of 2004 dated 2004 January 30. In accordance with Section 67(1) of the Part XIV of the Miscellaneous Taxes Act, the balances of the Green Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules G (i) and (ii) to the Statement of Assets and Liabilities.

8. CARICOM TRADE SUPPORT FUND

The CARICOM Trade Support fund was established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01 (Legal Notice No. 13 dated 2005 January, 12). In accordance with the Exchequer and Audit Act, Chapter 69:01, Section 43(2), the balances of the CARICOM Trade Support Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules H (i) and (ii) to the Statement of Assets and Liabilities.

9. CARICOM PETROLEUM FUND

The CARICOM Petroleum Fund was established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01 (Legal Notice 302 dated 2006 November, 23). In accordance with the Exchequer and Audit Act, Chapter 69:01, Section 43(2), the balances of the CARICOM Petroleum Fund are shown in the general accounts. The accounts of the Fund are presented as Schedules I (i) and (ii) to the Statement of Assets and Liabilities.

10. CONTINGENT LIABILITIES

(i) Loans or Credits Guaranteed by the Government of Trinidad and Tobago

The Contingent Liabilities in respect of Loans or Credits Guaranteed by the Government of Trinidad and Tobago as at 2012 September 30 amount to **\$18,812,409,010.22**. The details are reflected on the Statement submitted in accordance with Section 24 (1) (a) vi of the Exchequer and Audit Act, Chapter 69:01 as amended by Act No. 23 of 1998.

(ii) Letter of Comfort issued by the Government of Trinidad and Tobago

The Contingent Liabilities in respect of Letters of Comfort issued by the Government of Trinidad and Tobago as at 2012 September 30 amount to **\$5,404,751,534.89**. Details are reflected in the Statements of the Public Debt.

(iii) Promissory Notes

The contingent liabilities in respect of outstanding Promissory Notes issued by the Government of Trinidad and Tobago as at 2012 September 30 amount to **\$4,335,871,489.36**. Details are reflected in the Statements of the Public Debt.

(iv) Arrears of Emoluments owed to Public Sector Employees

Ministry/Departments/Agencies notified the Comptroller of Accounts that mechanisms to offset the Public Sector Liability in the sum of **\$25,249.20** were utilized during the financial year ended 2012 September 30. To date, the sum of **\$2,227.4** million of the Public Sector employees' liability has been satisfied. This amount comprises **\$2,159.9** million in respect of non-cash mechanisms (including Special Compensatory Time) and **\$ 67.5** million representing cash payments.

(v) Open Market Operations

As notified by the Central Bank, the amount of Treasury Securities outstanding for the purpose of Open Market Operations (OMO) as at 2012 September 30 was **\$18,930.0** million. The face value of the Open Market Bills stood at **\$13,930.0** million while the Treasury Notes issued during the financial year 2011/2012 was **\$5,000.0** million.

11. BALANCES OUTSTANDING ON BUILD, OPERATE, LEASE AND TRANSFER (BOLT) PROJECTS

The balances outstanding on Build, Operate, Lease and Transfer (BOLT) Projects as at 2012 September 30 amount to **\$471,239,761.71**. Details are reflected in the Statements of the Public Debt.

12. BALANCES ON LOANS ASSUMED BY THE GOVERNMENT OF TRINIDAD AND TOBAGO

The balances outstanding in respect of Loans Assumed by the Government of Trinidad and Tobago as at 2012 September 30 in respect of Companies in which Government has/had a shareholding amount to **\$7,299,961.36**. The details are reflected on a Statement in the Accounts.

13. PRODUCTION SHARING CONTRACTS

Under the provisions of the Production Sharing Contracts, the Government of the Republic of Trinidad and Tobago is entitled to a share of the production of natural gas and crude oil from the operations of the contractors. The moneys received are placed in the Deposit Account Head 111/570 (Production Sharing Contract). From this share of production the Minister of Energy and Energy Industries is responsible for meeting the respective Contractor's tax and similar financial obligations to the Government. Total Payments made to the Board of Inland

Revenue in respect of the financial Year 2012 is **\$6,307,449,861.00**. Revenue collection increased by **110%** when compared to the receipts collected in the Financial Year 2012. Details of payments made in the Financial Year 2012 are shown below:-

31/12/2011	1,719,647,541.00
31/03/2012	1,349,735,121.00
30/06/2012	1,417,607,378.00
30/09/2012	<u>1,820,459,821.00</u>
	<u>\$6,307,449,861.00</u>

14. PETROLEUM SUBSIDY PAID TO CONTRACTORS

In accordance with Sub-section (2) of Section 5 of the Petroleum Production Levy and Subsidy Act 1974, Chapter 62:02, the total advances made in the financial year 2012 from the Petroleum Products and Subsidy Fund, for the purpose of subsidizing the prices at which Petroleum Products are sold by persons carrying on marketing business, is **\$755,225,153.71**. The details are available for Audit scrutiny.

15. ACCIDENTS VICTIMS COMPENSATION FUND

In the 2008 Budget Statement the Prime Minister and the Minister of Finance and the Economy proposed to use the proceeds of the Insurance Premium Tax to establish an Accident Victims Compensation Fund to compensate victims of accidents caused by uninsured drivers.

16. An allocation of **\$169,000,000.00** was made from the Consolidated Fund in the financial year 2012.

17. **HERITAGE AND STABILISATION FUND**

The Heritage and Stabilisation Fund was established by Act No. 6 of 2007 which was assented to on 2007 March 15. This Fund is denominated in the currency of the United States of America. The purpose of the Fund is to save and invest surplus petroleum revenues derived from production business in order to cushion the impact on or sustain public expenditure capacity and generate an alternate stream of income so as to support public expenditure capacity during periods of revenue downturn and provide a heritage for future generations.

18. In accordance with the formula outlined in Sections 13 of the Act, funds totaling **\$1,332,139,233.00** in Trinidad and Tobago currency were deposited, during the financial year 2012, to the Account of the Fund at the Central Bank.

19. **CONTINGENCIES FUND**

The Exchequer and Audit Act, Chapter 69:01 Part IV No.16 provides for the establishment of a Contingencies Fund not exceeding in aggregate **\$1.5** million or such greater sum as Parliament may by resolution approve. The Contingencies Fund now stands at **\$100** million. Over the years there have been increases to the Fund with the most recent being **\$75** million. Legal Notice No. 203 of 2006 is relevant.

20. The purpose of the Fund is to defray unforeseen expenditure which has not been provided for by the Appropriation Act relating to that year and where the circumstances are such that the expenditure cannot without injury to the public interest be postponed until adequate provision is made by Parliament. Supplementary funding must be provided in the same financial year to clear all expenditure incurred in respect of advances from the Contingencies Fund.

21. There were Advances of **\$60,628,663.00** from the Contingencies Fund in financial year 2012 which were cleared.

.....

**LETTERS OF COMFORT
ISSUED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	LOAN AMOUNT	BALANCE AS AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
<u>Economic Management Division</u>				
Housing Development Corporation	First Citizens Bank Ltd. TT\$ 300,000,000.00 TT\$ 150,000,000.00	300,000,000.00	300,000,000.00	300,000,000.00
		150,000,000.00	150,000,000.00	150,000,000.00
	Republic Bank Limited TT\$120,000,000.00	120,000,000.00	73,904,428.47	71,262,583.79
		570,000,000.00	523,904,428.47	521,262,583.79
Airports Authority of Trinidad and Tobago	Scotia Trust & Merchant Bank Ltd TT\$320Mn	320,000,000.00	288,000,000.00	256,000,000.00
		320,000,000.00	288,000,000.00	256,000,000.00
Port Authority of Trinidad and Tobago	First Citizens Investments Services US\$13.4 Mn (Formerly Caribbean Money Market Brokers Ltd.)	84,775,100.00	64,578,258.00	56,088,045.00
		84,775,100.00	64,578,258.00	56,088,045.00
Public Transport Service Corporation	Republic Bank Ltd TT\$14Mn Ordinary Loan Facility	14,000,000.00	14,000,000.00	0.00
		14,000,000.00	14,000,000.00	0.00
Water & Sewerage Authority	RBC Merchant US \$30Mn	188,934,000.00	192,771,000.00	193,185,000.00
	Republic Bank Ltd. US\$ 30Mn	190,929,000.00	155,583,938.36	183,467,696.49
		379,863,000.00	348,354,938.36	376,652,696.49

**Note 1- Foreign exchange
rate TT\$ 6.4395 to US \$**

**LETTERS OF COMFORT
ISSUED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	LOAN AMOUNT	BALANCE AS AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Regional Health Authorities South-West RHA	International Commercial Trust and Merchant Bank	34,408,140.85	24,085,698.70	17,204,070.50
	International Commercial Trust and Merchant Bank	15,377,052.00	10,764,017.78	7,688,584.13
	International Commercial Trust and Merchant Bank	56,197,399.00	39,338,260.68	28,098,757.63
	International Commercial Trust and Merchant Bank	9,149,059.25	6,404,341.48	4,574,529.63
		115,131,651.10	80,592,318.64	57,565,941.89
National Carnival Commission	First Citizens Bank Ltd TT\$ 61,754,140.00	61,754,140.00	61,754,140.00	0.00
	First Citizens Bank Ltd TT\$46,056,989.00	46,056,989.00	45,847,114.79	0.00
	First Citizens Bank Ltd TT\$53,905,824.00	53,905,824.00	0.00	51,940,449.93
	First Citizens Bank Ltd TT\$20,100,000.00	20,100,000.00	0.00	18,130,925.35
		181,816,953.00	107,601,254.79	70,071,375.28
University of Trinidad & Tobago	First Citizens Investments Services Ltd TT\$150Mn	150,00,000.00	150,000,000.00	0.00
		150,000,000.00	150,000,000.00	0.00
Total EMD		1,815,586,704.10	1,577,031,198.26	1,337,640,642.45

**LETTERS OF COMFORT
ISSUED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	LOAN AMOUNT	BALANCE AS AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
<u>Investments Division</u>				
National Quarries Company of Trinidad and Tobago	First Citizens Bank US\$ 2,000,000	12,700,000.00	9,500,000.00	7,806,073.19
		12,700,000.00	9,500,000.00	7,806,073.19
Vehicle Maintenance Corporation of Trinidad and Tobago	Unit Trust Corporation US\$ 41.3 Mn	41,300,000.00	37,170,000.00	33,040,000.00
		41,300,000.00	37,170,000.00	33,040,000.00
National Helicopter Services Limited (NHSL)	Citibank (Trinidad and Tobago) Limited US\$ 6,425,000 Republic Finance & Merchant Bank US\$ 11,500,000 (Republic Bank US\$3Mn & PEFCO US\$7.453 Mn) Republic Bank Ltd US\$11.5Mn NOTE 2	40,474,287.50	2,948,940.08	0.00
		73,273,400.00	64,355,178.27	56,914,678.33
		73,895,550.00	74,943,016.21	0.00
		187,643,237.50	142,247,134.56	56,914,678.33
Urban Development Corporation of Trinidad & Tobago Limited	Barclay's Capital Inc -US \$375Mn First Citizens Bank Ltd TT\$396.9Mn First Citizens Bank Ltd TT\$230.1Mn	2,385,637,500.00	2,167,795,877.29	2,037,177,314.69
		396,900,000.00	0.00	231,361,274.49
		230,100,000.00	230,100,000.00	230,100,000.00
		3,012,637,500.00	2,397,895,877.29	2,498,638,589.18

**NOTE 2 - 2011 Letters of
Comfort converted to
Guarantees during
financial year 2012**

**LETTERS OF COMFORT
ISSUED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	LOAN AMOUNT	BALANCE AS AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
Evolving TecKnologies & Enterprise Development Company Ltd	First Caribbean International Bank-TT \$220,000,000 TT \$190,000,000 TT\$ 410,000,000 Plus capitalized interest	499,478,174.88	477,219,737.10	499,478,174.88
	Note 3 Scotia Trust & Merchant Bank TT\$148Mn	148,000,000.00	148,000,000.00	0.00
	First Citizens Bank Ltd TT\$ 160Mn	160,000,000.00	20,139,865.02	160,000,000.00
		807,478,174.88	645,359,602.12	659,478,174.88
National Flour Mills	Citibank T&T USD\$8Mn	51,516,000.00	0.00	51,516,000.00
	Scotiabank TT\$115Mn	115,000,000.00	0.00	115,000,000.00
		166,516,000.00	0.00	166,516,000.00
BWIA West Indies Airways Limited	First Citizens Trust & Mer.Bank Ltd. TT\$15,000,000	15,000,000.00	5,625,000.00	3,750,000.00
		15,000,000.00	5,625,000.00	3,750,000.00
National Infrastructure Development Company Ltd.	ANSA Merchant Bank Limited TT\$153,800,000	153,800,000.00	144,187,500.00	124,962,500.00
		153,800,000.00	144,187,500.00	124,962,500.00

Note 3 - Loan serviced
under Head 18-Ministry of
Finance from 2012

**LETTERS OF COMFORT
ISSUED BY THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30**

STATE ENTERPRISE / STATUTORY BOARD	LENDING AGENCY	LOAN AMOUNT	BALANCE AS AT 2011 SEPTEMBER 30	BALANCE AS AT 2012 SEPTEMBER 30
EXIMBANK	Banco Latinoamericano De Exportaciones, SA US\$ 20,000,000	126,746,000.00	128,514,000.00	128,790,000.00
		126,746,000.00	128,514,000.00	128,790,000.00
National Insurance Property Development Company Limited (NIPDEC)	ANSA Merchant Bank Ltd TT\$ 37,400,000	37,400,000.00	18,700,000.00	6,233,333.40
		37,400,000.00	18,700,000.00	6,233,333.40
The Sports Company of T&T	First Citizens Bank Ltd TT\$ 68,564,006.00	68,564,006.00	29,989,544.11	24,169,042.95
		68,564,006.00	29,989,544.11	24,169,042.95
Caribbean Airlines	First Citizens Bank Limited US\$50Mn	321,975,000.00	0.00	292,051,015.51
		321,975,000.00	0.00	292,051,015.51
National Information & Communication Technology Co Ltd	Scotia Trust & Merchant Bank Ltd TT\$80,951,856.00	80,951,856.00	80,951,856.00	64,761,485.00
		80,951,856.00	80,951,856.00	64,761,485.00
Total Investments Division		5,032,711,774.38	3,640,140,514.08	4,067,110,892.44
Grand Total		6,848,298,478.48	5,217,171,712.34	5,404,751,534.89

PROMISSORY NOTES AS AT 2012 SEPTEMBER 30

		\$	¢	\$	¢
Foreign Notes USD 22,360,370.50 @ 6.4257 as at 2011 September 30		143,681,032.72			
Local Notes as at 2011 September 30		2,239,287,780.55			
Balance as at 2011 September 30				2,382,968,813.27	
Less: Drawdowns for Fiscal Year 2012	IMF TT\$	238,166,258.08		238,166,258.08	
Add: Promissory Notes for Fiscal Year 2012	IMF TT\$	248,620,862.70		248,620,862.70	
				2,393,423,417.89	
<u>Translation</u>					
USD 22,360,370.50 @ 6.4257 (2011)		143,681,032.72			
USD 22,360,370.50 @ 6.4395 (2012)		143,989,605.83			
Gain		308,573.11			
USD 301,597,872.25 @ 6.4395 (2012)		1,942,139,498.35		1,942,448,071.47	
Balance as at 2012 September 30				4,335,871,489.36	

Institution	Currency	Promissory Amount	Dated	Drawdown Period	Drawdown Amount \$	Balance US\$
<u>C.D.B.</u>	US\$	664,697.75	91.06.26	98.07.01 - 98.12.31	533,360.00	131,337.75
		664,697.75	91.12.09	-	0.00	664,697.75
		194,825.20	91.12.09	-	0.00	194,825.20
		194,825.20	91.12.09	-	0.00	194,825.20
		194,825.20	93.01.27	-	0.00	194,825.20
		664,697.75	93.01.27	-	0.00	664,697.75
		664,697.75	94.02.16	-	0.00	664,697.75
		664,702.74	95.04.21	-	0.00	664,702.74
		366,729.80	98.03.10	-	0.00	366,729.80
		366,729.80	99.02.09	-	0.00	366,729.80
		733,459.60	01.01.11	-	0.00	733,459.60
		366,729.80	01.11.29	-	0.00	366,729.80
		5,000,000.00	02.02.25	2005.09	1,125,907.00	3,874,093.00
		1,218,750.00	05.12.30	-	0.00	1,218,750.00
		4,875,000.00	07.07.30	-	0.00	4,875,000.00
		6,619,600.00	09.12.29	-	0.00	6,619,600.00
						21,795,701.34
<u>I.A.D.B.</u>	US\$	198,022.16	01.01.26	-	0.00	198,022.16
		772,060.00	92.10.30	-	719,143.00	52,917.00
		7,370,757.00	12.01.17	-	1,471,738.75	5,899,018.25
		295,698,854.00	12.01.17	-	0.00	295,698,854.00
						301,848,811.41
<u>M.I.F.</u>	US\$	240,000.00	97.07.30	-	145,916.00	94,084.00
						94,084.00
<u>M.I.G.A.</u>	US\$	219,646.00	91.12.12	-	0.00	219,646.00
						219,646.00
					Total USD	323,958,242.75

Institution	Currency	Promissory Amount	Dated	Drawdown Period	Drawdown Amount \$	Balance TT\$
<u>C.D.B.</u>	TT\$	828,007.10	89.02.01	-	0.00	828,007.10
		817,783.91	89.08.07	-	0.00	817,783.91
		2,156,881.00	89.11.09	-	0.00	2,156,881.00
		2,458,970.00	89.01.23	86.12.31	1,475,382.00	983,588.00
		828,007.10	90.09.13	-	0.00	828,007.10
		817,783.91	90.09.13	-	0.00	817,783.91
		3,122,330.00	92.01.29	-	0.00	3,122,330.00
		9,209,939.00	95.05.08	-	0.00	9,209,939.00
		6,600,269.00	96.05.22	-	0.00	6,600,269.00
		4,652,390.00	97.05.12	-	0.00	4,652,390.00
		2,432,146.00	98.05.19	-	0.00	2,432,146.00
		94,363.00	99.04.13	-	0.00	94,363.00
		231,106.00	06.11.30	-	0.00	231,106.00
		409,143.00	08.05.13	-	0.00	409,143.00
		322,515.00	09.03.25	-	0.00	322,515.00
		256,078.00	10.08.20	-	0.00	256,078.00
					Total	33,762,330.02

Institution	Currency	Promissory Amount	Dated	Drawdown Period	Drawdown Amount \$	Balance TT\$
<u>I.D.A</u>	TT\$	1,178,523.00	08.11.27	-	0.00	1,178,523.00
		2,658,339.38	72.10.26	-	0.00	2,658,339.38
		155,183.00	03.07.07	-	0.00	155,183.00
		216,474.00	06.06.26	-	0.00	216,474.00
		127,241.00	06.11.22	-	0.00	127,241.00
		185,961.00	09.06.17	-	0.00	185,961.00
		Total				4,521,721.38
<u>I.M.F</u>	TT\$	111,906,109.75	92.11.27	-	0.00	111,906,109.75
		335,718,329.26	92.11.27	-	0.00	335,718,329.26
		21,482,231.38	76.08.30	1980.07 - 1980.12	21,310,338.45	171,892.93
		17,080,128.69	85.09.30	-	0.00	17,080,128.69
		1,350,157.80	85.09.30	-	0.00	1,350,157.80
		28,500,000.00	70.10.30	75.10.02 - 84.05.09	27,767,887.22	732,112.78
		33,373,182.99	76.03.31	76.03.05 - 80.05.29	31,287,296.12	2,085,886.87
		998,186,723.38	93.11.30	02.02.07 - 12.09.10	945,404,821.68	52,781,901.70
		556,052,560.38	99.02.10	-	0.00	556,052,560.38
		187,715,619.29	99.02.10	-	0.00	187,715,619.29
		10,403,253.15	99.12.24	-	0.00	10,403,253.15
		5,455,443.46	02.09.13	-	0.00	5,455,443.46
		35,480,198.06	02.09.13	-	0.00	35,480,198.06
		73,366,445.12	02.11.13	-	0.00	73,366,445.12
		120,022,463.24	03.10.28	-	0.00	120,022,463.24
		13,769,846.35	03.10.28	-	0.00	13,769,846.35
		40,124,654.52	03.10.28	-	0.00	40,124,654.52
		397,761,506.64	08.05.21	-	0.00	397,761,506.64
		858,961.08	08.10.28	-	0.00	858,961.08
		248,620,862.70		11.12.16	0.00	248,620,862.70
		Total				2,211,458,333.77
		Total TTD				2,249,742,385.17

SUMMARY

Promissory amount -	TTD 2,249,742,385.17		2,249,742,385.17
Promissory amount -	USD 323,958,242.75	@ 6.4395	2,086,129,104.19
			4,335,871,489.36

ACRONYMS

C.D.B.	Caribbean Development Bank
I.A.D.B.	Inter-American Development Bank
I.D.A.	International Development Association
I.M.F.	International Monetary Fund
M.I.F.	Multilateral Investment Fund
M.I.G.A	Multilateral Investment Guarantee Agency

Closing Rate - 6.4395 as at 2012 September 30

**BALANCES OUTSTANDING ON THE
BUILD, OPERATE, LEASE AND TRANSFER (BOLT) PROJECTS
AS AT 2012 SEPTEMBER 30**

<u>PROJECT NAME</u>	<u>OUTSTANDING BALANCES</u>			
	<u>2011</u>		<u>2012</u>	
	\$	¢	\$	¢
Attorney General Head Office	37,707,679.85		30,312,202.23	
Industrial Court Building	3,963,546.39			0.00
Ministry of Works and Transport (Head Office)	46,486,125.07		44,631,074.57	
Sangre Grande Police Divisional Headquarters	11,918,266.81		10,742,330.22	
San Fernando Police Divisional Headquarters	13,363,076.88		12,044,585.59	
Stadia Project	169,773,474.56		140,363,832.84	
Trinity Schools	60,630,470.66		56,476,872.91	
National Library Building Complex (Building)	166,267,070.88		155,102,271.98	
National Library Building Complex (Furniture & Fittings)	34,597,291.38		21,566,591.37	
...				
TOTAL	544,707,002.48		471,239,761.71	

Note:

BOLT - Build, Operate, Lease and Transfer, as the acronym implies, is an arrangement whereby Financial Institutions finance the construction of buildings or purchase furniture and equipment required on behalf of the Government.

These Financial Institutions enter into lease arrangements with the respective Ministries/Departments and are paid lease rentals and other fees for the management and maintenance of the buildings etc. while occupied/used by the lessees. At the end of the lease agreements, ownership is then transferred to the Government.

TS 45

**BALANCES ON LOANS ASSUMED BY
THE GOVERNMENT OF THE REPUBLIC OF TRINIDAD AND TOBAGO
AS AT 2012 SEPTEMBER 30
IN RESPECT OF COMPANIES IN WHICH
GOVERNMENT HAS/HAD A SHAREHOLDING**

COMPANY LIABILITY	2011		2012
	\$	¢	\$
West Indies Shipping Corporation	8,547,208.96		7,299,961.36
	<u>8,547,208.96</u>		<u>7,299,961.36</u>

TS 46

Summary of Loans from the Funds for Long-Term Development as at 2012 September 30												
											\$	¢
GRAND TOTAL OF LOANS - ALL FUNDS	...	...	...	...	...	...	...	...	...	...	501,779,829.70	
AMOUNT REPAYED/WRITTEN-OFF AS AT 2012 SEPTEMBER 30	...	...	...	...	...	...	...	...	...	...	85,215,505.67	
BALANCE OUTSTANDING AS AT 2012 SEPTEMBER 30	...	...	...	...	...	...	...	...	...	...	416,564,324.03	

TS 47

Summary of Loans from the Funds for Long-Term Development as at 2012 September 30			
F U N D	AMOUNT ADVANCED	AMOUNT REPAID/WRITTEN OFF AS AT 2012 SEPTEMBER 30	BALANCE OUTSTANDING AS AT 2012 SEPTEMBER 30
	\$ ¢	\$ ¢	\$ ¢
(1) Caribbean Integration Fund	229,744,663.70	13,065,207.38	216,679,456.32
(2) Port Development Fund	5,100,000.00	0.00	5,100,000.00
(3) Participation in Commercial Enterprises Fund	15,158,452.00	7,236,886.45	7,921,565.55
(4) Sport, Culture and Community Development Fund	160,000.00	79,047.00	80,953.00
(5) Housing and Resettlement Fund	32,500,000.00	15,880,205.58	16,619,794.42
(6) Long Term Development Fund	219,116,714.00	48,954,159.26	170,162,554.74
T O T A L:	501,779,829.70	85,215,505.67	416,564,324.03

TS 48

SCHEDULE A

**SCHEDULE OF SPECIAL FUNDS APPEARING IN THE CONSOLIDATED
STATEMENT OF ASSETS AND LIABILITIES AS AT 2012 SEPTEMBER 30**

TITLE OF FUND	FUND BALANCE
	\$ ¢
Provident Fund	100.00
Provident Fund -Interest	0.00
Stock Transfer Stamp Duty Fund	3,961.48
Local Trustees of the Sinking Fund	4,812,915,313.39
Savings Bonds Reserve Fund	235,900.00
Seized Assets Fund-Ministry of National Security	39,225.00
National Disaster Relief Fund	3,657,835.56
Equipment Fund-Trinidad and Tobago Defence Force	1,427,266.71
Welfare Fund-Trinidad and Tobago Defence Force	3,894,457.27
Agriculture Disaster Relief Fund	320,132.04
Seized Assets Fund	683,968.15
TOTAL	4,823,178,159.60

TS 49

SCHEDULE B

**SCHEDULE OF TRUST FUNDS APPEARING IN THE CONSOLIDATED
STATEMENT OF ASSETS AND LIABILITIES AS AT 2012 SEPTEMBER 30**

TITLE OF FUND	FUND BALANCE	
	\$	¢
Land Assurance Fund		4,499,190.60
Official Receiver		158,543.95
Post Office Savings Bank		12,849,347.92
Public Trustee		5,066,190.96
Sugar Industry Labour Welfare Fund		43,450,147.01
Sugar Industry Price Stabilisation Fund		519,297.97
Sugar Industry Rehabilitation Fund		4,448,422.38
Suitors Fund and Money-Registrar and Marshall, P.O.S		1,084,487.72
Suitors Fund and Money-Sub-Registrar, San Fernando		1,103,980.58
Suitors Fund and Money-Sub-Registrar, Tobago		88,856.58
Trinidad Assurance Companies Ordinance		175,389.26
Cane Farmers' Cess		188.59
Cane Farmers Rehabilitation Board		94,299.60
Comptroller of Accounts-In Trust for B & C Deosaran		2,000.00
Petroleum Products Subsidy Fund		123,003,642.11
Mortgage re: Diawantee Nandoo		2,544.30
50MN 12 1/4 % Loan Stock Redeemed 2009 - Unclaimed Funds		313,875.06
Telecommunication Authority of Trinidad and Tobago.		55,000,000.00
TOTAL		251,860,404.59

THE UNEMPLOYMENT FUND

(Established under Section 14(2) of the Unemployment Levy Act, Chapter 75:03)

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30

160

TS 51

SCHEDULE C(ii)

THE UNEMPLOYMENT FUND

(Established under Section 14(2) of the Unemployment Levy Act, Chapter 75:03)

STATEMENT OF ASSETS AND LIABILITIES**AS AT 2012 SEPTEMBER 30**

Previous Year			
\$	¢	\$	¢
<u>ASSETS</u>			
	Cash		
6,167,440,928.36		7,003,009,373.39	
<u>6,167,440,928.36</u>		<u>7,003,009,373.39</u>	
<u>LIABILITIES</u>			
835,752,773.89	Excess of Receipts over Payments for the financial year 2012	835,568,445.03	
5,331,688,154.47	Add: Balance brought forward from 2011 September 30	6,167,440,928.36	
<u>6,167,440,928.36</u>		<u>7,003,009,373.39</u>	

SCHEDULE D (i)

INFRASTRUCTURE DEVELOPMENT FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No. 347 dated 1997 December 29

STATEMENT OF RECEIPTS AND PAYMENTS**FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30**

Previous \$	Year ¢		\$	¢
		<u>RECEIPTS</u>		
7,207,848.28		Interest received for the financial year 2012	8,490,756.28	
140.73		Add: Unspent Balances from Municipal Corporations for financial year 2011		0.00
0.00		Miscellaneous Receipts (previous years)	4,212,750.60	
0.00		Less: Difference with respect to Interest credited in 2011 now brought to account in 2012		(102.97)
3,300,000,000.00		Add: Amount transferred from the Consolidated Fund to the Infrastructure Development Fund in the financial year 2012	3,376,855,000.00	
<u>3,307,207,989.01</u>		TOTAL RECEIPTS	<u>3,389,558,403.91</u>	
		<u>PAYMENTS</u>		
3,552,235,203.24		See Appendix (1) An unauthorised payment by the Ministry of Energy & Energy Affairs in 2011 now brought to account in 2012	3,657,324,722.23 26,563,427.00	
<u>3,552,235,203.24</u>		TOTAL PAYMENTS	<u>3,683,888,149.23</u>	
(245,027,214.23)		Excess of Payments over Receipts for the financial year 2012	(294,329,745.32)	
1,105,435,071.76		Add: Balance brought forward from 2011 September 30	860,407,857.53	
<u>860,407,857.53</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>566,078,112.21</u>	

TS 53

SCHEDULE D(ii)

INFRASTRUCTURE DEVELOPMENT FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No. 347 dated 1997 December 29

STATEMENT OF ASSETS AND LIABILITIES**AS AT 2012 SEPTEMBER 30**

Previous \$	Year ¢		\$	¢
		<u>ASSETS</u>		
860,407,857.53		Cash	566,078,112.21	
<u>860,407,857.53</u>			<u>566,078,112.21</u>	
		<u>LIABILITIES</u>		
(245,027,214.23)		Excess of Payments over Receipts for the financial year 2012	(294,329,745.32)	
1,105,435,071.76		Add: Balance brought forward from 2011 September 30	860,407,857.53	
<u>860,407,857.53</u>			<u>566,078,112.21</u>	

SCHEDULE E(i)

NATIONAL UNION OF GOVERNMENT AND FEDERATED WORKERS TRAINING FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)

Legal Notice No. 280 dated 2004 September 27

STATEMENT OF RECEIPTS AND PAYMENTS**FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30**

Previous	Year		
\$	¢		\$ ¢
		<u>RECEIPTS</u>	
		Amount transferred from the Consolidated Fund to the National Union of Government and Federated Workers Training Fund in the Financial Year 2012	
1,000,000.00			1,000,000.00
		Add: Interest on Cash Balances:	
53,220.90		Interest received for the financial year 2012	63,927.70
<u>1,053,220.90</u>		TOTAL RECEIPTS	<u>1,063,927.70</u>
		<u>PAYMENTS</u>	
<u>0.00</u>		TOTAL PAYMENTS	<u>0.00</u>
1,053,220.90		Excess of Receipts over Payments for the financial year 2012	1,063,927.70
5,319,350.56		Add: Balance brought forward from 2011 September 30	6,372,571.46
<u>6,372,571.46</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>7,436,499.16</u>

TS 55

SCHEDULE E(ii)

NATIONAL UNION OF GOVERNMENT AND FEDERATED WORKERS
TRAINING FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
 Legal Notice No. 280 dated 2004 September 27

STATEMENT OF ASSETS AND LIABILITIES
AS AT 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
		<u>ASSETS</u>		
6,372,571.46		Cash	7,436,499.16	
<u>6,372,571.46</u>			<u>7,436,499.16</u>	
		<u>LIABILITIES</u>		
1,053,220.90		Excess of Receipts over Payments for the financial year 2012	1,063,927.70	
5,319,350.56		Add: Balance brought forward from 2011 September 30	6,372,571.46	
<u>6,372,571.46</u>			<u>7,436,499.16</u>	

SCHEDULE F(i)

GOVERNMENT ASSISTANCE FOR TUITION EXPENSES (GATE) FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)

Legal Notice No.329 dated 2004 December 09

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30

Previous	Year		
\$	¢		\$ ¢
		<u>RECEIPTS</u>	
625,000,000.00		Amount transferred from the Consolidated Fund to the Government Assistance for Tuition (GATE) Fund in the financial year 2012	650,000,000.00
22,415,919.22		Add: Miscellaneous Receipts	22,427,151.76
1,800,528.24		Add: Interest on Cash Balances: Interest received for the financial year 2012	1,449,644.29
0.00		Less: Difference with respect to Interest credited in 2011 now brought to account in 2012	(517.75)
<u>649,216,447.46</u>		TOTAL RECEIPTS	<u>673,876,278.30</u>
		<u>PAYMENTS</u>	
624,861,006.60		Ministry of Science, Technology and Tertiary Education	750,340,938.23
<u>624,861,006.60</u>		TOTAL PAYMENTS	<u>750,340,938.23</u>
24,355,440.86		Excess of Payments over Receipts for the financial year 2012	(76,464,659.93)
160,025,765.94		Add: Balance brought forward from 2011 September 30	184,381,206.80
<u>184,381,206.80</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>107,916,546.87</u>

TS 57

SCHEDULE F(ii)

GOVERNMENT ASSISTANCE FOR TUITION EXPENSES (GATE) FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No.329 dated 2004 December 09

STATEMENT OF ASSETS AND LIABILITIES
AS AT 2012 SEPTEMBER 30

Previous Year

\$ ¢

\$ ¢

ASSETS

184,381,206.80

Cash

107,916,546.87

184,381,206.80**107,916,546.87****LIABILITIES**

24,355,440.86

Excess of Payments over Receipts for the financial year 2012

(76,464,659.93)

160,025,765.94

Add: Balance brought forward from 2011 September 30

184,381,206.80

184,381,206.80**107,916,546.87**

TS 58

SCHEDULE G(i)

GREEN FUND

(Finance Act # 5 of 2004 dated 2004 January 30
Part VI Section 8(b))

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
		<u>RECEIPTS</u>		
345,849,992.04		Board of Inland Revenue Receipts	323,845,740.31	
100,918.37		Less: Dishonoured Cheques	302,039.48	
3,150,027.40		Less Adjustments	3,914,496.80	
<u>342,599,046.27</u>			<u>319,629,204.03</u>	
23,140,589.41		Add: Interest on Cash Balances: Interest received for the financial year 2012	26,872,429.68	
0.00		Add: Difference with respect to Interest Credited in 2011 now brought to account in 2012	2,784.89	
<u>365,739,635.68</u>		TOTAL RECEIPTS	<u>346,504,418.60</u>	
		<u>PAYMENTS</u>		
5,480,144.00		Ministry of Housing and the Environment	11,913,692.00	
<u>5,480,144.00</u>		TOTAL PAYMENTS	<u>11,913,692.00</u>	
360,259,491.68		Excess of Receipts over Payments for the financial year 2012	334,590,726.60	
2,221,298,122.26		Add: Balance brought forward from 2011 September 30	2,581,557,613.94	
<u>2,581,557,613.94</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>2,916,148,340.54</u>	

TS 59

SCHEDULE G(ii)

GREEN FUND

(Finance Act #5 of 2004 dated 2004 January 30
Part VI Section 8(b))

STATEMENT OF ASSETS AND LIABILITIES
AS AT 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
		<u>ASSETS</u>		
2,581,557,613.94		Cash	2,916,148,340.54	
<u>2,581,557,613.94</u>			<u>2,916,148,340.54</u>	
		<u>LIABILITIES</u>		
360,259,491.68		Excess of Receipts over Payments for the financial year 2012	334,590,726.60	
2,221,298,122.26		Add: Balance brought forward from 2011 September 30	2,581,557,613.94	
<u>2,581,557,613.94</u>			<u>2,916,148,340.54</u>	

TS 60

SCHEDULE H(i)

CARICOM TRADE SUPPORT FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No. 13 dated 2005 January 12

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
		<u>RECEIPTS</u>		
0.00		Amount transferred from the Consolidated Fund		0.00
387,160.57		Add: Interest on Cash Balances : Interest received for the financial year 2012		392,103.49
<u>387,160.57</u>		TOTAL RECEIPTS	<u>392,103.49</u>	
		<u>PAYMENTS</u>		
				0.00
<u>0.00</u>		TOTAL PAYMENTS	<u>0.00</u>	
387,160.57		Excess of Receipts over Payments for the financial year 2012		392,103.49
38,716,056.65		Add: Balance brought forward from 2011 September 30		39,103,217.22
<u>39,103,217.22</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>39,495,320.71</u>	

SCHEDULE H(ii)

CARICOM TRADE SUPPORT FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)

Legal Notice No. 13 dated 2005 January 12

STATEMENT OF ASSETS AND LIABILITIES**AS AT 2012 SEPTEMBER 30**

Previous Year

\$ ¢

\$ ¢

ASSETS

39,103,217.22

Cash

39,495,320.71

39,103,217.2239,495,320.71**LIABILITIES**

387,160.57

Excess of Receipts over Payments for the financial year 2012

392,103.49

38,716,056.65

Add: Balance brought forward from 2011 September 30

39,103,217.22

39,103,217.2239,495,320.71

SCHEDULE I(i)

CARICOM PETROLEUM FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No. 302 dated 2006 November 23

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE FINANCIAL YEAR ENDED 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
		<u>RECEIPTS</u>		
100,000,000.00		Amount transferred from the Consolidated Fund to the CARICOM Petroleum Fund in the financial year 2012	100,000,000.00	
664,897.91		Add: Interest on Cash Balances : Interest received for the financial year 2012	1,681,598.42	
<u>100,664,897.91</u>		TOTAL RECEIPTS	<u>101,681,598.42</u>	
		<u>PAYMENTS</u>		
0.00		Payments for the financial year 2012	0.00	
<u>0.00</u>		TOTAL PAYMENTS	<u>0.00</u>	
100,664,897.91		Excess of Receipts over Payments for the financial year 2012	101,681,598.42	
66,215,818.84		Add: Balance brought forward from 2011 September 30	166,880,716.75	
<u>166,880,716.75</u>		BALANCE AS AT 2012 SEPTEMBER 30	<u>268,562,315.17</u>	

TS 63

SCHEDULE I(ii)

CARICOM PETROLEUM FUND

(Established under Section 43(2) of the Exchequer and Audit Act, Chapter 69:01)
Legal Notice No. 302 dated 2006 November 23

STATEMENT OF ASSETS AND LIABILITIES
AS AT 2012 SEPTEMBER 30

Previous \$	Year ¢		\$	¢
<u>ASSETS</u>				
166,880,716.75		Cash	268,562,315.17	
<u>166,880,716.75</u>			<u>268,562,315.17</u>	
<u>LIABILITIES</u>				
100,664,897.91		Excess of Receipts over Payments for the financial year 2012	101,681,598.42	
66,215,818.84		Add: Balance brought forward from 2011 September 30	166,880,716.75	
<u>166,880,716.75</u>			<u>268,562,315.17</u>	