

OFFICE OF THE AUDITOR GENERAL
Commonwealth of The Bahamas



Revenue
Responsibility
Transparency
Fiscal
Outcomes
Digital Transformation
Compliance
Digital Transformation
Value Added Tax
Budget
Accountability
Responsibility
Tax
Administration
Transparency
Accountability
Digital Transformation
Audit
Financial Management Reform
Transparency
VAT
Commitment
Responsibility
Transparency
Accountability

2019

Report of the Auditor General
for the Year Ended June 30, 2019

Reference No. : **OAG/T.3/2019/052**



**OFFICE OF THE AUDITOR GENERAL
NASSAU, BAHAMAS
Phone Nos. 242-322-2521 / 323-8939 / 326-6015
Fax Number. 242-322-2521**

November 10, 2021

**The Honourable Speaker
Mrs. Patricia Deveaux
House of Assembly
Nassau, Bahamas**

Dear Madam:

In accordance with Article 136(4) of The Constitution of The Commonwealth of The Bahamas, I have the honour to submit my report on the audit of the accounts of The Government of the Commonwealth of the Bahamas for the year ended June 30, 2019.

Sincerely,

Terrance S. Bastian (Mr.)
Auditor General

TSB/bn

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LETTER OF TRANSMITTAL

MEMORANDUM**MINISTRY OF FINANCE**

**To: Auditor General
Office of the Auditor General
Nassau, Bahamas**

Your reference:

Our reference: FIN.1606.21

Date: 9th July, 2020

**RE: BAHAMAS GOVERNMENT'S FINANCIAL STATEMENTS
2018/2019**

In accordance with Section 28(1) of the Financial Administration and Audit Act, please find attached, the Financial Statements of the Government of the Commonwealth of The Bahamas for the year ended 30 June, 2019.



Marlon Johnson
Financial Secretary (Actg.)

MJ/mec

Att.

I am pleased to present my report on the audits carried out by the Office of the Auditor General (OAG) for the financial year 2018/2019.

The audits give assurance to the Government and the People of the Commonwealth of the Bahamas on the proper accounting, management and use of public resources. In the process, they help strengthen and foster good financial governance of the public service as well as enhance the accountability of public sector entities as custodians and stewards of public resources.

[Audit Authority](#)

The Auditor General's authority to audit and report is provided for in legislation, in accordance with Article 136(4) of The Constitution of The Commonwealth of The Bahamas. The key legislation that governs the Office of the Auditor General, the Financial Administration and Audit Act, 1973 (2010 Revised Edition) and the Financial Regulations, 1975.

The OAG audits the accounts of all Government Ministries and Departments. The OAG also audits public authorities and bodies administering public funds as prescribed by law, or upon request. In general, the OAG carries out the following types of audits:

- Revenue and Expenditure Audits
- Compliance Audits
- Financial Audits
- Performance Audits

[Audit Approach](#)

The OAG adopts a risk-based approach in determining the areas to be covered during the audit process. In selecting areas to be audited, one of the key factors the OAG takes into consideration is the materiality of transactions. Dollar value is an important consideration in determining materiality; but it is not the only consideration. The OAG also considers other factors such as reported irregularities and the potential impact in a particular ministry/department as well as citizens concerns.

In carrying out the audit, the OAG examines records, files, reports and other documents, conducts on-site visits and interviews with relevant officers. The OAG also considers internal controls that the audited entity have in place to safeguard public funds. The audit observations reported are based on the information and evidence gathered. It should be noted that audits are conducted on a sample basis, they do not reveal all weaknesses and irregularities. However, they should assist in uncovering some of the major malfeasance.

Reporting of Audit Observations

All audit observations and recommendations are conveyed to the Permanent Secretaries of the various Government ministries/departments, Heads and Chief Executives of the respective Agencies and Statutory Boards.

This report is submitted to the Speaker of the House of Assembly who shall, cause the report to be laid before the House of Assembly in accordance with Section 43 (1) of the Financial Administration and Audit Act.

The authority of which the Auditor General and his staff possess are defined in the Financial Administration and Audit Act 2010 and the Financial Regulations 1975. The Auditor General shall examine and inquire into and audit the accounts of all accounting officers and principal receivers of revenue and all persons entrusted with collection, receipt, custody or disposal of public moneys or public stores.

Like the Bahamas Constitution, the history of the Office of the Auditor General has roots of considerable antiquity. It was in May 1925 due to the increase in the extent and complexity of Government activity that Parliament legislate an Act to provide for the efficient examination and audit of the Public Accounts. Government accounting has been defined as the art of managing and accounting for the Revenue and Expenditure of a Public Authority. The Public Authority in this case is the Government of the Bahamas.

The number and dollar amounts of government programs are increasing substantially and is aimed at improving the quality of life for Bahamians. This increase has brought an increased demand for full accountability by those entrusted with the responsibility of administering the programs. Public officials, legislators, and private citizens want and need to know not only whether Government funds are handled properly and in compliance with laws and regulations but also whether Government Organizations are achieving the purposes for which programs were authorized and funded and are doing so economically and efficiently. The mechanism to ensure that monies allocated for these programs are spent for the purpose intended is called Auditing.

Auditing involves a system of financial control which works in conjunction with other controls defined in the Financial Administration and Audit Act 2010;(an Act to make provision for the administration, control and audit of public finances and it provided for other matters connected therewith or incidental thereto), and the Financial Regulations 1975.

Under the present Constitution (Bahamas Independence Order 1973) July 10th, 1973, the post and duties of the Auditor-General of the Commonwealth of The Bahamas are specifically defined in Section 136.

DUTIES OF THE AUDITOR GENERAL

The authority under which the Auditor General and his staff operate are defined in The Financial Administration and Audit Act 2010 and the Financial Regulations 1975 – Section 29: The Auditor General shall examine and inquire into and audit the accounts of all accounting officers and principal receivers of revenue and all persons entrusted with collection, receipt, custody or disposal of public moneys or public stores.

The Auditor General shall satisfy himself:

- That all reasonable precautions have been taken to safeguard the collection of public moneys, and that the laws, directions and instructions relating thereto have been duly observed.
- That all issues and payments are made in accordance with proper authority; that all payments are properly chargeable and are supported by sufficient vouchers or proof of payment.
- That all public money expended or charged to an appropriation account is applied to the purposes for which the grants made by the House of Assembly are intended to provide and that the expenditure conforms to the authority which governs it.

FUNCTIONS

The Auditor General's officers must make:

- An independent assessment of the efficiency and effectiveness of Government spending.
- An independent assessment of the fairness in the Administration of government finances.

Section 33

For the purpose of the examination of any account, the Auditor General or any person authorized by him shall be entitled at all reasonable times to have access to the following:

- | | |
|---|--|
|  All books and records |  Securities |
|  Documents |  Stamps |
|  Stores |  Cash |
|  Vouchers |  Returns |

The Auditor General can call upon an officer for any explanation and information he may require in order to enable him to discharge his duty.

He can also require any department concerned to furnish him from time to time or at regular periods with accounts of the transactions of such department up to such date as he may specify.

INTERNATIONAL MEMBERSHIP

The Office of the Auditor General is one of the founding members of the Caribbean Organization of Supreme Audit Institutions (CAROSAI).

CAROSAI is designed to promote understanding and co-operation among member institutions in the region through the exchange of audit ideas, experiences, methodologies and techniques and training in public sector auditing and accounting

SAI Bahamas is also a member of the International Organization of Supreme Audit Institution (INTOSAI). INTOSAI is an autonomous, independent, professional and nonpolitical organization established as a permanent institution. Its purpose is to:

- Provide mutual support to SAIs;
- Foster the exchange of ideas, knowledge, and experiences;
- Act as a recognized global public voice of SAIs within the international community;
- Set standards for public sector auditing;
- Promote good national governance; and
- Support SAI capacity development, cooperation and continuous performance improvement.

GOVERNING LEGISLATION

-  **Financial Regulations 1975**
-  **Financial Administration and Audit Act 1975**
-  **Financial Administration and Audit Act Amendment 1990**
-  **Financial Administration and Audit Act 2010**
-  **Financial Administration and Audit Act 2013**

AUDITOR GENERAL'S PERSPECTIVE

1. The following issues inclusive of staffing and access to audit information remain a concern to the Office of the Auditor General.

Staffing

2. The Office of the Auditor General continues to operate with minimal staff. However, the Government of The Bahamas with the assistance of Ministry of Finance has allowed the OAG to hire staff on contract and to outsource to private accounting firms.
3. We are expecting to continue the process of hiring by way of contracts in order to increase numbers and up-grade the quality of staff.

Access to Audit Information

4. A matter of concern exists in regards to obtaining access to audit information/documentations within some government departments/ministries. Some Public Officials still appear to be unaware of the provision of Section 41(1)(a) of the Financial Administration and Audit Act 2010, which entitles the Office of the Auditor General (OAG) to have access to all books, records, returns and reports related to Government accounts. As a result, the work of the OAG continues to be impeded in some cases due to the lack of co-operation by Officials of various Ministries and Departments.

Public Accountability

5. Some public officers are not being held accountable for their actions, which results in loss or wastage of government funds.
6. The belief of public accountability is generally construed as the obligation to answer for the discharge of responsibilities entrusted to government officials/workers. When accountability is present, an organization operates more efficiently, effectively and economically. In addition, the environment is more conducive to positive growth.

Implementing an Integrated Financial Management Information System (IFMIS)

7. A fully functioning Integrated Financial Management Information System (IFMIS) can improve governance by providing real-time financial information that financial and other managers can use to administer programs effectively, formulate budgets, and manage resources. A sound IFMIS can help the government gain effective control over its finances and also enhance transparency and accountability, reducing political discretion and acting as a deterrent to corruption and fraud.
8. Implementing a successful IFMIS is paved with difficulties, such as resistance from the bureaucracies involved; and lack of decision-making from the top level civil servants.

Understanding IFMIS

9. A financial management information system, or integrated financial management information system (IFMIS), is an information system that tracks financial events and summarizes financial information. In its basic form, an IFMIS is little more than an accounting system configured to operate according to the needs and specifications of the environment in which it is installed.
10. Generally, the term “IFMIS” refers to the use of information and communications technology in financial operations to support management and budget decisions, fiduciary responsibilities, and the preparation of financial reports and statements. In the government realm, IFMIS refers more specifically to the computerization of public financial management (PFM) processes, from budget preparation and execution to accounting and reporting, with the help of an integrated system for financial management of line ministries, spending agencies and other public sector operations.
11. An IFMIS stores, organizes and makes access to financial information easy. It not only stores all the financial information relating to current and past years’ spending, but also stores the approved budgets for these years, details on inflows and outflows of funds, as well as complete inventories of financial asset (e.g., equipment, land and buildings) and liabilities (debt).

12. A more comprehensive, well integrated system will:
- Provide timely, accurate, and consistent data for management and budget decision-making;
 - Support government-wide as well as agency-level policy decisions;
 - Integrate budget and budget execution data, allowing greater financial control and reducing opportunities for discretion in the use of public funds;
 - Provide information for budget planning, analysis and government-wide reporting;
 - Facilitate financial statement preparation; and
 - Provide a complete audit trail to facilitate audits.
13. By recording information into an integrated system that uses common values, IFMIS users can access the system and extract the specific information they require to carry out different functions and tasks. All manner of reports can be generated; balance sheets, sources and uses of funds, cost reports, returns on investment, aging of receivables and payables, cash flow projections, budget variances, and performance reports of all types. Some systems have libraries consisting of hundreds of standard reports. Managers can use this information for a variety of purposes: to plan and formulate budgets; examine results against budgets and plans; manage cash balances; track the status of debts and receivable; monitor the use of fixed assets; monitor the performance of specific departments or units; and make revisions and adjustments as necessary. The implementation of IFMIS is underway and hopefully can be completed in a timely manner.

Independence

14. The Office of the Auditor General continues to work towards fulfilling the mandate on independence as set out by the UN General Assembly on 22nd December, 2011. The 66th United Nations General Assembly adopted the [Resolution A/66/209](#) "Promoting the efficiency, accountability, effectiveness and transparency of public administration by strengthening supreme audit institutions".
16. The UN General Assembly Resolution is the crowning conclusion of the common efforts of all SAIs (Supreme Audit Institutions) to strengthen their independence and for recognition of the Lima and Mexico Declarations. This success was only possible, because all members of the **INTOSAI** (International Organization of Supreme Audit Institutions) community established the necessary conditions in their fields of

competence and have thereby given content and credibility to the INTOSAI motto “Experientia Mutua Omnibus Prodest” (Mutual experience benefits all).

17. The UN General Assembly represents a milestone in the nearly 60-year history of INTOSAI. Therein, the General Assembly for the first time expressly recognizes the following:

- SAs can accomplish their tasks objectively and effectively only if they are independent of the audited entity and are protected against outside influence; and
- The important role of SAs in promoting the efficiency, accountability, effectiveness and transparency of public administration, which is conducive to the achievement of national development objectives and priorities as well as the internationally agreed development goals, including the Millennium Development Goals.

18. The UN Member States also take note with appreciation of the following:

- The work of INTOSAI in promoting greater efficiency, accountability, effectiveness, transparency and efficient and effective receipt and use of public resources for the benefit of citizens; and
- The Mexico and Lima Declarations.

19. The UN General Assembly encourages Member States to:

- Apply, consistent with their national institutional structures, the principles set out in those Declarations;

And also encourages:

- Member States and relevant United Nations institutions to continue and to intensify their cooperation with INTOSAI, including in capacity-building, in order to promote good governance by ensuring efficiency, accountability, effectiveness and transparency through strengthened supreme audit institutions.

20. The United Nations (UN) in its latest resolution (No. 69 of 2014) called the member states to strengthen the Supreme Audit Institutions and maintain their complete independence. In that way the UN aims to promote efficiency, accountability, effectiveness and transparency in the public administration.
21. The UN emphasized that actions taken by the Supreme Audit Institutions may be objective and bring effects only when they are independent of audited entities and when they are free from external influences. The SAls independence is one of fundamental principles underpinning democracies. Any action against that principle destabilizes the democratic system where public authorities should be subject to independent audit.

Establishment of Office:

- 1.01 Article 136(1) of The Constitution states:
“There shall be an Auditor General whose office shall be a public office.”

Mandate:

- 1.02 Article 136(3) of The Constitution provides:
“The accounts of the Supreme Court, the Senate, the House of Assembly, all departments and offices of the Government (but excluding the Department of the Auditor General), the Public Service Commission, the Judicial and Legal Service Commission, the Police Service Commission and all Magistrates’ courts shall, at least once in every year, be audited and reported on by the Auditor General who, with his subordinate staff, shall at all times be entitled to have access to all books, records, returns and reports relating to such accounts.”

Reporting:

- 1.03 Article 136(4) of The Constitution states:
“The Auditor General shall submit his reports under paragraph (3) of this Article without undue delay to the Speaker (or, if the office of Speaker is vacant or the Speaker is for any reason unable to perform the functions of his office, to the Deputy Speaker) who shall cause them to be laid before the House of Assembly without undue delay.”

Independence:

- 1.04 Article 136(5) of The Constitution provides:
“In the exercise of his functions under the provisions of paragraphs (3) and (4) of this Article, the Auditor General shall not be subject to the direction or control of any other person or authority.”

AUDIT APPROACH AND ACCOUNTING POLICY

Audit Approach

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

Summary of Significant Accounting Policies

- 2.03 Financial statements are prepared on the modified cash basis of accounting.
- 2.04 The modified cash basis of accounting combines elements of the two major accounting methods, the cash method and the accrual method. The cash method recognizes income when it is received and expenses when they are paid for, whereas the accrual method recognizes income when it is earned and expenses when they are incurred.
- 2.05 The recording of government transactions fall into three main categories – Recurrent Revenue, Recurrent Expenditure and Capital Expenditure.
- 2.06 Liabilities are recognized in the form of Advances, Treasury Bills and proceeds from Loans and are recorded at the face value of the debt instrument issued. Discounts, commission and other related expenses are treated as period costs. The general resources of the Consolidated Fund are used for the retirement of debt with only two Sinking Funds (Harcourt Malcolm Loan and the \$50m Stock Issue 1997 – 2005) being maintained.

2.07 A non-contributory pension plan covering all public officers is provided by the Government in accordance with the Pension Act and its amendments.

ADMINISTRATION AND PERSONNEL

3.01 The fiscal year July 1, 2018 to June 30, 2019 completed the ninety fourth (94th) year of the existence and operation of the Office of the Auditor General in executing its mandate as stipulated in Article 136 of the Constitution of The Commonwealth of The Bahamas.

The staff compliment consists of permanent and pensionable and contractual staff whose principal duties are to offer services to the Auditor General in executing this mandate.

The information following relays all information as it relates to staff during the 2018/2019 fiscal year.

Contractual Appointment

3.02	Miss. Deontre McPhee Assistant Auditor Nassau	Hired on contract with effect from 16 October, 2018
	Mrs. Portia Barnett Deputy Auditor General Nassau	Hired on contract with effect from 14 November, 2018
	Miss. Christina Rolle Custodial Worker Nassau	Hired on contract with effect from 1 February, 2019
	Mrs. Theola Edgecombe Auditor Nassau	Hired on contract with effect from 4 February, 2019
	Miss. Keva Glass Clerk Exuma	Hired on contract with effect from 4 March, 2019

Miss. Phyllis Rolle
Senior Auditor
Nassau

Hired on contract with effect from
4 March, 2019

Mr. D'Von Ferguson
Auditor IV
Exuma

Hired on contract with effect from
1 April, 2019

Acting Appointment

- | | | | |
|------|--|---|---|
| 3.03 | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 12 – 20 October, 2018 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 29 October – 3 November,
2018 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | | Acted as Auditor General for the
period 12 – 17 November, 2018 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 27 – 28 December, 2018 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 5 – 9 April, 2019 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 9 – 13 May, 2019 |
| | Ms. Carolyn Patton
Sr. Deputy Auditor General | - | Acted as Auditor General for the
period 21 – 28 June, 2019 |

Retired

- | | | | |
|------|--|--|---|
| 3.06 | Mrs. Verna Lewis
Accounting & Audit Officer IV | | Retired from the Public Service with
effect from 2 nd January, 2019 |
| | Mrs. Sandra Bethel
Office Manager III | | Retired from the Public Service with
effect from 14 th March, 2019 |
| | Mrs. Eulamae Morley
Accounting & Audit Officer IV | | Retired from the Public Service with
effect from 31 st March, 2019 |

3.07 **Local Training Administered To Staff During the Year**

Training Body/Trainer

BICA Seminar
Accountants Week

Bahamas Institute of Chartered
Accountants

Governance, Culture, Fraud &
Ethics Workshop

Institute of Internal Auditors

8th Annual Fraud Ethics and
Compliance Seminar

Bahamas Institute of Chartered
Accountants

3.08 **International Meetings**

Training Body/Trainer

30th Anniversary of CAROSAI

Caribbean Organization of Supreme
Audit Institutions (CAROSAI)
Kingston, Jamaica

71st Meeting of INTOSAI Governing
Board

International Organization of
Supreme Audit Institutions (INTOSAI)
Moscow, Russia

SHRM Annual Conference and
Exposition

Society for Human Resource
Management
Chicago, Illinois

XI Congress of CAROSAI

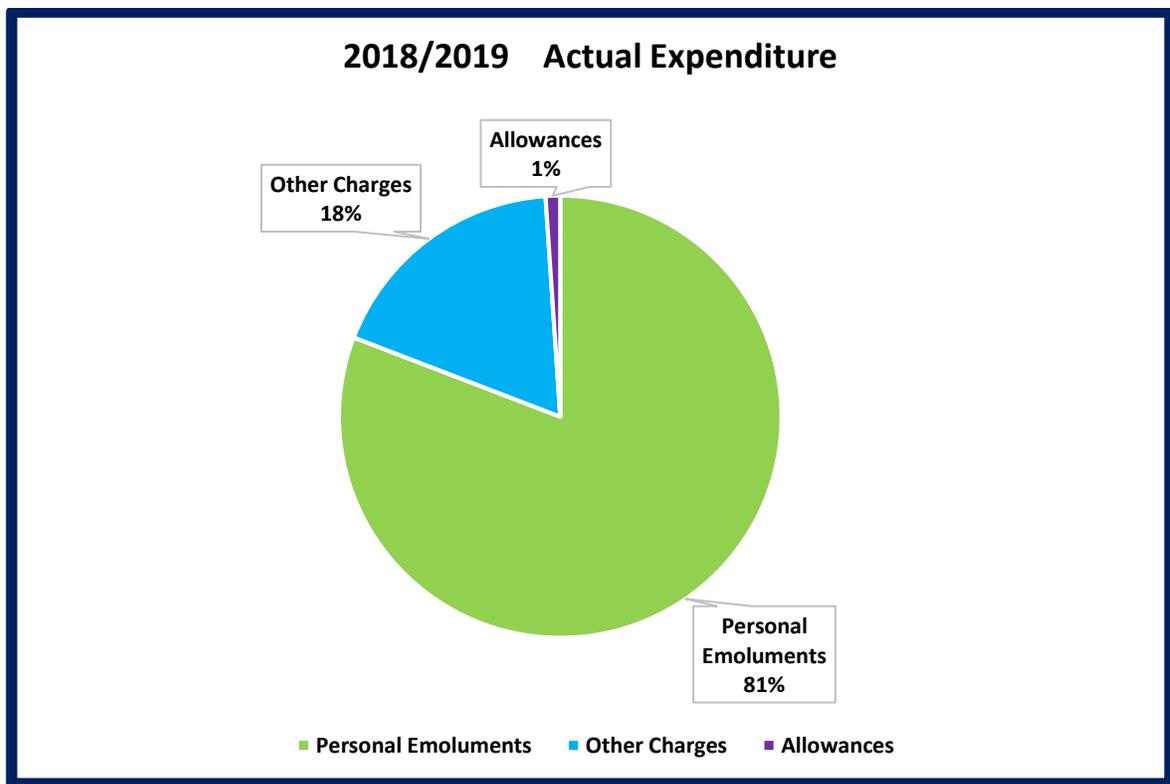
Caribbean Organization of Supreme
Audit Institution (CAROSAI)
Georgetown, Guyana

3.09 The Office of the Auditor General's staff composition as at June 30, 2019 is as follows:

Post	Number of Staff	Authorized	Vacancy
Administration			
Auditor General	1	1	0
Sr. Deputy Auditor General	1	2	1
Deputy Auditor General	1	3	2
Assistant Auditor General	2	3	1
Audit			
Accounting & Audit Officer I	1	1	0
Accounting & Audit Officer II	2	3	1
Accounting & Audit Officer III	7	12	5
Accounting & Audit Officer IV	1	9	8
Assistant Accounting & Audit Officer	4	9	5
Trainee Accounting & Audit Officer	2	6	4
Support Staff			
Executive Officer	1	0	-1
Office Manager I	0	1	1
Chief Clerk	1	1	0
Janitress	0	1	1
Contract Workers			
Senior Auditor	5	5	0
Auditor	3	3	0
Assistant Auditor	16	16	0
Receptionist / Clerk	2	2	0
Administrative Assistant	1	1	0
Messenger / Janitress	1	1	0
Total	52	80	28

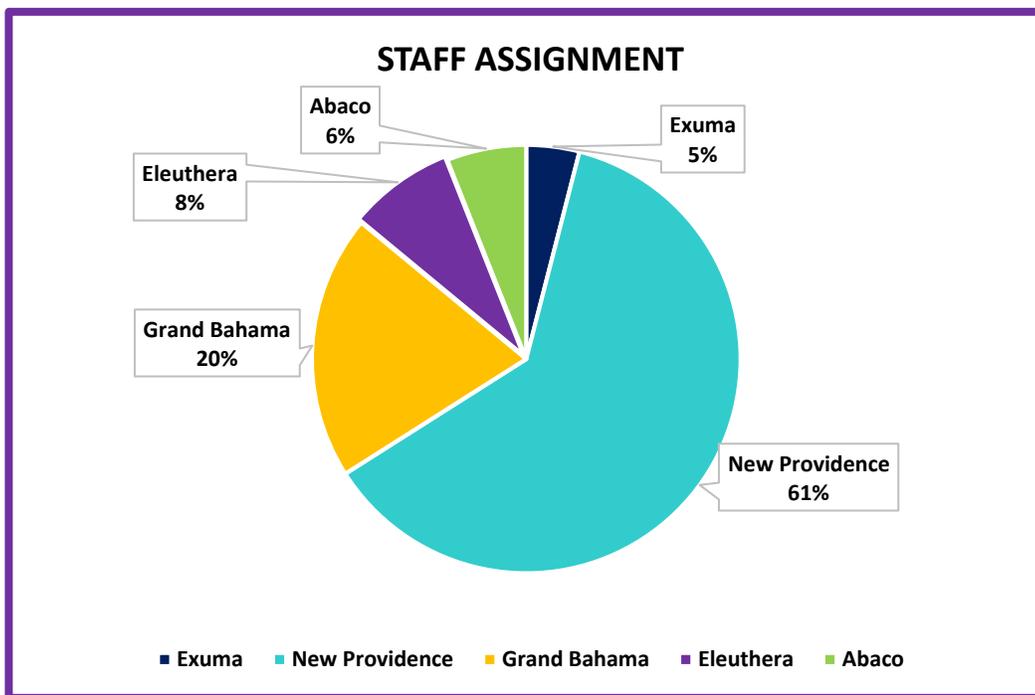
3.10 Total expenditure for the fiscal year ended June 30, 2019 compared with expenditure for 2017/2018 are as follows:

	2018/2019 Estimated Expenditure	2018/2019 Actual Expenditure	2017/2018 Actual Expenditure
Personal Emoluments	2,241,398.00	1,742,269.00	1,757,819.00
Other Charges	478,360.00	390,173.00	271,586.00
Allowances	41,600.00	22,939.00	26,849.00
Total	\$ 2,547,740.00	\$ 2,155,381.00	\$ 2,096,888.00



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

Districts	Nos.	%
Exuma	3	5
New Providence	32	61
Grand Bahama	10	20
Eleuthera	4	8
Abaco	3	6
Total	52	100



3.12 Acquiring trained and qualified staff is critical for the efficient and effective audits within our agency.

We continue to recruit qualified staff in an effort to fulfill our mandate in auditing each government ministry and department on a timely basis.

SUMMARY OF EXECUTED BUDGETARY PERFORMANCE

OVERVIEW OF THE BUDGET COMMUNICATION 2018/2019

In accordance with Article 29 of the Constitution, the 2018/2019 Budget Communication was laid before the House of Assembly on Wednesday, 30th May 2018 (the last Wednesday of May).

The communication covered implementing the Government's policy agenda and securing core fiscal objectives which comprised of:

- **PROMOTING FISCAL RESPONSIBILITY**

Provisions of proposed law Fiscal Responsibility Bill structured for:

- Fiscal Management
- Accountability
- Responsibility
- Stability
- Transparency
- Inter-generational Fairness and Inclusive Growth
- Establishing Independent Fiscal Responsibility Council

- **MEASURES TO REDRESS THE PUBLIC FINANCES**

- Expenditure Restraint - pursuing an in-depth and extensive review of all Government programmes and services.
- Government Digital Transformation to Strengthen Competitiveness - IDB Project – “Digital Bahamas Initiative”
- Transformation of the State Owned Enterprises - the government is striving to transform its State Owned Enterprises or SOE's into self-sufficient entities.
- Enhanced Accountability and Transparency at the Ministry of Finance - pursuing measures to strengthen the accountability and transparency of Ministry of Finance.
- Revenue Enhancement - reorganization of the Revenue Enhancement Unit to ensure that revenue is collected across the major tax segments.
- Structural Reform of the Tax System - modernization of taxation to ease compliance burden and generate revenue inclusive of alternative forms of Business tax.

- Debt Management legislation - Central Bank engagement with the Commonwealth Secretariat to provide technical assistance in drafting appropriate legislation with respect to debt management legislation. Other Debt Management initiatives:
 - Establishment of a Debt Management Unit.
 - Establishment of a Public Debt Management Advisory Committee.
 - A Public Debt Management Strategy in line with the Government's fiscal policy and Budget framework.
 - Mandatory requirements for reporting to Parliament by the Minister of Finance.
 - External Audit requirements of all debt management activities.

- **BOLSTERING GROWTH AND JOB CREATION**
 - Improving the Ease of Doing Business – greater use of digital platforms that will support integration of systems between agencies for complete online service.
 - Commercial Enterprises Act – to promote the establishment of new business undertakings or services, with an investment of at least \$250,000, in a number of specified areas of activity, including leading edge sectors such as nanotechnology and bioinformatics and analytics.
 - Promoting the Development of MSMEs – the growth and expansion of Micro and Small and Medium Sized Enterprises (or MSMES) in The Bahamas.
 - Economic Diversification through the Digital and Blue Economies – pursuing the further diversification of our economy as a means of supporting more buoyant and resilient economic growth.

- **REVENUE MEASURES IN THE BUDGET**
 - Commitments to Bahamians and Tax Relief Measure – provide tax relief for Bahamians, individuals and businesses.
 - VAT elimination on breadbasket items, medicines, residential property insurance, residential electricity bills at or under \$100 and water bills at or under \$50.
 - Increasing Customs exemption from \$300 to \$500 per person and other exemptions, waivers and concessions.
 - Environmental Protection and Advancement – embrace technologies that reduce the national need for the import and use of fossil fuels and those which maximize renewable energies.

- Enhancing Tax Compliance and Administration – clarifying certain key elements within our tax laws that have been the subject of contention between businesses and tax agencies.
- Enhancing the Ease of Doing Business.
- **Fiscal Prospects for 2018/2019 and Beyond**
 - Fiscal Pressures
 - Three-Year Fiscal Strategy
 - New Revenue Measures
 - Value Added Tax
 - Expenditure Measures

Appropriations Bills, Laws and Subsidiary Legislation 2018/2019

The budget appropriations bills, laws and subsidiary legislation framework, for budgetary compliance with legal and administrative requirements, with respect to the budget execution process are listed in the schedule as follows:-

SUMMARY OF LEGISLATIVE AGENDA WITH RESPECT TO FISCAL POLICY AGENDA 2018/2019		
No.	BILLS	SUBSIDIARY LEGISLATIONS
1	*Appropriation (Capital Development) (2018/2019) Bill, 2018	*Business Licence (Amendment) Regulations, 2018
2	*Appropriation (Revenue Account Expenses) (2018/2019) Bill, 2018	City of Nassau Revitalization (Extension of Time) Order, 2018
3	*Business Licence (Amendment) Bill, 2018	*Customs Management (Amendment) Regulations, 2018
4	*Customs Management (Amendment) Bill, 2018	*Family Islands Development Encouragement (Extension of Time) Order, 2018
5	*Excise Bill, 2018	*Gaming House Operator (Amendment) Regulations, 2018
6	*Financial Administration and Audit (Amendment) Bill, 2018	Grand Bahamas (Port Area) Investment Incentives (Extension of Time for Applications (No.2) Order, 2018
7	*Harbour Dues (Amendment) Bill, 2018	Police Force (Fees for Services) (Amendment) Regulations, 2018
8	Industrial Relations (Amendment) Bill 2018	Price Control (General) (Amendment) (NO.2) Regulations, 2018
9	Police Force (Amendment) Bill 2018	Ship and Port Facility (Security) (Amendment) Regulations, 2018
10	Port Authorities (Amendment) Bill, 2018	The Bahamas Nationality (Amendment) Regulations, 2018
11	Road Traffic (Amendment) Bill 2018	*Tugs and Tenders (Fees) (Amendment) Order 2018
12	*Stamp (Amendment) Bill, 2018	*Value Added Tax (Amendment) Regulations, 2018
13	*Tariff Bill, 2018	-
14	*Value Added Tax (Amendment) Bill, 2018	

SUMMARY OF THE EXECUTION OF THE BUDGET

The actual results of the executed budget, the Statements of Account, and the Audit Examination of the Statements of Account processes flowed as follows:

- The Treasurer transmitting to the Financial Secretary the Statements of Account;
- The Financial Secretary transmitting the Statements of Account together with the required report thereon, to the Auditor-General; and
- The Examination of the Statements of Account and certified by the Auditor-General for tabling in the House of Assembly.

Summary results of the execution of the budget are outlined as follows:

Revenue

The Government for 2018/2019 generated \$2.42 billion in revenue. The breakdown is as follows:

- **Tax Revenue** - \$2.19 billion (\$23.52 million under the budgeted \$ 2.43 billion);
- **Non Tax Revenue** - \$223.63 million (\$7.76 million over the budgeted \$215.87 million);
- **Capital Revenue** - \$1.09 billion (\$340.26 million over the budgeted \$756.58 million);
- **Total Revenue** - \$3.52 billion (\$116.50 million over the budgeted \$3.40 billion).

The schedule below further depicts the summary of the budget execution.

SUMMARY OF FINAL APPROVED BUDGET AND ACTUAL PERFORMANCE 2018/2019				
DESCRIPTION	ORIGINAL BUDGET	FINAL APPROVED BUDGET	ACTUALS	VARIANCE
REVENUE				
Recurrent Revenue				
Tax Revenue	2,431,494,953	2,431,494,953	2,199,970,929	231,524,024
Non Tax Revenue	215,872,962	215,872,962	223,635,745	(7,762,783)
Sub-Total	2,647,367,915	2,647,367,915	2,423,606,674	223,761,241
*Capital Revenue	950,556,793	756,583,931	1,096,849,617	(340,265,686)
Total Revenue	3,597,924,708	3,403,951,846	3,520,456,291	(116,504,445)
EXPENDITURE				
Recurrent Expenditure (Agencies')				
Public Debt Servicing - Redemption	2,635,683,569	2,733,034,723	2,468,718,630	264,316,093
Capital Expenditure	709,413,226	718,718,782	591,717,601	127,001,181
Total Expenditure	3,644,415,803	3,825,193,757	3,283,800,877	541,392,880
Surplus/Deficit	(46,491,095)	(421,241,911)	236,655,414	(657,897,325)
<i>*Sources of funds from borrowings and other income</i>				

Expenditure

The Government expenditure for 2018/2019 totaled \$3.28 billion (\$541.39 million under the final approved \$3.82 billion budget). The breakdown of the expenditure is as follows:

- **Recurrent Expenditure** - \$2.46 billion (\$264.31 million under the final approved \$2.73 billion budget);
- **Public Debt Servicing Redemption** - \$ 591.71 million (\$127 million under the final approved \$718.71 million budget);
- **Capital Expenditure** - \$ 223.36 million (\$150.09 million under the \$373.44 million final approved budget);

Summary of Overall Budgetary Performance

Overall, the \$2.46 billion recurrent expenditure exceeded the \$2.42 billion recurrent revenue by \$45.11 million. It is important to note that with respect to the deficit; the following transactions for uniformity with the Government Finance Statistics (GFS), methodology are followed:

- Adjustment to recurrent expenditure to exclude Sinking Fund Balances \$46.69 million, as these represents investment in future financial assets, and therefore do not impact the overall deficit position.
- Public Debt Servicing Redemption, the \$591.71 million, is treated as a financing transaction and, therefore, has no impact on the deficit.

Thus, \$219.27 million GFS deficit for 2018/2019 fiscal period excludes the outflow of resources for the Sinking Fund Balances \$46.69 million and the \$591.71 million Public Debt Servicing Redemption.

The \$223.36 million Capital Expenditure was facilitated mainly through receipts from financing, that is, borrowings activities. The Capital Revenue of \$2.66 million from the sale of land and \$45,200 in grants contributed in part.

Budgetary Agenda for Revenue Enhancement

Notable tax revenue initiative, with respect to generating additional revenue, was the 2018 amendment to the Value Added Tax Act 2015; that increased the standard tax rate from 7.5% to 12%. The analysis of the rate increase on revenue collection is detailed in the Recurrent Revenue Performance Section of the report.

Other revenue generating measures included in the Budget Communication were:

Increasing taxation of gaming house activities;

- ✓ Taxation of gaming patrons through a 5 per cent stamp tax to be levied on deposits and any on-line games/digital sales;

- ✓ Increase in various Immigration fees;
- ✓ Introduction of new Port fees,
- ✓ Real Property Tax on foreign-owned vacant land to increase of 2 per- cent of value, up from 1.5 percent;
- ✓ Institutionalizing the Revenue Enhancement Unit to improve on uncollected and under-collected taxes; to increase tax revenue collection.

In addition, the following performance analyses are outlined:

- ✓ Capital Revenue Budgetary Performance
- ✓ Recurrent Expenditure Budgetary Performance
- ✓ Recurrent Subventions –State Owned Enterprises Analysis
- ✓ Capital Expenditure Budgetary Performance
- ✓ Public Debt Redemption Servicing
- ✓ Overall Budgetary Performance

Highlighted as well are:

- ✓ The Public Debt Composition
- ✓ Contingent Liabilities

RECURRENT REVENUE BUDGETARY PERFORMANCE

\$2.79 Billion Recurrent Revenue Budget Performance

The \$2.79 billion recurrent revenue budget was formulated to raise funds from:

Tax Revenue - \$2.43 billion (87 percent of the recurrent revenue budget); and

Non-Tax Revenue - \$361.52 million (13 percent of the recurrent revenue budget) as shown in the table below.

RECURRENT REVENUE COMPARATIVE BUDGETARY PERFORMANCE 2017/2018 Vs 2018/2019					
REVENUE COMPONENTS	ACTUAL REVENUE 2017/2018 (\$)	ACTUAL REVENUE 2018/2019 (\$)	FINAL APPROVED BUDGET 2018/2019 (\$)	ACTUAL VS BUDGET VARIANCE	REVENUE TAX TYPE %
TAX REVENUE					
IMPORT AND EXPORT DUTIES	287,264,944	296,978,201	348,693,006	(51,714,805)	13%
EXCISE TAX	256,772,533	241,905,612	296,786,433	(54,880,821)	11%
PROPERTY TAX	123,516,235	247,619,225	169,296,185	78,323,040	11%
MOTOR VEHICLE	50,109,617	35,379,812	36,225,683	(845,871)	2%
GAMING TAX	37,152,434	39,773,080	70,039,145	(30,266,065)	2%
TOURISM TAX	143,329,100	147,397,229	147,282,590	114,639	7%
STAMP TAX	113,872,679	97,709,475	135,586,262	(37,876,787)	4%
COMPANY FEES	21,041,964	20,295,054	20,749,284	(454,230)	1%
BANK & TRUST COMPANY FEES	18,148,750	27,634,880	26,000,000	1,634,880	1%
VAT & OTHER TAXES	681,377,251	1,045,278,361	1,180,836,365	(135,558,004)	48%
SUB-TOTAL	1,732,585,507	2,199,970,929	2,431,494,953	(231,524,024)	100%
NON-TAX REVENUE					
FEES AND SERVICE CHARGES	276,618,037	174,536,117	306,864,475	(132,328,358)	78%
REVENUE FROM GOVERNMENT PROPERTY	19,872,687	14,210,303	20,510,353	(6,300,050)	6%
INTEREST AND DIVIDENDS	6,619,949	5,380,000	28,939,000	(23,559,000)	2%
LOAN REPAYMENT	176,382	189,726	2,395,900	(2,206,174)	0.08%
SERVICES OF COMMERCIAL NATURE	3,761,123	29,319,599	2,817,000	26,502,599	13%
SUB-TOTAL	307,048,178	223,635,745	361,526,728	(137,890,983)	100%
TOTAL TAX AND NON TAX RECURRENT REVENUE	2,039,633,685	2,423,606,674	2,793,021,681	(369,415,007)	

Recurrent Revenue Shortfall - \$369.41 million (13 percent of the \$2.79 billion final approved budget).

Tax revenue increased \$467.38 million (27 percent more than the \$1.73 billion in FY 2017/2018).

Non tax revenue decreased \$83.41 million (27 percent less than the \$307.04 million in FY 2017/2018).

Highest Revenue Generating Centers

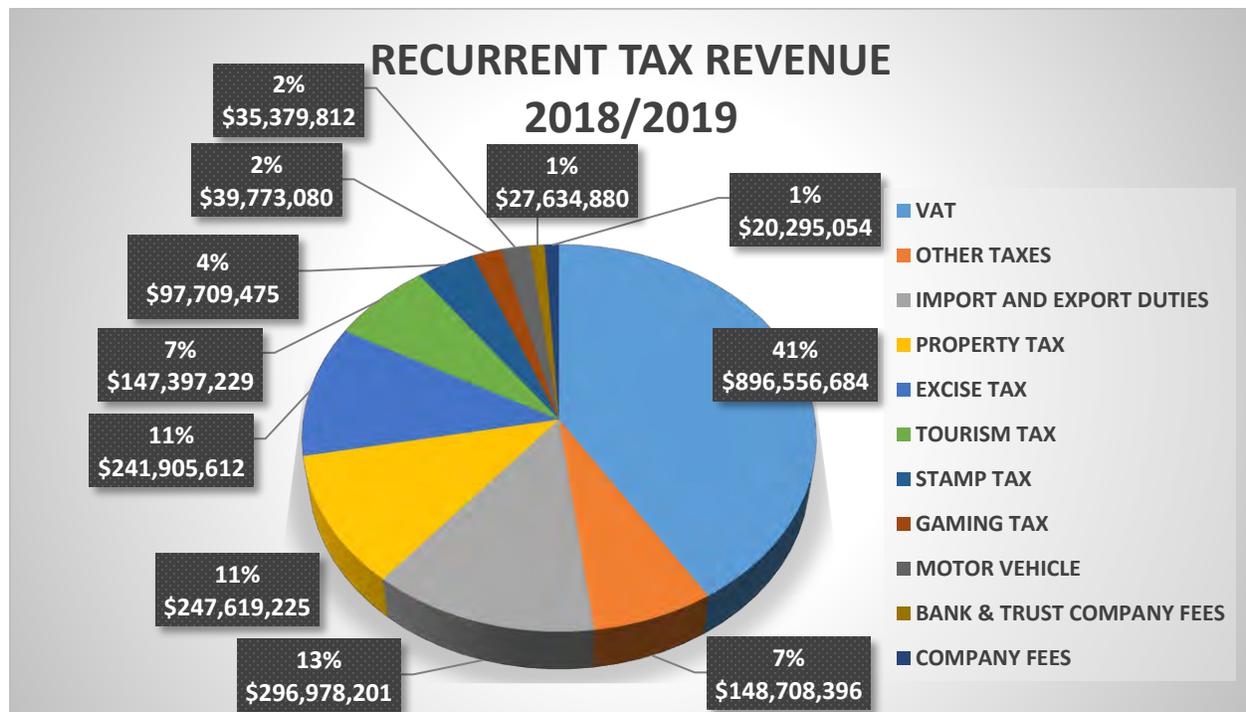
The following are the highest revenue generating departments (centers) that contributed to the \$2.42 billion:

- Bahamas Customs Department \$1.17 billion (48 percent)
- Department of Inland Revenue \$718.14 million (30 percent)
- Treasury Department \$318.96 million (13 percent)
- Department of Immigration \$ 89.85 million (4 percent)
- Department of Road Traffic \$ 47.99 million (2 percent)
- Registrar General’s Department \$ 22.79 million (1 percent)

Notably VAT Standard Rate 4.5 points increase, from 7.5% to 12% on consumption of goods and services contributed to the overall revenue increase.

Value Added Tax Highest Revenue Source

Value Added Tax (VAT), the highest source of government revenue, generated \$896.56 million (41 percent of the \$2.42 billion recurrent revenue) as shown in the chart below.



VAT revenue increased by \$215.98 million (32 percent over \$680.58 million FY 2017/2018). The breakdown of the increase is shown in the table below.

VAT REVENUE PERFORMANCE COMPARATIVE ANALYSIS 2017/2018 VS 2018/2019				
Ministries/Departments	Actual Revenue 2017/2018 (\$)	Actual Revenue 2018/2019 (\$)	Increase (Decrease) Over Prior Year (\$)	VAT Revenue Performance Percentage
Customs Department	233,812,995	422,587,412	188,774,417	81%
Department of Inland Revenue	445,862,042	473,154,553	27,292,511	6%
Other Ministries/Departments	909,356	828,001	(81,355)	-9%
Total VAT Revenue	680,584,393	896,569,966	215,985,573	32%

It is important to note that, the \$422.58 million VAT collected by the Customs Department accounted for 47 percent of the \$896.56 million. The Importation VAT with the 12% standard rate accounted for 81 percent increase over \$233.81 million in FY 2017/2018.

The Impact of VAT Increase from 7.5% to 12% on Consumption Value

The impact of the increase in the 12% "VAT Standard Rate" on the consumption value of goods and services in comparison to 7.5%; that is, the amount of money injected in the economy is shown in the analysis schedule below.

VAT CONSUMPTION OF GOODS AND SERVICES COMPARATIVE VALUATION ANALYSIS 2018 Vs 2019				
Ministries/Departments	VAT RATE 7.5% 2017/2018 (Value in Dollars)	VAT RATE 12% 2018/2019 (Value in Dollars)	Consumption Valuation Increase (Decrease)	Consumption Valuation % Increase (Decrease)
Customs Department VAT Revenue	233,812,995	422,587,412	N/A	N/A
Valuation of Imported Goods	3,117,506,600	3,521,561,766	404,055,166	13%
Department of Inland Revenue VAT Revenue	445,862,042	473,154,553	N/A	N/A
Valuation of Goods & Services Tax Filing Returns	5,944,827,227	3,942,954,608	(2,001,872,619)	-34%
Other Ministries/Departments VAT Revenue	909,356	828,001	N/A	N/A
Valuation of Government Vatable Goods & Services	12,124,747	6,900,005	(5,224,742)	-43%
Total Vatable Goods & Services Consumption Valuation	9,074,458,573	7,471,416,379	(1,603,042,195)	-18%

The total consumption value of \$7.47 billion is a decrease of \$1.6 billion (18 percent less than \$9.07 billion for FY 2017/2018).

The total Vatable Good & Services Consumption - \$7.47 billion composition is as follows:

- Customs Valuation of Vatable Imported Goods - \$3.52 billion (increase of \$404.05 million or 13 percent over FY 2017/2018);
- DIR Taxpayers' Filing of Vatable Goods & Services - \$3.92 billion (decrease of \$2 billion or 34 percent over FY 2017/2018);
- Government Procurement of Vatable Goods and Services - \$6.9 million (decrease of \$5.22 million or 43 percent over FY 2017/2018).

Overall, importation value of goods increased, while consumption value of Vatable goods and services declined in the domestic market.

CAPITAL REVENUE BUDGETARY PERFORMANCE

Over \$1.09 Billion in Capital Receipts Funding

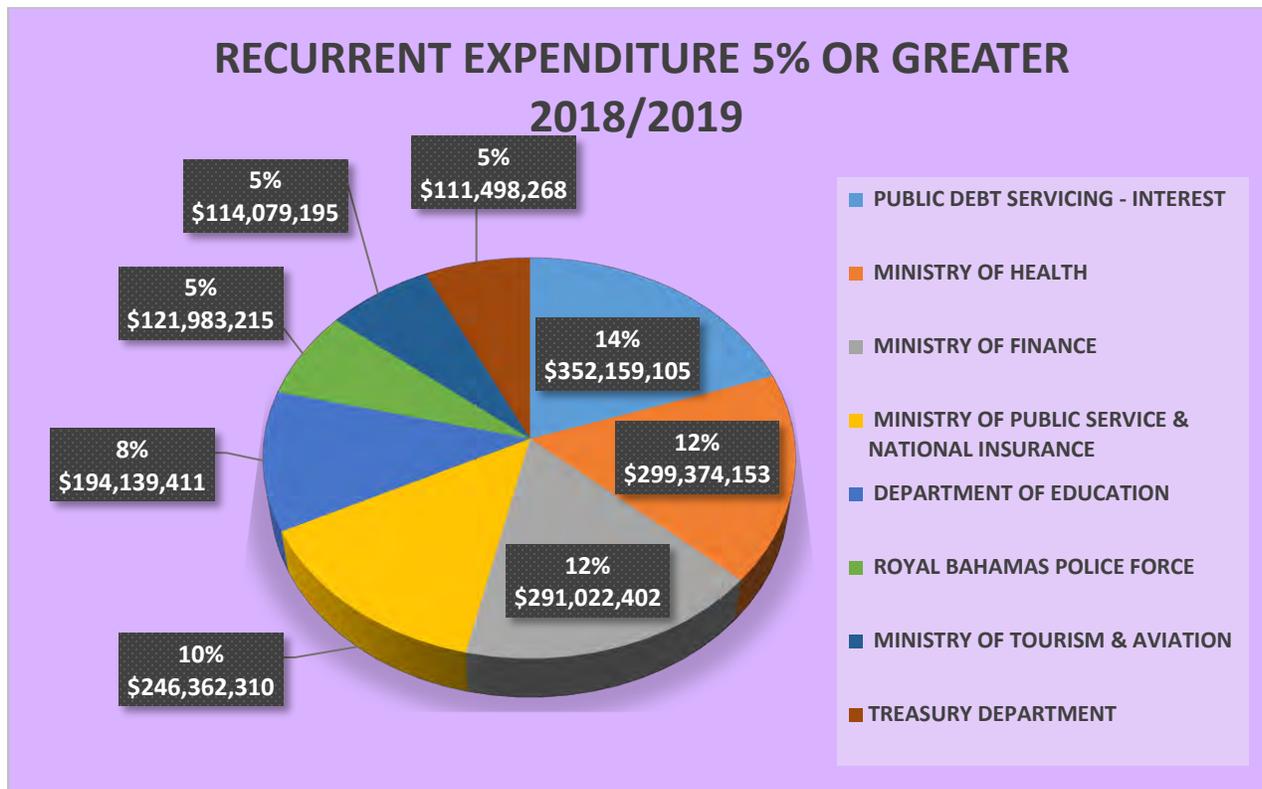
The government's estimated final approved capital budget revenue totaled \$756.58 million. The actual capital receipts from proceeds of borrowing \$1.09 billion and \$2.71 million from grants and other capital income accounted for an increase of \$340.26 million (45 percent over the budgeted \$756.58 million).

CAPITAL REVENUE PERFORMANCE COMPARATIVE ANALYSIS 2017/2018 VS 2018/2019			
FINANCING COMPONENTS	ACTUAL 2018/2019 (\$)	ACTUAL 2017/2018 (\$)	INCREASE (DECREASE) (\$)
FINANCING SOURCES			
Proceeds from Stocks/Bonds	889,700,000	372,000,000	517,700,000
Proceeds from US\$ Loan (Deutsche Bank)	0	250,000,000	(250,000,000)
Proceeds from Credit Suisse Loan	0	355,038,757	(355,038,757)
Proceeds from Other Loans	9,160,475	753,692,792	(744,532,317)
Proceeds from Bahamas Government Treasury Notes	5,277,315	4,695,581	581,734
Proceeds from Loans from Commercial Banks	190,000,000	120,000,000	70,000,000
Total Proceeds from Borrowings	1,094,137,790	1,855,427,130	(761,289,340)
CAPITAL REVENUE			
Proceeds from Grants	-	2,597,598	(2,597,598)
Other Capital Income	45,200	154,202	(109,002)
Proceeds From Land	2,666,627	-	2,666,627
Total Capital Revenue	2,711,827	154,202	(39,973)
Total Financing Sources & Capital Revenue	1,096,849,617	1,855,581,332	(758,731,715)
Final Approved Budget - Capital Revenue	756,583,931	755,231,363	1,352,568
Actual Increase/(Decrease) Over the Capital Revenue Budget	340,265,686	1,100,349,969	(760,084,283)

RECURRENT EXPENDITURE BUDGETARY PERFORMANCE

\$2.46 Billion Recurrent Expenditure

Actual recurrent expenditure for 2018/2019 amounted to \$2.46 billion, a reduction of \$264.31 million or 10 percent below the \$2.73 billion final approved budget. Ministries and Department with recurrent expenditures 5 percent or more of the \$2.46 billion are depicted in the chart below.



Public Debt Servicing - Interest 14 Percent of the \$2.46 Billion

The government's financing commitment with respect to the Public Debt Servicing Interest accounted for \$352.15 million, 14 percent of the \$2.46 billion overall expenditure. The final approved budget for this cash outflow was \$381.35 million, thus, the actual expenditure went under budget by \$29.19 million, 8 percent.

Ministry of Health 12 Percent of the \$2.46 Billion

The Ministry of Health (MoH) \$299.37 million actual expenditure accounted for 12 percent of the overall \$2.46 billion recurrent expenditure.

The original \$293.91 million MoH budget was revised to the final approved budget of \$304.64 million. The actual expenditure of \$299.37 million resulted in \$5.27 million below the budget, 2 percent.

The breakdown of the expenditure is shown in the schedule below with \$245.12 million, 82 percent in subvention to State-Owned Enterprises (SOEs):

- 1) Public Hospitals Authority - 77 percent
- 2) National Health Insurance Authority. – 5 percent

Ministry of Health Actual \$299.37 Expenditure Breakdown for 2018/2019		
Expenditure Components	Actual Expenditure (\$)	Expenditure Operational Percentage
State- Owned Enterprises		
Public Hospitals Authority	230,233,021	77%
National Health Insurance Authority	14,888,889	5%
Sub- Total	245,121,910	82%
Other Ministry of Health Operations	54,252,245	18%
Total Expenditure	299,374,155	100%

The PHA as a public corporation is responsible for the administration and operations of:

- Princess Margaret Hospital (PMH);
- Sandilands Rehabilitation Centre (SRC);
- Rand Memorial Hospital (RAND);
- National Emergency Medical Services (NEMS);
- Bahamas National Drug Agency (BNDA);
- Materials Management Directorate (MMD); and
- The Community Health Services in Grand Bahama and the Rand Hospital that comprise of the Local Health System; known as the Grand Bahama Health Services (GBHS).

The SOEs are governed by a Board, and legislation that requires Annual Report and Audited Financial Statements tabling in Parliament for:

- ✓ Good governance,
- ✓ Accountability, and
- ✓ Transparency.

Ministry of Public Service & National Insurance 10 Percent of the \$2.46 Billion

Ministry of Public Service & National Insurance \$246.36 million actual expenditure totaled 10 percent of the overall \$2.46 billion recurrent expenditure. The expenditure breakdown by components is shown below.

Ministry of Public Services & National Insurance \$246.36M Expenditure Breakdown 2018/2019		
Expenditure Components	Actual Expenditure (\$)	Expenditure Operational Percentage
National Skills Creation Enhancement Project (Special Employment Project)	10,980,247.84	4%
Wages and Salaries	5,575,313.45	2%
Office Rent	25,237,297.79	10%
Lease Agreement - NIB	15,899,907.53	6%
Pensions to Officials	102,235,976.61	41%
Public Officials/Staff Gratuities	35,473,568.39	14%
Insurance Premium for Government Officials	48,588,936.48	20%
Sub-Total	243,991,248.09	99%
Other Operational Expenditure	2,371,062.03	1%
Total Expenditure	246,362,310.12	100%

The National Skills Creation Enhancement Project (special employment project) the 52 weeks programme accounted for \$10.98 million (4 percent) of the \$246.36 million expenditure.

Pensions to Officials accounted for \$102.23 million (41percent) of the \$246.36 million Ministry's total expenditure. Public Officials/Staff Gratuities \$35.47 million (14 percent) and Insurance Premium for Government Officials accounted for \$48.58 million (20 percent).

The \$139.80 million combined pensions and gratuities accounted for under Head 5 – Ministry of Public Service and National Insurance and Head 22 – The Public Treasury.

Ministry of Tourism and Aviation 8 Percent of the \$2.46 Billion

The Ministry of Tourism and Aviation \$114.07 million expenditure accounted for 8 percent of the \$2.46 billion recurrent expenditure. The Operations of the Ministry of Tourism accounted for \$52.23 million and \$44.74 million in subventions provided to the

SOEs under the Ministry's portfolio. The overall breakdown of the ministry's expenditure is shown in the schedule that follows.

Ministry of Tourism & Aviation \$114.07M Expenditure Breakdown 2018/2019		
Expenditure Components	Actual Expenditure (\$)	Expenditure Operational Percentage
Operations - Ministry of Tourism	52,231,393	46%
Subventions to State-Owned Enterprises		
Bahamasair Holding Ltd.	13,299,601	12%
Operational Expenses - Airport Authority	5,029,770	4%
Hotel Corporation of The Bahamas	468,336	0.4%
Nassau Flight Services	1,500,974	1%
Operations - The Gaming Board	5,286,343	5%
Bahamas Civil Aviation Authority	19,155,749	17%
Sub-Total	44,740,773	39%
Other Operational Expenditure	17,107,030	15%
Total Expenditure	114,079,196	100%

Bahamas Civil Aviation Authority \$19.15 million accounted for 17 percent of the Ministry's total expenditure and Bahamasair Holding Ltd. \$13.29 million for 12 percent respectively. The Operations of the Gaming Board accounted for \$5.28 million (5 percent) of the Ministry's expenditure.

PENSIONS AND GRATITUDE EXPENDITURE ANALYSIS

Pensions Legislation

The Public Service Pension Plan, under Chapter 43 (previously Chapter 35), of The Statute Laws of The Bahamas is a non-contributory plan. The purpose of the plan is to award pensions and gratuities to public officers.

Budgetary Expenditure

The budgetary expenditure items are appropriated and accounted for under the Ministry of Public Service and National Insurance for civil servants permanent and pensionable and under the Public Treasury for the parliamentary, public officials and staff, public ex-service men and widows and orphans.

Pensions Register

The number of pensioners on the pension's payroll at fiscal year-end 2019 totaled 6,683 as follows:

- New Providence - 6,595
- Grand Bahama - 88

Pensions Expenditure \$102.23 Million over Budget by 2 Percent

The \$104.23 million pension expenditure for 2018/2019 went over budget by \$2.23 million (2 percent). The increase over the \$94.99 million prior year expenditure total \$7.23 million (8 percent). The schedule below shows the comparatives by pension components.

PENSIONS & GRATUITIES EXPENDITURE COMPARATIVE ANALYSIS 2017/2018 VS 2018/2019						
HEAD	ITEM CLASSIFICATION / TITLE	ACTUAL EXPENDITURE 2017/2018 (\$)	ACTUAL EXPENDITURE 2018/2019 (\$)	APPROVED ESTIMATES 2018/2019 (\$)	UNDER / (OVER) THE ESTIMATE (\$)	INCREASE/ (DECREASE) OVER PRIOR YEAR (\$)
5	Pensions to Officials	94,998,525	102,235,977	100,000,000	(2,235,977)	7,237,452
22	Parliamentary Pensions	1,682,434	1,874,252	2,042,323	168,071	191,818
22	War Veterans & Widows Pensions	56,469	56,469	64,600	8,131	-
22	Pensions - Ex-Service Men (Br. Legion Fund)	-	-	-	-	-
22	Widows & Orphans Pensions	71,571	63,688	135,400	71,712	(7,883)
Sub Total - Pensions		96,808,999	104,230,386	102,242,323	(1,988,063)	7,421,387
5	Public Officials / Staff Gratuities	30,179,865	35,473,568	33,000,000	(2,473,568)	5,293,703
22	Parliamentary	554,417	105,750	1,440,348	1,334,598	(448,667)
Sub Total - Gratuities		30,734,282	35,579,318	34,440,348	(1,138,970)	4,845,036
Total Pensions & Gratuities		127,543,281	139,809,704	136,682,671	(3,127,033)	12,266,423
Total Recurrent Expenditure		2,188,578,845	2,468,718,630	2,589,192,474	120,473,844	280,139,785
5 & 22	Pensions & Gratuities as % of Recurrent Expenditure	6%	6%	5%	-3%	4%

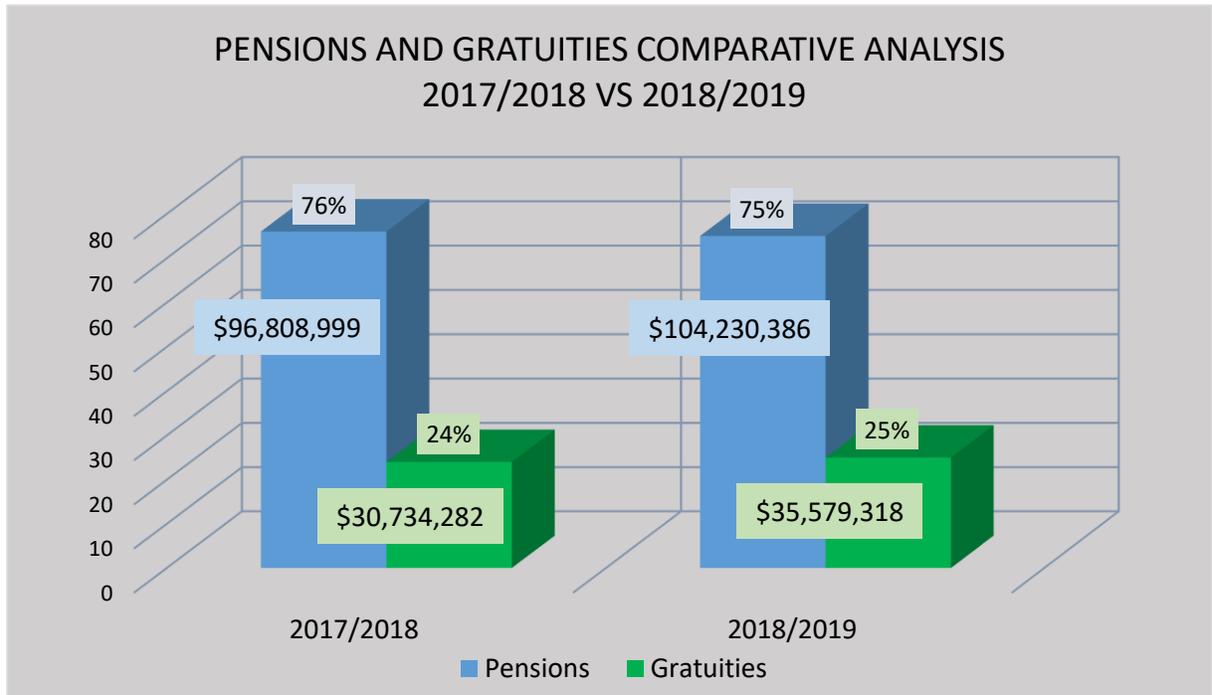
Gratuities Expenditure \$35.57 Million over Budget by 3 Percent

The \$35.57 million gratuities expenditure went over budget by \$1.13 million (3 percent). With respect to prior year \$30.73 million, the gratuities expenditure increased by \$4.84 million (16 percent).

Overall Pensions and Gratuities \$139.80 Million Expenditure

The \$139.80 million total expenditure for pensions and gratuities accounted for 6 percent of the \$2.46 billion total recurrent expenditure. The expenditure grew by \$12.26 million over the prior year \$127.54 million (10 percent).

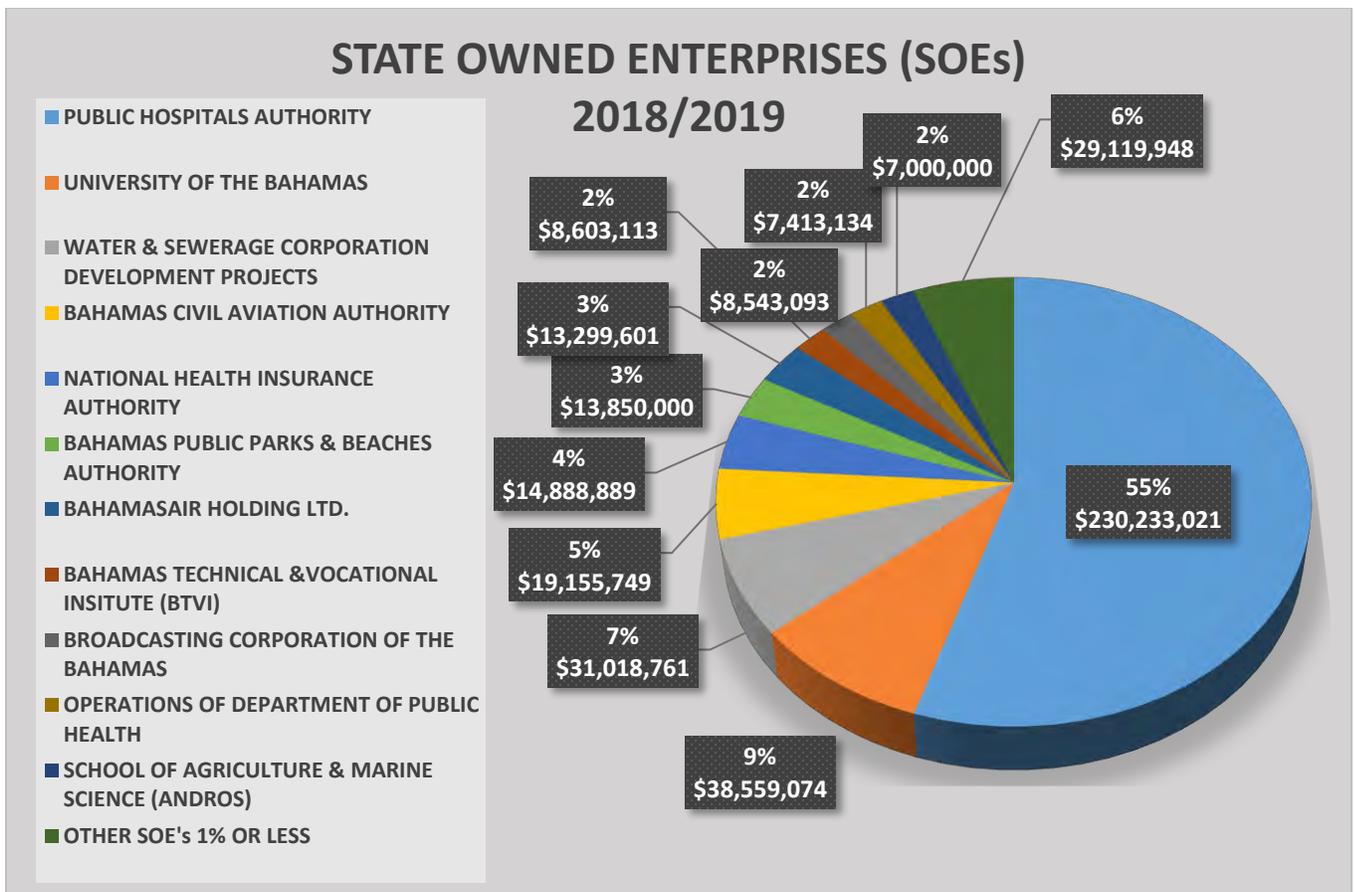
The breakdown of the pensions and gratuities comparatives for 2018 vs 2019 fiscal years is shown in the graph below.



RECURRENT SUBVENTIONS – STATE OWNED ENTERPRISES

State-Owned Enterprises (SOEs) \$421.68M Recurrent Expenditure

The \$421.68 million subventions provided to the Government State Owned Enterprises (wholly owned corporations) accounted for 17 percent of the \$2.46 billion actual recurrent expenditure. The disbursed amounts to the SOEs are shown in the chart below.



Comparative Analysis Budgetary Performance Detail Schedule that follows shows the breakdown of the subventions recurrent expenditure.

STATE OWNED ENTERPRISES (SOE'S) COMPARATIVE ANALYSIS 2017/2018 VS 2018/2019					
DESCRIPTION	ACTUAL 2017/2018	ACTUAL 2018/2019	APPROVED BUDGET 2018/2019	ACTUAL VS BUDGETED VARIANCE (OVER)/UNDER 2018/2019	ACTUAL % 2018/2019
OFFICE OF THE PRIME MINISTER					
BROADCASTING CORPORATION OF THE BAHAMAS	-	8,543,093	7,977,420	(565,673)	2%
CLIFTON HERITAGE AUTHORITY	2,506,299	2,221,603	2,331,000	109,397	1%
THE ANTIQUITIES, MONUMENTS, & MUSEUM CORPORATION	2,325,000	2,475,000	2,475,000	-	1%
SUB-TOTAL	4,831,299	13,239,696	12,783,420	(456,276)	3%
MINISTRY OF PUBLIC WORKS					
WATER & SEWERAGE CORPORATION DEVELOPMENT PROJECTS	30,000,000	31,018,761	25,000,000	(6,018,761)	7%
STRAW MARKET AUTHORITY	465,398	-	495,000	495,000	0%
SUB-TOTAL	30,465,398	31,018,761	25,495,000	(5,523,761)	7%
TECHNOLOGY					
UNIVERSITY OF THE BAHAMAS	32,733,043	38,559,074	31,574,773	(6,984,301)	9%
BAHAMAS TECHNICAL & VOCATIONAL INSTITUTE (BTVI)	5,502,691	8,603,113	8,103,113	(500,000)	2%
NATIONAL TRAINING AGENCY	930,000	985,000	985,000	-	0.2%
NATIONAL ART GALLERY	1,188,000	1,550,000	1,550,000	-	0.4%
SUB-TOTAL	40,353,734	49,697,187	42,212,886	(7,484,301)	12%
MINISTRY OF YOUTH SPORTS & CULTURE					
NATIONAL SPORTS AUTHORITY	2,801,442	3,000,000	3,000,000	-	1%
SUB-TOTAL	2,801,442	3,000,000	3,000,000	-	1%
RESOURCES					
CORPORATION	6,240,000	5,902,922	4,000,000	(1,902,922)	1%
BAHAMAS AGRICULTURE HEALTH & FOOD/SAFETY AUTHORITY (BAHFSA)	500,000	700,000	700,000	-	0.2%
SCHOOL OF AGRICULTURE & MARINE SCIENCE (ANDROS)	7,999,999	7,000,000	7,000,000	-	2%
SUB-TOTAL	14,739,999	13,602,922	11,700,000	(1,902,922)	3%
MINISTRY OF HEALTH					
NATIONAL HEALTH INSURANCE AUTHORITY	15,889,200	14,888,889	20,000,000	5,111,111	4%
PUBLIC HOSPITALS AUTHORITY	211,616,433	230,233,021	216,000,000	(14,233,021)	55%
OPERATIONS OF DEPARTMENT OF PUBLIC HEALTH	5,829,201	7,413,134	6,500,000	(913,134)	2%
SUB-TOTAL	233,334,834	252,535,044	242,500,000	(10,035,044)	60%
MINISTRY OF TOURISM & AVIATION					
BAHAMASAIR HOLDING LTD.	13,067,999	13,299,601	13,365,000	65,399	3%
AIRPORT AUTHORITY - OPERATIONAL EXPENSES	5,453,824	5,029,770	6,177,806	1,148,036	1%
HOTEL CORPORATN OF THE BAHAMAS	880,000	468,336	562,488	94,152	0.1%
NASSAU FLIGHT SERVICES	1,760,000	1,500,974	1,800,000	299,026	0.4%
OPERATION - THE GAMING BOARD	-	5,286,343	6,342,544	1,056,201	1%
BAHAMAS CIVIL AVIATION AUTHORITY	17,391,735	19,155,749	18,504,601	(651,148)	5%
SUB-TOTAL	38,553,558	44,740,773	46,752,439	2,011,666	11%
DEPARTMENT OF ENVIRONMENTAL HEALTH SERVICES					
BAHAMAS PUBLIC PARKS & BEACHES AUTHORITY	15,634,000	13,850,000	13,850,000	-	3%
SUB-TOTAL	15,634,000	13,850,000	13,850,000	-	3%
TOTAL RECURRENT SUBVENTIONS	380,714,264	421,684,383	398,293,745	(23,390,638)	100%
2018/2019 - \$421.68 MILLION SUBVENTIONS AS % OF \$2.46 BILLION RECURRENT EXPENDITURE, EQUATED TO 17%					
SOES RECURRENT SUBVENTIONS \$40.97 MILLION INCREASE IN 2018/2019 EQUATED TO 11% OVER PRIOR YEAR					

The Public Hospitals Authority (PHA), the Government's tertiary healthcare facilities, accounted for \$230.23 million (55 percent, and went over budget by \$14.23 million). The other SOEs that also went over \$5 million or more of the budgeted subvention were:

- Water & Sewerage Corporation \$31.01 million (\$6 million over the budgeted \$25 million).
- University of The Bahamas (UB) \$38.55 million (\$6.98 million over the budgeted \$31.57 million).

The SOEs governed by Boards are mandated by law to provide an Annual Report and Audited Financials to the Parliament of The Bahamas to be tabled.

The SOEs' efficiency, effectiveness, transparency and good governance are supreme. Accordingly, the independent audited financial reporting is integral for all stakeholders; advancing timely issuance of the same is fundamental.

The functioning of the SOEs for economic sustainability and continuous growth is essential through cost containment and revenue enhancement initiatives; coupled with national law and international best practices for maintaining:

- Equity,
- Accountability,
- Transparency, and
- Corporate Responsibility.

Notably, good corporate governance, transparency and accountability are mandated within the Government's Accounting and Reporting, Legal and Regulatory Framework; supported on the pillars of the Financial Administration and Audit Act 2010 and Amendments and the Financial Regulations 1973. The overall, governmental administration and continuous progressive public financial management laws demand adherence.

CAPITAL EXPENDITURE BUDGETARY PERFORMANCE

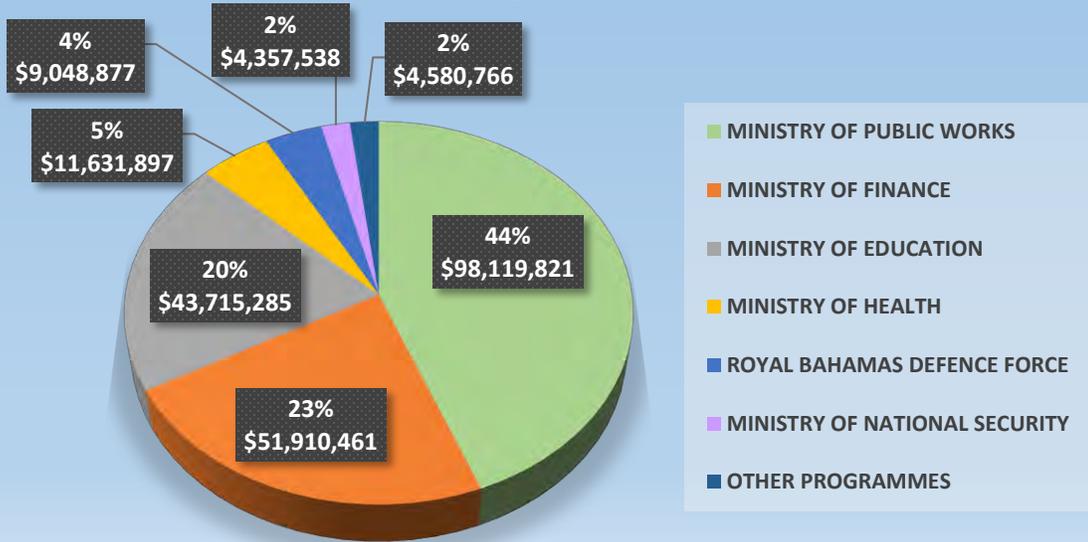
\$223.36 Million Capital Expenditure below \$373.44 Million Budget

The actual capital expenditure of \$223.36 million went below the \$373.44 million budget by \$150 million. In comparison to the \$268.7 million in 2018/2019; capital expenditure decreased to \$45.34 million, equated to 17 percent as shown in the table below.

CAPITAL EXPENDITURE PERFORMANCE COMPARATIVE ANALYSIS					
MINISTRY/DEPARTMENT	TREASURY F/S ACTUALS 2017/2018 (\$)	TREASURY F/S ACTUALS 2018/2019 (\$)	FINAL APPROVED BUDGET 2018/2019 (\$)	BUDGET VARIANCE (\$)	ACTUAL 2018/2019 PERCENTAGE
MINISTRY OF FOREIGN AFFAIRS	-	183,833	3,000,000	2,816,167	0.1%
MINISTRY OF FINANCE	125,472,426	51,910,461	143,080,374	91,169,913	23%
MINISTRY OF NATIONAL SECURITY	-	4,357,538	14,950,000	10,592,462	2%
DEPARTMENT OF IMMIGRATION	-	0	2,000,000	2,000,000	0%
ROYAL BAHAMAS DEFENCE FORCE	17,524,823	9,048,877	10,050,000	1,001,123	4%
MINISTRY OF PUBLIC WORKS	91,859,224	98,119,821	120,672,350	22,552,529	44%
MINISTRY OF EDUCATION	33,850,724	43,715,285	45,216,528	1,501,243	20%
DEPARTMENT OF HOUSING	-	1,209,543	5,000,000	3,790,457	1%
PORT & MARINE DEPARTMENT	-	499,939	500,000	61	0.2%
MINISTRY OF AGRICULTURE	-	597,653	840,000	242,347	0.3%
MINISTRY OF HEALTH	-	11,631,897	24,000,000	12,368,103	5%
MINISTRY OF ENERGY & ENVIRONMENT	-	2,089,798	4,131,000	2,041,202	1%
TOTAL CAPITAL EXPENDITURE	268,707,197	223,364,645	373,440,252	150,075,607	100%

The primary ministries with extensive programmes initiatives accounted for expenditure ranging from \$98.11 million to \$9.04 million. Ministries having the highest capital expenditure of 5 percent or more of the \$233.36 million are shown in the chart that follows.

CAPITAL EXPENDITURES BY PROGRAMME 2018/2019



Ministry of Public Works (MoPW) \$98.11 Million Capital Expenditure Breakdown

The MoPW capital expenditure consisted mainly of:

- Road, Constructions Repairs and Maintenance - \$51.49 million
- Ports and Docks - \$ 9.01 million
- Building Maintenance - \$ 6.72 million
- Construction of Schools - \$ 2.99 million
- National Disaster Fund - \$ 1.76 million

Ministry of Finance (MoF) \$51.91 Million Capital Expenditure Breakdown

The MoF capital expenditure consisted mainly of:

- Public Private Partnership - \$12.66 million
- Acquisition of Assets – Government Agencies \$21.31 million
- Other Machinery and Equipment - \$ 2.48 million
- Other Structure \$ 5.21 million

Ministry of Education (MoE) \$34.71 Million Capital Expenditure Breakdown

The MoE capital expenditure consisted mainly of:

- Construction of Schools - \$14.14 million
- Tertiary Education Reform - \$ 2.17 million
- Government Building - \$13.46 million
- New Primary and Secondary Schools - \$ 6.68 million

Ministry of Health (MoH) Capital \$11.63 Million Expenditure Breakdown

The MoH capital expenditure consisted mainly of:

- Hospital and Medical Facilities - \$8.00 million
- Upkeep of Community Clinics - \$3.63 million

Royal Bahamas Defence Force (RBDF) \$9.04 Million Capital Expenditure Breakdown

The RBDF capital expenditure consisted mainly of:

- Sea Vessels - \$4.75 million
- Coral Harbour Base Development - \$1.12 million
- Inagua Base Development - \$1.68 million

PUBLIC DEBT

Summary Review Public Debt

The Public Debt accounts for the Government internal and external borrowings to facilitate:

1. Recurrent Operations of Consumption of Goods and Services Expenditures – that exceeds recurrent revenues, resulting in a recurrent revenue budget deficit; and
2. Capital Formation - acquisition of capital goods for services, investment in enterprises and development projects for increase in production to boost economic growth and advancing sustainable development goals.

The Public Debt at FY2018/19 stood at \$7.66 billion (4 percent increase of \$315.82 million from \$7.34 billion FY2017/18). The table below shows the comparative analysis by loan components.

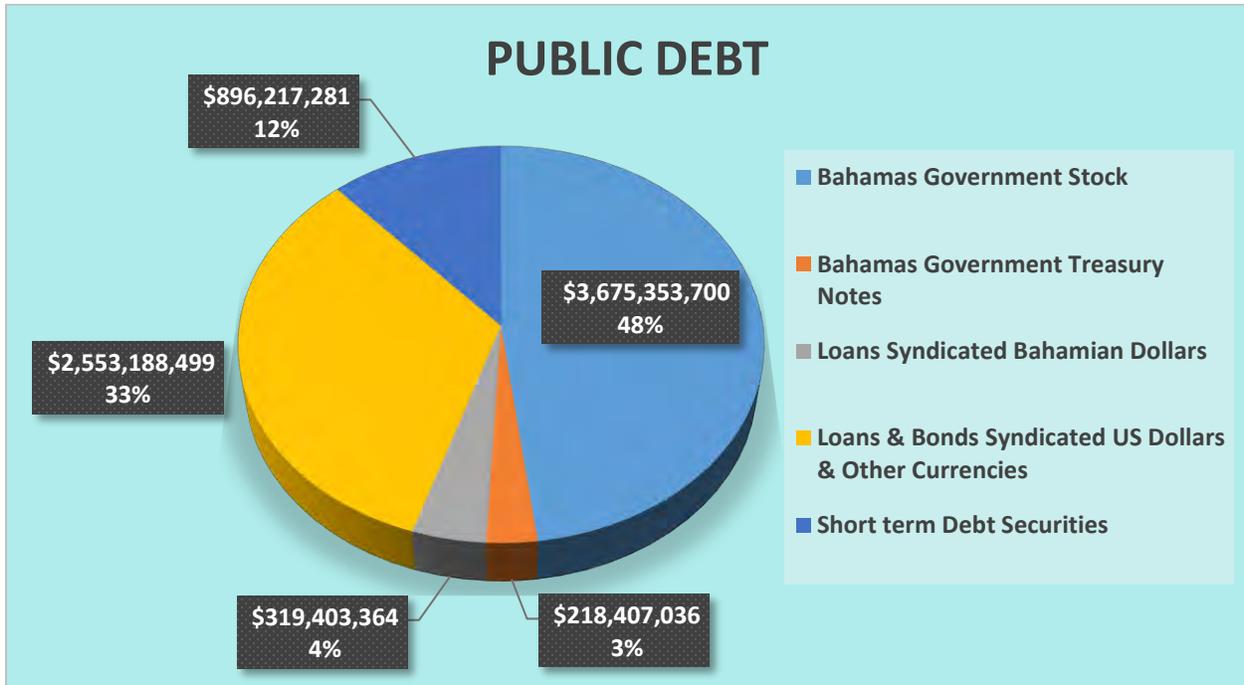
PUBLIC DEBT COMPARATIVE ANALYSIS 2017/2018 VS 2018/2019					
LOAN DESCRIPTION	AMOUNT OUTSTANDING 2017/2018	AMOUNT OUTSTANDING 2018/2019	NET INCREASE/ (DECREASE)	PERCENTAGE INCREASE/ DECREASE	PUBLIC DEBT COMPOSITION PERCENTAGE 2018/2019 TOTAL
LONG TERM DEBT					
Bahamas Government Registered Stock	3,262,472,700	3,465,172,700	202,700,000	6%	45%
Bahamas Government Stock	226,236,000	210,181,000	(16,055,000)	-7%	3%
Sub-Total	3,488,708,700	3,675,353,700	186,645,000	5%	48%
Bahamas Government Treasury Note	213,358,762	218,407,036	5,048,274	2%	3%
Loans Syndicated and payable - Bahamian Dollars	210,613,294	319,403,365	108,790,071	52%	4%
Loans & Bonds Syndicated and payable in US Dollars & Other Currencies	2,637,108,044	2,553,188,499	(83,919,545)	-3%	33%
Sub-Total	6,549,788,800	6,766,352,600	216,563,800	3%	88%
SHORT TERM DEBT					
Short term Debt Securities	796,952,929	896,217,281	99,264,352	12%	12%
TOTAL	7,346,741,729	7,662,569,881	315,828,152	4%	100%

Primary Sources of Borrowings

Bahamas Government Stock accounts for \$3.67 billion debt (48 percent of the \$7.66 billion);

Loan and Bonds Syndicated US Dollars and Other Currencies account for \$2.55 billion (33 percent of the \$7.66 billion).

The following chart further illustrates the \$7.66 billion Public Debt components.



Maturity Profile of Public Debt

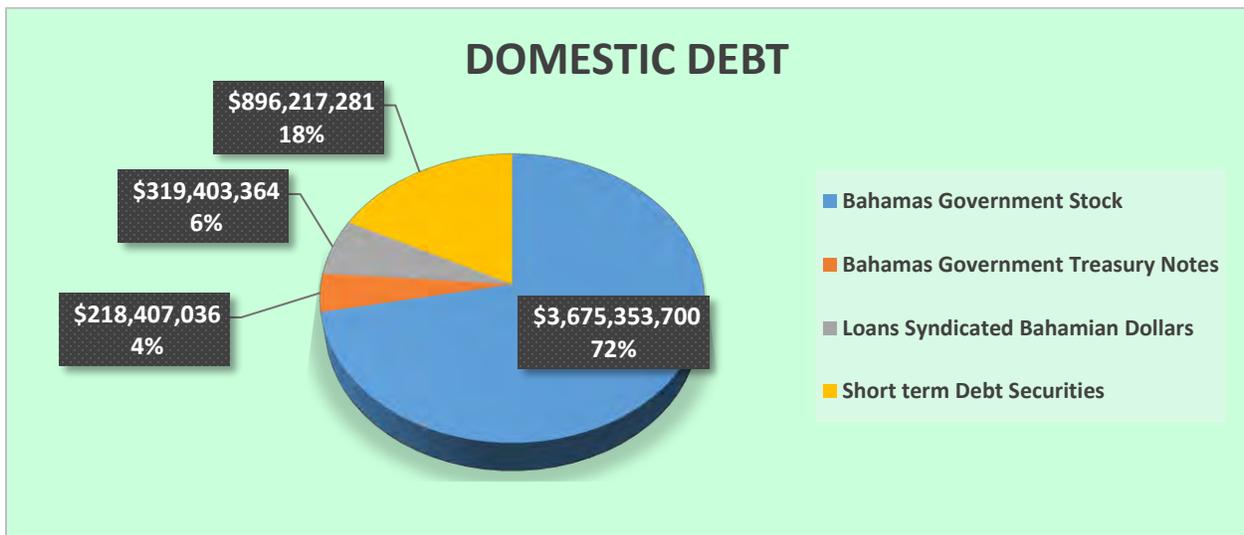
The following table sets forth (in percentages) the Government debt outstanding by remaining maturity as of June 2019.

Public Debt Remaining Years until Maturity	
Maturity Date (Year/s)	Percentage of Debt
Due within one year	21%
Due within 2-5 years	23%
Due within 6-10 years	25%
Due within 11-15 years	18%
Due 16 years and over	13%
Total	100%

Internal (Domestic) Debt

The internal (domestic) debt of \$5.11 billion accounts for 66.7 percent of the \$7.66 billion Public Debt. The internal (domestic) debt includes Bahamas Debt Securities of \$3.7 billion, ranging in maturities up to 30 years. Bahamian syndicated loans involving local banks totaled \$319 million or 4 percent of total debt, and finally, short-term securities included money market instruments such as Treasury Bills and Treasury Notes totaling \$1.1 billion or 15 percent of total debt.

The chart below depicts the main components of the internal (domestic) debt.

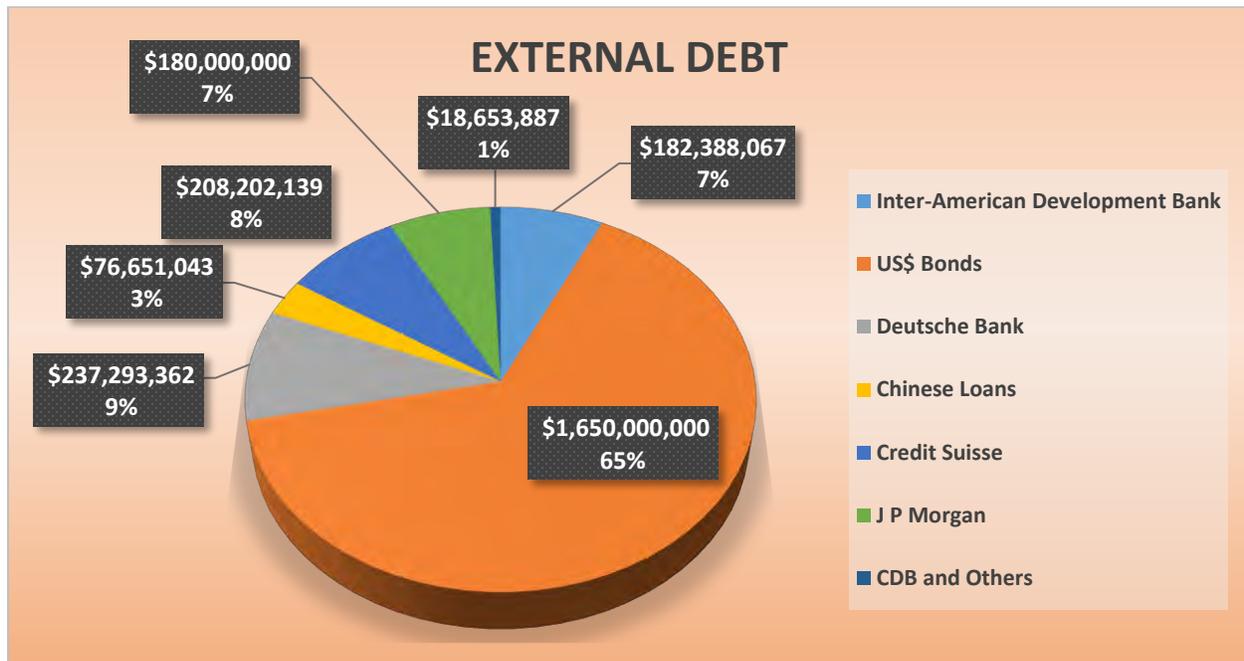


External Debt

The external debt accounts for \$2.55 billion in borrowings outside of the country (33.3 percent of the \$7.66 billion Public Debt). The debt comprises of:

- US\$ Bonds - \$1.65 billion (65 percent of the \$2.6 billion) in the external capital market;
- International Financial Institutions and Banks - \$626 million (24 percent of the \$2.6 billion);
- International Development Agencies (Inter-Development Bank (IDB), Caribbean Development Bank (CDB) - \$201 million (8 percent of the \$2.6 billion);
- Bilateral Institutions (Chinese Loans) \$77 million (3 percent of the \$2.6 billion).

The chart illustrates the external debt detailed components.



Foreign Currency - External Debt

The US dollar represents the major currency component of the external debt with the remaining foreign currency denominated debt. The profile of the foreign currency external debt as of June 30, 2019 was as follows:

Currency	% External Debt
US \$	79.55%
Euro	9.29%
RMB Yuan	3.00%
Swiss Franks	8.15%
Total	100.00%

Sustainability of the Public Debt

Maximization of equitable revenue enhancement initiatives for recurrent revenue growth, increase in the production of exported goods and services for GDP growth, and productive capital development are pertinent in sustainable public debt. Further, lowering interest rates, reducing the cost of borrowings and increasing investments for economic expansion undergirds economic growth for sustainability.

PUBLIC DEBT SERVICING – REDEMPTION

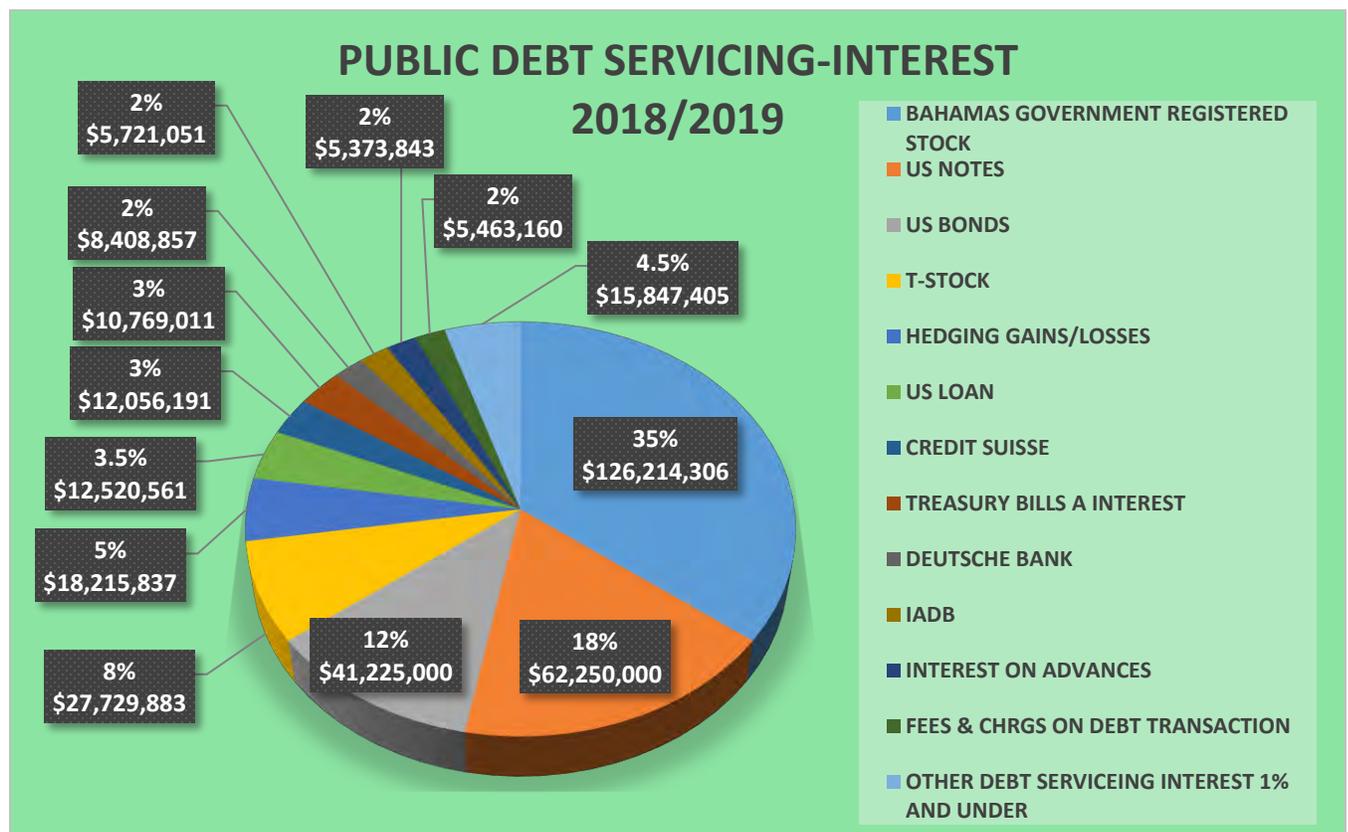
The breakdown of the \$943.87 million (\$943,875,706) public debt servicing redemption for 2019 fiscal period consisted of:

Interest Payments - \$352.15 million (\$351,159,105)

Repayment of Loan (Principal) - \$591.71 million (\$591,717,601)

The chart below shows the breakdown of the public debt servicing interests, with the largest components being:

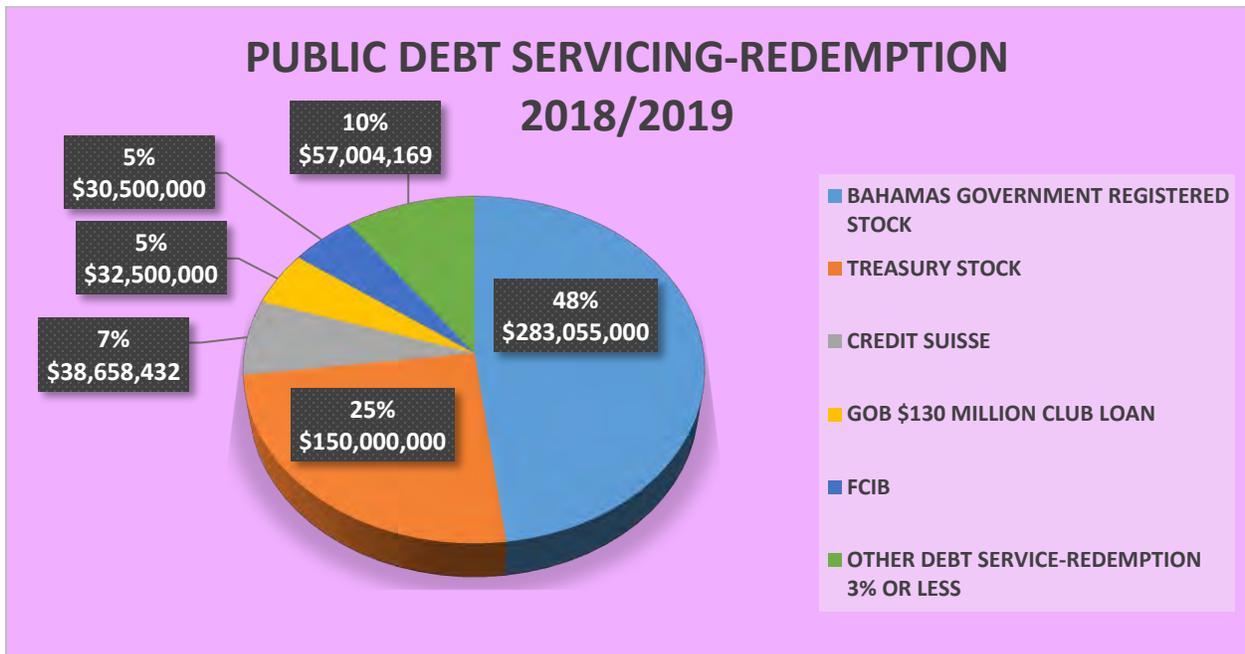
- Bahamas Government Registered Stock - \$126.21 million (35 percent)
- US Notes - \$62.25 million (18 percent)
- US Bond - \$41.22 million (12 percent)
- Treasury Stock - \$27.72 million (8 percent)



The breakdown of the public debt servicing redemption \$591.71 million is shown in the chart below, highlighting the largest component is as follows:

Bahamas Government Registered Stock - \$283.05 million (48 percent)

Treasury Stock - \$150 million (25 percent)

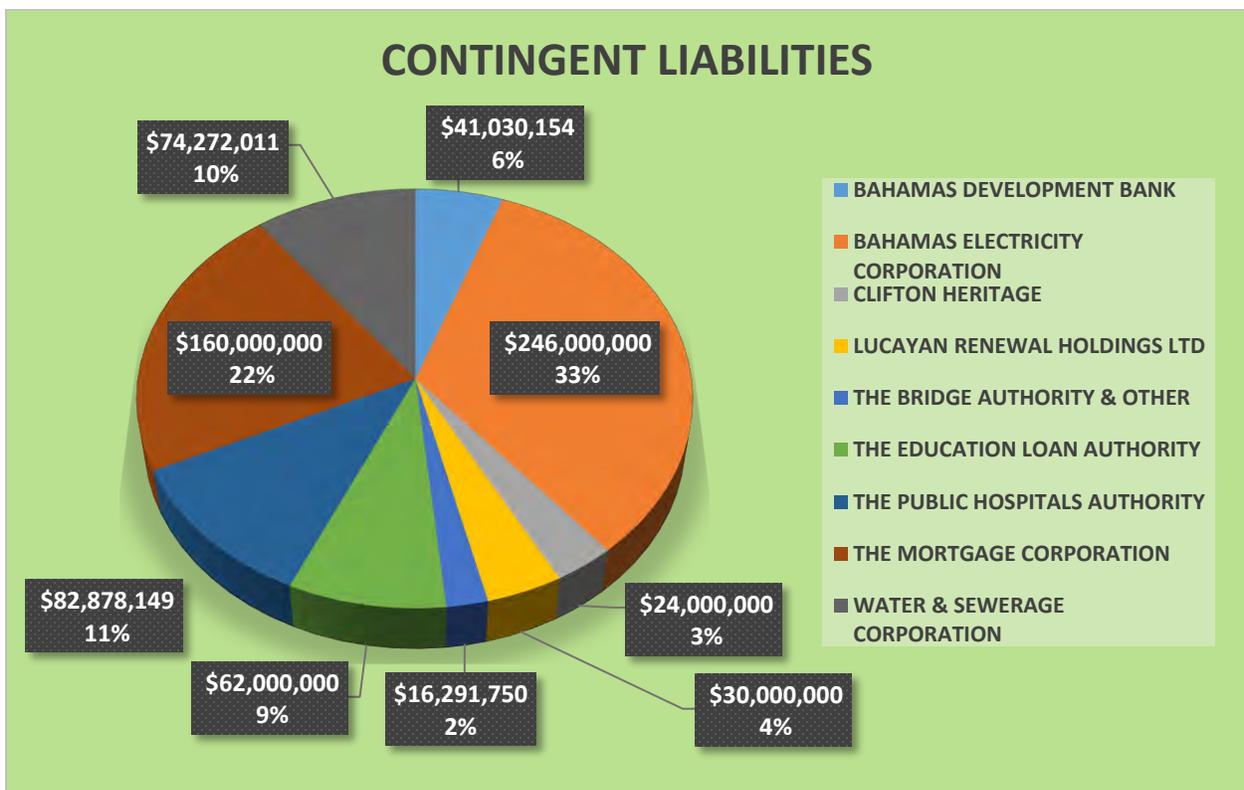


CONTINGENT LIABILITY

Contingent Liabilities

Contingent liabilities of the Government consist of guarantees by the Government in respect of loans raised from private sources by Government-owned Corporations (SOEs).

In light of the Government's ownership interest in various public institutions and corporations, the Government is a guarantor for a number of loans. The total contingent liabilities as of June 30, 2019 was \$738,421,742. The chart below depicts the composition of the total contingent liabilities.



OVERALL BUDGETARY PERFORMANCE

The overall budgetary performance of the Provisional Accounts of the Government of The Commonwealth of The Bahamas for the year ended 30 June 2019 is shown in the fiscal summary below.

FISCAL SUMMARY 2018/2019	
FINANCIAL COMPONENTS	AMOUNT (B\$)
* Recurrent Expenditure	2,422,227,535
Recurrent Revenue	2,423,606,674
Recurrent Balance	1,379,139
Capital Expenditure	223,354,646.00
Capital Revenue	2,711,827
Capital Balance	(220,642,819)
Total Deficit	(219,263,680)
Debt Redemption	0
GFS Deficit	(219,263,680)

* Recurrent expenditures have been adjusted to exclude sinking fund balances, as these represent investments in future financial assets and therefore do not impact the overall deficit position.
 * Recurrent expenditures have been adjusted to exclude sinking fund balances, as these represent investments in future financial assets and therefore do not impact the overall deficit position. The Public Debt Servicing Redemption, the \$391.71 million, is treated as a financing transaction and, therefore, has no impact on the deficit.

Treasury Management Accounting and Reporting - Budget Execution

The Public Treasury Department charged with responsibility of accounting for public finances of the Central Government for 2018/2019 has initiatives taken by the Treasury Department to advance improvement in oversight of the financial reporting is noted. Reference is drawn to the enhancement measures highlighted in the Treasurer's Memorandum.

AUDIT CERTIFICATE

AUDIT CERTIFICATE THE FINAL ACCOUNTS OF THE COMMONWEALTH OF THE BAHAMAS FOR THE FINANCIAL YEAR ENDED JUNE 30, 2019

We have audited the financial statements of the Government of The Commonwealth of The Bahamas, which comprise of the Statement of Financial Position (Statement of Financial Assets and Liabilities – Balance Sheet) as at June 30, 2019, and the Statement of Financial Performance (Statement of Budgetary Performance), Statement of Cash Flows, and Statement of Changes in Fund Balances for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Government of The Commonwealth of The Bahamas as at June 30, 2019 and of its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs) for Cash Basis.

Basis for Opinion

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Public Treasury Department in accordance with our Code of Ethics together with the ethical requirements that are relevant to our audit of the financial statements in The Commonwealth of The Bahamas, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSASs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Those charged with governance are responsible for overseeing the Public Treasury Department financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Public Treasury Department internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Mr. Terrance Bastian
Auditor General
The Commonwealth of the Bahamas
June 30, 2021

MEMORANDUM**TREASURY DEPARTMENT**

The Financial Secretary
Ministry of Finance
Nassau, Bahamas.

Our reference: Tre/2278

Date: 30th December, 2019

In accordance with Section 28 (1) of the Financial Administration and Audit Act 2010, I am pleased to submit the Provisional Accounts of the Government of the Commonwealth of The Bahamas for the year ended 30 June 2019.

The main focus of the Department is to, a) recruitment, training and development of staff, b) strengthening of Internal controls, c) implementation of accrual accounting, d) upgrading of Treasury Financial Management System (TFMS) and extending it to the Family Islands and implementation of a Full Chart of Accounts (CoA).

The Department continues to follow the roadmap for the transition to accrual accounting with emphasis on the implementation of Phase 2 of the roadmap and commencing Phase 3.

- a) The Treasury Financial Management System is being upgraded with enhanced functionality and additional features. The months prior to full implementation on July 1, 2019, training and testing of the upgraded 4.0 version, which operates from windows was carried out with all the users.
- b) The Modified Chart of Accounts (CoA) has been implemented by our staff along with Ministry of Finance and Department of Information Technology staff. There were some glitches; however the implementation went fairly smoothly. The training for the Full CoA has taken place and plans for implementation scheduled for July 1 2019, which will align us with the Government Finance Statistics (GFS) accounting and reporting standard.
- c) We commenced Phase 3 by recognizing Trade Payables and they are disclosed in the Notes to our Financial Statement for this financial year.

In addition other key initiatives were implemented July 1, 2018;

- a) Vendor notification (Remittance Advice), where the vendor is notified via email once a payment is made.
- b) Vendor direct deposit 90% complete, with cheques being used mainly for travel, and in special and emergency instances upon request.
- c) Our Primary banker Royal Bank implemented Digital Banking in April, 2019 and was able to automate additional processes.
- d) We continue to work along with IFMIS Consultant with regards implementation of a new IFMIS System for the Government of the Bahamas.

During the end of the first quarter of the financial year the Accounting Staff in the Ministries and Departments (MDA) were returned to the management of the Treasury Department after four plus years directly managed by the Ministry of Finance. We immediately commence meetings with the Accounting Heads along with the other Accounting Staff. In addition we started training programs in key areas as Payrolls, Accrual Implementation, along with other Financial Initiatives. In January 2019 we held a Leadership Symposium for all Accounting Heads and a Workshop for all the other Accounting Officers the last week in January 2019. We also continue to engage the staff at Headquarters, MDA's and Freeport and Abaco Offices in executive management, management and general staff meetings on a regular basis.

To enhance and improve our staff complement at Headquarters and in MDA's we embark on a couple initiatives mainly;

- a) The engagement of the Chartered Institute of Public Finance and Accountancy (CIPFA) Consultant to assist us with a Skills Assessment of our staff compliment throughout the Treasury and the MDA's and we have commenced implementation of the findings.
- b) To provide some basic training in International Public Sector Accounting Standards (IPSAS) we invited Kim Woods from CIPFA for a week in February 2019 to present the basic principles of IPSAS to our Accounting Heads, Auditors and Finance. A one day Session on IPSAS was organized for the remaining Accounting Staff of which, over two hundred attended.

We were able to recruit an additional seven Junior Accounting Officers to build capacity in the head office which has lost a number of staff over the past seven years due to retirement, resignations and transfers. The Ministry of Finance had already received approval to hire fifteen accounting officers for the MDA's, and subsequently we submitted a request for an additional twenty which was approved. During the end of the third quarter interviews and the selection process for the thirty five (35) new recruits commenced for MDA's inclusive of Freeport and Abaco. We still await approval on key Human Capital initiatives such as the Revised Career path for Accounting and Audit Officers.

The enhancement in our Financial Statements continues as we transition from cash to accrual accounting, and as indicated above we added the trade payables to the notes to the financial statements.


Mary Mitchell (Ms.)
Treasurer

Att:

MEMORANDUM**PUBLIC TREASURY DEPARTMENT**

To: The Auditor General
Department of the Auditor General
Nassau, Bahamas

Your Reference:

Our Reference: TRE/2278

Date: June 30, 2021

Statement of Management Responsibility for the Financial Statements

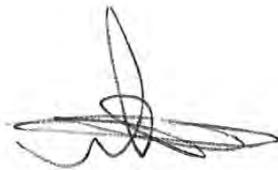
This representation letter is provided in connection with your audit of the Financial Statements of the Government of the Bahamas for the year ended June 30, 2019; for the purpose of expressing an opinion as to whether the Financial Statements are prepared in all material respects in accordance with International Public Sector Accounting Standards (Cash Basis) and applicable laws of the Bahamas or give a true and fair view.

The Financial Statements are prepared by the Public Treasury Department of the Commonwealth of the Bahamas and are governed by the Constitution, the Financial Administration & Audit Act 2010 and the Financial Regulations 1975 and guided by International Public Sector Accounting Standards (Cash Basis). It is a requirement under the Act to report against budget. The Financial Statements are presented along with other statements required by FAA Act such as Public Debt and Contingent Liabilities.

Management fulfills its accounting and reporting responsibilities, maintaining systems of Financial Management and Internal Control. We are responsible for establishing internal controls as we determine necessary to enable the preparation of statements that are free from material misstatement, whether due to fraud or error. The systems are continually being enhanced and modified to provide timely and accurate information, to safeguard and control the Governments assets, and to ensure transactions are properly authorized and recorded in accordance with FAA Act 2010 and other applicable legislation, regulations, authorities and policies.

Management has provided you with access to all information of which we are aware that is relevant to preparation of the financial statements, such as records documentation and other matters. Along with additional information that you have requested from us for the purpose of the audit; and unrestricted access to persons within the Department from whom you determined it necessary to obtain audit evidence. All transactions have been recorded in the accounting records and are reflected in the financial statements.

Management seeks to ensure the objectivity and integrity of data in its financial statements through careful selection, training and development of its staff; through organizational arrangements that provide appropriate divisions of responsibility; by ensuring that regulations, policies, standards and managerial authorities is communicated and understood.

A handwritten signature in black ink, appearing to be 'Mary Mitchell', with a stylized, looped design.

Mary Mitchell (Ms.)
Treasurer

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Annex 1

BALANCE SHEET CONSOLIDATED FUND

**THE GOVERNMENT OF THE COMMONWEALTH OF THE
STATEMENT OF FINANCIAL ASSETS AND LIABILITIES (BALANCE SHEET)
AS AT 30-JUNE-2019
(CONSOLIDATED FUND)**

	Notes	As at 30-Jun-2019 B\$	As at 30-Jun-2018 B\$
FINANCIAL ASSETS			
Cash and Bank Balances	(11)	82,227,001	83,891,409
Fixed Deposits - Sinking Fund	(18)	156,399,438	109,832,315
Fixed Deposits BoB (Consolidated Fund)	(17)	3,408,134	11,491,810
Dishonoured Cheques (Receivables)	(19)	19,708,731	19,655,196
Advances	(13a)	168,592,447	116,467,584
TOTAL FINANCIAL ASSETS		430,335,751	341,338,314
FINANCIAL LIABILITIES			
CURRENT LIABILITIES			
Bank Overdraft	(10 & 11)	274,125,862	253,938,330
Treasury Bills	(8)	719,748,900	544,748,900
BGRS, Short Term	(8b)	0	270,000,000
Short Term Advances	(9)	34,418,143	154,118,143
Salary Deductions Payable	(12)	22,386,454	22,787,801
Other Short Term Depository Liabilities	(13b)	236,754,315	189,498,477
TOTAL CURRENT LIABILITIES		1,287,433,674	1,435,091,651
NET LIABILITIES		857,097,923	1,093,753,336
Supported by			
FUND BALANCES			
Consolidated Fund Current Account		(3,283,609,662)	(2,902,274,644)
Consolidated Fund Capital Development Account		2,426,511,739	1,808,521,308
TOTAL FUND BALANCES		(857,097,923)	(1,093,753,336)

the accompanying notes are an integral part of these financial statements

Annex 2

STATEMENT OF BUDGETARY PERFORMANCE

THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
STATEMENT OF BUDGETARY PERFORMANCE FOR YEAR ENDED 30-JUNE-2019
(CONSOLIDATED FUND)

	Original Budget Ended B\$	Final Approved Budget Ended B\$	Actuals Ended B\$	Variance Ended B\$
REVENUE				
Recurrent Revenue				
Tax Revenue				
Import and Export Duties	348,693,006	348,693,006	296,978,201	51,714,805
Excise Tax	296,786,433	296,786,433	241,905,612	54,880,821
Property Tax	169,296,185	169,296,185	247,619,225	(78,323,040)
Motor Vehicle	36,225,683	36,225,683	35,393,093	832,590
Gaming Tax	70,039,145	70,039,145	39,773,080	30,266,065
Tourism Tax	147,282,590	147,282,590	147,397,229	(114,639)
Stamp Tax	135,586,262	135,586,262	97,709,475	37,876,787
Company Fees	20,749,284	20,749,284	20,295,054	454,230
Bank & Trust Company Fees	26,000,000	26,000,000	27,634,880	(1,634,880)
VAT & Other Taxes	1,180,836,365	1,180,836,365	1,045,265,080	135,571,285
SUB-TOTAL TAX REVENUE	2,431,494,953	2,431,494,953	2,199,970,929	231,524,024
Non-Tax Revenue				
Fees and Service Charges	161,348,767	161,348,767	174,536,117	(13,187,350)
Revenue from Government Property	15,550,099	15,550,099	14,210,303	1,339,796
Interest and Dividends	6,856,212	6,856,212	5,380,000	1,476,212
Re-impbursement and Loan Repayment Services of a Commercial Nature	2,511,948	2,511,948	2,189,726	2,322,222
	29,605,936	29,605,936	29,319,599	286,337
SUB-TOTAL NON TAX REVENUE	215,872,962	215,872,962	223,635,744	(7,762,782)
SUB-TOTAL TAX & NON TAX REVENUE	2,647,367,915	2,647,367,915	2,423,606,674	223,761,241
Capital Revenue				
Other Non-Financial Assets	1,352,568	1,352,568	2,666,627	1,314,059
Capital Revenue	2,000	2,000	45,200	(43,200)
Grants	2,205,000	2,205,000	-	2,205,000
Proceeds from Borrowings	946,997,225	753,024,363	1,094,137,796	(341,113,427)
SUB-TOTAL CAPITAL REVENUE	950,556,793	756,583,931	1,096,849,617	(340,265,686)
TOTAL REVENUE	3,597,924,708	3,403,951,846	3,520,456,290	(116,504,444)

**EXPENDITURE
Agencies' Recurrent Expenditure**

GOVERNOR GENERAL & STAFF	1	1,098,024	1,098,024	980,397	117,627
THE SENATE	2	324,940	328,609	321,040	7,569
HOUSE OF ASSEMBLY	3	2,210,575	2,210,575	2,109,431	101,144
DEPT OF THE AUDITOR GENERAL	4	2,611,358	2,721,358	2,155,981	603,377
DEPARTMENT OF PUBLIC SERVICE AND NATIONAL INSURANCE	5	289,866,919	289,866,919	245,662,910	43,504,609
CABINET OFFICE	6	7,386,396	7,763,596	7,061,599	701,997
OFFICE OF THE ATTORNEY GENERAL AND LEGAL AFFAIRS	7	18,461,167	18,461,167	18,045,188	415,979
OFFICE OF THE JUDICIAL(SUPREME AND MAGISTRATES COURTS)	8	14,494,519	14,494,519	12,453,589	2,040,930
COURT OF APPEAL	9	2,275,786	2,275,786	2,015,935	259,951
REGISTRAR GENERAL'S DEPARTMENT	10	3,604,613	3,604,613	3,440,046	164,567
BAHAMAS DEPARTMENT OF CORRECTIONAL SERVICES	11	26,676,098	27,965,147	27,274,886	688,261
PARLIAMETARY REGISTRATION DEPT	12	1,442,700	1,442,700	760,910	681,790
MINISTRY OF FOREIGN AFFAIRS	13	35,539,601	35,539,601	30,847,003	4,692,598
OFFICE OF THE PRIME MINISTER	14	26,792,970	27,383,421	18,890,942	8,492,479
BAHAMAS INFORMATION SERVICES	15	2,029,273	2,029,273	1,964,958	64,615
GOVERNMENT PRINTING DEPARTMENT	16	1,742,194	1,742,194	1,479,917	262,277
DEPARTMENT OF LOCAL GOVERNMENT	17	26,427,767	26,427,767	25,419,171	1,008,596
DEPARTMENT OF PHYSICAL PLANNING	18	956,689	956,689	804,201	152,488
DEPARTMENT OF LANDS & SURVEYS	19	3,740,196	3,740,196	1,231,305	2,508,891
MINISTRY OF FINANCE	20	360,724,262	369,024,262	291,022,402	78,001,860
TREASURY DEPARTMENT	21	100,872,852	117,645,605	111,498,268	6,147,337
CUSTOMS DEPARTMENT	22	34,443,297	37,943,297	36,001,075	1,942,222
DEPARTMENT OF STATISTICS	23	3,612,011	3,612,011	2,775,732	836,279
PUBLIC DEBT SERVICING - INTEREST	24	381,351,927	381,351,927	352,159,105	29,192,822
DEPARTMENT OF INLAND REVENUE	25	19,001,750	19,001,750	12,155,055	6,846,695
MINISTRY OF NATIONAL SECURITY	26	7,455,580	7,455,580	5,167,906	2,287,674
DEPARTMENT OF IMMIGRATION	27	35,527,972	38,052,972	31,663,359	6,429,613
ROYAL BAHAMAS POLICE FORCE	28	127,907,570	127,907,570	121,993,215	5,924,355
ROYAL BAHAMAS DEFENCE FORCE	29	59,878,015	59,878,015	57,213,125	2,664,890
MINISTRY OF PUBLIC WORKS	30	48,744,888	80,076,223	77,064,943	3,011,280
DEPARTMENT OF PUBLIC WORKS	31	17,902,442	17,902,442	17,036,272	866,170
DEPARTMENT OF EDUCATION	32	205,632,146	205,632,146	194,139,411	11,492,735
DEPARTMENT OF ARCHIVES	33	688,309	688,309	636,679	51,630
MINISTRY OF EDUCATION	34	92,664,162	104,814,074	103,915,802	898,272
MINISTRY OF TRANSPORT AND LOCAL GOVERNMENT	35	9,622,942	9,789,638	8,626,011	1,163,628
MINISTRY OF SOCIAL SERVICES	36	11,592,741	11,592,741	10,494,239	1,139,502
DEPARTMENT OF SOCIAL SERVICES	37	39,757,411	39,757,411	34,411,565	5,345,846
DEPARTMENT OF HOUSING	38	2,611,960	2,611,960	1,756,642	815,318
MINISTRY OF YOUTH, SPORTS & CULTURE	39	28,176,040	28,176,040	20,616,603	7,559,437
DEPARTMENT OF LABOUR	40	2,482,488	2,482,488	2,150,423	332,065
MINISTRY OF FINANCIAL SERVICES, TRADE & INDUSTRY & IMMIGRATION	41	2,419,110	2,419,110	2,026,240	392,870
POST OFFICE DEPARTMENT	42	7,120,120	7,120,120	6,440,487	679,633
PORT DEPARTMENT	43	8,523,120	8,523,120	7,843,994	679,126
ROAD TRAFFIC DEPARTMENT	44	5,295,180	5,342,253	4,479,931	862,322
DEPARTMENT OF METEOROLOGY	45	2,959,620	2,959,620	2,277,215	681,405
MINISTRY AGRICULTURAL & MARINE RESOURCES	46	19,327,280	21,280,202	20,684,737	595,465
DEPARTMENT OF AGRICULTURE	47	6,369,222	6,369,222	5,864,605	504,617
DEPARTMENT OF MARINE RESOURCES	48	2,840,026	2,840,026	2,256,530	583,496
MINISTRY HEALTH	49	293,919,388	304,641,278	299,374,153	5,267,125
DEPT ENVIRONMENTAL HEALTH SERVICES	50	44,778,835	48,885,210	46,698,272	2,186,938
MINISTRY OF TOURISM & AVIATION	51	120,081,569	123,247,597	114,079,195	9,168,402
MINISTRY OF LABOUR	52	6,507,547	6,507,547	5,283,321	1,224,226
DEPARTMENT OF ENERGY & ENVIRONMENT & HOUSING	53	26,818,307	26,818,307	24,990,515	1,827,792
DEPARTMENT OF INFORMATION TECHNOLOGY	54	17,700,253	18,060,253	17,519,257	540,996
MINISTRY FOR GRAND BAHAMA	55	12,544,242	12,544,242	9,954,439	2,589,803
HEADS NOT REPEATED	74				
		2,635,683,569	2,733,034,723	2,468,718,630	264,316,093
Public Debt Servicing - Redemption		709,413,226	718,718,782	591,717,601	127,001,181

the accompanying notes are an integral part of these financial statements

THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
STATEMENT OF BUDGETARY PERFORMANCE FOR YEAR ENDED 30-JUNE-2019
(CONSOLIDATED FUND)

	Original Budget Ended B\$	Final Approved Budget Ended B\$	Actuals Ended B\$	Variance Ended B\$
CAPITAL EXPENDITURE				
MINISTRY OF FOREIGN AFFAIRS	13	3,000,000	183,833	2,816,167
MINISTRY OF FINANCE	21	81,065,658	51,910,461	91,169,913
MINISTRY OF NATIONAL SECURITY	29	14,950,000	4,357,538	10,592,462
DEPARTMENT OF IMMIGRATION	30	2,000,000	-	2,000,000
ROYAL BAHAMAS DEFENCE FORCE	32	10,050,000	9,048,877	1,001,123
MINISTRY OF PUBLIC WORKS	33	120,672,350	98,119,821	22,552,529
MINISTRY OF EDUCATION	38	33,110,000	43,715,285	1,501,243
DEPARTMENT OF HOUSING	45	5,000,000	1,209,543	3,790,458
PORT & MARINE DEPARTMENT	53	500,000	499,939	61
MINISTRY OF AGRICULTURE	56	840,000	597,653	242,347
MINISTRY OF HEALTH	60	24,000,000	11,631,897	12,368,103
MINISTRY OF ENERGY & ENVIRONMENT	72	4,131,000	2,089,798	2,041,202
SUB TOTAL CAPITAL EXPENDITURE	299,319,008	373,440,252	223,364,646	128,817,269
TOTAL EXPENDITURE	3,644,415,803	3,925,193,757	3,283,800,877	520,134,543
SURPLUS/DEFICIT	(46,491,095)	(421,241,911)	236,655,414	(636,638,987)

Annex 3

STATEMENT OF CASH FLOW

THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
STATEMENT OF CASH FLOWS FOR YEAR ENDED 30 JUNE 2019
(CONSOLIDATED FUND)

Notes	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018	
	B\$	B\$	
CASH FLOWS FROM OPERATING ACTIVITIES			
Recurrent Revenue (4)	2,423,606,673	2,039,633,686	
Increase/Decrease in Dishonoured Cheques	(53,535)	181,068	
Recurrent Expenditure (less Debt repayment) (5)	(2,468,718,630)	(2,188,578,845)	
NET CASH FLOWS FROM OPERATING ACTIVITIES	(45,165,492)	(148,764,091)	
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from capital revenue/grants (6)	2,711,827	2,751,800	
Capital acquisitions (7)	(223,364,646)	(268,707,198)	
Other capital expenditure (7)	0	0	
Capital Contributions, Subsidies & Grants (7)	0	0	
NET CASH FLOWS FROM INVESTING ACTIVITIES	(220,652,819)	(265,955,398)	
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase (Decrease) in Treasury Bills (8)	(95,000,000)	(117,209,000)	
Increase (Decrease) in Bank Advances (9)	(119,700,000)	0	
Increase (Decrease) in Other Advances (13A)	(52,124,863)	(55,685,377)	
Increase (Decrease) in Salary Deductions (12)	(401,347)	(4,794,899)	
Increase (Decrease) in Other Deposits (13B)	47,255,838	(112,398,591)	
Proceeds from Bonds/Stocks (6)	889,700,000	372,000,000	
Proceeds from US \$ Loan (6)	0	250,000,000	
Proceeds from EURO Loan (6)	0	355,038,757	
Proceeds from Loans (6)	14,437,791	753,692,792	
Proceeds from Loans (Commercial Banks)(6)	190,000,000	124,695,581	
Principal Redemption Payments on Public Debt/Payments into Fixed Deposits for (5)	(591,717,601)	(1,072,345,080)	
NET CASH FLOWS FROM FINANCING ACTIVITIES	282,449,818	492,994,183	
NET INCREASE (DECREASE) IN CASH	16,631,508	78,274,694	
CASH AND CASH EQUIVALENT			
Cash and Cash equivalent at beginning of year	(48,722,797)	(126,997,491)	
Cash and Cash equivalent at end of year	(32,091,289)	(48,722,797)	
	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018	Change
Cash and Domestic Bank Accounts (11)	42,881,933	44,327,618	(1,445,685)
Foreign Banks denominated in B\$ (11)	39,345,068	39,563,791	(218,723)
Sub-Total (11)	82,227,001	83,891,409	(1,664,407)
Fixed Deposits @ BoB (maturities less than 3r (17)	3,408,134	11,491,810	(8,083,676)
Fixed Deposits, Sinking Fund (18)	156,399,438	109,832,315	46,567,123
Sub-Total	242,034,573	205,215,534	36,819,040
Less: Bank Overdrafts (10 & 11)	(274,125,862)	(253,938,330)	(20,187,532)
Net Cash & Cash Equivalent	(32,091,289)	(48,722,797)	16,631,508

the accompanying notes are an integral part of these financial statements

Annex 4

STATEMENT OF CONSOLIDATED FUND (CURRENT ACCOUNT)

THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
STATEMENT OF CHANGES IN CONSOLIDATED FUND BALANCES FOR YEAR
ENDED 30-JUNE-2019
(CURRENT ACCOUNT)

	Notes	Financial Year Ended 30-Jun-2019 B\$	Financial Year Ended 30-Jun-2018 B\$	Net Change in Fund Balance B\$
Balance as at 1st July, 2018		(2,902,274,644)	(1,910,709,605)	(991,565,039)
Recurrent Revenue	(4)	2,423,606,673	2,039,633,686	83,972,987
Less: Refund of Revenue		-	-	-
Net Recurrent Revenue		2,423,606,673	2,039,633,686	383,972,987
Other Revenues & Transfers		252,827,913	229,725,200	23,102,713
Transfers from Capital Account	(16)	2,676,434,586	2,269,358,886	407,075,700
Total Revenues		5,142,869,172	4,338,717,772	804,151,400
Sub-Total		(225,840,058)	358,649,281	(584,489,339)
Recurrent Expenditure	(5)	3,060,436,231	3,260,923,925	(200,487,694)
Balance as at 30 June 2018		(3,286,276,289)	(2,902,274,644)	(384,001,645)

Annex 5

STATEMENT OF CONSOLIDATED FUND (CAPITAL ACCOUNT)

**STATEMENT OF CHANGES IN CONSOLIDATED FUND BALANCES FOR YEAR
ENDED 30 JUNE 2019
(CAPITAL ACCOUNT)**

	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018	Net Change in Fund Balance
	B\$	B\$	B\$
Balance as at 1st July, 2018	1,808,521,308	448,774,776	1,359,746,532
Financing Sources			
Proceeds from Stocks/Bonds	889,700,000	372,000,000	517,700,000
Proceeds from US\$ Loan (Deutsche Bank)	-	250,000,000	(250,000,000)
Proceeds from Credit Suisse Loan	-	355,038,757	(355,038,757)
Proceeds from Other Loans	9,160,475	753,692,792	(744,532,317)
Proceeds from TNotes	5,277,315	4,695,581	581,734
Proceeds from Loans from Commercial Banks	190,000,000	120,000,000	70,000,000
Proceeds From Grants	-	2,597,598	(2,597,598)
Capital Revenue			
Other Capital Income	45,200	154,202	(109,002)
Proceeds from site of Land	2,666,627	-	2,666,627
Total Financing Sources & Capital Revenue	1,096,849,617	1,858,178,930	(761,329,313)
Sub-Total	2,905,370,925	2,306,953,706	598,417,219
Capital Development Expenditure			
Capital Development Expenditure	223,364,646	268,707,198	(45,342,552)
Other Capital Expenditure	-	-	-
Loans, Contributions and Advances to Government Corporations	-	-	-
Total Capital Expenditure	223,364,646	268,707,198	(45,342,552)
Other Expenditure and Transfers			
Transfer to Current Account	252,827,913	229,725,200	23,102,713
Total Capital Development Expenditure and Transfers	476,192,559	498,432,398	(22,239,839)
Balance as at 30 June 2019	2,429,178,366	1,808,521,308	620,657,058

Notes

Annex 6

NOTES TO THE FINANCIAL STATEMENTS

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

1. Reporting Entity

The Financial Statements for the Commonwealth of the Bahamas are presented to Parliament annually and contain the following, the Statement of Financial Assets and Liabilities (Balance Sheet), the Statement of Budgetary Performance (which replaces the Statement of Revenue and Expenditure) and the Statement of Cash Flows, along with other detail statements required by the Financial Administration and Audit Act (FAA Act 2010).

The main statements consist of the Statement of Financial Assets and Liabilities (Balance Sheet), the Statement of Budgetary Performance, the Statement of Cash Flows and the Statements of Changes in Fund Balances (Current and Capital Development Accounts). The Statement of Revenue and Expenditure has been replaced by the Statement of Budgetary Performance which is a requirement of Cash Basis International Public Sector Accounting Standards. The Statement of Financial Assets and Liabilities (Balance Sheet) are inclusive of cash and cash equivalents including dishonoured cheques.

The other requirements under the FAA Act 2010 are supplementary and are shown in the notes.

The Financial Statements are prepared by the Public Treasury Department of the Commonwealth of the Bahamas and are governed by the Constitution, the FAA Act 2010 and the Financial Regulations 1975 and guided by Cash Basis IPSAS. It is a requirement under the Act to report against budget.

2. Summary of Significant Accounting Policies

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

The FAA Act 2010, requires that monies paid pending repayment or application to the purposes for which they were deposited be kept in an account styled "*Deposits Fund Account*".

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

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

Basis of preparation

The preparation of the financial statements is governed by the FAA Act 2010, and guided with International Public Sector Accounting Standards (IPSAS) Cash Basis. We continue to transition to modified accrual and then to full accrual. We however do not prepare consolidated statements and hence do not report on quasi-government entities. All quasi-government entities report individually to Parliament.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

In complying with the FAA Act 2010 the fixed assets acquired in the current year are included in the notes.

The financial assets of the Government are reported in the Statement of Financial Assets and Liabilities. The Act also requires a Statement of Cash Flows and a Statement of Revenue and Expenditure which has been replaced by the Statement of Budgetary Performance; the new Statement reflects the format recommended by the Cash Basis IPSAS along with the Statement of Financial Assets and Liabilities which form the primary statements. The other statements required by the act are supplementary and shown in the notes.

Reporting currency

These statements are prepared in Bahamian dollars (B\$).

Foreign currency

Foreign currency transactions during the year are translated into local currency at the exchange rate at the date of the transaction.

Comparatives

To ensure consistency with current period and classification method adopted to make a fair presentation of financial information, comparative figures have been restated where appropriate.

Revenue

Revenue is levied through Parliament by way of imposing taxes, fees and charges. All such revenue collected through the relevant Ministries and Departments is recognized at the time of collection.

Revenue due but not collected are maintained in subsidiary records but they are not included in the financial statements until collected.

Expenses

Expenses are accounted for in the fiscal year that goods and services are paid.

Assets

All assets are expensed in the year they are purchased. However, there is a separate capital statement that reports on all capital purchases during the year. A number of Agencies maintain an asset register either electronically or manually. Included in the notes is a list of fixed assets acquired during the period July 1, 2018 to June 30, 2019 as required by the FAA Act 2010.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

Liabilities

Liabilities incurred at the end of the year are not accrued and not accounted for in the balance sheet, however in the subsequent year/s when it is paid.

Loans are not reported in the balance sheet however they are recorded and reported in the statement of Public Debt in the Notes to the Financial Statement.

3. Budgetary Process

The Budget, as approved by the parliament and enacted by the Appropriation Acts provides the authority for recurrent and capital expenditure and indicated revenues for the fiscal year.

The authority for recurrent and capital expenditure lapses at the end of the fiscal year.

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

4. Recurrent Revenue

These comprise of recurrent revenue by revenue category during this fiscal period. A new stream of tax was added in January 2015, value added tax levied at a rate of 7.5%. In July 2018 the value added tax rate was increase to 12%. A summary of total Tax and Non-Tax Revenue for year ending June 30, 2019.

Summary of Recurrent Revenue

	APPROVED ESTIMATES 2018/2019	ACTUAL EXPENDITURE 2018/2019	UNDER/OVER THE ESTIMATES
TOTAL TAX REVENUE	2,431,494,953	2,199,970,929	231,524,024
TOTAL NON -TAX REVENUE	215,872,962	223,635,744	(7,762,782)

Details regarding the recurrent revenue are contained in Annex 1 pages 2-31.

5. Recurrent Expenditure

These comprise of recurrent expenditure by Ministries and Departments during this fiscal period. Debt Redemption which totals \$591,717,600 is highlighted in the Statement of Budgetary Performance, and the Interest component is reflected in the details. The details of the Debt Redemption is in Note 30.

Summary of Recurrent Expenditure

	APPROVED ESTIMATES 2018/2019	ACTUAL EXPENDITURE 2018/2019	UNDER/OVER THE ESTIMATES
RECURRENT EXPENDITURE	3,345,096,795	3,060,436,231	284,660,564

Details by head and line item are shown in Appendix 1 pages 35-393

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

6. Borrowings, Grants and Other Capital Income

During the year under review Borrowings, Grants and Other Capital Revenue in the total amount of \$1,096,848,617 were obtained from the following sources:

Proceeds from Stocks/Bonds	\$ 889,700,000
Proceeds from Loans Commercial Banks)	\$ 190,000,000
Proceeds from Other Loans	<u>\$ 14,437,790</u>
Total Proceeds from Borrowings	\$ 1,094,137,790
Proceeds from Grants	\$
Proceeds from Sale of Land	\$ 2,666,627
Proceeds from Sale of Gov't Assets	<u>\$ 45,200</u>
Total Borrowings, Grants & Other Capital Income	\$ 1,096,849,617

Details are shown in Annex 1 pages 395- 397.

7. Capital Acquisitions

These comprise of major capital acquisitions and capital development works during this fiscal period. Other Capital Outlays comprise of loans, contributions and advances to Corporations.

Summary of Capital Acquisitions, Development and Capital Outlays

HEAD	MINISTRY / DEPARTMENT	APPROVED ESTIMATES 2018/2019	ACTUAL EXPENDITURE 2018/2019	UNDER/(OVER) THE ESTIMATES
013	MINISTRY OF FOREIGN AFFAIRS	3,000,000	183,833	2,816,167
021	MINISTRY OF FINANCE	81,065,658	51,910,461	29,155,197
029	MINISTRY OF NATIONAL SECURITY	14,950,000	4,357,538	10,592,462
030	DEPARTMENT OF IMMIGRATION ROYAL BAHAMAS DEFENCE	2,000,000	-	2,000,000
032	FORCE	10,050,000	9,048,877	1,001,123
033	MINISTRY OF PUBLIC WORKS	120,672,350	98,119,821	22,552,529
038	MINISTRY OF EDUCATION	33,110,000	43,715,285	(10,605,285)
045	DEPARTMENT OF HOUSING	5,000,000	1,209,543	3,790,458
053	PORT DEPARTMENT	500,000	499,939	61
056	MINISTRY OF AGRICULTURE & MARI	840,000	597,653	242,347
060	MINISTRY OF HEALTH	24,000,000	11,631,897	12,368,103
072	MINISTRY OF THE ENVIRONMENT & HOUSING	4,131,000	2,089,798	2,041,202
	TOTAL CAPITAL EXPENDITURES	299,319,008	223,364,646	75,954,362

Details by head and line item are shown in Annex 1 pages 399-412.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

8. Treasury Bills

Treasury Bills are short term debt obligation backed by the Bahamas Government with a maturity of less than one year. It's governed by the section 17 of the Financial Administration and Audit Act. These T-Bills are issued through a competitive bidding process at a discount from par. The management of the process is handled by the Central Bank of the Bahamas and issuance of the paper is carried out by the Treasury Department. As at 30 June 2019, T-Bills outstanding was \$719,748,900.

Treasury Bills Account for year ended 30th June 2019

Outstanding T-bills as at 1st July 2018		\$544,748,900
Amount Redeemed	(\$ 51,000,000)	
Amount Issued	\$226,000,000	
		\$175,000,000
Outstanding T-bills as at 30th June 2019		\$719,748,900

b) Short Term BGRS

The Short Term BGRS of \$270,000,000 were converted and reinvested in Long Term BGRS in 2018/2019.

9. Central Bank of the Bahamas Advances

In accordance with the Central Bank of the Bahamas Act 351 Section 28, the Bank may make temporary advances to the Government on such terms and conditions which may be agreed between the Minister and the Bank. Every such advance must be paid as soon as possible and any amount of such advances at any one time shall not exceed ten percent (10%) of the average ordinary revenue or ten percent (10%) of the estimated ordinary revenue of the Government, whichever is less.

As at 30 June 2019, the amount outstanding was \$14,957,052 as delineated below:

Issue Date	Principal Outstanding	Interest Rate
1/10/2018	14,957,052	1.6652%
Total	14,957,052	

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

10. Advances from Other Financial Institutions.

The Government of the Bahamas maintains an overdraft facility at the Royal Bank of Canada under the authority of Section 17 of the FAA Act. This facility has an approved limit of \$100 million, with temporary facility of \$50M extended for eighteen months. Overdraft interest of prime (4.75%) is applied to the net balance of the consolidated total of Central Government Consolidated Fund and Deposit Fund bank accounts lodged with the Royal Bank of Canada in accordance with the agreement.

Additionally, the Government of the Bahamas obtained an advance of \$17,000,000 from First Caribbean Bank to meet recurrent account shortfall.

11. Cash and Bank Balances- (Consolidated Fund)

	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018
Bank of the Bahamas	41,425,978	38,389,673
Central Bank of the Bahamas	157,908,688	121,312,498
Bank Imprest Ministries & Departments	1,010,884	1,010,884
Foreign Banks	39,345,068	39,563,791
Family Island Bank Accounts	-	4,938,688
Royal Bank	2,343,956	-
Sub-Total	<u>242,034,573</u>	<u>205,215,534</u>
Royal Bank	(264,216,682)	(230,065,353)
Bank of the Bahamas	(859,840)	(2,578,105)
Central Bank of the Bahamas	(7,360,397)	(15,896,435)
Family Island Bank Accounts		
Tourism US\$ Account	<u>(1,688,944)</u>	<u>(5,398,438)</u>
Sub-Total	<u>(274,125,862)</u>	<u>(253,938,330)</u>
Total Cash and Bank Balances	<u>(32,091,289)</u>	<u>(48,722,797)</u>

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

12. Salary Deductions

This amount represents amounts deducted from central government employees' salary with respect to employees' obligations either mandatory or voluntary to third parties for the month of June 2019 and paid in July 2019, totaling \$22,386,454.

13. Other Short Term Advances and Depository Liabilities

a) The amount of \$168,592,447 advanced is as delineated below:

	As at 30-Jun-2019	As at 30-Jun-2018
	\$	\$
Family Islands	4,745,036	4,738,974
Ministries, Departments & Quasi-Government Entities	156,364,835	106,836,386
Due from other Funds	3,839,141	3,666,022
Miscellaneous	<u>3,643,434</u>	<u>1,226,202</u>
Total Advances	<u>168,592,447</u>	<u>116,467,584</u>

After the passage of Hurricane Mathew which had devastating effects on three Islands namely, New Providence (the capital), Grand Bahama and North Andros, the Cabinet of the Bahamas made a policy decision to grant all public officers who incurred damages in the Central Government as well as those in the Quasi- Government Entities, soft loans up to a maximum of \$20,000.

These loans were administered by the Bank of the Bahamas (BOB) and they were to attract interest at 3% to be used to offset the administrative costs incurred by BOB.

As at June 30th 2019, the amount outstanding on these loans was \$24,177,971. This amount is reflected in the amount shown for Ministries, Departments and Quasi Government Entities.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

b) The other short term depository liabilities of \$236,754,315 is as delineated below:

	As at 30-Jun-2019	As at 30-Jun-2018
	\$	\$
Contingency Deposits	24,341,307	31,828,020
Sinking Fund Deposits	156,399,438	109,840,379
Unclaimed Cheques	123,931,782	96,465,810
Miscellaneous	(68,758,299)	(49,475,819)
Ministries & Departments	<u>840,087</u>	<u>840,087</u>
	<u>236,754,315</u>	<u>189,498,477</u>

Contingency Deposits represent amounts approved via contingency/supplementary budgets but were not expended in current fiscal year. Such approved amounts can be carried over to subsequent fiscal year once authorized by the Minister of Finance in accordance with Section 9 of the Financial Administration and Audit Act.

14. Public Debt

The Public Debt is the Government's liabilities and under the present basis of preparation the long term portion of the debt of \$6,766,352,600 is not recorded in the primary financial statements. However, in keeping with the FAA Act 2010 Section 32 3) (f), a statement of public debt showing several amounts of the loans issued is disclosed further in the notes.

A summarized schedule of Public Debt totaling \$7,662,569,881 as at June 30, 2019 is delineated below:

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

LOAN DESCRIPTION	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19	NET INCREASE/ (DECREASE)
1 Bahamas Government Registered Stock	5,061,972,700	5,061,972,700	619,700,000	417,000,000	492,000,000	1,109,800,000	3,262,472,700		3,465,172,700	202,700,000
2 Bahamas Government Stock	302,310,000	277,310,000	0	16,055,000	0	51,074,000	226,236,000		210,181,000	(16,055,000)
3 Bahamas Government Treasury Notes	261,708,094	261,708,094	5,277,316	229,042	4,695,581	4,134,000	213,358,762		218,407,036	5,048,274
4 Loans Syndicated and payable - Bahamian Dollars	638,245,714	638,245,714	175,000,000	66,209,929	0	252,632,420	210,613,294		319,403,365	108,790,071
5 Loans & Bonds Syndicated and payable in US Dollars & Other Currencies	3,496,393,901	3,311,557,916	9,215,666	83,946,315	1,369,262,525	177,094,114	2,637,108,044	9,188,896	2,553,188,499	(83,919,545)
Sub-Total	9,760,630,409	9,550,794,424	809,192,981	583,440,285	1,865,958,105	1,594,734,534	6,549,788,800	9,188,896	6,766,352,600	216,563,799
6 Short term Debt Securities	858,405,952	1,174,485,930	316,964,352	217,700,000	107,000,000	224,209,000	796,952,929		896,217,281	99,264,352
7 Sinking Funds				46,491,095	118,099,962					
Total	10,619,036,361	10,725,280,353	1,126,157,333	847,631,381	1,972,958,105	1,818,943,534	7,346,741,729	9,188,896	7,662,569,881	315,828,152

15. Contingent Liabilities

The contingent liability portfolio consists of loans made by quasi government institutions and guaranteed by the Government. A summarized schedule of the Contingent Liabilities totaling \$736,472,064 is delineated below: A statement of the contingent liabilities showing several amounts are disclosed further in the notes.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

LOANS	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019
1) BAHAMAS DVLPMT. BK.	50,690,000	50,690,000	9,659,846	43,062,000	41,030,154
2) BAHAMAS ELECTRICITY CORP.	246,000,000	246,000,000	-	202,950,000	246,000,000
3) CLIFTON HERITAGE	24,000,000	24,000,000	-	24,000,000	24,000,000
4) LUCAYAN RENEWAL HOLDINGS LTD	30,000,000	30,000,000	-	-	30,000,000
5) SMALL BUSINESS DVLPMT. CENTRE	4,050,000	4,050,000	3,758,250	-	291,750
6) THE BRIDGE AUTHORITY	23,000,000	23,000,000	7,000,000	23,000,000	16,000,000
7) THE EDUC. LOAN AUTHORITY	67,000,000	67,000,000	5,000,000	67,000,000	62,000,000
8) THE PUBLIC HOSPITALS AUTHORITY	135,000,000	108,000,000	25,121,851	90,122,625	82,878,149
9) THE MORT. CORPORATION	165,000,000	165,000,000	5,000,000	165,000,000	160,00,000
10) WATER & SEWERAGE CORP.	95,000,000	91,632,274	17,360,264	69,759,968	74,272,011
11) PRIVATE SECTOR GUARANTEED DEBT	27,964,467	27,964,467	27,964,467	15,724,000	-
TOTAL	867,704,467	832,336,741	100,864,678	700,618,593	736,472,064

16. Inter-Account Transfers

During the year in review \$889,700,000 was raised via Bahamas Government Registered Stock, \$190,000,000, proceeds from Loans from the Commercial Banks, and drawdowns of \$204,437,790 on existing loans from which \$252,827,913 was transferred from the Consolidated Fund Capital Account to the Consolidated Fund Current Account to cover the budget deficit.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

19. Dishonoured Cheques

A record is maintained of cheques received from the general public and other sources which were subsequently dishonoured by the drawee bank and are carried on the books until these cheques are honoured or approval is obtained for write-off. The total amount June 30, 2019 stands at \$19,708,731.

20. Fixed Assets

The Financial Administration and Audit act 2010 now require a statement of fixed assets of the Government acquired during the financial year.

	2018/2019	2017/2018
	\$	\$
Land	0.00	0.00
Infrastructure	68,623,549	61,634,705
Buildings & Improvement	87,497,539	59,334,558
Transportation	7,060,232	15,020,079
Machinery & equipment	2,217,441	1,622,081
Furniture & fixtures	837,158	15,708,916
Computerization	2,969,379	2,293,412
TOTAL	<u>169,205,298</u>	<u>155,613,751</u>

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

21. Government Corporations and Autonomous Agencies

There are a number of wholly owned Government Corporations namely;

Entity	Percentage (&) of ownership
a) Bahamas Electricity Corporation	100
b) The Water and Sewerage Corporation	100
c) Broadcasting Corporation of the Bahamas	100
d) The Hotel Corporation	100
e) Bahamas Mortgage Corporation	100
f) Bahamas Agricultural & Industrial Corporation	100

There are a number of Government Authorities mainly,

a) Airport Authority	100
b) Bahamas Maritime Authority	100
c) Public Hospitals Authority	100
d) The Bridge Authority	100
e) Education Loan Authority	100
f) National Sports Authority	100
g) Beaches & Parks Authority	100
h) Bahamas Civil Aviation Authority	100

Entities that the Government has part ownership;

a) Arawak Port Development	40
b) Bahamas Telecommunication Company Limited	49
c) Bank of the Bahamas	51
d) Aliv	50

Other autonomous entities;

a) Bahamas Development Bank	100
b) Central Bank of the Bahamas	100
c) Nassau Flight Services	100
d) Utilities and Regulatory Authority	100
e) Insurance Commission	100
f) Bahamas Securities Commission	100
g) Bahamas Resolve Limited	100
h) Post Office Savings Bank	100

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

22. Deposit Fund Account

The Public Treasury has the fiduciary responsibility for the maintenance of a Deposit Fund Account as per FAA Act 2010.

Sections 15 & 16 provides for the establishment of a Deposit Fund Account into which monies are deposited pending repayment or application to the purposes for which they were deposited.

Additionally, section 15 sub-section (2) of the FAA Act 2010 provides authority for the Minister to make advances from the monies deposited.

As at 30th June 2019, the fund balance of the Deposits Fund is \$113,996,649.

Details are shown further in the notes.

23. Cash and Bank Balances- Deposits Fund

As at June 30, 2019, the Cash & Bank Balances were \$111,642,536 as delineated below:

	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018
<u>Deposits Fund</u>		
Bank of the Bahamas	9,831,840	8,555,482
Central Bank of the Bahamas	0	0
Royal Bank	89,801,043	74,680,153
Family Island Bank Accounts	12,009,653	11,559,282
Total Cash and Bank Balances Deposits Fund	<u>111,642,536</u>	<u>94,794,917</u>

24. Sinking Fund/Debenture

A Debenture (1963-2023) in the amount of 86,000 pounds sterling which equated to \$245,714 was issued in 1963 for the purchase of the Harcourt Malcolm Building (Re: Harcourt Malcolm Purchase Act 1963). A Sinking Fund together with its related Fixed Deposit has been established to facilitate periodic deposits from the Consolidated Fund in connection with the redemption of this Debenture which has been issued by the government. At 30 June 2019 the balance on the Fixed Deposit was \$228,331.

25. Investments- Deposits Fund

This investment of \$47,800 represents a bequest by Mr. W. G. Emslie to the Bahamas Government of which the interest is to be used towards the maintenance of the clinic in West Grand Bahama. As at June 30th 2019, the interest earned and not used is \$93,919.58.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

26. Public Officers' Loan

The Public Officers' Loan Fund was established to assist Public Officers with urgent / unexpected medical expenses, to pursue additional academic qualifications and for the purchase of vehicles in accordance with General Orders No: 1250.

These loans/advances are granted by the Minister as per Section 15 Sub-section 2 (d) of the Financial Administration and Audit Act 2010 and paid from the Deposit Fund Account. These loans/advances attract interest at the prime rate. The amounts outstanding as at June 30, 2018 and June 30, 2019 are \$918,427 and \$978,740 respectively.

Statement of Public Officers' Loan Fund is shown further in the notes.

27. Post Office Savings Bank Fund (Chapter 315 Section 11)

These funds represent monies deposited in the Treasury and are invested on behalf of the Post Office Savings Bank in accordance with Section 11 of the Savings Bank Act.

As of 30 June 2019, the total of monies held on behalf of the Post Office Savings Bank was \$ 9,000,858 and is invested as shown below.

	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018
<u>Post Office Savings Bank (POSB)</u>		
Royal Bank	60,239	2,756,649
Bank of the Bahamas	7,650,619	4,793,928
Bahamas Government Registered Stock	1,290,000	1,290,000
Total Cash and Bank Balances POSB	<u>9,000,858</u>	<u>8,840,576</u>

28. Confiscated Asset Fund

The Confiscated Asset Fund Statements are presented under separate cover in accordance with the Proceeds from Crime Act and therefore are not included in these Statements. The assets of the said fund are under management of the Minister of Finance and as at 30 June 2019, the balance of the fund was \$1,243,935.

**THE GOVERNMENT OF THE COMMONWEALTH OF BAHAMAS.
NOTES TO THE FINANCIAL STATEMENTS
FOR YEAR ENDED 30 JUNE, 2019**

29. Accounts Payables

At the end of the financial year those goods and services committed to and the Agencies expect delivery have been provided for to be paid in the 2019/20 budget. An Accounts Payables has been established as at June 30, 2019.

Trade Payables	\$ 3,692,888
Accrued Expenses Payable	16,952,142

Annex 7

STATEMENT OF PUBLIC DEBT

30. PUBLIC DEBT STATEMENT

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19	NET INCREASE/ (DECREASE)
1 Bahamas Government Registered Stock			5,061,972,700	5,061,972,700	619,700,000	417,000,000	492,000,000	1,109,800,000	3,262,472,700		3,465,172,700	202,700,000
2 Bahamas Government Stock			302,310,000	277,310,000	0	16,055,000	0	51,074,000	226,236,000		210,181,000	(16,055,000)
3 Bahamas Government Treasury Notes			261,708,094	261,708,094	5,277,316	229,042	4,695,581	4,134,000	213,358,762		218,407,036	5,048,274
4 Loans Syndicated and payable - Bahamian Dollars			638,245,714	638,245,714	175,000,000	66,209,929	0	252,632,420	210,613,294		319,403,365	108,790,071
5 Loans & Bonds Syndicated and payable in US Dollars & Other Currencies			3,496,393,901	3,311,557,916	9,215,666	83,946,315	1,369,262,525	177,094,114	2,637,108,044	9,188,896	2,553,188,499	(83,919,545)
Sub-Total			9,760,630,409	9,550,794,424	809,192,981	583,440,285	1,865,958,105	1,594,734,534	6,549,788,800	9,188,896	6,766,352,600	216,563,799
6 Short term Debt Securities			858,405,952	1,174,485,930	316,964,352	217,700,000	107,000,000	224,209,000	796,952,929		896,217,281	99,264,352
7 Sinking Funds						46,491,095	118,099,962					
Total			10,619,036,361	10,725,280,353	1,126,157,333	847,631,381	1,972,958,105	1,818,943,534	7,346,741,729	9,188,896	7,662,569,881	315,828,152

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVT REGISTERED STOCK											
1. \$25.0m Treasury Stock (8/11/87) (3/4% & 8 3/4%)											
Maturing 1996 & 2012	1987	1996/2012	25,000,000	25,000,000				25,000,000	0		Resolution of the House of Assembly dated Dec. 23, 1986
2. \$45.0m Treasury Stock (1/2 5/8, 7/8, 1 1/16, 1 3/16	1996	2004/2016	45,000,000	45,000,000				45,000,000	0		Resolution of the House of Assembly dated June 13, 1996
1 1/4 % above prime) (23/9/96) Maturing 2004, 2016,											
3. \$30.0M Treasury Stock (08/2/97) (1 1/8, 1 7/8% above	1997	2015/2016	30,000,000	30,000,000				30,000,000	0		Resolution of the House of Assembly dated June 13, 1996
prime) 2015 & 2016											
4. \$35.0m Treasury Stock (8%, 8 1/2% & 9%)	1988	1993/2013	35,000,000	35,000,000				35,000,000	0		Resolution of the House of Assembly dated Dec. 17, 1987
(15/7/88) Maturing 1993, 1998 & 2013											

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVT REGISTERED STOCK											
5 \$47.0m Treasury Stock (24/8/93) (5/8, 11/16)											
3/4% above prime) Maturing 2010, 2011 & 2012	1993	2010/2012	47,000,000	47,000,000				47,000,000	0		Resolution of the House of Assembly dated Dec. 9, 1993
6 \$65.0M Treasury stock (5 3/4%, 5 7/8%, 6%, & 6 5/8) (20/09/94) Maturing 2007, 2008, 2009 & 2014	1994	2007/2014	65,000,000	65,000,000				65,000,000	0		Resolution of the House of Assembly dated June 15, 1994
7 \$25.0m Treasury Stock (18/05/95) (1% above prime)	1995	2013									
Maturing 2013			25,000,000	25,000,000				25,000,000	0		Resolution of the House of Assembly dated June 15, 1994
8 \$30.0m Treasury Stock (26/2/96) (1/8, 1 1/16)											
1 1/8% above prime) Maturing 2010, 2013 & 2014	1996	2010/2014	30,000,000	30,000,000				30,000,000	0		Resolution of the House of Assembly dated June 15, 1995

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19	
BAHAMAS GOVT REGISTERED STOCK												
9 \$40.0m Treasury Stock (13/06/96) (1/16, 1/8, 1 3/16, 1 1/4 % above prime) 2014, 2015, 2016 & 2017	1996	2014/2017	40,000,000	40,000,000				40,000,000	0		0	Resolution of the House of Assembly dated June 15, 1995
10 \$50.0m Treasury Stock (15/07/97) (17/32%, 9/16%, 19/32%, 5/8% above prime) maturing 2014, 2017	1997	2014/2017	50,000,000	50,000,000				50,000,000	0		0	Resolution of the House of Assembly dated June 16, 1997
11 \$50.0m Treasury Stock (15/10/97) (1/8%, 1 3/16%, 1 1/4% above prime rate) maturing 2015, 2016 & 2017	1997	2015/2017	50,000,000	50,000,000				50,000,000	0		0	Resolution of the House of Assembly dated June 16, 1997
12 \$21.0m Treasury Stock (08/4/98) (7/16%, & 1/2% above prime rate) Maturing 2012 & 2014	1998	2012/2014	21,000,000	21,000,000				21,000,000	0		0	Resolution of the House of Assembly dated June 16, 1997

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVT REGISTERED STOCK											
13 \$50.0m Treasury Stock (10/8/99) (9/8%, 15/32% & 9/15% & 19/32% above prime rate) Maturing 2011, 2014											
2017 & 2018	1998	2011/2018	50,000,000	50,000,000		20,000,000		30,000,000	20,000,000		0 Resolution of the House of Assembly dated June 15, 1998
14 \$25.0m Treasury Stock (26/2/99) (1/32%, 5/15% & 9/15%											
above prime rate) Maturing 2007, 2010, 2018	1999	2007/2018	25,000,000	26,000,000				26,000,000	0		0 Resolution of the House of Assembly dated June 15, 1999
15 \$30.0m Treasury Stock (9/32%, 9/15%, & 19/32% above prime rate) Maturing 2008, 2009 & 2018											
1998	2008/2018	30,000,000	30,000,000		10,000,000		20,000,000	10,000,000		0 Resolution of the House of Assembly dated June 15, 1998	
16 \$50.0m Treasury Stock (21/7/99) (7/32%, 9/32%, 3/8%, 1/16, 15/32% above prime rate) Maturing 2011, 2013, 2016	1999	2011/2019	50,000,000	50,000,000		10,000,000		30,000,000	20,000,000		10,000,000 Resolution of the House of Assembly dated June 16, 1999

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVT REGISTERED STOCK											
17 \$28.0m Treasury Stock (15/11/99) (3.85% 7/16%)											
& 15/32% above prime rate) Maturing 2016, 2018 & 2019	1999	2016/2019	28,000,000	28,000,000		10,000,000		8,000,000	20,000,000		10,000,000
Resolution of the House of Assembly dated June 15, 1999											
18 \$30.0M Treasury Stock (21/09/00) (7/16%, 15/32%,											
1/2% above prime rate) Maturing 2018, 2019 & 2020	2000	2018/2020	30,000,000	30,000,000		10,000,000		0	30,000,000		20,000,000
Resolution of the House of Assembly dated June 15, 2000											
19 \$25.8M Treasury Stock (27/10/00) (9/32%, 15/32%, &											
1/2% above prime rate) Maturing 2013, 2019 & 2020	2000	2013/2020	25,800,000	25,800,000				5,800,000	20,000,000		20,000,000
Resolution of the House of Assembly dated June 19, 2000											
20 \$54.5M Treasury Stock (30/01/01) (1/2%, 17/32%, &											
9/16% above prime rate) Maturing 2019, 2020 & 2021	2001	2019/2021	34,300,000	34,300,000				0	34,300,000		34,300,000
Resolution of the House of Assembly dated June 20, 2001											
21 \$40.9478M Treasury Stock (12/12/01) 15/32, 1/2, 17/32,											
9/16 Maturing 2018-2021	2001	2018/2021	40,947,800	40,947,800		10,000,000		0	40,947,800		30,947,800
Resolution of the House of Assembly dated Dec. 10, 2001											

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BAHAMAS GOVT REGISTERED STOCK											
22. \$20,465M Treasury Stock (26/04/02) (1/7/3 & 9/16 APR) Maturing 2020 & 2021	2002	2020/2021	20,465,000	20,465,000				0	20,465,000		20,465,000
Resolution of the House of Assembly dated June 6, 2003											
23. \$60,00M Treasury Stock (23/08/02) (1/4, 5/13/32 APR) Maturing 2017, 2022	2002	2017/2022	60,000,000	60,000,000				7,000,000	53,000,000		53,000,000
Resolution of the House of Assembly dated June 29, 2002											
24. \$65,00M Treasury Stock (04/12/02) (3/16, 11/32 APR) Maturing 2015, 2020, 2021 & 2022	2002	2015/2022	65,000,000	65,000,000				15,000,000	50,000,000		50,000,000
Resolution of the House of Assembly dated June 15, 2002											
25. \$61.1M Treasury Stock (08/04/03)(1/4, 5/1; Maturing 2019, 2021, 2022 & 2023	2003	2019/2023	61,100,000	61,100,000				0	61,100,000		46,100,000
Resolution of the House of Assembly dated June 19, 2002											

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BAHAMAS GOVT REGISTERED STOCK											
26 S/10M Treasury Stock (21/01/19)(13/32, 3/16, 11/32, 3/8)											
Maturing 2014, 2017, 2022 & 2023	2003	2014/2023	60,000,000	60,000,000				15,000,000	45,000,000		45,000,000
Resolution of the House of Assembly dated June 20, 2003											
27 S/3.2898M Treasury Stock (09/02/04) (11/32, 3/8)											
Maturing 2023-2024	2004	2023/2024	23,289,800	23,289,800				0	23,289,800		23,289,800
Resolution of the House of Assembly dated June 15, 2004											
28 5100M Treasury Stock (29/01/14)(13/2, /13,,											
1/8, 3/16, 7/32, 1/4%, 9/32%, 5/16%)	2004	2015/2024	100,000,000	100,000,000		10,000,000		0	80,000,000		70,000,000
Resolution of the House of Assembly dated June 15, 2004											
29 51000M Treasury Stock (22/10/04)(13/2, 1/16,											
3/32, 5/32, 1/4, 9/32, 5/16)	2004	2015/2024	100,000,000	100,000,000				40,000,000	60,000,000		60,000,000
Resolution of the House of Assembly dated June 15, 2004											
Maturing 2015, 2016, 2017, 2019, 2022, 2023, 2024											

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BAHAMAS GOVT REGISTERED STOCK											
30 \$40.0M Treasury Stock (27/04/05)											
(7/32, 1/4, 9/32, 5/16)	2005	2022/2025	40,000,000	40,000,000				0	40,000,000		40,000,000
Maturing 2022-2025											Resolution of the House of Assembly dated April 27, 2005
31 \$40,466,600 Treasury Stock (28/06/05)											
(28/06/05) (1/8, 1/4, 9/32)	2005	2020/2025	40,466,600	40,466,600				0	40,466,600		40,466,600
Maturing 2020, 2024 & 2025											Resolution of the House of Assembly dated July 8, 2005
32 \$75.0M Treasury Stock											
(07/09/05) (5/32, 3/16, 7/32, 1/4, 9/32)	2005	2021/2025	75,000,000	75,000,000				0	75,000,000		75,000,000
Maturing 2021-2025											Resolution of the House of Assembly dated June 20, 2005
33 \$75.0M Treasury Stock (18/01/06) (5/32, 1/4, 9/32, 5/16)											
Maturing 2021, 2024, 2025 & 2026	2006	2021/2026	75,000,000	75,000,000				0	75,000,000		75,000,000
											Resolution of the House of Assembly dated June 20, 2005
34 \$25,894M Treasury Stock (30/06/05) (3/8)											
Maturing 2025	2005	2025	25,894,200	25,894,200				0	25,894,200		25,894,200
											Resolution of the House of Assembly dated June 20, 2005

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BAHAMAS GOVT REGISTERED STOCK											
35 \$51,645M Treasury Stock (04/05/06)(1/4, 9/32, 5/16)											
Maturing 2024-2026	2006	2024/2026	51,645,000	51,645,000				0	51,645,000		51,645,000
Resolution of the House of Assembly dated June 20, 2005											
36 \$100M Treasury Stock (22/09/06) 5/32%, 3/16%, 7/32%, 1/4%, 9/32%	2006	2021/2026	100,000,000	100,000,000				0	100,000,000		100,000,000
Resolution of the House of Assembly dated June 21, 2005											
Maturing 2021, 2022, 2023, 2024, 2025 & 202											
37 \$50M Treasury Stock (28/03/07)(9/32, 5/16)	2007	2026/2027	50,000,000	50,000,000				0	50,000,000		50,000,000
Resolution of the House of Assembly dated June 21, 2005											
Maturing 2026 & 2027											
38 \$45,284M Treasury Stock (09/05/07)(5/16)	2007	2027	45,284,000	45,284,000				0	45,284,000		45,284,000
Resolution of the House of Assembly dated June 21, 2006											
Maturing 2027											
39 \$100M Treasury Stock (28/07/07) 5/16%	2007	2027/2037	100,000,000	100,000,000				0	100,000,000		100,000,000
Resolution of the House of Assembly dated June 14, 2007											
Maturing 2027, 2035 & 2037											

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BAHAMAS GOVT REGISTERED STOCK												
40 \$35M Treasury Stock (08/10/07) 5.16%, 1:1 Maturing 2027, 2028 & 2029	2007	2027/2029	35,000,000	35,000,000		0	35,000,000	0	35,000,000		35,000,000	Resolution of the House of Assembly dated June 21, 2008
41 \$31,500,900 Treasury Stock (28/11/07) 1/32%, 3/32%, 5/16%, 13/32% Maturing 2018, 2020, 2027 & 2030	2007	2018/2030	31,500,900	31,500,900		10,000,000		0	31,500,900		21,500,900	Resolution of the House of Assembly dated June 21, 2006
42 \$100M Treasury Stock (22/09/08) 9/32%, 3/8%, 13/32%, 7/16% Maturing 2028, 2029, 2030, 2031, 2032 & 2033	2008	2028/2033	100,000,000	100,000,000		0		0	100,000,000		100,000,000	Resolution of the House of Assembly dated June 12, 2008
43 \$107,226M Treasury Stock (06/01/09) 1/4 5/16%, 11/32% Maturing 2028, 2029, 2030, 2031, 2032 & 2033	2008	2028/2033	107,226,000	107,226,000		0		0	107,226,000		107,226,000	Resolution of the House of Assembly dated June 14, 2007

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BAHAMAS GOVT REGISTERED STOCK												
44 \$150M Treasury Stock (27/08/09) 1/8%, 9/64%, 5/32%, 11/64%, 3/16%, 13/64%	2009	2028/2030	150,000,000	150,000,000		0	150,000,000		150,000,000		150,000,000	
Resolution of the House of Assembly dated June 17, 2009												
45 \$59,724,300 Treasury Stock (26/04/10) 1/12%, 3/32%, 5/48%	2010	2028/2030	59,724,300	59,724,300		0	59,724,300		59,724,300		59,724,300	
Resolution of the House of Assembly dated June 17, 2009												
Maturing 2028, 2029 & 2030												
46 \$100M Treasury Stock (26/07/10) 1/2%, 11/96%, 3/32%, 7/48%, 17/96%	2010	2028/2037	100,000,000	100,000,000		0	100,000,000		100,000,000		100,000,000	
Resolution of the House of Assembly dated June 10, 2010												
Maturing 2028, 2029, 2031, 2034 & 2037												
47 \$100M Treasury Stock (19/10/10) 5.5%, 1/48%, 1/24%, 5/32%	2010	2015/2030	100,000,000	100,000,000		50,000,000	50,000,000		50,000,000		50,000,000	
Resolution of the House of Assembly dated June 10, 2010												

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BAHAMAS GOVT REGISTERED STOCK											
48 \$34,993,200M Treasury Stock (10/12/10)		2010	34,993,200	34,993,200				0	34,993,200		34,993,200
11/96%, 1/8%, 13/96%, 7/8%											Resolution of the House of Assembly dated June 10, 2010
Maturing 2026, 2027, 2028 & 2029											
49 \$100M Treasury Stock (15/08/11)		2011	100,000,000	100,000,000		10,000,000		0	95,000,000		85,000,000
Maturing 2016, 2018, 2020, 2026, 2028, 2032											Resolution of the House of Assembly dated June 9, 2011
50 \$60M Treasury Stock (10/11/11)		2011	60,000,000	60,000,000		10,000,000		0	50,000,000		40,000,000
1/64%, 1/32%, 5/64%, 3/32%											Resolution of the House of Assembly dated June 9, 2011
Maturing 2016, 2018, 2020, 2026, 2028											
51 \$10,635,900M Treasury Stock (26/06/12)		2012	10,635,900	10,635,900		2,000,000		0	10,635,900		8,635,900
1/64%, 3/128%, 1/32%											Resolution of the House of Assembly dated June 26, 2012
Maturing 2017, 2018, 2020, 2021, 2022, 2027, 2028 & 2031											

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BAHAMAS GOVT REGISTERED STOCK											
52 \$200M Treasury Stock (16/07/12) 4% 4 1 4 1/10%, 4 1/8%, 4 1/4%, 4 3/10%, 4 13/40% & 4 7/20%	2012	2017/2031	200,000,000	200,000,000		20,000,000		20,000,000	180,000,000		160,000,000 Resolution of the House of Assembly dated June 14, 2012
53 \$100M Treasury Stock (25/09/12) 3/256%, 3/128%, 11/256%, 7/128%, 1/16% Maturing 2016,2019,2022,2027,2030,2032	2012	2016/2032	100,000,000	100,000,000				0	85,000,000		85,000,000 Resolution of the House of Assembly dated June 14, 2012
54 \$25M Treasury Stock (29/10/12) 15/256%, 1/16% Maturing 2031, 2032	2012	2031/2032	25,000,000	25,000,000				0	25,000,000		25,000,000 Resolution of the House of Assembly dated Oct 29, 2012
55 \$50M Treasury Stock (17/04/2013) /128%, 15/256%, 1/16% Maturing 2031, 2032, 2033	2013	2031/2033	50,000,000	50,000,000				0	50,000,000		50,000,000 Resolution of the House of Assembly dated Mar. 18, 2013

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56 \$70M Treasury Stock (26/07/2013) 3.256% 7.256%, 5.128%, 3.64%, 7.128%, 1.18%, 9.128% Maturing 2010, 2014, 2019, 2031, 2033, 2034	2013	2020/2034	70,000,000	70,000,000				0	70,000,000		70,000,000	Resolution of the House of Assembly June 2013
57 \$45M Treasury Stock (23/09/2013) 7.128%, 15/256%, 1.16% Maturing 2031, 2032, 2033	2013	2031/2033	45,000,000	45,000,000				0	45,000,000		45,000,000	Resolution of the House of Assembly June 2013
58 \$20M Treasury Stock (03/10/2014) Maturing 2016	2014	2016	20,000,000	20,000,000				0	0		0	Resolution of the House of Assembly June 2014
59 \$35.0M Treasury Stock (30/10/14) Maturing 2019, 2020, 2021	2014	2019/2021	35,000,000	35,000,000				20,000,000	15,000,000		15,000,000	Resolution of the House of Assembly June 2014
60 \$20.0M Treasury Stock (18/11/14) Maturing 2029	2014	2029	20,000,000	20,000,000				20,000,000	0		0	Resolution of the House of Assembly June 2014
61 \$10.0M Treasury Stock (11/01/15) Maturing 2023	2015	2023	10,000,000	10,000,000				0	10,000,000		10,000,000	Resolution of the House of Assembly June 2015
62 \$30M Treasury Stock (18/01/16) Maturing 2024	2016	2024	30,000,000	30,000,000				0	30,000,000		30,000,000	Resolution of the House of Assembly June 2015
63 \$40M Treasury Stock (04/08/16) Maturing 2036	2016	2036	30,000,000	30,000,000				0	30,000,000		30,000,000	Resolution of the House of Assembly June 2015
64 \$30M Treasury Stock (26/08/16) Maturing 2036 # 2	2016	2036	30,000,000	30,000,000				0	30,000,000		30,000,000	Resolution of the House of Assembly June 2016
65 \$40M Treasury Stock (23/01/16) Maturing 2025, 2026	2016	2025/2026	40,000,000	40,000,000				0	40,000,000		40,000,000	Resolution of the House of Assembly June 2016

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66 S25M Treasury Stock (23/09/16) Maturing 2036 # 3	2016	2036	25,000,000	25,000,000				0	25,000,000		25,000,000 <i>Resolution of the House of Assembly June 2016</i>
67 S100M Treasury Stock (03/10/16) # 8 (13/10/16) Maturing 2036	2016	2036	100,000,000	100,000,000				0	100,000,000		100,000,000 <i>Resolution of the House of Assembly June 2016</i>
68 S20M Treasury Stock (13/04/16) Maturing 2019	2016	2019	20,000,000	20,000,000				20,000,000	0		0 <i>Resolution of the House of Assembly June 2016</i>
69 S5,00M Treasury Stock (13/04/16) Maturing 2021	2016	2021	5,000,000	5,000,000				5,000,000	0		0 <i>Resolution of the House of Assembly June 2016</i>
70 S25M Treasury Stock (13/04/16) Maturing 2036 # 5	2016	2036	25,000,000	25,000,000				25,000,000	0		0 <i>Resolution of the House of Assembly June 2016</i>
71 S120M Treasury Stock (13/10/16) Maturing 2017	2016	2017	120,000,000	120,000,000				120,000,000	0		0 <i>Resolution of the House of Assembly June 2016</i>
72 S20M Treasury Stock (13/12/16) Maturing 2021	2016	2021	20,000,000	20,000,000				20,000,000	0		0 <i>Resolution of the House of Assembly June 2016</i>
73 S75M Treasury Stock (29/09/17) Maturing 2018	2017	2018	75,000,000	75,000,000				75,000,000	0		0 <i>Resolution of the House of Assembly June 2017</i>
74 S75M Treasury Stock (27/04/17) Maturing 2018	2017	2018	75,000,000	75,000,000				75,000,000	0		0 <i>Resolution of the House of Assembly June 2017</i>
75 S75M Treasury Stock (14/01/17) Maturing 2020-2027	2017	2037	75,000,000	75,000,000			75,000,000	0	75,000,000		75,000,000 <i>Resolution of the House of Assembly June 2017</i>

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/6 5/4M Treasury Stock (16/10/17) Maturing 2037	2017	2037	62,000,000	62,000,000			62,000,000	0	62,000,000		62,000,000	Resolution of the House of Assembly June 2017
/7 5/2M Treasury Stock (11/10/17) Maturing 2033	2017	2033	20,000,000	20,000,000				0	20,000,000		20,000,000	Resolution of the House of Assembly June 2017
/8 5/12M Treasury Stock (2/10/17) Maturing 2018	2017	2018	120,000,000	120,000,000		120,000,000	120,000,000	0	120,000,000		0	Resolution of the House of Assembly June 2017
/9 5/5M Treasury Stock (15/12/17) Maturing 2037	2017	2037	50,000,000	50,000,000			50,000,000	0	50,000,000		50,000,000	Resolution of the House of Assembly June 2017
80 5/2M Treasury Stock (26/02/18) Maturing 2021-2038	2018	2021-2038	20,000,000	20,000,000			20,000,000	0	20,000,000		20,000,000	Resolution of the House of Assembly June 2017
81 5/1M Treasury Stock (28/03/18) Maturing 2038	2018	2038	15,000,000	15,000,000			15,000,000	0	15,000,000		15,000,000	Resolution of the House of Assembly June 2017
82 5/9M Treasury Stock (28/03/18) Maturing 2019	2018	2019	75,000,000	75,000,000		75,000,000	75,000,000	0	75,000,000		0	Resolution of the House of Assembly June 2017
83 5/9M Treasury Stock (2/04/18) Maturing 2019	2018	2019	75,000,000	75,000,000		75,000,000	75,000,000	0	75,000,000		0	Resolution of the House of Assembly June 2017

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84 \$35M Treasury Stock (13/01/18) Maturing 2021-2038	2018	2021/38	55,000,000	55,000,000	55,000,000				55,000,000	Resolution of the House of Assembly June 2018	
85 \$30M Treasury Stock (13/08/18) Maturing 2021-2038	2018	2021/38	30,000,000	30,000,000	30,000,000				30,000,000	Resolution of the House of Assembly June 2018	
86 \$25M Treasury Stock (14/09/18) Maturing 2039-2049	2018	2039-49	25,000,000	25,000,000	25,000,000				25,000,000	Resolution of the House of Assembly June 2018	
87 \$30M Treasury Stock (13/10/18) Maturing 2021-2038	2018	2021-38	30,000,000	30,000,000	30,000,000				30,000,000	Resolution of the House of Assembly June 2018	
88 \$29M Treasury Stock (13/10/2018) Maturing 2021-2048	2018	2021-48	29,000,000	29,000,000	29,000,000				29,000,000	Resolution of the House of Assembly June 2018	
89 \$70M Treasury Stock (13/10/2018) Maturing 2021	2018	2021	70,000,000	70,000,000	70,000,000				70,000,000	Resolution of the House of Assembly June 2018	
90 \$75M Treasury Stock (29/10/2018) Maturing 2019	2018	2019	75,000,000	75,000,000	75,000,000				75,000,000	Resolution of the House of Assembly June 2018	
91 \$40M Treasury Stock (13/04/2019) Maturing 2022-2049	2018	2022-49	40,000,000	40,000,000	40,000,000				40,000,000	Resolution of the House of Assembly June 2018	
92 \$25M Treasury Stock (13/03/2019) Maturing 2021-2038	2018	2021-38	25,000,000	25,000,000	25,000,000				25,000,000	Resolution of the House of Assembly June 2018	
93 \$75M Treasury Stock (29/04/2019) Maturing 2020	2018	2020	75,000,000	75,000,000	75,000,000				75,000,000	Resolution of the House of Assembly June 2018	
94 \$40M Treasury Stock (13/04/2019) Maturing 2022-2049	2018	2022-49	40,000,000	40,000,000	40,000,000				40,000,000	Resolution of the House of Assembly June 2018	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19	
95 S25M Treasury Stock (17/06/2019) Maturing 2039-49	2018	2039-49	25,000,000	25,000,000	25,000,000						25,000,000	Resolution of the House of Assembly June 2019
96 S25 /M Treasury Stock (17/06/2019) Maturing 2039	2018	2039	25,700,000	25,700,000	25,700,000						25,700,000	Resolution of the House of Assembly June 2019
97 S25M Treasury Stock (29/06/19) Maturing 2020	2018	2020	75,000,000	75,000,000	75,000,000						75,000,000	Resolution of the House of Assembly June 2019
TOTAL			5,061,972,700	5,061,972,700	619,700,000	417,000,000	492,000,000	1,109,800,000	3,262,472,700		3,465,172,700	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVERNMENT STOCK											
<u>\$200M Bahamas Government Stock</u>											
Franchise 1: S/5M Maturing 2017,2019,2021,2044	2015	2017-2044	75,000,000	75,000,000	0	0	22,500,000	52,500,000	52,500,000		
Franchise 2: S/10M Maturing 2018,2020,2022,2045	2015	2018-2045	75,000,000	70,000,000	0	0	10,574,000	59,426,000	59,426,000		
Franchise 3: S/5M Maturing 2018,2020,2022,2045	2015	2018-2045	75,000,000	55,000,000	0	0	18,000,000	37,000,000	37,000,000		
Franchise 4: S/1.310M Maturing 2018,2020,2022	2015	2018-2022	77,310,000	77,310,000	16,055,000	0	0	77,310,000	61,255,000		
TOTAL			302,310,000	277,310,000	0	16,055,000	51,074,000	226,236,000	210,181,000		

Resolution of the House of Assembly June 2015

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
BAHAMAS GOVERNMENT TREASURY NOTES											
Tranche 1: \$100M	2015	On Demand	100,000,000	100,000,000	5,277,315.50	229,042	4,695,581	60,693,985	51,650,668.44		56,698,942.32
Tranche 2: \$71.3M	2015	On Demand	71,300,000	71,300,000		0		0	71,300,000.00		71,300,000.00
Tranche 3: \$21,535M	2015	On Demand	21,535,000	21,535,000		0		2,914,000	21,535,000.00		21,535,000.00
Tranche 4: \$27.31M	2015	On Demand	27,310,000	27,310,000		0		20,000	27,310,000.00		27,310,000.00
Tranche 5: \$26,177M	2015	On Demand	26,177,000	26,177,000		0		1,200,000	26,177,000.00		26,177,000.00
Tranche 6: \$15,386M	2015	On Demand	15,386,094	15,386,094		0		0	15,386,094.00		15,386,094.00
TOTAL			261,708,094	261,708,094	5,277,316	229,042	4,695,581	4,134,000	213,358,762.44		218,407,096.32

Resolution of the House of Assembly

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
LOANS SYNDICATED & PAYABLE IN BAHAMIAN DOLLARS											
FCIB \$100M Loan Notes	2014	0	100,000,000	100,000,000		20,000,000		10,000,000	90,000,000		70,000,000
Resolution of the House of Assembly June 2014											
Royal Bank of Canada Loan Facility	2014	2015-2016	150,000,000	150,000,000				150,000,000	0		0
Resolution of the House of Assembly June 2014											
Royal Bank of Canada LCR Capital Works Loan	2015	2027	8,000,000	8,000,000		654,374		1,382,420	6,617,580		5,963,206
Credit Agreement											
Royal Bank of Canada Working Capital Loan	2016	2018	75,000,000	75,000,000		0		75,000,000	0		0
Credit Agreement											
\$130M Club Loan for Hurricane Recovery	2016	2021	130,000,000	130,000,000		32,500,000		16,250,000	113,750,000		81,250,000
Loan Agreement											
FCIB \$75 Million Syndicate Loan	2018		75,000,000	75,000,000		7,500,000					67,500,000
Loan Agreement											
RBC \$100 Million Working Capital Loan	2018		100,000,000	100,000,000		5,555,556					94,444,444
Credit Agreement											
Harcourt Malcolm Property Purchase 1963/2023	1963	2023	245,714	245,714		0		0	245,714		245,714
The Harcourt Malcolm Property Purchase Act No:2 1963 Debenture Note dated 1963											
TOTAL			638,245,714	638,245,714		175,000,000		66,209,929	252,632,420		210,613,294
											319,403,365

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
LOANS SYNDICATED IN U.S. DOLLARS AND OTHER CURRENCIES											
US\$21.0m 848/OC-8H DB Loan	1995	2020	21,600,061	21,600,061		1,296,002		19,008,057	2,592,004		1,296,002 Loan Agreement.
Inter-American Development Bank 1286/OC-8H Infrastructure Rehabilitation (Hurricane Floyd) (Mar 21, 2001)	2001	2021	21,000,000.00	18,958,648		1,263,910		15,166,918	3,791,730		2,577,820 Loan Contract dated 21/03/01
Inter-American Development Bank 1330/OC-8H (New Providence Transport Program) (22/10/01)	2001	2021	46,200,000.00	43,399,981		3,250,878		32,021,907	11,378,074		8,127,196 Loan Contract dated 22/10/01
Inter-American Development Bank 1617/OC-8H Immediate Response Facility	2005	2025	16,700,000	3,580,522		238,701		1,909,611	1,670,910		1,432,209 Loan Contract dated April 28th, 2005
Inter-American Development Bank 1695/OC-8H Education & Training Loan	2006	2026	18,000,000	12,798,382		885,820		5,268,918	7,529,463		6,643,643 Loan Agreement.

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
E. E. C. Rural Energy Project (1.0m Disbursed in Euro)	1991	2030	1,442,766	827,357		29,274		514,924	377,173	9.832	338,067 <small>Amount Outstanding as at 30/06/19</small>
Food Technology Complex	1982	2021	433,375	433,375		18,331		394,397	67,169	1.935	46,902 <small>Amount Outstanding as at 30/06/19</small>
UDR 11/0/OC-BH Solid Waste Management Loan	2001	2019	23,500,000	21,797,403		1,500,613.28		19,546,481	2,250,920		750,307 <small>Loan Contract No. 1170/OC-BH</small>
UDR 1988/UL-BH New Providence Trns Split Fdg.	2008	2033	100,000,000	100,000,000		4,767,602		28,485,967	71,514,033		66,746,431 <small>Loan Contract dated June 23, 2008</small>
\$200M Bond Issue Maturing 2033	2003	2033	200,000,000	200,000,000		0		0	200,000,000		200,000,000 <small>Proceeds Received Resolution House of Assembly June 2003</small>
Deutsche Bank 75M Loan (30/09/2013)	2013	2020	101,542,500	101,542,500		0		0	87,622,500	2,362,500	85,260,000 <small>Credit Agreement</small>
Deutsche Bank 45M loan			45,000,000	45,000,000		0		0	45,000,000		45,000,000 <small>Credit Agreement</small>
Int'l Private Capital / MKI Dvlpmt. Bond Issue	2014	2024	300,000,000	300,000,000		0		0	300,000,000		300,000,000 <small>Credit Agreement</small>

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
The BKM Bank of China-Container											
Scanner Loan (\$4,000,000 RMB Yuan Disbursed in USD)	2006	2022	5,187,302	4,737,791		311,334		2,148,846	2,851,028	95.608	2,444,086
											Loan Agreement dated September 27th, 2006
\$100M Bond Issue Maturing 2038	2008	2038	100,000,000	100,000,000		0		0	100,000,000		100,000,000
											Resolution of House of Assembly dated December 17th, 2007
Credit Suisse CHF 100M	2016	2023	100,120,144	100,120,144		15,503,776		23,735,244	92,418,595	100.676	77,015,496
											Credit Agreement dated Oct. 11th, 2010
Credit Suisse CHF 100M-50M			155,038,757	155,038,760		23,154,657	155,038,760		135,038,760	697,460	131,186,643
											Credit Agreement dated Oct. 11th, 2010
Family Island Project (CDB loan no: 09/0R-BHA)	2010	2027	10,109,000	6,995,917		588,100		1,408,968	5,586,949		4,998,849
											Loan Agreement dated Oct. 11th, 2010
Chinese Concessional Loan (Airport Road)	2010	2030	59,438,553	51,627,214		3,531,326.32		8,937,911	46,710,412	1,595,766	41,583,320
											Loan Agreement dated Oct. 11th, 2010
\$300M Bond Issue Maturing 2029	2009	2029	300,000,000	300,000,000		0		0	300,000,000		300,000,000
											Resolution of House of Assembly

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
IUB 2864/2865/UL-BH AIR RSPRT. KETORN Program (16/12/2011)	2011	2031	50,000,000	18,658,964		1,166,185		2,915,463	15,743,500		14,577,315 <small>Loan Contract dtd 16 Dec 16, 2011</small>
Chinese Concessional Ln. (North Abaco P/Bt) *7,560,000,000 RMB Yuan Disbursed in USD)	2012	2032	38,002,443	38,002,443		2,462,626		5,067,420	36,332,814	1,246,551	32,623,637 <small>House of Assembly Resolution dtd 7th, 25, 2012</small>
IDB 2756 OC-BH Trade Sector Support (18/07/2012)	2012	2037	16,500,000	16,783,973	2,950,398	674,760	2,300,000	674,760	13,157,815		15,433,453 <small>House of Assembly Resolution Dtd. Aug. 2nd, 2012</small>
RRC US\$150 Million Bridge Facility	2014	2015	0	0		0		0	0		0 <small>Credit Agreement dated 2014</small>
IDB 2758 OC-BH Social Safety Net Reform (30/08/2012)	2012	2037	7,500,000	4,136,139		206,807	206,862	108,403	4,032,735		3,825,928 <small>Loan contract dtd. Aug. 30, 2012</small>
J.P. Morgan US\$180M Credit Agreement	2012	2023	180,000,000	180,000,000		0		0	180,000,000		180,000,000 <small>Credit Agreement</small>

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAWN DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19
IOB 2773 OC-BH New Providence S.F. II (04/09/2012)	2012	2037	65,000,000	65,000,000		2,843,430	55,476,000	9,553,121	55,446,879		52,603,449
IOB 3499/OC-BH Public financial Management & Performance Monitoring Reform	2016	2041	33,000,000	4,448,299	3,317,843.82	0	1,130,455	0	1,130,455		4,448,299
IOB 3499/OC-BH Citizen Security & Justice Programme	2016	2041	20,000,000	3,976,016	1,602,360	0		0	2,373,656		3,976,016
IOB MDMA Immediate Response- Hurricane Sandy	2014	2023	750,000	659,780		82,473		226,798	432,981		350,508
IOB 11/UK-BHA Water supply Improvement Project	2016	2033	28,529,000	12,907,445	43,076	0	9,972,411	0	12,864,369		12,907,445
IOB 12/IOB-BHA BTVI Enhancement Proj.					12,116	0		0			12,116
Defence Force Vessels Loan	2014		232,000,000	178,526,802	1,289,873	20,169,710.55	558,561		129,193,120	3,279,920	107,033,362
											19th March 2014
Deutsche Bank USD \$250 Million Loan	2017		250,000,000	250,000,000			250,000,000		0		0.00
											Loan Agreement
\$750M Bond Issue Maturing 2026/28	2017	2026/28	750,000,000	750,000,000			750,000,000		750,000,000		750,000,000
											Loan Agreement
Credit Suisse AG - USD\$200M Loan	2017	2033	200,000,000	200,000,000			200,000,000				
											Loan Agreement
TOTAL			3,496,393,901	3,311,557,916	9,215,666	83,946,315	1,369,262,525	177,094,114	2,637,108,044	9,188,896	2,553,188,499

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
PUBLIC DEBT STATEMENT
FOR YEAR ENDED JUNE 30, 2019

LOAN DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	AMOUNT OF LOAN AUTHORIZED BY GOVT.	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	LOAN DRAW DOWN CURRENT YEAR	AMOUNT REDEEMED IN CURRENT YEAR	LOAN DRAWDOWN AMOUNT PRIOR YEAR	AMOUNT REDEEMED AS AT 30/06/18	AMOUNT OUTSTANDING AS AT 30/06/18	Exchange Rate Adjustments	AMOUNT OUTSTANDING AS AT 30/06/19	
SHORT TERM FACILITIES												
Bahamas Government Treasury Bills		On Demand	544,748,900	907,281,900	226,000,000	51,000,000	107,000,000	224,209,000	544,748,900		719,748,900 <small>Section 17 of PMA ACT 2012</small>	
Central Bank of the Bahamas Advances		On Demand	134,657,052	134,657,052	44,000,000	163,700,000		0	134,657,052		14,957,051 <small>Sec. 26 of The Central Bank of The Bahamas Act 1974.</small>	
RBC Overdraft Facility		On Demand	150,000,000	103,546,978	31,964,352	0		0	103,546,978		135,511,330 <small>Section 17 of PMA ACT 2012</small>	
FCIB \$14M Revolving Facility		On Demand	14,000,000	14,000,000	0	0		0	14,000,000		14,000,000 <small>Credit Agreement</small>	
FCIB \$15M Loan		On Demand	15,000,000	15,000,000	15,000,000	3,000,000		0			12,000,000 <small>Loan Agreement</small>	
Total			858,405,952	1,174,485,930	316,964,352	217,700,000	107,000,000	224,209,000	796,952,929	9,188,896	866,217,281	

Annex 8

STATEMENT OF CONTINGENT LIABILITIES

31. CONTINGENT LIABILITIES STATEMENT

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

LOANS	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
1) BAHAMAS DVL.PMT. BK.	50,690,000	50,690,000	9,659,846	43,062,000	41,030,154	
2) BAHAMAS ELECTRICITY CORPORATION	246,000,000	246,000,000	0	202,950,000	246,000,000	
3) CLIFTON HERITAGE	24,000,000	24,000,000	0	24,000,000	24,000,000	
4) LUCAYAN RENEWAL HOLDINGS LTD	30,000,000	30,000,000	0	0	30,000,000	
5) SMALL BUSINESS DVL.PMT. CENTRE	4,050,000	4,050,000	3,758,250	0	291,750	
6) THE BRIDGE AUTHORITY	23,000,000	23,000,000	7,000,000	23,000,000	16,000,000	
7) THE EDUC. LOAN AUTHORITY	67,000,000	67,000,000	5,000,000	67,000,000	62,000,000	
8) THE PUBLIC HOSPITALS AUTHORITY	135,000,000	108,000,000	25,121,851	90,122,625	82,878,149	
9) THE MORT. CORPORATION	165,000,000	165,000,000	5,000,000	165,000,000	160,000,000	
10) WATER & SEWERAGE CORP.	95,000,000	91,632,274	17,360,263	69,759,968	74,272,011	
11) PRIVATE SECTOR GUARANTEED DEBT	27,964,467	27,964,467	27,964,467	15,724,000	0	
TOTAL	867,704,467	837,336,741	100,864,677	700,618,593	736,472,064	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES

AS AT
JUNE 30th, 2019

LOANS	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT	REMARKS
	OF LOAN AUTHORIZED BY LEGISLATURE	DRAWN IN RESPECT OF LOAN AUTHORIZED	REDEEMED AS AT 30/06/2019	OUTSTANDING AS AT 30/06/2018	OUTSTANDING AS AT 30/06/2019	
BAHAMAS DEVELOPMENT BANK						
BDB - SERIES A & B BONDS	25,000,000	25,000,000	9,000,000	18,000,000	16,000,000	
BDB - SERIES C & D BONDS	25,000,000	25,000,000	0	25,000,000	25,000,000	
EIB Promo S.M Firms ECU 0.69M	690,000	690,000	659,846	62,000	30,154	
TOTAL	50,690,000	50,690,000	9,659,846	43,062,000	41,030,154	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

LOANS	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
BAHAMAS ELECTRICITY CORPORATION						
US \$83.2M of US \$211 Refinancing Loan (FCIB/Credit Suisse)	83,200,000	83,200,000	0	68,731,000	83,200,000	
US \$127.8M of US \$211 Refinancing Loan (FCIB/Credit Suisse)	127,800,000	127,800,000	0	105,344,000	127,800,000	
US\$35M Loan (FCIB Refinancing)	35,000,000	35,000,000	0	28,875,000	35,000,000	
TOTAL	246,000,000	246,000,000	0	202,950,000	246,000,000	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
CLIFTON HERITAGE AUTHORITY						
BGRS	24,000,000	24,000,000	0	24,000,000	24,000,000	Resolution House of Asmbly
TOTAL	<u>24,000,000</u>	<u>24,000,000</u>	<u>0</u>	<u>24,000,000</u>	<u>24,000,000</u>	
LUCAYAN RENEWAL HOLDINGS LTD.						
USD \$30.0M Bonds	30,000,000	30,000,000	0	0	30,000,000	
TOTAL	<u>30,000,000</u>	<u>30,000,000</u>	<u>0</u>	<u>0</u>	<u>30,000,000</u>	
SMALL BUSINESS DVLPMT. CENTRE						
SBDC Loan Guarantee Programme	4,050,000	4,050,000	3,758,250	0	291,750	Resolution House of Asmbly
TOTAL	<u>4,050,000</u>	<u>4,050,000</u>	<u>3,758,250</u>	<u>0</u>	<u>291,750</u>	

GOVERNMENT OF THE COMMONWEALTH OF THEBAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

LOANS	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
THE BRIDGE AUTHORITY						
BGRS	23,000,000	23,000,000	7000000	23,000,000	16,000,000	Resolution House of Assembly
TOTAL	<u>23,000,000</u>	<u>23,000,000</u>	<u>7,000,000</u>	<u>23,000,000</u>	<u>16,000,000</u>	
THE EDUCATION AUTHORITY						
VARIOUS BKS - SERIES A, B, C, BDS.	67,000,000	67,000,000	5,000,000	67,000,000	62,000,000	Resolution House of Assembly
TOTAL	<u>67,000,000</u>	<u>67,000,000</u>	<u>5,000,000</u>	<u>67,000,000</u>	<u>62,000,000</u>	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
THE PUBLIC HOSPITALS AUTHORITY						
Critical Care Block Bond	100,000,000	73,000,000	14,140,351	62,783,625	58,859,649	
FCIB	35,000,000	35,000,000	10,981,500	27,339,000	24,018,500	
TOTAL	135,000,000	108,000,000	25,121,851	90,122,625	82,878,149	
THE MORTGAGE CORPORATION						
SERIAL BONDS	165,000,000	165,000,000	5,000,000,000	165,000,000	160,000,000	
TOTAL	165,000,000	165,000,000	5,000,000,000	165,000,000	160,000,000	

GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
CONTINGENT LIABILITIES
AS AT
JUNE 30th, 2019

LOANS	AMOUNT OF LOAN AUTHORIZED BY LEGISLATURE	AMOUNT DRAWN IN RESPECT OF LOAN AUTHORIZED	AMOUNT REDEEMED AS AT 30/06/2019	AMOUNT OUTSTANDING AS AT 30/06/2018	AMOUNT OUTSTANDING AS AT 30/06/2019	REMARKS
WATER & SEWERAGE CORPORATION						
IADB-1112/OC-BH LOAN						
FAMILY ISLAND PORTABLE WATER	14,000,000	10,632,274	8,098,993	3,039,938	2,533,281	Resolution House of Asmby Resolution
IDB-2624/OC-BH WATER PROJECT LOAN	81,000,000	81,000,000	9,281,271	66,720,030	71,738,730	Resolution House of Asmby
TOTAL	95,000,000	91,632,274	17,380,264	69,759,968	74,272,011	Resolution House of Asmby Resolution
PRIVATE SECTOR GUARANTEED DEBT						
Bank of The Bahamas Hurricane Guarantee Fund	9,151,123	9,151,123	9,151,123	4,640,000	0	
Bank of The Bahamas Education Guarantee Fund	18,813,344	18,813,344	18,813,344	11,084,000	0	
TOTAL	27,964,467	27,964,467	27,964,467	15,724,000	0	

Annex 9

STATEMENT OF FINANCIAL POSITION & CASH MOVEMENT DEPOSIT FUND

32. Statement of Financial Position - Deposit Fund

**THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019
(DEPOSITS FUND)**

Notes	As at 30-Jun-2019 B\$	As at 30-Jun-2018 B\$
FINANCIAL ASSETS		
Cash and Domestic Bank Balances (23)	111,414,204	94,569,693
Fixed Deposits (Harcourt Malcolm Properties) (24)	228,331	225,223
Dishonoured Cheques (18)	2,306,314	2,230,794
Investments (Emslie Trust) (25)	47,800	47,800
TOTAL FINANCIAL ASSETS	113,996,649	97,073,510
CURRENT LIABILITIES & EQUITY		
Deposit Fund Balance	113,996,649	97,073,510
TOTAL CURRENT LIABILITIES & EQUITY	113,996,649	97,073,510

STATEMENT OF CHANGES IN DEPOSITS FUND FUND BALANCES FOR YEAR ENDED 30-JUNE-2019

Notes	Financial Year Ended 30-Jun-2019 B\$	Financial Year Ended 30-Jun-2018 B\$	Net Change in Fund Balance B\$
Balance as at 1st July 2018	(97,073,510)	(86,712,364)	(10,361,146)
Receipts			
Cash Transfers in	(17,968,632)	(20,546,574)	2,577,942
Sub-Total	(115,042,142)	(107,258,938)	(7,783,204)
Payments			
Cash Transfers out	1,045,493	10,185,428	(9,139,935)
Balance as at 30 June 2019	(113,996,649)	(97,073,510)	(16,923,139)

SCHEDULE OF CASH MOVEMENT IN DEPOSIT FUND ACCOUNTS BY ACCOUNT CATEGORIES FOR YEAR ENDED 30-JUNE-2019

	Transfers In	Transfers Out	Net Movement
Cash Imprests Family Island	0	956,096	(956,096)
Postal Advances	0	60,247	(60,247)
Advances Special	0	7,267	(7,267)
Advances Miscellaneous	200	0	200
Advance to Other Funds	173,119	0	173,119
Stores Inventory	647,005	0	647,005
Undistributed Foreign exchange Undistributed	0	10,072	(10,072)
Collections Deposits Fund Unclaimed Cheques	2,216,943	0	2,216,943
Postal Transactions	2,449,849	0	2,449,849
Depository Liabilities Ministries/Departments	1,961,040	0	1,961,040
Depository Liabilities General	1,648,063	0	1,648,063
Depository Liabilities Special	8,399,055	0	8,399,055
Depository Liabilities Special	0	11,810	(11,810)
Depository Liabilities Land Acquisition	18,421	0	18,421
Depository Liabilities Payable	454,937	0	454,937
Total	17,968,632	1,045,493	16,923,139

Annex 10

STATEMENT OF CHANGES IN POST OFFICE SAVINGS BANK

33. Statement of Changes in Post Office Savings Bank Fund Balances

STATEMENT OF CHANGES IN POST OFFICE SAVINGS BANK FUND BALANCES FOR YEAR ENDED JUNE 30-2019

	Notes	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018	Net Change in Fund Balance
		B\$	B\$	B\$
Balance as at 1st July 2018		8,840,577	8,619,251	221,326
Receipts				
Interest earned	(7)	134,344	221,326	(86,982)
Sub-Total		8,974,921	8,840,577	134,344
Payments				
Cash Transfers out		-	-	-
Balance as at 30 June 2019		8,974,921	8,840,577	134,344

Annex 11

STATEMENT OF PUBLIC OFFICER'S LOAN FUND

34. Statement of Public Officers Loan Fund

STATEMENT OF PUBLIC OFFICERS' LOAN FUND FOR YEAR ENDED 30-JUNE-2019

Notes	Financial Year Ended 30-Jun-2019	Financial Year Ended 30-Jun-2018	Net Change in Fund Balance
	B\$	B\$	B\$
Balance as at 1st July 2018	918,427	1,060,953	(142,526)
Less: Principal Repayments	589,261	552,550	36,711
Sub-Total	329,167	508,404	(179,237)
Loans made in period	649,573	410,024	239,550
Balance as at 30 June 2019	978,740	918,427	60,312

ACKNOWLEDGEMENT

Special thanks are extended to staff members of the OAG for their dedication to duty and loyalty during the 2018/2019 fiscal year. As a result of their efforts and commitment, the Auditor General was able to fulfill his statutory obligation.

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

We realize that for every organization to function at peak performance and be efficient in order to result in the very highest quality, there must be responsible leadership at every level within the organization.

We are cognizant of the fact that every day thousands of Public Servants go to work to conduct the business of the Commonwealth of the Bahamas. Sometimes they perform acts of great heroism and go above and beyond the call of duty, but most often, they simply do their jobs to the best of their ability. We note that there are thousands of Public Servants who are creative, hardworking and focused on delivering the many services that make it possible for our complex government to function and we appreciate the time and effort dedicated to assisting the Auditor General and staff in carrying out the mandate of the OAG.

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