

TUVALU WHOLE OF GOVERNMENT



FINANCIAL STATEMENTS

for the Year Ended 31 December 2016

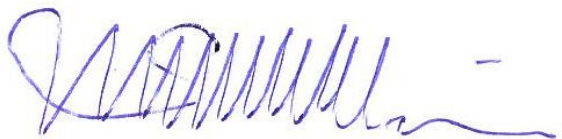
STATEMENT OF RESPONSIBILITY

The Government is pleased to present the Financial Statements of the Government of Tuvalu for the Year Ended 31 December 2016

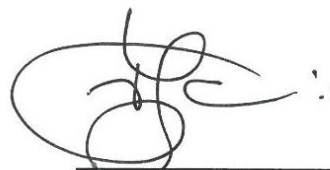
We hereby declare that:

- We have been responsible for the preparation of these Financial Statements and the judgments made in them.
- We are responsible for establishing and maintaining a system of internal controls designed to provide reasonable assurance as to the integrity and reliability of financial reporting.
- In our opinion these Financial Statements fairly reflect the financial position and operations of the Government of Tuvalu for Year Ended 31 December 2016

The Financial Statements were authorised for issue by the Minister of Finance on 30 June 2017



Hon. Maatia Toafa
Minister of Finance & Economic Development



Mr Vavau Fatuuga
(Ag) Permanent Secretary for Finance

STATEMENT OF INCOME AND EXPENDITURE

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

	Notes	<u>2016</u> <u>Actual</u>	<u>2016</u> <u>Budget</u>	<u>2015</u> <u>Actual</u>
<u>INCOME</u>				
Taxation	9	7,337,401	7,318,533	8,598,454
Interest, Dividends and Rent	10	3,423,936	2,894,473	6,482,016
Fisheries Licenses		34,341,878	31,517,465	24,211,463
.TV		6,387,739	6,338,028	6,273,625
External Assistance and Grants	11	12,423,469	11,564,451	16,085,619
Other Income	12	4,471,359	1,772,822	2,762,402
Distribution from Tuvalu Trust Fund		4,780,000	4,780,000	4,782,567
TOTAL INCOME		73,165,783	66,185,772	69,196,145
<u>EXPENDITURE</u>				
Wages, Salaries, and Allowances		17,400,880	18,369,277	15,062,275
Contributions to Tuvalu National Provident Fund		1,487,255	1,588,743	1,234,303
Travel	13	3,881,119	2,798,990	3,661,191
Fuel, Electricity and Communications		2,931,506	2,310,003	1,975,407
Maintenance		7,411,088	9,313,580	5,013,107
Bank Charges and Fees		449,709	966,759	294,728
Grants and Subsidies (incl. Scholarships Support)	14	17,574,251	19,370,775	18,973,719
Tuvalu Medical Treatment Scheme		4,091,001	3,004,000	3,661,527
Other Expenses	15	6,459,456	5,770,419	5,383,333
Special Development Expenditures		12,139,048	8,704,202	3,382,275
TOTAL EXPENDITURE		73,825,312	72,196,747	58,641,864
RECURRENT SURPLUS / (DEFICIT)		(659,529)	(6,010,975)	10,554,281
<u>OTHER GAIN AND LOSS</u>				
Unrealised Gain (Loss) on Trust Fund Investment	4	8,512,350		3,258,321
Unrealised Gain (Loss) on Investment in Corporations	5	2,015,322		2,484,779
Unrealised Gain (Loss) on Currency Movement (Offshore Loans)	8	118,447		(522,233)
Movement on Tuvalu Development Fund Operation	16	569,179		4,441,644
Doubtful Debts (Expense)	6	(185,287)		(861,181)
TOTAL OTHER REVENUE AND EXPENDITURE		11,030,011		8,801,330
TOTAL SURPLUS / (DEFECIT)		10,370,482		19,355,611

STATEMENT OF ASSETS AND LIABILITIES

Prepared in accordance with Public Finance Act s31(1)(i)

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

	Notes	<u>2016</u>	<u>2015</u>
<u>GOVERNMENT EQUITY</u>			
Surplus / (Deficit)		10,364,075	19,355,611
Retained Earnings		161,910,477	169,075,326
TOTAL GOVERNMENT EQUITY		<u>172,274,552</u>	<u>188,430,937</u>
REPRESENTED BY:			
<u>ASSETS</u>			
Current Assets			
Cash & Cash Equivalents	1	875,710	510,608
Special Funds	2	1,122,279	1,236,522
Cash Investments	3	27,471,434	25,660,908
Debtors	6	659,888	5,514,212
Total current assets		<u>30,129,310</u>	<u>32,922,251</u>
Non-Current Assets			
Tuvalu Trust Fund	3 & 4	73,619,020	65,106,670
Tuvalu Development Fund	3 & 16	7,477,653	6,903,589
Investments in Corporations	3 & 5	17,310,986	15,295,664
Property, Plant and Equipment	20	52,164,370	78,683,952
Total Non-Current Assets		<u>150,572,030</u>	<u>165,989,876</u>
TOTAL ASSETS		<u>180,701,340</u>	<u>198,912,127</u>
<u>LIABILITIES</u>			
Less Current Liabilities			
Accounts Payable		715,905	579,512
Unearned Revenue	7	0	1,628,217
Accounts Payable - Tuvalu Provident Fund		469,721	380,984
Other	7	4,327	2,222
Total current liabilities		<u>1,189,953</u>	<u>2,590,936</u>
Less Non-Current Liabilities			
Offshore Loans	8	6,316,341	6,969,761
Domestic Loans	8	920,493	920,493
Total non-current liabilities		<u>7,236,834</u>	<u>7,890,254</u>
TOTAL LIABILITIES		<u>8,426,788</u>	<u>10,481,190</u>
TOTAL NET ASSETS		<u>172,274,552</u>	<u>188,430,937</u>

STATEMENT OF CHANGES IN EQUITY**For the Year Ended 31-Dec-16**

The accompanying notes form part of these financial statements.

	Notes	<u>2016</u>	<u>2015</u>
Retained Earnings as at 1 January		188,430,937	143,657,107
Movements reflected on Income Statement			
Net Surplus/(Deficit) for the period		(659,529)	10,554,281
Other Gain (Loss) for the period		11,030,011	8,801,330
Movements not reflected on Income Statement			
Introduction of Property, Plant & Equipment	18	(4,511,762)	23,161,914
Write off of Nukufetau Cash Book Prior Year Error	Acc Pol 2.5	878	0
Asset Prior Year Error	Acc Pol 2.5	(22,015,983)	0
Revenue Prior Year Error	Acc Pol 2.5		2,236,042
Accumulated Funds as at 31 December		<u>172,274,552</u>	<u>188,430,938</u>

STATEMENT OF REVENUE AND EXPENDITURE BY HEADS

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

Budget Approved on Cash Basis

<u>Head</u>	<u>Head of Expenditure / Government Function</u>	<u>2016 Actual</u>	<u>2016 Original Budget</u>	<u>Variance (Bud - Act)</u>
RECURRENT REVENUE				
A	Office of the Governer General	0	0	0
B	Office of the Prime Minister	274,512	278,350	(3,838)
C	Legal Services	153,305	74,050	79,255
D	Parliament	0	0	0
E	Office of the Auditor General	39,411	64,500	(25,089)
F	Finance and Economic Development	23,579,279	19,778,210	3,801,070
G	Public Utilities	86,558	115,800	(29,242)
H	Health	18,131	15,000	3,131
I	Natural Resources	34,950,406	33,147,777	1,802,629
J	Home Affairs	46,780	41,325	5,455
K	Police and Prison Services	30,210	50,400	(20,190)
L	Transport and Communications	9,124,403	7,424,699	1,699,704
M	Education, Youth and Sports	20,865	50,000	(29,135)
N	Judiciary	6,827	5,750	1,077
O	Foreign Affairs, Trade, Tourism, Environment & Labour	55,095	359,912	(304,817)
	Distribution from Tuvalu Trust Fund	4,780,000	4,780,000	0
	TOTAL RECURRENT REVENUE	73,165,783	66,185,772	(6,980,011)
RECURRENT EXPENDITURE				
A	Office of the Governer General	319,698	249,220	(70,478)
B	Office of the Prime Minister	6,785,056	7,912,127	1,127,071
C	Legal Services	719,005	671,537	(47,468)
D	Parliament	685,651	622,622	(63,029)
E	Office of the Auditor General	324,297	335,549	11,252
F	Finance and Economic Development	12,922,659	13,448,376	525,717
G	Public Utilities	12,698,515	7,321,713	(5,376,802)
H	Health	8,678,496	8,517,638	(160,858)
I	Natural Resources	2,732,774	2,914,321	181,547
J	Home Affairs	6,212,102	6,369,656	157,553
K	Police and Prison Services	2,339,331	2,440,529	101,198
L	Transport and Communications	5,731,902	5,073,238	(658,664)
M	Education, Youth and Sports	10,178,597	12,710,732	2,532,135
N	Judiciary	288,600	302,787	14,188
O	Foreign Affairs, Trade, Tourism, Environment & Labour	3,208,627	3,306,700	98,073
	TOTAL RECURRENT EXPENDITURE	73,825,312	72,196,747	(1,628,566)
	RECURRENT SURPLUS / (DEFICIT)	(659,529)	(6,010,975)	(5,351,445)
OTHER GAIN AND LOSS				
	Unrealised Gain (Loss) on Trust Fund Investment	8,512,350		
	Unrealised Gain (Loss) on Investment in Corporations	2,015,322		
	Unrealised Gain (Loss) on Currency Movement (Offshore Loans)	118,447		
	Movement on Tuvalu Development Fund Operation	569,179		
	Doubtful Debts (Expense)	(185,287)		
	TOTAL OTHER REVENUE AND EXPENDITURE	11,030,011		
	TOTAL SURPLUS / (DEFECIT)	10,370,482		

STATEMENT OF RECEIPTS AND PAYMENTS BY HEADS
Prepared in accordance with Public Finance Act s31(1)(ii)
For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

Budget Approved on Cash Basis

<u>Head</u>	<u>Head / Government Function</u>	<u>2016 Expense & Revenue</u>	<u>Adjust for Movement of AP/AR accrual balance</u>	<u>2015/2016 Accrual Journals</u>	<u>2016 Accrual Movement</u>	<u>2016 Receipts & Payments</u>	<u>2016 Final Budget Provision</u>	<u>Variance (Bud - Act)</u>
RECURRENT RECEIPTS								
A	Office of the Governer General	0	0	0	0	0	0	0
B	Office of the Prime Minister	274,512	0	0	0	274,512	278,350	3,838
C	Legal Services	153,305	0	0	0	153,305	74,050	(79,255)
D	Parliament	0	0	0	0	0	0	0
E	Office of the Auditor General	39,411	0	0	0	39,411	64,500	25,089
F	Finance and Economic Development	23,579,279	(149,526)	5,277,898	5,128,372	28,707,652	19,778,210	(8,929,442)
G	Public Utilities	86,558	0	0	0	86,558	115,800	29,242
H	Health	18,131	0	0	0	18,131	15,000	(3,131)
I	Natural Resources	34,950,406	0	(292,317)	(292,317)	34,658,090	33,147,777	(1,510,313)
J	Home Affairs	46,780	0	0	0	46,780	41,325	(5,455)
K	Police and Prison Services	30,210	0	0	0	30,210	50,400	20,190
L	Transport and Communications	9,124,403	0	(263,219)	(263,219)	8,861,184	7,424,699	(1,436,485)
M	Education, Youth and Sports	20,865	0	0	0	20,865	50,000	29,135
N	Judiciary	6,827	0	0	0	6,827	5,750	(1,077)
O	Foreign Affairs, Trade, Tourism, Env. & Labour	55,095	0	0	0	55,095	359,912	304,817
	Drawdown from the Tuvalu Trust Fund	4,780,000	0	0	0	4,780,000	4,780,000	0
TOTAL RECEIPTS by heads		73,165,783	(149,526)	4,722,363	4,572,837	77,738,620	66,185,771.88	(6,980,011)
RECURRENT PAYMENTS								
A	Office of the Governer General	319,698	0	0	0	319,698	345,804	26,106
B	Office of the Prime Minister	6,785,056	51,171	(116,593)	(65,421)	6,719,634	8,032,587	1,312,953
C	Legal Services	719,005	608	(30,000)	(29,392)	689,613	787,488	97,875
D	Parliament	685,651	526	1,710	2,236	687,887	777,710	89,823
E	Office of the Auditor General	324,297	168	0	168	324,465	335,549	11,084
F	Finance and Economic Development	12,921,606	600	1,476,425	1,477,025	14,398,631	13,544,522	(854,109)
G	Public Utilities	12,698,515	753	(2,147)	(1,394)	12,697,121	15,395,818	2,698,696
H	Health	8,678,496	333	171,260	171,593	8,850,090	8,710,704	(139,386)
I	Natural Resources	2,732,774	2,171	9,501	11,672	2,744,446	2,937,019	192,573
J	Home Affairs	6,212,102	131,334	0	131,334	6,343,437	6,445,363	101,926
K	Police and Prison Services	2,339,331	105	0	105	2,339,436	2,452,527	113,091
L	Transport and Communications	5,731,902	1,687	0	1,687	5,733,589	5,700,244	(33,345)
M	Education, Youth and Sports	10,178,597	1,427	55,175	56,602	10,235,200	12,767,576	2,532,376
N	Judiciary	288,600	2	0	2	288,601	303,238	14,637
O	Foreign Affairs, Trade, Tourism, Env. & Labour	3,208,627	743	90,253	90,996	3,299,624	3,381,164	81,541
TOTAL PAYMENTS by heads		73,824,259	191,628	1,655,585	1,847,213	75,671,473	81,917,314	(1,628,513)
TOTAL CASH MOVEMENT						2,067,147		

	Note	<u>Movement</u>	<u>Balance as at</u>	
			<u>31-Dec-16</u>	<u>12/31/2015</u>
Cash movement reconciled to:				
Movement in Balance of Deposit Accounts	1	365,102	875,710	510,608
Movement in Special Fund Balances	2	(114,244)	1,122,279	1,236,522
Movement in Cash Investments	3	1,810,526	27,471,434	25,660,908
Interest on Tuvalu Development Fund IBD	3	4,885	198,323	193,438
CASH ACCOUNT MOVEMENT		2,066,269		
Cash Movement written off for Nukufetau		878		
UNRECONCILED MOVEMENT		0		

COMPARATIVE STATEMENT OF ACTUAL AND ESTIMATED RECURRENT REVENUE by 'SUB HEAD'

Prepared in accordance with Public Finance Act s 31 (1)(iii)

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

Budget Approved on Cash Basis

<u>Head of Revenue / Government Function</u>	<u>2016 Actual</u>	<u>2016 Budget</u>	<u>Variance (Act - Bud)</u>
RECURRENT REVENUE			
Office of the Prime Minister			
B01 Corporate Services - Office of the Prime Minister	4,287	1,350	2,937
B04 Personnel and Training	86,959	127,000	(40,041)
B08 Tuvalu Media Department	63,397	87,000	(23,603)
B11 Immigration	119,869	63,000	56,869
Legal Services			
C01 Office of the Attorney General	153,305	71,050	82,255
C02 People's Lawyer	0	3,000	(3,000)
Office of the Auditor General			
E01 Office of the Auditor General	39,411	64,500	(25,089)
Finance and Economic Development			
F01 Corporate Services - Finance	18,069,578	12,448,526	5,621,052
F02 Planning and Budget	50	500	(450)
F03 Central Statistics Division	340	50	290
F04 Customs	3,505,455	2,521,070	984,385
F05 Postal	160	0	160
F06 Treasury	(1,798,591)	0	(1,798,591)
F07 Inland Revenue	3,787,532	4,798,963	(1,011,431)
F09 Industries	14,755	9,100	5,655
Public Utilities			
G01 Corporate Services - Public Utilities	1,000	0	1,000
G02 Energy	5,150	5,000	150
G03 Public Works Department	80,408	110,800	(30,392)
Health			
H01 Corporate Service - Health	7,477	0	7,477
H03 Curative	10,654	11,000	(346)
H04 Preventative Primary and Preventative Health Services	0	4,000	(4,000)
Natural Resources			
I02 Agriculture	10,974	12,280	(1,306)
I03 Fisheries	34,891,039	33,084,147	1,806,892
I04 Lands and Surveys	48,393	51,350	(2,957)
Home Affairs			
J01 Corporate Services - Home Affairs	30,033	36,325	(6,292)
J08 Solid Waste Agency of Tuvalu (SWAT)	16,747	5,000	11,747
Police and Prison Services			
K01 Police and Prison Services	30,210	50,400	(20,190)
Transport and Communications			
L01 Corporate Services - Communications and Transport	6,387,739	6,338,028	49,711
L02 Marine	2,331,750	788,250	1,543,500
L03 Aviation	402,888	296,820	106,068
L04 Information, Communication and Technology	1,465	1,000	465
L07 Meteorological Office	560	600	(40)
Education, Youth and Sports			
M04 EFA Secondary School	18,015	50,000	(31,985)
M05 Library	2,850	0	2,850
Judiciary			
N01 Judiciary	6,827	5,750	1,077
Foreign Affairs, Trade, Tourism, Environment & Labour			
O01 Corporate Services - Foreign Affairs, Trade, Tourism, Environ	100	0	100
O02 Labour	1,000	0	1,000
O03 Suva Mission	35,373	25,191	10,182
O04 Permanent Mission of Tuvalu to the UN	0	100	(100)
O10 Labour	18,622	81,000	(62,378)
O11 Taipei Mission	0	253,621	(253,621)
TTF Distribution to CIF	4,780,000	4,780,000	0
TOTAL RECURRENT REVENUE	<u>73,165,783</u>	<u>66,185,772</u>	<u>(6,980,011)</u>

COMPARATIVE STATEMENT OF ACTUAL AND ESTIMATED RECURRENT EXPENDITURE by 'SUB HEAD'

Prepared in accordance with Public Finance Act s 31 (1)(iv)

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

Budget Approved on Cash Basis

<u>Head of Expenditure / Government Function</u>		<u>2016</u> <u>Actual</u>	<u>2016</u> <u>Original</u> <u>Budget</u>	<u>Variance</u> (Bud - Act)
RECURRENT EXPENDITURE				
Office of the Governer General				
A01	Office of the Governor General	319,698	249,220	(70,478)
Office of the Prime Minister				
B01	Corporate Services - Office of the Prime Minister	3,240,617	4,385,709	1,145,092
B04	Personnel and Training	2,804,925	2,889,411	84,487
B08	Tuvalu Media Department	420,957	428,065	7,108
B10	Department of Women	118,962	99,457	(19,506)
B11	Immigration	199,595	109,485	(90,110)
Legal Services				
C01	Office of the Attorney General	499,025	431,994	(67,031)
C02	People's Lawyer	124,351	132,444	8,094
C03	Office of the Ombudsman	95,630	107,099	11,470
Parliament				
D01	Office of the Parliament	685,651	622,622	(63,029)
Office of the Auditor General				
E01	Office of the Auditor General	324,297	335,549	11,252
Finance and Economic Development				
F01	Corporate Services - Finance	11,075,067	11,632,450	557,382
F02	Planning and Budget	294,356	295,715	1,359
F03	Central Statistics Division	171,353	199,966	28,613
F04	Customs	343,213	335,666	(7,547)
F06	Treasury	760,061	688,392	(71,668)
F07	Inland Revenue	139,814	150,276	10,462
F08	Public Enterprise Reform and Montoring Unit	52,442	43,052	(9,390)
F09	Industries	86,352	102,859	16,507
Public Utilities				
G01	Corporate Services - Public Utilities	9,821,494	1,631,848	(8,189,645)
G02	Energy	121,658	141,135	19,477
G03	Public Works Department	2,755,363	5,548,730	2,793,366
Health				
H01	Corporate Service - Health	4,758,821	3,438,624	(1,320,198)
H02	Health Administration	485,537	476,109	(9,428)
H03	Curative	2,965,812	3,999,307	1,033,495
H04	Preventative Primary and Preventative Health Services	468,326	603,599	135,272
Natural Resources				
I01	Corporate Services - Natural Resources	331,482	314,774	(16,709)
I02	Agriculture	560,856	677,741	116,885
I03	Fisheries	690,862	749,703	58,841
I04	Lands and Surveys	1,149,574	1,172,103	22,530
Home Affairs				
J01	Corporate Services - Home Affairs	245,453	236,124	(9,328)
J02	Department of Rural Development	4,493,061	4,592,134	99,073
J03	Community Affairs	409,991	435,403	25,411
J05	Culture	170,069	172,758	2,689
J08	Solid Waste Agency of Tuvalu (SWAT)	893,528	933,237	39,708

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Head of Expenditure / Government Function

Continued on next page

		<u>2016</u> <u>Actual</u>	<u>2016</u> <u>Original</u> <u>Budget</u>	<u>Variance</u> <u>between</u> <u>Actual and</u> <u>Budget</u>
Police and Prison Services				
K01	Police and Prison Services	2,339,331	2,440,529	101,198
Transport and Communications				
L01	Corporate Services - Communications and Transport	350,468	355,853	5,385
L02	Marine	4,391,725	3,663,494	(728,231)
L03	Aviation	261,419	263,046	1,627
L04	Information, Communication and Technology	454,520	505,609	51,089
L07	Meteorological Office	273,770	285,237	11,466
Education, Youth and Sports				
M01	Corporate Services - Educations, Youth and Sports	1,073,635	1,442,932	369,297
M02	Education Department	606,090	487,637	(118,453)
M03	Primary Education	3,504,090	4,639,984	1,135,894
M04	EFA Secondary School	1,969,450	2,312,423	342,973
M05	Library	94,770	101,971	7,201
M06	Sports	262,578	222,236	(40,342)
M07	Pre-service Scholarships	2,106,126	2,881,521	775,395
M08	Youth	30,463	26,209	(4,254)
M09	Early Childhood Care and Education	531,395	595,820	64,425
Judiciary				
N01	Judiciary	288,600	302,787	14,188
Foreign Affairs, Trade, Tourism, Environment & Labour				
O01	Corporate Services - Foreign Affair	513,485	535,128	21,642
O02	Labour	279,671	232,492	(47,179)
O03	Suva Mission	425,757	422,168	(3,589)
O04	Permanent Mission of Tuvalu to the UN	480,120	440,435	(39,685)
O05	Brussels Mission	288,717	350,953	62,236
O06	Environment	88,444	154,602	66,159
O07	Tuvalu Consulate in Auckland	405,091	500,177	95,086
O08	Trade Office	51,520	67,016	15,497
O09	Tourism	58,502	72,702	14,200
O10	Labour	124,647	179,349	54,702
O11	Taipei Mission	492,673	351,678	(140,995)
TOTAL RECURRENT EXPENDITURE		<u>73,825,312</u>	<u>72,196,747</u>	<u>(1,628,566)</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2016

		Page Number
NOTE 1	Statement of Balances on Deposit Accounts	16
NOTE 2	Statement of Special Fund Balances	17
NOTE 3	Statement of Investments	18
NOTE 4	Statement of Contingent Assets - Tuvalu Trust Fund	19
NOTE 5	Government Investment in Corporations	20
NOTE 6	Debtors	21
NOTE 6 (a)	Statement of Balance on Advance Accounts	21
NOTE 6 (b)	Statement of Arrears of Revenues by Sub Heads	22
NOTE 7	Other Recurrent Liabilities	23
NOTE 8	Statement of Public Debts	24
NOTE 8(a)	Statement of Contigent Liabilities	25
NOTE 9	Taxation	26
NOTE 10	Interest, Dividends and Rent	26
NOTE 11	External Assistance and Grants	26
NOTE 12	Other Income	26
NOTE 13	Travel	27
NOTE 14	Grants and Subsidies (Include Scholarship Support)	27
NOTE 15	Other Expenditures	27
NOTE 16	TDF Aggregate Receipts & Payments	28 - 31
NOTE 17	Requirement of the Public Finance Act without balances	32
NOTE 18	Statement of Property,Plant and Equipment by Department	33
NOTE 18 (a)	Statement of Property,Plant & Equipment by Category	34
NOTE 19	Statement of Unauthorised Expenditure	35 -37

**STATEMENT OF ACCOUNTING POLICIES
for the Year Ended 31 December 2016**

1 REPORTING ENTITY

1.0 TUVALU GOVERNMENT

The Financial Statements of the Tuvalu Government represent the financial activities undertaken by Government Departments including entities which operate on the outer islands and in Foreign diplomatic posts.

This Financial Statements also includes some of the key contribution of the Tuvalu Trust Fund to the Tuvalu Government. This statutory body was Tuvalu Public Enterprises, including the Tuvalu Electricity Corporation, Vaiaku Lagi Hotel, National Bank of Tuvalu, Development Bank of Tuvalu, National Fisheries Corporation of Tuvalu (NAFICOT), Tuvalu Post Limited, Tuvalu Maritime Training Institute (TMTI) and Tuvalu Telecommunications Corporation are consolidated into the Tuvalu Government Accounts by using the equity method.

2 BASIS OF PREPARATION

The Statement of Income and Expenditure, Statement of Assets and Liabilities and all the other statements are prepared on an accrual basis, and include non-cash items such as accruals and provisions. The Financial Statements are presented in Australian dollars, and all monetary values are rounded to whole dollars unless mentioned otherwise.

2.1 STATEMENT OF COMPLIANCE

These Financial Statements are prepared in compliance with the Public Finance Act and are consistent with prior financial years. The Statements are in accordance with generally accepted accounting practice in Tuvalu (Tuvalu GAAP) as determined by the Tuvalu Government. Where necessary Tuvalu GAAP looks to the International Public Sector Accounting Standards (IPSAS) and International Financial Reporting Standards (IFRS) to guide general accounting policy.

2.2 TRANSLATION OF FOREIGN CURRENCY TRANSACTIONS

Both the functional and presentational currency of the Tuvalu Government is Australian dollars. Transactions in foreign currencies are initially recorded in Australian dollars at the exchange rates provided by the National Bank of Tuvalu on the dates of the transactions. At balance date, monetary assets and liabilities held in Foreign Currencies are translated at the exchange rates provided by the Reserve Bank of Australia. Resulting exchange differences are recognised in the Income Statement.

2.3 BUDGET AMOUNTS

The Financial Statements show as comparatives the amounts appropriated by the original annual Appropriation Act detailed in the budget, except for Note 19 which includes both the initial Annual Appropriation Act and all Supplementary Appropriation Acts. Appropriations are on a cash basis.

2.4 CHANGES IN ACCOUNTING POLICIES

Changes in accounting policies are applied retrospectively. New accounting policies may be adopted for types of transactions that have become material to the Financial Statements for the first time. These are not considered changes in accounting policies. Likewise, some accounting policies may be reworded to better reflect the treatment of transactions; such rewording is also not considered a change in accounting policies.

2.5 MATERIAL PRIOR YEAR ERRORS

If errors are detected that have a material impact on prior years, then these are updated in the current period's accounts and noted in these statements.

The 2015 accounts understate the Assets for the amount of \$22,174,960.50 due to the incorrectly calculating of depreciation in the asset register. Revenue also overstate in 2015 by the amount of \$878.43. To correct these errors the Retained Earnings balance for 2016 has been decrease by the respective amount.

3 ACCOUNTING POLICIES

3.1 REVENUE

Revenue is recognised when earned or becomes receivable. Revenue is measured at the fair value of consideration received or receivable.

Accrued Revenue

Accrued revenue is recorded for items where revenue is earned or becomes receivable prior to the creation of an invoice.

Tuvalu Trust Fund (TTF) Distribution Revenue

Revenue from the TTF is recognised at the time of receipt into the Government's Consolidated Investment Fund account. Transfers from the Consolidated Investment Fund Account to the Government General Account are recorded as a transfer of funds from Investment and are not recognised as Revenue.

Taxation Revenue

Taxation Revenue is recognised at the earlier of receipt, invoice or filing of return, and includes:

Income Tax – a tax on salaries and wages of workers in the economy as outlined in the Income Tax Act.

Company Tax – Taxes on the profits of large businesses. (Note: Small companies are subject to Presumptive Tax classified under “Other Taxes”).

Tuvalu Consumption Tax – A tax on goods and services set at a rate of 7% of the value of the good or service.

Import Duties – Taxes, normally at percentage of the cost of the imported good based on cost insurance plus freight, placed on imports to Tuvalu and levied at the port of entry.

Excise Duties – Special taxes on goods that the Government may wish to discourage consumption of such as alcohol, and cigarettes.

Other Taxes - Include Hotel Room Tax, Departure Tax, Presumptive Tax.

Interest, Dividends, and Rent

Revenue related to interest on all the Government accounts, dividends received from profits of companies in which the Government holds a share including Public Enterprise. Rental revenue from Government houses and buildings include leases is recorded in the period it relates to.

Fishing Licenses

Revenue related to the granting of Fishing Licenses to foreign fishing vessels fishing in Tuvalu's Exclusive Economic Zone is recorded in the period it relates to.

.TV Revenue

Revenue related to the license agreement with Verisign for the marketing of Tuvalu's top level internet domain “.tv” is recorded in the period it relates to.

Other Income

Other revenue related to vessel registrations, operation of maritime services (Nivaga II , Manu Folau & Nivaga III), stevedoring and wharfage, and other operational activities is recorded in the period it relates to.

3.2 AID ACCOUNTING

External Assistance and Grants

Direct budget support grant funding from Development Partners is recognised at the time of receipt.

Aid funding received from development partners agencies for specific purposes is recognised in the Tuvalu Development Fund as revenue, distinctly separate to the Government Consolidated Fund at time of receipt.

Grants in Kind

Tuvalu Government often receives grants in kind. These are often in the form of technical assistance, office equipment, investments in major infrastructure projects and property plant and equipment which are beyond the financial resources of the Tuvalu Government.

Grants in kind in the form of assets are recognised within these accounts through retained earnings, consistent with the Tuvalu Government's accounting for Property Plant and Equipment.

Grants in kind in the form of services are not recognised in these accounts.

3.3 EXPENDITURE

Expenditure is recognised when incurred. This is generally upon receipt of goods or performance of service.

Wages and Salaries

Wage and salary expenses are recognised in the period incurred.

Contributions to Tuvalu National Provident Fund

Contributions to the Tuvalu National Provident fund are recognised for the period to which they are accrued to employees.

Loan repayments, bank and interest fees

Loan repayments are recognised as expenditure in the period they relate to.

Grants and Subsidies

Grant Expenses in relation to grants provided to Tuvaluans and Non-Government Organisations (NGOs) are recognised at the point that Funds are paid to the grant recipient.

The Grants provided by Government of Tuvalu include:

General Grants and Subsidies - provided to non-Government entities to assist them in providing goods or services, to civil servants for private housing rent subsidies, and to local councils and government.

Overseas Contributions – Payments to international organizations of which the Government is a member of (e.g. United Nations, University of the South Pacific (USP), Forum Secretariat).

Scholarships and support - Expenditure incurred supporting the Government's scholarship program.

Outer Island Projects grants - Special development spending on projects for the outer islands.

Tuvalu Medical Treatment Scheme

Expenditure incurred in the operation of the Government's overseas medical referral scheme are recognised in the period incurred.

Other Expenditure

Other expenditure related to advertising, purchasing of provisions, purchasing supplies, minor equipment, social welfare payments such as the Senior Citizen Scheme, Disability Scheme payments for land rent to traditional landowners for Government leased land, and rent of properties by the Government is recorded in the period it relates to.

Special Development Expenditure

Special Development Expenditure records a range of non-recurrent expenditures that include Government contributions to development partner funded projects, purchase of heavy equipment, small projects and arrears payments.

3.4 ASSETS

Current Assets

An asset is deemed to be current if it is liquid or expected to be made liquid within 12 months.

Cash & Cash Equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Special Funds

Special Funds consist of monies which have been reserved for a specific purpose as required by an Act or Regulation. These do not form part of the Consolidated Revenue Fund.

Cash Investments

Cash Investments include the Consolidated Investment Fund and the Government Air Pacific Bank Guarantee. Distributions from the Tuvalu Trust Fund are paid into the Consolidated Investment Fund, in order to ensure that there is a sufficient reserve of funds, in the event that the Tuvalu Trust Fund does not make a distribution.

Debtors

Debtors are measured at their expected realisable value, which is generally the original amount less a provision for amounts uncollected after 365 days. Bad debts are written off when approved by Parliament.

Investments in Corporations

Financial Statements for all Public Enterprises are not consolidated into the Tuvalu Government accounts. The net asset positions of Public Enterprises are reflected on the Statement of Assets and Liabilities as an Investment in Corporations and the movement in the Investment in Corporations balance is included in the Statement of Revenue and Expenditures as a gain/loss.

Dividend are recognised as revenue. Negative Net Asset of a Public Enterprise are not recognised.

Property Plant & Equipment

Property, Plant and Equipment is presented at cost less accumulated depreciation and impairment losses and includes assets provided in-kind. Assets purchased by the Tuvalu Government are initially measured at cost, and then depreciated on straight-line basis.

Depreciation

Items of Premises and equipment are depreciated using straight line method at rates which reflect the useful

<i>Asset Class</i>	<i>Annual Depreciation Rate(%)</i>
Automobiles & Bikes	20
Equipment(Computers,Photocopier &Other)	20
Buildings excluding land	3.6
Plant & Machinery (not)-Vehicle	12
Furnitures & Fittings	5
Technical Equipment	5
Ships & Boats	5

Depreciation is not recognised in the Statement of Income & Expenditure rather as a movement in Equity

Subsequent Costs

The Cost of replacing part of an item of property, plant or equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Tuvalu Government and its cost can be measured reliably.The costs of the day-to-day servicing of premises and equipment are recognised in the statement of income and expenditure as incurred.

Assets in Kind

In-kind assets are assets which are provided by development partners for either nominal or no consideration. In-kind assets are recognised at estimated cost. The estimated cost is assessed in consultation with the development partner who provided the asset.

Movement in Property, Plant & Equipment is recognised in Equity and no depreciation expenses recorded in the Statement of Income & Expenditure.

Tuvalu Trust Fund (TTF)

In 1987 under the Tuvalu Trust Fund (Finance and Information) Act, the Tuvalu Government established the Tuvalu Trust Fund (TTF) to contribute to the long term financial stability and viability of Tuvalu by enabling it to meet financial commitments from the proceeds of investments. The TTF represent the Governments of Tuvalu, New Zealand and Australia, who are the main contributors to the Tuvalu Trust Fund.

Despite being the sole beneficiary of the TTF, the Tuvalu Government does not control the TTF. The complete Financial Statements of the TTF are not consolidated in these Financial Statements of Government. The portion of the market value of the Tuvalu Government's contribution to the TTF is included in these Financial Statements on the Statement of Assets and Liabilities, and the remaining balance of the TTF is contained in the notes to these Financial Statements as a contingent asset.

Tuvalu Development Fund

The Tuvalu Development Fund is recognised as a Non-current Asset, reflecting the Government's agreement with development partners to utilise development funds in line with approved development partner agreements. The Tuvalu Development Fund is accounted for on a cash basis, that is payments and receipts are recognised when there is a cash inflow or outflow. The movement in the Tuvalu Development Fund is recognised in the Statement of Revenue and Expenditure as a gain/loss.

3.5 LIABILITIES

Accounts Payable

Accounts Payable is recognised on receipt of an approved invoice.

Accrued Expenditure

Accrued expenditure is recorded for items where expenditure is incurred in the accounting period prior to the receipt of an approved invoice is yet to be recorded.

Unearned Revenue

Revenue received in advance of provision of goods and services and related to future financial periods is recognised as Revenue received in Advance.

Employee Entitlements

The Government does not recognise employee entitlement liabilities such as annual leave in these accounts.

Public Debt

All Public Debt is measured and presented at fair value.

Exchange rate used at the end of the year are from the Reserve bank of Australia.

4 CHANGES IN ACCOUNT POLICIES

There have been no changes in accounting policies for the year ended 31st December 2015.

5 SUBSEQUENT EVENTS

No events have occurred since balance date which would materially affect the Tuvalu Government's Financial Statements for the year.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1

STATEMENT OF BALANCES ON DEPOSIT ACCOUNTS

Prepared in accordance with Public Finance Act s31(1)(ix)

For the Year Ended 31-Dec-16

	Financial Year Ending	
	31-Dec-16	31-Dec-15
Consolidated Fund Accounts		
General Current Account	(115,335)	(737,556)
Intellectual Property Account	117,868	100,814
IBD - Housing Repurchasing	276,129	269,316
IBD -Tuvalu Parliment Building	83,850	81,780
IBD - Investment in Education Office	162,480	158,478
<i>Total Consolidated Fund Cash account balances</i>	524,990	(127,167)
Foreign Mission Accounts		
Cash on Hand - UN Mission	145,210	353,679
Cash on Hand - Brussel Mission	28,678	23,848
Cash on hand - Suva Embassy	42,222	42,102
Cash in transit - Suva Embassy	0	4,073
Cash on Hand - New Zealand Consulate Office	129,651	201,604
Cash in transit - New Zealand Consulate Office	0	(20)
Cash on hand - Taiwan Embassy	1,479	9,102
<i>Total Foreign Mission Cash account balances</i>	347,240	634,390
Outer Island General Accounts		
Cash on Hand Nanumaga	24	15
Cash on Hand Nanumea	192	150
Cash on Hand Niutao	159	194
Cash on Hand Nui	100	270
Cash on Hand Nukufetau	1,421	1,706
Cash on Hand Nukulaelae	134	62
Cash on Hand Vaitupu	320	150
Cash in Transist - Vaitupu	1,131	840
<i>Total Outer Island Cash account balances</i>	3,480	3,386
Total Cash Balances as at 31-Dec-16	875,710	510,608

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2

STATEMENT OF SPECIAL FUND BALANCES

Prepared in accordance with Public Finance Act s31(1)(v)

For the Year Ended 31-Dec-16

	Financial Year Ending	
	<u>31-Dec-16</u>	<u>31-Dec-15</u>
Special Funds		
IBD - Coinage Security		
<i>[Refer to s5(1)-Currency Act]</i>		
Opening Balance	149,304	343,236
Proceeds of sales of coins & royalties	258,273	-193,932
Transfer - Government General Account	-400,000	
Closing Balance	<u>7,577</u>	<u>149,304</u>
IBD - Rehabilitation		
<i>[Refer to Order 2 of the Community Rehabilitation Fund (Special Fund) Order]</i>		
Opening Balance	18,963	18,495
Interest Earnings	480	468
Closing Balance	<u>19,442</u>	<u>18,963</u>
IBD - Insurance Fund		
<i>[Refer to s20(3)© of Public Finance Act]</i>		
Opening Balance	426,354	415,860
Interest Earnings	10,767	10,494
Closing Balance	<u>437,121</u>	<u>426,354</u>
IBD - NBT Insurance		
<i>[Refer to s4-NBT(Insurance Fund)Act]</i>		
Opening Balance	641,902	626,069
Interest Earnings	16,237	15,832
Closing Balance	<u>658,138</u>	<u>641,902</u>
Total Special Funds balance as at 31-Dec-16	<u><u>1,122,279</u></u>	<u><u>1,236,522</u></u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3

STATEMENT OF INVESTMENTS

Prepared in accordance with Public Finance Act s31(1)(xi)

For the Year Ended 31-Dec-16

	Notes	Financial Year Ending	
		31-Dec-16	12/31/2015
Cash Investments			
Consolidated Investment Fund		27,421,538	25,612,243
Government Air Pacific Bank Guarantee		49,895	48,664
Total Cash Investments as at 31-Dec-16		27,471,434	25,660,908
Investment			
Tuvalu Trust Fund - Government of Tuvalu Contribution	4	73,619,020	65,106,670
Capital in Corporations (total)	5	17,310,986	15,295,664
Sub total		90,930,006	80,402,334
Tuvalu Development Fund		7,279,330	6,710,151
IBD - Tuvalu Development Fund		198,323	193,438
Sub total Tuvalu Development Fund		7,477,653	6,903,589
Total Non-current Investments as at 31-Dec-16		98,407,659	87,305,924
Total Investments of Government as at 31-Dec-16		125,879,093	112,966,831

NOTE 4

STATEMENT OF CONTINGENT ASSETS

Prepared in accordance with Public Finance Act s31(1)(x)
For the Year Ended 31/12/2016

TUVALU TRUST FUND (TTF)

Given the nature of the TTF and the fact that Tuvalu is the sole beneficiary of the TTF, it is anticipated that in the event of any 'wind up' of the TTF, the market value of all TTF balances would be available to the Government of Tuvalu. The market value of Government of Tuvalu contribution balance of the TTF is disclosed on the Statement of Assets and Liabilities.

The market value of contribution balances from other parties to the TTF are classified as a contingent asset of the Government. There is no existing 'wind up' provision within the TTF legislation.

Tuvalu Trust Fund Balance

	\$'000	Market Value (MV) (TTF) as at 31st December	Total TTF Contribution Balance	GOT Contribution Balance	GOT % of Contributions	Disclosed as GOT Asset (% cont. x MV)	GOT Contingent Asset
2008 Closing Balance	\$	95,026	\$ 71,996	\$ 31,885	44%	\$ 42,084.34	\$ 52,942
2009 Closing Balance	\$	97,561	\$ 73,279	\$ 31,885	44%	\$ 42,450	\$ 55,111
2010 Closing Balance	\$	110,610	\$ 76,611	\$ 31,885	42%	\$ 46,035	\$ 64,575
2011 Closing Balance	\$	118,692	\$ 80,611	\$ 31,885	40%	\$ 46,948	\$ 71,744
2012 Closing Balance	\$	130,605	\$ 82,611	\$ 31,885	39%	\$ 50,409	\$ 80,196
2013 Closing Balance	\$	140,705	\$ 83,781	\$ 31,885	38%	\$ 53,549	\$ 87,156
2014 Closing Balance	\$	143,606	\$ 84,691	\$ 31,885	38%	\$ 54,065	\$ 89,540
2015 Closing Balance	\$	151,787	\$ 92,478	\$ 39,667	43%	\$ 65,107	\$ 86,680
2016 Closing Balance	\$	165,424	\$ 100,368	\$ 44,667	45%	\$ 73,619	\$ 91,805

Tuvalu Trust Fund Contribution Balances

	\$'000	2011	2012	2013	2014	2015	2016
Government of Tuvalu		31,885	31,885	31,885	31,885	39,667	44,667
UK		8,450	8,450	8,450	8,450	8,450	8,450
Australia		26,901	28,901	30,071	30,950	30,599	33,013
New Zealand		12,579	12,579	12,579	12,579	12,935	13,411
Japan		695	695	695	695	695	695
Turkey					31	31	31
South Korea		101	101	101	101	101	101
Total Contributions		80,611	82,611	83,781	84,691	92,478	100,368

NOTES TO THE FINANCIAL STATEMENTS

Note 5

GOVERNMENT INVESTMENT IN CORPORATIONS
For the Year Ended 31/12/2016

Tuvalu Public Enterprises are not consolidated into the Government of Tuvalu Accounts. The net asset positions of Public Enterprises listed below are included on the Statement of Assets and Liabilities as an Investment in Corporations, in addition to Government investments in non-Government corporations.

<u>Corporation</u>	2014		2015		2016	
	<u>Net Assets of corporation</u>	<u>GOT share of Net Assets</u>	<u>Net Assets of corporation</u>	<u>GOT share of Net Assets</u>	<u>Net Assets of corporation</u>	<u>GOT share of Net Assets</u>
Tuvalu Maritime Training Institute ³	1,380,244	1,380,244	1,380,244	1,380,244	1,380,244	1,380,244
National Fisheries Corporation of Tuvalu ²	0	0	0	0		
Development Bank of Tuvalu ¹	1,045,847	1,045,847	1,109,620	1,109,620	1,202,226	1,202,226
Funafuti Lagoon Hotel ¹	326,160	326,160	455,676	455,676	689,532	689,532
National Bank of Tuvalu ¹	9,644,306	9,644,306	10,523,666	10,523,666	12,594,811	12,594,811
Tuvalu Electricity Corporation ¹	-192,158	0	1,454,518	1,454,518	988,568	988,568
Tuvalu Telecommunications Corporation ¹	414,328	414,328	371,940	371,940	455,605	455,605
		12,810,885		15,295,664		17,310,986
Unrealised Gain (Loss) on Investment in Corporations		-411,726		2,484,779.22		2,015,322.41

Unrealised Gain (Loss) on Investment in Corporations

¹The Tuvalu Government owned 44% of issued capital of AIL which in turn owned 98% of the issued capital of Air Fiji limited.

Air Fiji ceased operations in 2009 and all assets of the company were liquidated. The value of Air Fiji holdings was written down to \$0 in the 2008 Financial Statements.

Notes

Corporations with negative net assets are recognised at zero value, as in the event of wind-up of the PE, the Government of Tuvalu is not considered liable for the deficit in Net Assets.

¹The Net Asset Values for these Public Enterprises have been sourced from 2014 unaudited Financial Statements.

²The National Fisheries Corporation of Tuvalu has not prepared its accounts since 1999.

³Tuvalu Maritime Training Institute (TMTI) did not provide financial statements for 2014, therefore Net Assets figures for 2013 are used.

⁴The Tuvalu Postal Office, Tuvalu Philatelic Bureau and Travel Office departments were officially merged into one public enterprise (TPTL) on the 26th of November 2012 as per approval of Parliament. The Tuvalu Philatelic Bureau has not been removed from the Public Enterprise Act and remains a Public Enterprise. All shares held under Tuvalu Philatelic Bureau have been transferred to TPTL. The TPTL has not prepared any accounts since it was established. The Tuvalu Philatelic Bureau not producing accounts since 2012 either.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6

DEBTORS & ACCRUED REVENUE

For the Year Ended 31-Dec-16

	Notes	Financial Year Ending	
		2016	2015
Classification			
Claimed Debts Control Account		935,997	938,117
Other Debtors Control Account		128,895	86,720
Personal Loan Control Account		14,400	19,390
Special Imprest Control Account		58,962	41,021
Standing and Working Imprest Control Account		271	(48)
	ARREARS OF REVENUE	<u>1,138,524</u>	<u>1,085,200</u>
Accrued Revenue		555,535	5,277,898
Other Debtors NBT		14,072	45,892
Taxation Debts		31,820	0.00
	TOTAL DEBTORS	<u>1,739,951</u>	<u>6,408,989</u>
Less Provision for Doubtful Debts			
Provision for Doubtful Debts		(1,080,063)	(894,777)
	NET DEBTORS	<u>659,888</u>	<u>5,514,212</u>

NOTE 6(a)

STATEMENT OF BALANCES ON ADVANCES ACCOUNT FROM THE CONSOLIDATED FUND

Prepared in accordance with Public Finance Act s31(1)(vii)

For the Year Ended 31-Dec-16

CATEGORIES OF s13 (1) PFA	Advance Description	Financial Year Ending	
		2016	2015
<i>(a) issued on behalf of, and recoverable from, any other Government.</i>	PM Delegation to the SIDs in Samoa	86,480	86,480
	PASAI Congress in Pohnpei FSM	13,841	-
	Tuvalu Delegation to the signing ceremony in Paris	60,000	-
	Sub-total	<u>160,321</u>	<u>86,480</u>
	TOTAL ADVANCES	<u>160,321</u>	<u>86,480</u>

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6(b)

STATEMENT OF ARREARS OF REVENUE BY SUBHEAD

Prepared in accordance with Public Finance Act s 31 (1)(xiv)

For the Year Ended 31-Dec-16

The accompanying notes form part of these financial statements.

<u>Head of Revenue / Government Function</u>	<u>Total Arrears of Revenue</u>
Office of the Governor General	
A01 Office of the Governor General	3,064
Office of the Prime Minister	
B01 Corporate Services - Office of the Prime Minister	(5,156)
B04 Personnel and Training	(19)
B10 Department of Women	(68)
Legal Services	
C01 Office of the Attorney General	(499)
C03 Office of the Ombudsman Commission	(276)
Finance and Economic Development	
F01 Corporate Services - Finance	1,356
F02 Planning and Budget	(307)
F03 Central Statistics Division	(28)
F06 Treasury	95,048
F07 Inland Revenue	971,647
Public Utilities	
G02 Energy	(146)
G03 Public Works Department	(0.1)
Health	
H01 Corporate Service - Health	(423)
Natural Resources	
I01 MNRE Headquarters	(49)
I02 Agriculture	(183)
I03 Fisheries	(615)
Home Affairs	
J08 Solid Waste Agency of Tuvalu (SWAT)	(141)
Police and Prison Services	
K01 Police and Prison Services	(216)
Transport and Communications	
L01 Corporate Services - Communications and Transport	(18)
L02 Marine	(51)
L03 Aviation	(3)
L07 Meteorological Office	(10)
Education, Youth and Sports	
M01 Corporate Services - Educations, Youth and Sports	(3)
M02 Education Department	(82)
M07 Pre-service Scholarships	(79)
Judiciary	
N01 Judiciary	(2)
Foreign Affairs, Trade, Tourism, Environment & Labour	
O02 Labour	(152)
O06 Environment	(100)
O10 Labour	(73)
Arrears not related to Sub-Head (clearing)	221,438
TOTAL ARREARS OF REVENUE	<u>1,283,856</u>

NOTE 7

**Prepared in accordance with Public Finance Act s31(1)(i)
For the Year Ended 31-Dec-16**

The accompanying notes form part of these financial statements.

	<u>2016</u>	<u>2015</u>
CURRENT LIABILITIES		
Accounts Payable	348,840	44,909
Accrued Expenses	367,065	534,603
Accounts Payable - Fiji Provident Fund	469,721	380,984
TOTAL	<u>1,185,626</u>	<u>960,496</u>
OTHER RECURRENT LIABILITIES		
Unearned Revenue	0	1,628,217
Police Fund	2,827	1,822
Overseas Civil Servants Deductions to NBT-Clearing	1,500	400
TOTAL	<u>4,327</u>	<u>1,630,440</u>

NOTE 8

STATEMENT OF PUBLIC DEBT

Prepared in accordance with Public Finance Act s31(1)(xiii)
For the Year Ended 31/12/2015

	Agency	Original debt	2007 Closing Debt	2008 Debt Balance	2009 Debt Balance	2010 Debt Balance	2011 Debt Balance	2012 Debt Balance	2013 Debt Balance	2014 Debt Balance	2015 Debt Balance	2016 Debt Balance	Start	Term	Grace period	Interest Rate	Principle repayments
Government Offshore Loans																	
Falekaupule Trust Fund	300200	A\DB - LN169: US\$3.972m	4,535,627	5,034,568	3,874,715	3,175,245	2,933,016	2,629,566	2,774,152	2,577,727	2,463,059	2,109,297	Nov-99	24yrs, 16 yrs repayment	8 yrs - start Feb 2008	1% in grace, then 1.5%	USD124,115 semi annual
Interest Payment	<u>741110-J01-TG</u>				76,539	36,757	53,731	28,679	32,327	42,013	35,236	36,311					
Principal Repayment	<u>741110-J01-TG</u>				359,611	293,758	248,230	248,543	259,728	328,795	325,234	321,000					
Movement due to Currency fluctuation					800,243	405,712	-6,001	54,908	-404,314.31	-132,370	-210,566	32,762					
TMTI Original Loan	300200	A\DB - LN192: SDR1.394m	2,552,052	2,522,824	2,120,079	1,873,844	1,789,948	1,674,530	1,884,709.07	1,853,185.35	1,892,485.60	1,754,712	Nov-02	32yrs, 24 yrs repayment	8 yrs - start Feb 2011	1% in grace, then 1.5%	SDR29,041 Semi annual
Interest Payment	<u>741120-M01-TG</u>						26,843	27,699	12,810	29,375	26,545	27,877					
Principal Repayment	<u>796120-M01-TG</u>						39,271	81,152	73,592	94,482	103,646	103,849					
Movement due to Currency fluctuation					402,745	246,236	44,625	34,265	-283,770.37	-62,958	-142,946	33,925					
TMTI Supplementary Loan	300200	A\DB - LN208: SDR1.353m	2,476,993	2,448,624	2,280,858	2,012,892	2,014,279	1,929,009	2,141,324	2,112,527	2,165,249	2,015,778	Aug-04	32yrs, 24 yrs repayment	8 yrs - start Feb 2012	1% in grace, then 1.5%	SDR28,186 Semi annual
Interest Payment								21,216	46,126	16,715	32,403	33,486					
Principal Repayment								42,340	111,181	53,544	111,740	110,123					
Movement due to Currency fluctuation					167,765	267,967	-1,387	42,930	-323,496.65	-24,746	-164,462	39,347					
DBT Equity Injection	300200	EIB EUR0.3m	503,609	612,690	480,692	392,311	382,312	381,291	462,606	444,708	448,967	436,554	Jan-03	15 yrs	1 repayment 2018	2%	Eur0.3m in 2018
Movement due to Currency fluctuation								131,998	88,381	9,999	1,020	81,314.71					
Air Fiji O/D G'teed by Govt	300200	Bank of Baroda		0	361,841	0	0	0	0	0	0	0	In 2010				\$361,841 paid to Mauror & Co for legal proceedings.
Principal Repayment	<u>796130-L01-01</u>							361,841	-134,041	-134,041							
Call on Government Gaurantee Expense					361,841			-134,041	-134,041								
Air Fiji O/D G'teed by Govt	300200	FDB		0	290,858	0	0	0	0	0	0	0	Full payment of debt				July 2010
Principal Repayment	<u>796140-L01-01</u>							290,858									
Call on Government Gaurantee Expense					290,858												
TOTAL GOVERNMENT OFFSHORE DEBT			10,068,281	10,618,706	9,409,044	7,454,291	7,119,555	6,614,397	7,262,792	6,988,147	6,969,761	6,316,341					
Government Domestic Debt																	
Air Fiji Equity	300100	NBT FJD2.0m	59,725	0	0	0	0	0	0	0	0	0	Jun-01	5 yrs	None		AUD25,000 monthly
Air Fiji O/D G'teed by Govt	300210	NBT		604,295	690,984	774,985	895,290	920,486	920,486	920,493	920,497	920,497					
Call on Government Gaurantee Expense				604,295													
Interest & Service Expense					86,689	84,000	120,305	25,196		7	4	0					
TOTAL GOVERNMENT DOMESTIC DEBT			6,418,478	5,627,299	4,200,571	4,284,593	2,632,270	2,553,358	2,181,224	1,363,731	920,497	920,497					
TOTAL PUBLIC DEBT			16,486,759	16,246,005	13,609,615	11,738,884	9,751,825	9,167,755	9,444,015	8,351,878	7,890,258	7,236,838					

NOTE 8 (a)

STATEMENT OF CONTINGENT LIABILITIES

Prepared in accordance with Public Finance Act s31(1)(x)
For the Year Ended 31/12/2015

	<u>Agency</u>	<u>Original Guarantee</u>	<u>2007 Closing Debt</u>	<u>2008 Debt Balance</u>	<u>2009 Debt Balance</u>	<u>2010 Debt Balance</u>	<u>2011 Debt Balance</u>	<u>2012 Debt Balance</u>	<u>2013 Debt Balance</u>	<u>2014 Debt Balance</u>	<u>2015 Debt Balance</u>	<u>2016 Debt Balance</u>
TCS Guarantee	TCS Supplier: AUD500000				0	500,000	500,000	0	0	0	0	
Air Pacific Guarantee (NBT Guarantee on Travel Office operations)*	NBT	AUD40000		40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
DBT Global Loan 2 - Guarantee	EIB	EUR0.7m	1,175,088	1,220,309	1,118,794	696,976	161,861	532,607	542,948	414,400	315,056	203,725
National Bank of Tuvalu Deposits-Guarantee	NBT	n/a					21,206,446	22,500,408	30,149,190	33,903,636	34,361,838	48,028,154
			2,014,436	2,091,959	1,118,794	1,236,976	21,908,307	23,073,015	30,732,138	34,358,036	34,716,894	48,271,879

The Government of Tuvalu guarantee with this amount of money Tuvalu Travel Office operations on behalf of Air Pacific Ltd

The Government of Tuvalu guarantee this loan made to the s 21(1) - National Bank of Tuvalu Act - Government of Tuvalu

* This is a sum of deposits from the Government of Tuvalu guaranteeing Travel Office operations with Air Pacific. For example, Travel Office collect airfares on behalf of Air Pacific, if Travel Office fails to pay those airfares

Exchange Rates applied to Public Debt Balances at year end (Reserve Bank of Australia Website)

<u>CURRENCY</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
AUD - EU	0.4896	0.6241	0.7647	0.7847	0.7847	0.7868	0.6485	0.6746	0.6682	0.6872
AUD - USD	0.6903	0.8969	1.0163	1.0156	1.0156	1.0384	0.8948	0.8202	0.7306	0.7236
AUD - SDR		0.5742	0.6599	0.6636	0.6636	1.2694	0.5811	0.5663	0.5268	0.5400

NOTES TO THE FINANCIAL STATEMENTS

NOTE 9

TAXATION

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Income Tax	2,091,623	1,595,963	2,177,783
Company Tax	1,356,533	2,700,000	2,963,425
Tuvalu Consumption Tax	279,372	350,000	339,972
Import Duty	2,626,526	2,016,450	2,491,543
Import Levy & Excise	738,040	455,620	587,463
Other Taxes	245,307	200,500	38,267
	7,337,401	7,318,533	8,598,454

NOTE 10

INTEREST, DIVIDENDS & RENT

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Interest and Dividends	3,069,251	2,503,862	6,051,681
Lease, rent and hire	354,685	390,611	430,334
	3,423,936	2,894,473	6,482,016

NOTE 11

EXTERNAL ASSISTANCE & GRANTS

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Republic of China (Taiwan)	8,497,938	9,408,451	3,220,240
AusAID	1,500,000	1,500,000	0
New Zealand	0	500,000	0
World Bank, IMF, ADB	4,313,486	0	2,015,023
Project Development Fund (PDF)	0	156,000	0
Other Donors	(1,887,955)	0	10,850,356
	12,423,469	11,564,451	16,085,619

NOTE 12

OTHER INCOME

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Vessel Registrations	1,158,282	750	507,775
Marine Services (Nivaga III, Nivaga II & Manu Folau)	738,639	400,000	534,838
Stevedoring and Wharfage	328,133	258,000	522,484
Provision of Goods and Services	1,819,361	704,930	830,545
Foreign Exchange Gain	89,336	0	6,187
Regional Seasonal Employment Workers Repayment	18,622	80,000	24,629
Other Charges	318,987	328,641	335,943
	4,471,359	1,772,322	2,762,402

NOTES TO THE FINANCIAL STATEMENTS

NOTE 13

TRAVEL EXPENSES

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Overseas Travel & Subsistence	2,036,875	842,229	2,302,058
Local Travel & Subsistence	825,629	836,035	729,924
Leave Travel Entitlements	205,757	547,925	187,163
Statutory Travel	812,857	572,800	442,046
	3,881,119	2,798,990	3,661,191

NOTE 14

GRANTS AND SUBSIDIES EXPENSES (incl. Scholarship Support)

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Grants and Subsidies	3,927,326	4,395,671	4,720,468
Outer Island Projects (SDE)	2,784,260	2,880,000	2,852,721
Scholarships and Support	9,992,876	10,822,665	10,279,995
Contribution to Japan Grant Counterpart Fund	293,847	278,847	293,980
Overseas Contributions	575,942	993,592	826,554
	17,574,251	19,370,775	18,973,719

NOTE 15

OTHER EXPENSES

	<u>2016</u> Actual	<u>2016</u> Budget	<u>2015</u> Actual
Advertising and Provisions	1,032,885	1,187,071	3,206,936
Supplies and Equipment	3,883,225	3,033,153	2,927,781
Senior Citizen Scheme / Pension	436,037	417,678	314,752
Land & Property Rent	1,107,309	1,132,516	1,100,854
	6,459,456	5,770,419	7,550,322

NOTE 16

STATEMENT ON BALANCE OF THE TUVALU DEVELOPMENT FUND ACCOUNT BY AGGREGATE RECEIPTS AND PAYMENTS

Prepared in Accordance with Public Finance Act s31(1)(xvi)

For the Year Ended 31/12/2016

The accompanying notes form parts of these financial statements.

Donor	ACCTID	Project Name	2016 Opening Balance	Payments	Receipts	Movements	2016 Closing Balance
ASCAP	2014570001	PM's Trip to Bangkok	-20	0	0	0.00	20.00
	2016570002	CANCC Activities	0	22405	22435.46	30.46	30.46
	2016570003	KANIVA Program	0	9466.46	17764	8,297.54	8,297.54
	2016570004	Climate Change Migration Project	0	28896.86	46284.47	17,387.61	17,387.61
ASCAP Total			-20.00	60,768.32	86,483.93	25,715.61	25,695.61
AUSAID	2009020009	TVET	1595.16	0.00	0.00	0.00	1,595.16
	2009020010	Upgrading of Accpac Treasury	366.54	0.00	0.00	0.00	366.54
	2011020016	Pre School & Primary School materials	-2673.33	0.00	0.00	0.00	2,673.33
	2011020017	Water tanks for Primary & Secc	-117.69	0.00	0.00	0.00	117.69
	2011020018	TKII MTR Forum	6746.32	5,354.85	0.00	-5,354.85	1,391.47
	2011020019	Tuvalu National Climate Change Summit	-401.07	0.00	0.00	0.00	401.07
	2013020021	Supply of material & construction of st	873.14	0.00	0.00	0.00	873.14
	2013020020	NAPA 1+	-620.56	0.00	0.00	0.00	620.56
	2014020022	Tuvalu National Oral Health Survey	5704.48	630.30	475.00	-155.30	5,549.18
	2015020024	Funafuti classroom Building Project	2,000,000.00	55,510.11	0.00	-55,510.11	1,944,489.89
	2015020025	Australia Contribution to Tuvalu NDP	-240	0.00	0.00	0.00	240.00
	2015020026	Tuvalu Early Human Capacity Index	30,786.44	37,258.27	14,981.37	-22,276.90	8,509.54
	2016020027	SCS Coordinator Salary for 2 Years	0.00	17,526.77	31,550.00	14,023.23	14,023.23
	2016020028	Disaster Preparedness Consortium	0.00	18,207.30	18,795.00	587.70	587.70
AUSAID Total			2,042,019.43	134,487.60	65,801.37	-68,686.23	1,973,333.20
British High Commission	2009220002	Tuvalu Law Revision	-20,539.56	0.00	0.00	0.00	20,539.56
British High Commission Total			-20,539.56	0.00	0.00	0.00	-20,539.56
Canada	2016030049	Women Leadership	0.00	13,180.00	13,986.99	806.99	806.99
Canada Total			0.00	13,180.00	13,986.99	806.99	806.99
Commonwealth	2014410002	Minister's and Leaders Retreat	2.62	0	0	0.00	2.62
	2016410002	Technical and Vocational Skills Development	0	6035	6124.43	89.43	89.43
Commonwealth Total			2.62	6,035.00	6,124.43	89.43	92.05
EU	2013270005	EU Sanitation PE	6217.08	0	0	0.00	6,217.08
	2014270006	Charter of Mataili	893.79	0	0	0.00	893.79
EU Total			7,110.87	0.00	0.00	0.00	7,110.87
FFA	2009060044	FISHERIES OBSERVER FEE PROJECT	13377.56	604,909.78	811,993.92	207,084.14	220,461.70
	2005060036	Vessel Monitoring System Operation	3077.51	0.00	0.00	0.00	3,077.51
	2011060052	Fisheries Programme Activities	9,498.31	6,739.52	92.59	-6,646.93	2,851.38
	2012060053	Western & Central pacific Fisheries	1439.47	0.00	0.00	0.00	1,439.47
	2014060057	10th Special PNA Meeting 10-14th Nov 2014	421.63	0.00	0.00	0.00	421.63
	2013060055	Island Council Consultation on Inshore	14657.76	0.00	0.00	0.00	14,657.76
	2014060056	Upgrading of Government Network System	21.02	0.00	0.00	0.00	21.02
	2015060059	Tuna Data Collectors	10,988.35	34,257.27	23,052.50	-11,204.77	216.42
	2013060054	Surveillance Fuel Contribution	41452.59	0.00	0.00	0.00	41,452.59
	2016060060	High Level Dialogue Meeting- Suva,Fiji	0	45,018.51	45,423.30	404.79	404.79
FFA Total			94,934.20	690,925.08	880,562.31	189,637.23	284,571.43
FAO	2013510001	Food & Agriculture Organisation of the UN	7040.57	0	0	0.00	7,040.57
FAO Total			7,040.57	0.00	0.00	0.00	7,040.57
Forum SEC	2014090017	Support for Tuvalu-Talofa Trade Fair	1036.15	290.00	0.00	-290.00	746.15
	2010090010	SIS Catalytic Fund for Women	258.16	0.00	0.00	0.00	258.16
	2013090013	Support for Pacific Plain Review-Count	20.58	0.00	0.00	0.00	20.58
	2013090014	Support to Nukulaelae local government	-3.5	0.00	0.00	0.00	3.50
	2013090015	Funds for Tuna Data Providers	733.31	0.00	0.00	0.00	733.31
	2013090016	To purchase office equipment for Nui Kaupule	164.3	0.00	0.00	0.00	164.30
	2013090017	To purchase office equipment for Nanumaga Kaupule	20.62	0.00	0.00	0.00	20.62
	2015090018	Services Assistances for National Disability	4975	80.00	0.00	-80.00	4,895.00
Forum SEC Total			7204.62	370.00	0	-370	6,834.62
France	2013520001	Workshop on Record Keeping and Information Management	63.64	0	0	0.00	63.64
France Total			63.64	0	0	0	63.64
International Labour Organisation	2013490001	Labour Market Survey	2762.22	2520	0	-2,520.00	242.22
	2013490002	1st Payment ILO MLC mtg	940	0	0	0.00	940.00
International Labour Organisation Total			3702.22	2970	0	-2,520.00	1,182.22
India	2009210003	Hospital equipment	851.46	0.00	0.00	0.00	851.46
	2015210001	Medical Equipment for Princess Margaret Hospital (PMH)	346102.54	27,428.97	0.00	-27,428.97	318,673.57
	2015210002	New Ambulance for Princess Margaret Hospital(PMH)	51,095.77	0.00	0.00	0.00	51,095.77
	2015210003	YOGA International Day of India	238.05	1,545.00	1,869.15	324.15	562.20
	2013210004	Payment for Grass-Cutters	18269.85	0.00	0.00	0.00	18,269.85
India Total			416557.67	28,973.97	1,869.15	-27,104.82	389,452.85
Italy	2015370003	PV Standalone Home system (SHS) and cooling Storage Facility	24,646.59	54,972.65	359,415.37	304,442.72	329,089.31
	2009370001	Feasibility Study Energy	6239.27	0.00	0.00	0.00	6,239.27
	2009370002	Tuvalu Photovoltaic Electricity network	1212.39	0.00	0.00	0.00	1,212.39
Italy Total			32098.25	54,972.65	359,415.37	304442.72	336,540.97
Japan	2014070025	Improvement of Infection Disease Laboratory at PMH	2064.38	1,940.00	0.00	-1,940.00	124.38
	2010070018	Nanumea Health Centre	19369.96	0.00	0.00	0.00	19,369.96
	2015070026	The Project for Improvement of Water Supply System for Nui I	43,473.66	0.00	0.00	0.00	43,473.66
	2015070027	The Project for Improvement of water	39,786.63	39,540.00	0.00	-39,540.00	246.63
	2010070019	Nanumaga Clinics	27251.86	0.00	0.00	0.00	27,251.86
	2011070021	Nukulaelae Clinic Centre	25193.86	0.00	0.00	0.00	25,193.86
	2011070022	Nukufetau Clinic Centre	44517.25	0.00	0.00	0.00	44,517.25
	2012070023	Princess Margret Pediatric Ward	161.82	0.00	0.00	0.00	161.82
	2013070024	Improvement of water supply system for Nanumea Island	3994.84	0.00	0.00	0.00	3,994.84
	2016070028	Improvement of Water supply system for Vaitupu Island	0	85,677.99	102,553.66	16,875.67	16,875.67
	2016070029	Improvement of Water supply system for Nukufetau Island	0	58,142.40	92,987.38	34,844.98	34,844.98
Japan Total			205814.26	185,300.39	195541.04	10,240.65	216,054.91

NOTES TO THE FINANCIAL STATEMENTS

Kazakhstan	2013500002	Tourism Marketing and Promotion	-698.13	0.00	0.00	0.00	-	698.13
	2013500001	Travel Support for Foreign Affairs Dept	0.01	0.00	0.00	0.00	0.00	0.01
	2015500003	Contribution to COP21	475.96	40,873.27	40,397.31	-475.96	-	-
Kazakhstan Total			-222.16	40,873.27	40,397.31	-475.96		-698.12
Korea	2014430002	Office Partitioning Project	73261.71	12,420.90	3,528.34	-8,892.56		64,369.15
	2015430003	Renovation & Maintenance of Electric Pillar Boxes Project	11,720.55	5,970.22	50.00	-5,920.22		5,800.33
Korea Total			84982.26	18,391.12	3,578.34	-14812.78		70,169.48
NZAID	2012010050	Cost of 1 year for the Aid Adviser & Budget Adviser	522.6	0.00	0.00	0.00		522.60
	2009010038	Ship to Shore	62039.78	0.00	0.00	0.00		62,039.78
	2009010039	ECCE Summer School course	2023.28	0.00	0.00	0.00		2,023.28
	2009010040	Pre School Awareness Workshop	1290.72	0.00	0.00	0.00		1,290.72
	2009010041	Pre School Resources	-676.23	0.00	0.00	0.00	-	676.23
	2009010042	Pre School Council Meeting	211.14	0.00	0.00	0.00		211.14
	2010010044	Nanumaga Guest House	42042.92	0.00	0.00	0.00		42,042.92
	2010010045	Nui Shredder	24717.04	0.00	0.00	0.00		24,717.04
	2011010046	Tuvalu Ship to Shore Transport	12170.31	0.00	0.00	0.00		12,170.31
	2011010047	TK II MID TERM REVIEW	341.57	0.00	0.00	0.00		341.57
	2012010048	TEC GRANT	1040.97	0.00	0.00	0.00		1,040.97
	2013010051	NZ GRANT FOR NIVAGA II	1161.9	0.00	0.00	0.00		1,161.90
	2013010053	Tuvalu Short term technical assistance	626.35	0.00	0.00	0.00		626.35
	2013010054	FISHERIES ADVISOR TRAVEL	57049.06	33,185.86	3,974.01	-29,211.85		27,837.21
	2014010055	Oceanic Fisheries	10,780.07	350.00	0.00	-350.00		10,430.07
	2014010057	Coastal Fisheries	10,227.35	9,900.00	900.00	-9,000.00		1,227.35
	2014010058	Human Resource Development	5089.16	4,894.73	0.00	-4,894.73		194.43
	2015010059	Rooftop Solar Project (Local Wages)	1.11	0.00	0.00	0.00		1.11
	2015010060	TC PAM Fishery Related Infrastructure	277038.12	283,125.35	8,000.00	-275,125.35		1,912.77
	2015010061	Tropical Cyclone PAM and Recovery and Vulnerability Reductio	370709	370,709.00	0.00	-370,709.00		-
	2016010062	Visa Fees - RSE Scheme	0	0.00	898.92	898.92		898.92
	2016010063	MV Talamoana	0	258,398.50	474,102.60	215,704.10		215,704.10
	2016010064	Leadership Training	0	0.00	8,877.23	8,877.23		8,877.23
NZAID Total			878406.22	960,563.44	496,752.76	-463,810.68		414,595.54
OSSHMM	2009380001	HIV Training in Tuvalu	1832.5	0	0	0.00		1,832.50
OSSHMM Total			1832.5	0	0	0		1,832.50
Pacific Islands Trade	2013540001	Tuvalu Trade Fair Contribution	740.73	0	0	0.00		740.73
Pacific Islands Trade Total			740.73	0	0	0		740.73
ROC	2013110047	Printing of Primary School Textbooks	36,285.46	40,500.00	4,800.00	-35,700.00		585.46
	2006110024	Backwages of Nauru Workers	3143.8	0.00	0.00	0.00		3,143.80
	2008110036	INTERNATIONAL PRIMARY SCH & SECONDARY	1407.4	0.00	0.00	0.00		1,407.40
	2012110039	Support to Tuvalu Delegation to the UNFCCC	716.02	0.00	0.00	0.00		716.02
	2012110041	Defects List and Maintenance	-4916.01	0.00	0.00	0.00	-	4,916.01
	2012110042	Fuel for Charter vessel and Nivaga II	28338.13	0.00	0.00	0.00		28,338.13
	2012110043	Victualling for MV Nivaga II & MV Manufolau	12561.85	0.00	0.00	0.00		12,561.85
	2012110045	Establishment Taipei Mission	44.1	0.00	0.00	0.00		44.10
	2012110046	UNFCCC-COP18	1805.09	1,805.09	0.00	-1,805.09		-
	2013110048	Establishment of Tuvalu Mission to Taipei	11.24	0.00	0.00	0.00		11.24
	2013110049	Pediatric Ward in the Princess Margaret Hospital	51.71	0.00	0.00	0.00		51.71
	2013110051	Tuvalu Trade Fair Contribution	1240	0.00	0.00	0.00		1,240.00
	2014110052	Tuvalu Participant in Nan Ying Folkore Festival	0.8	0.80	-0.80	-1.60	-	0.80
	2014110053	Funding Support for UNGA Delegation	-316.96	0.00	0.00	0.00	-	316.96
	2014110054	Attendance for Hon.PM and Delegations to the COP at Lima, Pe	1403.04	1,403.04	0.00	-1,403.04		-
	2015110055	NCD STEPS SURVEY	16,784.90	10,672.80	0.00	-10,672.80		6,112.10
	2015110058	PM Delegation to PNG	0.00	0.00	0.00	0.00		-
	2016110059	ROC- Assistance for the Spouse(MFED)	0.00	3,878.30	4,000.00	121.70		121.70
	2016110060	Support PM and Delegations at PIFLM in FSM Phonpei	0.00	29,567.22	30,000.00	432.78		432.78
	2016110061	PM Delegation to the UNCA Meeting in New York 2016	0.00	28,587.67	35,000.00	6,412.33		6,412.33
	2016110062	PM Trip to COP 22 Marrakech,Morocco	0.00	26,643.99	40,000.00	13,356.01		13,356.01
ROC Total			98,560.57	143,058.91	113799.2	-29,259.71		69,300.86
ROC - part 2	2014560001	PV/Hybrid/Generator System Tuvalu Maritime Training Institute	86911.22	47,810	0	-47,810.00		39,101.22
ROC - part 2 Total			86911.22	47,810	0	-47,810.00		39,101.22
Russia	2013480001	Office Equipment for Foreign Affairs	197	0	0	0.00		197.00
	2013480002	Funding Assistance for Delegation to 44th PIF Leader's Meeti	955.96	0	0	0.00		955.96
Russia Total			1152.96	0	0	0		1,152.96
SAUDI ARABIA	2013550001	DSA FOR UNGA DELEGATION	25523.36	0	0	0.00		25,523.36
SAUDI ARABIA Total			25523.36	0	0	0		25,523.36
Singapore (Ship Registry)	2013310004	Local Elected Leadership 2013 Roll Out Workshops Activity	73.25	0.00	0.00	0.00		73.25
	2010310008	Tuvalu Island Leadership Assembly	-3378.12	0.00	0.00	0.00	-	3,378.12
	2011310001	Kaupule Election	-87.9	0.00	0.00	0.00	-	87.90
	2012310002	Contribution LEL Rollout	-113.2	0.00	0.00	0.00	-	113.20
	2013310003	Unforeseen Expenses-LEL and ISP Training of Tra	652.41	-0.11	0.00	0.11		652.52
Singapore (Ship Registry) Total			-2853.56	-0.11	0	0.11		-2,853.45
SPBEA(South Pacific Board of Educ	2011420001	Examination Admin	2718.95	0	0	0.00		2,718.95
SPBEA(South Pacific Board of Education Assessment) Total			2718.95	0	0	0.00		2,718.95
SPC	2011100012	Tuvalu National Strategic Plan for NCD 2011-2015	8,747.05	7,659.60	0.00	-7,659.60		1,087.45
	2011100013	Endangered Cultural Heritage Mapping in Tuvalu	3412.75	0.00	0.00	0.00		3,412.75
	2012100011	Tuvalu Grant PMH	9220.2	9,153.50	0.00	-9,153.50		66.70
	2013100014	International Women's Day Celebration (4-8 Marh 2013)	-3089.43	0.00	0.00	0.00	-	3,089.43
	2013100015	Funafuti FADS Fishing Skills Workshop Allowances	353.91	0.00	0.00	0.00		353.91
	2013100016	The Global Climate Change Alliance for Pacific Small IS State	1104.86	2,420.44	1,315.58	-1,104.86		-
	2013100018	Global Climate Change Alliance(Adaptation Fund)	2551.1	7,912.29	5,377.47	-2,534.82		16.28
	2014100001	Pacific Appliance Labelling Standard Project (PLAs)	5141.51	7,108.49	16,044.00	8,935.51		14,077.02
	2014100019	Payment of Service for IDDR Project	292.98	0.00	0.00	0.00		292.98
	2014100021	Tuvalu National Steering Committee Project	4975	3,841.45	449.00	-3,392.45		1,582.55
	2015100022	Tuvalu HIES 2015-2016 - SPC	26663.03	51,477.45	28,971.00	-22,506.45		4,156.58
	2015100023	Support to COP21 Paris France	1848.38	0.00	1,848.38	1,848.38		3,696.76
	2015100024	Funds for Consultation Allowances MOU SPC	4326	0.00	0.00	0.00		4,326.00
	2015100001	International Women's Day	3	0.00	0.00	0.00		3.00
	2016100025	Disaster Conseling Training in Partners	0	24,975.00	24,975.00	0.00		-
	2016100026	Improving Soil Health Agricultural Productivity and food Sec 2016	0	4,474.80	9,975.00	5,500.20		5,500.20
	2016100027	Te Kaniva Climate Change Policy Review	0	15,770.50	0.00	-15,770.50		15,770.50
	2016100028	building Safety & Resilience Pacific (BSRP) 2016	0	4,085.00	100,785.40	96,700.40		96,700.40
SPC Total			65,550.34	138,878.52	189,740.83	50,862.31		116,412.65

NOTES TO THE FINANCIAL STATEMENTS

SPREP	2009040013	PACC PROJECT (LOIA)	3085.52	0.00	0.00	0.00	3,085.52
	2013040015	GEF PAS PROJECT	3009.83	6,290.41	5,380.78	-909.63	2,100.20
	2014040016	Support for Tuvalu's Energy Efficiency Demonstration House	12.94	0.00	0.00	0.00	12.94
	2016040017	POP Education and Awareness Programme 2016	0	3,170.00	6,556.46	3,386.46	3,386.46
SPREP Total			6108.29	9,460.41	11937.24	2,476.83	8,585.12
SOPAC	2010140010	Water & Sanitation with MOH	2459.27	0	0	0.00	2,459.27
	2012140011	Advance Payment for PUI-Disaster Reduction Program	1458	0	0	0.00	1,458.00
	2012140012	Disaster Awareness Commemoration Day	2064.6	0	0	0.00	2,064.60
SOPAC Total			5981.87	0	0	0	5,981.87
Sweeden	2016320001	Improving Library Collection of TNLA	0	0	3000	3,000.00	3,000.00
Sweeden Total			0	0	3000	3,000.00	3,000.00
Turkey	2014360002	Turkey Funding Assistance for Construction of Kaupule Office	7947.7	7,600.00	0.00	-7,600.00	347.70
	2014360001	Tuvalu Participation 45th PIF Meeting in Koror	1638.26	0.00	0.00	0.00	1,638.26
	2014360004	Motufoua Seconday School Truck	12368.7	0.00	0.00	0.00	12,368.70
	2014360005	Support for Tuvalu's Delegation to COP20 (LIMA PERU)	617.45	616.85	396.70	-220.15	397.30
Turkey Total			22572.11	8216.85	396.70	-7,820.15	14,751.96
Tuvalu	2012440001	Disaster Relief Fund	3132.29	69,984.61	71,932.21	1,947.60	5,079.89
	2015440002	Disaster Relief Fund/ Cyclone PAM	2,201,014.42	1,363,875.57	224,251.61	-1,139,623.96	1,061,390.46
	2015440003	Vaiaku Waterfront Recreation Area Project	188,523.90	188,523.90	0.00	-188,523.90	-
	2015440004	Renovation of Government Complex	288513.86	0.00	0.00	0.00	288,513.86
	2015440005	Upgrade and Renovate Agriculture Elisefou Office	178840.72	78,859.69	0.00	-78,859.69	99,981.03
	2015440006	Deferred Maintenance Fund	447454	0.00	0.00	0.00	447,454.00
	2015440007	School Improvements	1968521.03	1,234,805.98	36,141.01	-1,198,664.97	769,856.06
	2016440009	Construction of Nukufetau Seawall	0	3,443,770.42	3,500,000.00	56,229.58	56,229.58
	2016440008	Counterpart Fund Outer Island Maritme	0	84,595.65	97,115.34	12,519.69	12,519.69
	2016440010	Cash Refund - Photocopying Machine	0	6,108.76	6,330.00	221.24	221.24
Tuvalu Total			5276000.22	6,470,524.58	3935770.17	-2,534,754.41	2,741,245.81
UN (United Nation)	2015580001	Funds for Urban Profiling Activities	6492.21	3040.37	360	-2,680.37	3,811.84
	2016580002	16th Days of Activism	0	5135.4	5205.67	70.27	70.27
UN (United Nation) Total			6492.21	3040.37	360	-2,610.10	3,882.11
United Arab Emirates(UAE)	2015590001	Support to COP21 paris France	-4975.36	0	3464.22	3,464.22	-1,511.14
United Arab Emirates (UAE) Total			-4975.36	0	3464.22	3,464.22	-1,511.14
UN Office at Geneva	2012470001	LEG 22nd Workshop	-319.68	0	0	0.00	-319.68
UN Office at Geneva Total			-319.68	0	0	0	-319.68
UNDP	2003050010	National Adaptation Programme of Action (NAPA)	5071.56	78,510.22	75,157.73	-3,352.49	1,719.07
	2002050009	Office Equipment & Training Attachment	6401.86	0.00	0.00	0.00	6,401.86
	2013050034	EIF-Tuvalu Trade Capacity Development & Institutional Stren	9755.38	19,043.35	12,817.58	-6,225.77	3,529.61
	2014050035	National Population Policy Social Development & PD Technical	4328.04	0.00	0.00	0.00	4,328.04
	2014050036	NAPA II	51704.94	615,893.74	622,694.32	6,800.58	58,505.52
	2005050015	National Biosafety Frame Work	1318.37	0.00	0.00	0.00	1,318.37
	2006050019	GEF Operational Focal Point Activities	-155.54	0.00	0.00	0.00	155.54
	2006050027	Support to Local Governance	-35.02	0.00	0.00	0.00	35.02
	2009050031	Tuvalu MGD Project	25127.52	0.00	0.00	0.00	25,127.52
	2011050033	Parliament Support Project	26.58	0.00	0.00	0.00	26.58
	2015050037	Family Planning & Physhosocial	1917.46	0.00	0.00	0.00	1,917.46
	2015050038	For Savali Fatoga Ticket	6279.8	6,309.80	0.00	-6,309.80	30.00
	2015050039	Grant Agreement Anti-Corruption Day	0	100.00	0.00	-100.00	100.00
	2015050040	Salary Aug-Nov 2015 Taufala/Temilo	3092.85	25,197.87	32,438.28	7,240.41	10,333.26
	2015050041	NAPA II Marine-based coastal livelihood	0	366,424.84	366,165.67	-259.17	259.17
	2015050042	NAPA II Climate Finance Access capacity	0	140,235.04	147,420.50	7,185.46	7,185.46
	2016050043	Global Fund Project	0	49,511.92	54,710.65	5,198.73	5,198.73
	2016050044	Reproductive Health(UNFPA)	0	13,629.40	13,646.00	16.60	16.60
	2016050045	International Womens Day	0	2,570.00	2,617.51	47.51	47.51
	2016050046	Local Performance Based Climate Change Resilience	0	129,800.00	183,869.35	54,069.35	54,069.35
	2016050047	R2R- Tuvalu Ridge to Reef Project	0	628,939.71	654,777.53	25,837.82	25,837.82
	2016050048	Reproductive Health Activites	0	2,807.80	6,000.00	3,192.20	3,192.20
	2016050049	GEF International Waters Tuvalu R2R	0	15,630.88	18,677.03	3,046.15	3,046.15
	2016050050	Climate change Resilience week	0	9,188.40	9,000.00	-188.40	188.40
UNDP Total			114833.8	2,103,792.97	2,199,992.15	96,199.18	211,032.98
UNEP (United Nation Enviroment	2010390001	Ozone Depleting Substances (ODS)	285.36	63,315.45	70,167.46	6,852.01	7,137.37
	2010390002	HCFC Phase - Out Mgmt Plan (HPMP)	147.84	11,059.85	14,865.86	3,806.01	3,953.85
	2014390003	Support to Tuvalu for the Revision of the NBSAPs & Developmen	-302.05	59,759.65	103,525.82	43,766.17	43,464.12
	2016390004	National Implementing Entity Preparation 2016	0	23,232.75	49,807.88	26,575.13	26,575.13
	2016390005	ODS Alternative Survey	0	9,518.49	26,770.10	17,251.61	17,251.61
UNEP (United Nation Enviroment Program) Total			131.15	166,886.19	265,137.12	98,250.93	98,382.08
UNESCO	2005180015	Tuvalu Children Conference	809.75	0.00	0.00	0.00	809.75
	2011180034	UNESCO TESP II	240	0.00	0.00	0.00	240.00
	2011180035	UNESCO Activities	1475.37	0.00	0.00	0.00	1,475.37
	2015180037	Training on the World Heritage Convention (Funafuti, Tuvalu	731.2	0.00	0.00	0.00	731.20
	2015180038	Climate Change Education	2893	7,953.00	6,975.00	-978.00	1,915.00
	2009180031	Culture Heritage & Identities	-137.42	0.00	0.00	0.00	137.42
	2016180039	Training for Tuvalu National Library and Archive 2016	0	3,182.38	3,450.16	267.78	267.78
UNESCO Total			6011.9	11135.38	10425.16	-710.22	5,301.68
UNFPA	2012450002	Tuvalu National Census 2012	6117.77	385.87	0.00	-385.87	5,731.90
	2012450001	Tuvalu National Population Policy	112	0.00	0.00	0.00	112.00
	2013450003	RH & FP PROGRAMME	5046.5	1,995.00	0.00	-1,995.00	3,051.50
	2015450005	Support to COP 21	-2662.23	0.00	0.00	0.00	2,662.23
UNFPA Total			8614.04	2,380.87	0	-2,380.87	6,233.17
UNICEF	2013130010	UNICEF: Implement the MEYS-UNICEF 2012 Cooperation Agreement	-7538.57	0.00	0.00	0.00	-7,538.57
	2010130005	Conducive Learning Environment	132.8	0.00	0.00	0.00	132.80
	2011130008	Education Management Information System (EMIS)	-753.05	0.00	0.00	0.00	753.05
	2012130009	Funding Support for Vaccination	290	0.00	0.00	0.00	290.00
	2013130011	World Immunization Week 2013	742.23	0.00	0.00	0.00	742.23
	2014130012	Achieving Education for All in Tuvalu	168382.5	839,471.82	662,954.32	-176,517.50	8,135.00
	2015130013	Upgrading and Improving Gasologa o Kautama Pre School	0	12,694.00	12,694.00	0.00	-
	2016130014	Education EMERGENCY Fund	13705	27,410.00	13,705.00	-13,705.00	-
	2016130015	World Breasfeeding Week	0	5,785.00	6,380.00	595.00	595.00
UNICEF Total			174960.91	885,360.82	695,733.32	-189,627.50	-14,666.59
UNIFEM	2012260003	Cedaw Report	133.17	0	0	0.00	133.17
UNIFEM Total			133.17	0	0	0	133.17
University of Auckland	2012460001	Climate Change Education for Sustainable Development	905.14	0	0	0.00	905.14
UNIFEM Total			905.14	0	0	0	905.14
UNON	2005240002	3rd Installment - National Biosafety Framework	1411.77	0	0	0.00	1,411.77
UNON Total			1411.77	0	0	0	1,411.77

NOTE 17

REQUIREMENTS OF THE PUBLIC FINANCE ACT WITH ZERO BALANCE

Statement of Other Leger Balances (Nil Balances)

Statement of Outstanding Loans made from the Consolidated Revenue Fund

Tabulated summaries of unallocated stores and manufacturing accounts

Statement of balances on remittance account (Remittance Account no longer exists)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 18

STATEMENT OF PROPERTY, PLANT AND EQUIPMENT ASSETS BY DEPARTMENT

Prepared in accordance with the Public Finance Act s31(1)(xiii)

For the Year Ended 31/12/2016

CODE		2016	2015(amended register)	Difference
A01	Office of the Governor General	\$ 5,324.00	\$ 6,187.84	(863.84)
B01	Corporate Services - Office of the Prime Minister	\$ 16,240,113.90	\$ 17,457,547.99	(1,217,434.10)
B04	Personnel and Training	\$ 41,962.41	\$ 34,647.06	7,315.35
B08	Tuvalu Media Department	\$ 5,170,344.31	\$ 5,490,469.36	(320,125.05)
B10	Department of Women	\$ 3,178.27	\$ 5,908.54	(2,730.27)
B11	Immigration	\$ 15,317.28	\$ 16,875.35	(1,558.07)
C01	Office of the Attorney General	\$ 50,836.93	\$ 43,806.36	7,030.57
C02	People's Lawyer	\$ 15,575.63	\$ 21,073.66	(5,498.03)
C03	Office of the Ombudsman Commission	\$ 12,740.25	\$ 10,639.77	2,100.48
D01	Office of the Parliament	\$ 29,661.03	\$ 44,513.85	(14,852.83)
E01	Office of the Auditor General	\$ 36,721.23	\$ 37,245.59	(524.36)
F01	Corporate Services - Finance	\$ 61,487.04	\$ 89,763.76	(28,276.71)
F02	Planning and Budget	\$ 24,337.90	\$ 36,116.03	(11,778.13)
F03	Central Statistics Division	\$ 19,576.16	\$ 27,613.50	(8,037.34)
F04	Customs	\$ 38,210.76	\$ 61,316.92	(23,106.16)
F06	Treasury	\$ 20,654.06	\$ 32,504.79	(11,850.72)
F07	Inland Revenue	\$ 7,245.17	\$ 13,159.33	(5,914.16)
F08	Public Enterprise Reform and Monitoring Unit	\$ 2,031.61	\$ 2,044.28	(12.68)
F09	Industries	\$ 12,270.02	\$ 20,172.83	(7,902.82)
G01	Corporate Services - Public Utilities	\$ 2,109,392.19	\$ 2,203,637.00	(94,244.81)
G03	Public Works Department	\$ 124,661.96	\$ 62,066.33	62,595.63
H01	Corporate Service - Health	\$ 31,192.93	\$ 48,569.51	(17,376.58)
H02	Health Administration	\$ 5,958,190.38	\$ 6,425,128.84	(466,938.46)
H03	Curative	\$ -	\$ 7,398.00	(7,398.00)
I01	MNRE Headquarters	\$ 8,957.25	\$ 15,180.08	(6,222.83)
I02	Agriculture	\$ 31,133.57	\$ 55,020.63	(23,887.07)
I03	Fisheries	\$ 160,939.80	\$ 195,811.25	(34,871.44)
I04	Lands and Surveys	\$ 137,711.35	\$ 157,229.15	(19,517.80)
J01	Corporate Services - Home Affairs	\$ 21,641.16	\$ 30,704.58	(9,063.42)
J02	Department of Rural Development	\$ 8,331.37	\$ 12,236.40	(3,905.03)
J03	Community Affairs	\$ 2,460.88	\$ 3,578.67	(1,117.78)
J08	Solid Waste Agency of Tuvalu (SWAT)	\$ 124,831.24	\$ 239,225.64	(114,394.40)
K01	Police and Prison Services	\$ 1,264,476.00	\$ 1,654,920.00	(390,444.00)
L01	Corporate Services - Communications and Transport	\$ 14,614.00	\$ 23,244.93	(8,630.92)
L02	Marine	\$ 18,790,730.82	\$ 20,312,549.38	(1,521,818.56)
L03	Aviation	\$ 1,087,363.95	\$ 1,206,101.31	(118,737.36)
L04	Information, Communication and Technology	\$ 27,981.94	\$ 39,986.93	(12,004.99)
L07	Meteorological Office	\$ 71,696.84	\$ 63,212.30	8,484.55
M01	Corporate Services - Educations, Youth and Sports	\$ 25,630.04	\$ 22,419.41	3,210.63
M02	Education Department	\$ 17,191.33	\$ 22,771.49	(5,580.16)
M04	EFA Secondary School	\$ -	\$ -	-
M05	Library	\$ 70,573.98	\$ 71,740.03	(1,166.05)
N01	Judiciary	\$ 31,671.10	\$ 41,292.76	(9,621.66)
O01	MFAETLT Headquarter	\$ 13,741.27	\$ 17,097.70	(3,356.43)
O02	MFAETLT Staffs room (Conference Room)	\$ 11,628.75	\$ 16,485.55	(4,856.80)
O03	Suva Mission	\$ 4,668.11	\$ 6,271.58	(1,603.47)
O04	Permanent Mission of Tuvalu to the UN	\$ 4,238.46	\$ 7,639.92	(3,401.46)
O05	Brussels Mission	\$ 11,373.40	\$ 12,797.49	(1,424.08)
O06	Environment	\$ 10,851.30	\$ 18,858.68	(8,007.38)
O07	Tuvalu Consulate in Auckland	\$ 85,642.59	\$ 128,763.89	(43,121.30)
O08	Trade Office	\$ 12,925.04	\$ 18,589.96	(5,664.92)
O09	Tourism	\$ 6,991.30	\$ 8,094.65	(1,103.35)
O10	Labour	\$ 9,092.10	\$ 7,190.70	1,901.40
O11	Taipei Mission	\$ 8,910.07	\$ 13,365.11	(4,455.04)
TOTAL VALUE AFTER DEPRECIATION 2015:		\$ 52,109,024.45	\$ 56,620,786.64	(4,511,762.20)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 18 (a)

STATEMENT OF PROPERTY, PLANT AND EQUIPMENT BY CATEGORY
Prepared in accordance with the Public Finance Act s31(1)(xiii)
For the Year Ended 31/12/2015

<u>Class Code</u>	<u>Class Descriptions</u>	<u>Values at 31/12/2016</u>	<u>Values at 31/12/2015</u>	<u>Difference</u>
BUDI	Building	\$ 30,660,201.77	32,700,883.49	(2,040,681.72)
SHIP	Vessel, Ships and Boats	\$ 19,954,241.50	21,854,491.00	(1,900,249.50)
PLAN	Plants and Machinery	\$ 174,689.48	227,787.16	(53,097.68)
EQU	Equipments	\$ 634,192.33	762,690.09	(128,497.76)
FFIM	Furnitures and fittings	\$ 282,262.02	300,693.02	(18,431.00)
AUTO	Automobile and Bikes	\$ 402,509.49	773,255.53	(370,746.04)
TECH	Technical Equipments	\$ 927.85	986.35	(58.50)
TOTAL VALUE AFTER DEPRECIATION:		\$ 52,109,024.45	56,620,786.64	(4,511,762.20)

The Variance of the Total Asset from 2015 to 2016

In this note 18, we choose the Statement of Property, Plant and Equipment by category to journalize into account as a result of Debit the Assets and Credit the Retained Earnings. Below are some of the details that can support the Note 18 about the movement of the Assets value within the year 2016 compare to 2015 report.

- i) **Building (excluding land)** - Decreased by \$2.04m ,we found out that there were no new buildings within this financial year 2016
- ii) **Vessel ,Ships & Boats:** Decreased by \$1.9m , we found out that there were no new assets under this class were purchased within 2016
- iii) **Plant & Machinery:** Deacrease by \$0.05m, we found out that there were few plants&machinery purchased within this year, and also some old assets under this
- iv) **Equipments: Decease by \$0.12m,**Many new equipments purchased this year ,however most of the assets in this class are fully depreciated until 2016. Therefore
- v) **Furniture & Fittings:** Decreased by \$0.018m,there are new Furniture & Fittings purchased within this financial year
- vi) **Automobiles & Bikes:** Decreased by \$0.37m ,there is only one new motorbike purchased within this year however most of the assets under this class were fully
- vii) **Technical Equipment:** Decreased by \$58.50 because there are no new assets for this class purchased within 2016.

NOTE 19

STATEMENT OF UNAUTHORISED EXPENDITURE by SUB HEAD and ITEM

Prepared in accordance with Public Finance Act s31 (xviii)

Government of Tuvalu for the Year Ended 31-Dec-16

Budget Approved on the Cash Basis

Head of Expenditure / Government Function				2016	2016	2016	2016	2016 Payments	2016	Variance (Bud-Act)
				Expense	Accrual Movement	Accrual Journal	Accrual Movement		Final Budget Provision	
STATUTORY ALLOCATIONS										
Office of the Prime Minister										
B01	Office of the Prime Minister	711210B01ST	PM's Salary	44,297	0	0	0	44,297	38,125	(6,172)
Parliament										
D01	Parliament Office	711120D01ST	Allowances	7,875	0	0	0	7,875	0	(7,875)
D01	Parliament Office	711210D01ST	Speaker's Salary	36,124	0	0	0	36,124	33,180	(2,944)
D01	Parliament Office	71121AD01ST	Parliamentarians Salaries	151,497	0	0	0	151,497	135,841	(15,656)
F01	Finance and Economic Development	711210F01ST	Minister's Salary	35,188	0	0	0	35,188	35,231	43
F01	Finance and Economic Development	719200F01ST	TNPF (Statutory)	1,129	0	0	0	1,129	3,223	2,094
Public Utilities										
G01	Office of the Public Utilities	711240G01ST	Minister's Clothing Allowances	0	0	0	0	0	-1,250	(1,250)
I01	Natural Resources	711210I01ST	Minister's Salary	22,214	0	0	0	22,214	32,231	10,017
Home Affairs										
J01	Home Affairs	711210J01ST	Minister's Salary	35,188	0	0	0	35,188	32,231	(2,957)
L01	Transport and Communications	711210L01ST	Minister's Salary	35,188	0	0	0	35,188	35,188	0
Education, Youth and Sports										
M01	Education, Youth and Sports	711210M01ST	Minister's Salary	35,188	0	0	0	35,188	32,231	(2,957)
Total Statutory Spending				403,889	0	0	0	403,889	376,231	-27,658
NON STATUTORY ALLOCATIONS										
Office of the Governor General										
A01	Office of the Governor General	711110A0100	Housemaids Salaries & Leave Travel	19,528	0	0	0	19,528	16,952	(2,576)
A01	Office of the Governor General	711110A0101	Salaries	13,752	0	0	0	13,752	13,636	(116)
A01	Office of the Governor General	723510A0101	Office Expenses	224	0	0	0	224	150	(74)
Office of the Prime Minister										
B01	Corp. Services - Office of the PM	711110B01SD	TA Salary(Public Sector Review)	17,576	0	0	0	17,576	17,477	(99)
B01	Corp. Services - Office of the PM	711220B0102	Sitting Allowances for NACCC	7,868	320	320	320	8,188	8,000	(188)
B01	Corp. Services - Office of the PM	721110B0101	Leave Travel Entitlements	8,207	0	0	0	8,207	8,127	(80)
B01	Corp. Services - Office of the PM	723431B0101	State Funeral of the Late Elisala Piita	31,365	0	0	0	31,365	30,000	(1,365)
B01	Corp. Services - Office of the PM	72346AB01SD	Te Kaniva	37,675	-5,241	-5,241	-5,241	32,435	26,000	(6,435)
B01	Corp. Services - Office of the PM	723530B0101	Computer Supply	1,095	0	0	0	1,095	1,082	(13)
B01	Corp. Services - Office of the PM	723740B0101	Household Items (PM)	3,079	0	0	0	3,079	2,500	(579)
B01	Corp. Services - Office of the PM	723910B01TG	Electricity	504,488	42,639	42,639	42,639	547,127	405,000	(142,127)
B04	Personnel and Training	712900B0401	Staff Relieving Fund (centr'd)	44,305	0	0	0	44,305	43,821	(485)
B04	Personnel and Training	719100B0401	TNPF	16,500	0	0	0	16,500	16,440	(60)
B04	Personnel and Training	782510B0403	Scholarship Students (New Awards)	676,638	0	0	0	676,638	653,653	(22,985)
B04	Personnel and Training	782520B0403	Student Education Loan Fund	788,363	0	0	0	788,363	771,162	(17,201)
B04	Personnel and Training	782530B0403	Scholarships Students (Ongoing)	925,197	0	0	0	925,197	887,116	(38,081)
B10	Department of Women	721100B1001	Overseas Travel & Subsistence	1,811	-68	-68	-68	1,743	1,190	(553)
B10	Department of Women	723540B1001	Office Stationery	503	0	0	0	503	500	(3)
B11	Immigration	711120B1101	Allowances	5,326	0	0	0	5,326	4,660	(666)
Legal Services										
C02	People's Lawyer	721300C0201	Telecom & Internet	2,545	107	107	107	2,652	2,600	(52)
C02	People's Lawyer	723320C0201	Petrol & Oil	250	14	14	14	263	250	(13)
C03	Office of the Ombudsman Commission	721100C0301	Overseas Travel & Subsistence	4,531	0	0	0	4,531	4,354	(178)
C03	Office of the Ombudsman Commission	721300C0301	Telecom & Internet	2,018	0	0	0	2,018	1,621	(397)
Parliament										
D01	Office of the Parliament	711110D0101	Salaries	75,278	0	0	0	75,278	74,865	(413)
D01	Office of the Parliament	711120D0101	Allowances	8,226	0	0	0	8,226	4,000	(4,226)
D01	Office of the Parliament	712110D0100	Speaker's Houseboy Salary & PF	5,896	0	0	0	5,896	5,780	(116)
D01	Office of the Parliament	719100D0101	TNPF	21,804	0	0	0	21,804	7,718	(14,086)
Office of the Auditor General										
E01	Office of the Auditor General	72110AE0101	Local Travel & Subsistence	7,088	0	0	0	7,088	6,934	(154)
Finance and Economic Development										
F01	Corp. Services - Finance	711240F0100	Minister's Clothing Allowance	1,324	0	0	0	1,324	1,250	(74)
F01	Corp. Services - Finance	711280F0100	Minister's Overseas Entertainment	10,524	0	0	0	10,524	9,100	(1,424)
F01	Corp. Services - Finance	719200F0100	TNPF	227	0	0	0	227	-1,473	(1,700)
F01	Corp. Services - Finance	721100F0102	Overseas Travel and Subsistence	7,108	0	0	0	7,108	6,900	(208)
F02	Planning and Budget	719100F0203	TNPF	5,647	0	0	0	5,647	5,016	(631)
F02	Planning and Budget	723010F02TG	Implementation 'Kakeega II Matrix'	39,398	50	50	50	39,448	39,399	(49)
F04	Customs	723540F0401	Office Stationery	3,560	0	0	0	3,560	3,457	(103)
F04	Customs	762100F04TG	Overseas Contribution	10,000	0	0	0	10,000	0	(10,000)
F06	Treasury	72110AF0601	Local Travel & Subsistence	8,812	0	0	0	8,812	8,690	(122)
F06	Treasury	742100F0601	Bank Charge & Interests	30,949	0	0	0	30,949	12,078	(18,871)
F06	Treasury	742110F0601	Foreign Exchange Cost	248,594	0	0	0	248,594	183,498	(65,096)
F07	Inland Revenue	711110F0701	Salaries	105,287	0	0	0	105,287	105,205	(82)
F08	Public Enterprise Reform and Monitoring Unit	721101F0801	Local Travel and Subsistence	2,810	0	0	0	2,810	2,696	(114)
F08	Public Enterprise Reform and Monitoring Unit	723030F0801	Policy Reform Matrix	1,889	0	0	0	1,889	1,529	(360)
Public Utilities										
G01	Corp. Services - Public Utilities	723540G0101	Office Stationery	3,736	0	0	0	3,736	3,478	(259)
G02	Energy	711120G0201	Allowances	2,701	0	0	0	2,701	705	(1,996)
G02	Energy	711120G0202	Allowances	6,591	0	0	0	6,591	5,149	(1,442)
G02	Energy	721110G0201	Leave Travel Entitlements	3,848	0	0	0	3,848	3,834	(14)
G03	Public Works Department	723910G0301	Electricity	69,308	0	0	0	69,308	67,000	(2,308)

NOTES TO THE FINANCIAL STATEMENTS

Health										
H01	Corporate Service - Health	711290H0100	Statutory Utilities	2,455	122	122	122	2,577	2,455	(122)
H01	Corporate Service - Health	721101H0101	Local Travel & Subsistence	28,216	0	0	0	28,216	27,257	(959)
H01	Corporate Service - Health	725040H01TG	Medical Treatment Scheme	4,089,071	0	0	0	4,089,071	3,935,023	(154,048)
H02	Health Administration	71259AH0201	Cuban Doctors Housing	64,796	0	0	0	64,796	64,796	0
H02	Health Administration	722250H0201	Equipment Maintenance	4,462	0	0	0	4,462	6,000	1,538
H02	Health Administration	722500H0201	Vehicle Maintenance	5,741	0	0	0	5,741	5,712	(29)
H02	Health Administration	723910H0201	Electricity	196,415	0	0	0	196,415	180,880	(15,535)
H03	Curative	711110H0302	Salaries	36,599	0	0	0	36,599	28,190	(8,409)
H03	Curative	711110H0304	Salaries	80,940	0	0	0	80,940	69,451	(11,489)
H03	Curative	711110H0305	Salaries	16,605	0	0	0	16,605	11,920	(4,685)
H03	Curative	711110H0306	Salaries	15,896	0	0	0	15,896	15,775	(121)
H03	Curative	711120H0301	Allowances	123,159	0	0	0	123,159	121,041	(2,118)
H03	Curative	712111H03TG	Anesthetist salary	116,079	0	0	0	116,079	109,000	(7,078)
H03	Curative	719100H0304	TNPF	9,233	0	0	0	9,233	8,019	(1,214)
H04	Preventative Primary and Health Services	711110H0402	Salaries	193,127	0	0	0	193,127	190,597	(2,530)
H04	Preventative Primary and Health Services	723460H0401	Healthy Islands Program	64,805	0	0	0	64,805	61,250	(3,555)
Natural Resources										
I01	MNRE Headquarters	711110I0101	Salaries	68,239	0	0	0	68,239	65,219	(3,020)
I01	MNRE Headquarters	72120AI0100	Minister's Travel	47,409	0	0	0	47,409	46,639	(770)
I01	MNRE Headquarters	762100I01TG	Overseas Contribution	97,083	0	0	0	97,083	83,420	(13,663)
I02	Agriculture	723320I0201	Petrol & Oil	1,286	586	586	586	1,873	1,300	(573)
I02	Agriculture	724040I0203	Seeds & Planting materials	0	0	0	0	0	-250	(250)
I02	Agriculture	781200I02SD	Tuvalu Lands Lease Negotiation	8,824	0	0	0	8,824	6,857	(1,967)
I03	Fisheries	711120I0301	Allowances	5,471	0	0	0	5,471	4,872	(599)
I03	Fisheries	712900I0302	Relieving Staff	6,108	0	0	0	6,108	6,096	(11)
I03	Fisheries	723330I0302	Manauai Fuel & Oil Operation	6,338	0	0	0	6,338	5,862	(476)
I03	Fisheries	723910I0301	Electricity	34,052	1,483	1,483	1,483	35,534	34,645	(889)
I04	Lands and Surveys	711110I0402	Salaries	83,505	0	0	0	83,505	79,987	(3,518)
I04	Lands and Surveys	711310I04TG	Lands Court Appeal Panel	23,973	0	0	0	23,973	23,000	(973)
I04	Lands and Surveys	721110I0401	Leave Travel Entitlements	2,719	0	0	0	2,719	2,635	(84)
I04	Lands and Surveys	723461I04SD	ISA Annual Session	0	0	0	0	0	-4,000	(4,000)
Home Affairs										
J01	Corporate Services - Home Affairs	711110J0101	Salaries	54,462	0	0	0	54,462	53,708	(754)
J01	Corporate Services - Home Affairs	711120J0101	Allowances	7,871	0	0	0	7,871	4,155	(3,716)
J01	Corporate Services - Home Affairs	712110J0100	Housemaid Salary	5,507	0	0	0	5,507	5,266	(241)
J01	Corporate Services - Home Affairs	719100J0101	TNPF	9,046	0	0	0	9,046	8,400	(647)
J01	Corporate Services - Home Affairs	791240J0101	Vehicle	-40,721	0	0	0	-40,721	-45,298	(4,577)
J02	Department of Rural Development	782410J02SD	Outer Islands Projects	2,784,260	131,364	131,364	131,364	2,915,624	2,880,000	(35,624)
J05	Culture	723020J0501	Radio Programs	0	0	0	0	0	-483	(483)
J05	Culture	723040J0501	Arts Festival Fundraising	1,151	0	0	0	1,151	1,000	(151)
Police and Prison Services										
K01	Police and Prison Services	719100K0103	TNPF	32,686	0	0	0	32,686	32,548	(138)
K01	Police and Prison Services	723210K0103	Victualling	21,497	0	0	0	21,497	19,214	(2,284)
Transport and Communications										
L01	Corp. Services - Comm. and Trans	711110L0102	Salaries	40,960	0	0	0	40,960	40,884	(75)
L01	Corp. Services - Comm. and Trans	719100L0102	TNPF	4,567	0	0	0	4,567	4,535	(32)
L02	Marine	711110L0202	Salaries	453,005	0	0	0	453,005	407,180	(45,825)
L02	Marine	711110L0203	Salaries	218,483	0	0	0	218,483	206,795	(11,688)
L02	Marine	711110L0204	Salaries	98,132	0	0	0	98,132	91,589	(6,544)
L02	Marine	711110L0205	Salaries	162,167	0	0	0	162,167	133,937	(28,229)
L02	Marine	711110L0206	Salaries	31,533	0	0	0	31,533	31,232	(301)
L02	Marine	719100L0202	TNPF	70,547	0	0	0	70,547	65,964	(4,583)
L02	Marine	719100L0203	TNPF	30,780	0	0	0	30,780	29,611	(1,169)
L02	Marine	719100L0204	TNPF	38,532	0	0	0	38,532	37,886	(647)
L02	Marine	719100L0205	TNPF	30,882	0	0	0	30,882	28,057	(2,825)
L02	Marine	719100L0206	TNPF	4,408	0	0	0	4,408	4,377	(30)
L02	Marine	721100L0201	Overseas Travel & Subsistence	33,111	-51	-51	-51	33,060	33,009	(51)
L02	Marine	721110L0201	Leave Travel Entitlements	3,094	0	0	0	3,094	2,524	(570)
L02	Marine	722250L0204	Equipment Maintenance	331	18	18	18	349	331	(17)
L02	Marine	723210L0206	Victualling	19,424	0	0	0	19,424	18,756	(668)
L03	Aviation	711110L0302	Salaries	42,295	0	0	0	42,295	39,764	(2,531)
L03	Aviation	711110L0303	Salaries	45,648	0	0	0	45,648	44,746	(902)
L03	Aviation	719100L0303	TNPF	4,735	0	0	0	4,735	4,645	(90)
L03	Aviation	722250L0303	Airfield and Navigational Aid Maintenance	41,882	0	0	0	41,882	40,753	(1,129)
L03	Aviation	723020L0301	Fire Security Awareness Program	3,777	-40	-40	-40	3,737	3,709	(28)
L03	Aviation	723510L0301	Office Expenses	6,516	40	40	40	6,556	6,262	(294)
L04	Information, Comm. and Technology	721101L0401	Local Travel & Subsistence	6,740	0	0	0	6,740	6,670	(70)
L07	Meteorological Office	72110AL0701	Local Travel & Subsistence	5,676	0	0	0	5,676	5,024	(652)
Education, Youth and Sports										
M01	Corp. Services - Edu., Youth and Sports	711110M0101	Salaries	66,409	0	0	0	66,409	65,966	(443)
M01	Corp. Services - Edu., Youth and Sports	711110M0102	Salaries	18,984	0	0	0	18,984	18,688	(296)
M01	Corp. Services - Edu., Youth and Sports	712110M0100	Housemaid Salary, PF and Leave	6,983	0	0	0	6,983	6,950	(33)
M01	Corp. Services - Edu., Youth and Sports	719100M0101	TNPF	10,621	0	0	0	10,621	10,344	(277)
M02	Education Department	711110M0203	Salaries	23,531	0	0	0	23,531	23,205	(326)
M02	Education Department	711120M0202	Allowances	999	0	0	0	999	0	(999)
M02	Education Department	711120M0203	Allowances	243	0	0	0	243	0	(243)
M02	Education Department	773500M02SD	Education Development Activities	-43,138	0	0	0	-43,138	-45,543	(2,404)
M03	Primary Education	712210M0303	Contract Teachers	466,177	0	0	0	466,177	441,930	(24,247)
M03	Primary Education	719100M0303	TNPF	115,408	0	0	0	115,408	111,155	(4,253)
M03	Primary Education	782370M0301	Support to Primary Schools(EU)	31,220	0	0	0	31,220	31,000	(220)
M04	EFA Secondary School	711120M0404	Allowances	841	0	0	0	841	300	(541)
M04	EFA Secondary School	721100M0401	Overseas Travel & Subsistence	977	0	0	0	977	0	(977)
M04	EFA Secondary School	72110AM0401	Local Travel & Subsistence	6,373	0	0	0	6,373	5,780	(593)
M04	EFA Secondary School	723510M0404	Office Expenses	98	0	0	0	98	0	(98)
M04	EFA Secondary School	723910M0401	Electricity	16,897	508	508	508	17,405	17,000	(405)
M04	EFA Secondary School	72402AM04SD	MSS Garden	100	0	0	0	100	0	(100)
M04	EFA Secondary School	752110M0402	Rent	108,404	0	0	0	108,404	108,400	(4)
M06	Sports	719100M0601	TNPF	1,254	0	0	0	1,254	1,235	(19)
M07	Pre-service Scholarships	782530M0701	Scholarship Students - Ongoing	1,057,010	0	0	0	1,057,010	1,038,182	(18,828)
M08	Youth	721101M0801	Local Travel & Subsistence	790	0	0	0	790	700	(90)
M09	Early Childhood Care and Education	719100M0901	TNPF	44,585	0	0	0	44,585	44,251	(334)
Judiciary										
N01	Judiciary	712110N0101	Contracted Magistrate	-5,080	0	0	0	-5,080	-5,090	(10)

NOTES TO THE FINANCIAL STATEMENTS

Foreign Affairs, Trade, Tourism, Environment & Labour

O01	MFAETLT Headquarter	7191000101	TNPF	17,328	0	0	0	17,328	17,262	(67)
O01	MFAETLT Headquarter	72110001TG	Overseas Contribution	122,859	0	0	0	122,859	127,692	4,833
O02	Labour	7111200201	Allowances	1,763	0	0	0	1,763	1,604	(160)
O02	Labour	7234200201	Hospitality	55,236	526	526	526	55,763	55,466	(297)
O03	Suva Mission	7111100302	Salaries	43,663	0	0	0	43,663	41,223	(2,440)
O03	Suva Mission	7111200302	Allowances	18,158	0	0	0	18,158	7,958	(10,200)
O03	Suva Mission	7126100301	Staff relieving fund	4,441	0	0	0	4,441	3,562	(879)
O03	Suva Mission	7191000302	TNPF	5,109	0	0	0	5,109	4,003	(1,106)
O03	Suva Mission	7211000301	Overseas Travel & Subsistence	76,702	0	0	0	76,702	25,199	(51,503)
O03	Suva Mission	7213000301	Telecom & Internet	19,517	0	0	0	19,517	10,439	(9,078)
O03	Suva Mission	7223500301	Building & Office Maintenance	27,102	0	0	0	27,102	16,000	(11,102)
O03	Suva Mission	7235100301	Office Expenses	19,310	0	0	0	19,310	10,045	(9,265)
O03	Suva Mission	7237400301	Household Items	5,850	0	0	0	5,850	3,629	(2,221)
O03	Suva Mission	7239100301	Electricity	8,594	0	0	0	8,594	7,850	(744)
O03	Suva Mission	7811000301	Rent & Rates	10,596	0	0	0	10,596	7,500	(3,096)
O04	Permanent Mission of Tuvalu to the UN	7111400401	Clothing Allowances	3,334	0	0	0	3,334	3,333	(1)
O04	Permanent Mission of Tuvalu to the UN	7111800401	Ambassador Entertainment	10,720	0	0	0	10,720	10,000	(720)
O04	Permanent Mission of Tuvalu to the UN	7211000401	Overseas Travel & Subsistence	42,472	0	0	0	42,472	15,116	(27,356)
O04	Permanent Mission of Tuvalu to the UN	7211100401	Leave Travel Entitlements	26,374	0	0	0	26,374	26,199	(175)
O04	Permanent Mission of Tuvalu to the UN	7213000401	Telecom & Internet	11,313	0	0	0	11,313	6,782	(4,531)
O04	Permanent Mission of Tuvalu to the UN	7233200401	Petrol & Oil	11,750	0	0	0	11,750	10,619	(1,131)
O04	Permanent Mission of Tuvalu to the UN	7421000401	Financial Institution Fees	5,477	0	0	0	5,477	4,000	(1,477)
O04	Permanent Mission of Tuvalu to the UN	76210004TG	UN Membership Contributions	54,700	0	0	0	54,700	54,296	(404)
O04	Permanent Mission of Tuvalu to the UN	7811000401	UN Accommodation	95,226	0	0	0	95,226	71,803	(23,423)
O04	Permanent Mission of Tuvalu to the UN	7812000401	Office Lease	41,230	0	0	0	41,230	33,354	(7,876)
O05	Brussels Mission	7111100501	Salaries	56,476	0	0	0	56,476	47,161	(9,315)
O05	Brussels Mission	7112900501	PS Utilities	700	0	0	0	700	0	(700)
O05	Brussels Mission	7211000501	Overseas Travel & Subsistence	11,849	0	0	0	11,849	9,564	(2,285)
O05	Brussels Mission	7213000501	Telecom & Internet	11,395	0	0	0	11,395	9,616	(1,779)
O05	Brussels Mission	7222500501	Equipment Maintenance	1,602	0	0	0	1,602	1,456	(146)
O05	Brussels Mission	7225000501	Vehicle Maintenance	5,282	0	0	0	5,282	2,186	(3,096)
O05	Brussels Mission	7237400501	Household Items	3,204	0	0	0	3,204	728	(2,476)
O05	Brussels Mission	7239100501	Electricity	16,342	0	0	0	16,342	10,195	(6,147)
O07	Tuvalu Consulate in Auckland	7111100701	Salaries	46,552	0	0	0	46,552	42,352	(4,200)
O07	Tuvalu Consulate in Auckland	7111210701	Children Allowance	16,437	0	0	0	16,437	15,360	(1,077)
O07	Tuvalu Consulate in Auckland	7111800701	Entertainment Allowance	10,900	0	0	0	10,900	5,000	(5,900)
O07	Tuvalu Consulate in Auckland	7211000701	Overseas Travel & Subsistence	9,226	0	0	0	9,226	5,000	(4,226)
O07	Tuvalu Consulate in Auckland	7211010701	Local Travel & Subsistence	14,374	0	0	0	14,374	7,608	(6,766)
O07	Tuvalu Consulate in Auckland	7221500701	Vehicle Insurance	1,824	0	0	0	1,824	1,520	(304)
O07	Tuvalu Consulate in Auckland	7233400701	Gas/Kerosene Supplies	1,513	0	0	0	1,513	880	(633)
O07	Tuvalu Consulate in Auckland	7235100701	Office Expenses	9,958	0	0	0	9,958	4,000	(5,958)
O08	Trade Office	7111100801	Salaries	28,359	0	0	0	28,359	6,678	(21,681)
O11	Labour	71111001101	Salaries	119,967	0	0	0	119,967	109,681	(10,286)
O11	Labour	71112001101	Allowances	11,740	0	0	0	11,740	11,701	(39)
O11	Labour	71114001101	Clothing Allowance	4,394	0	0	0	4,394	3,666	(728)
O11	Labour	71118001101	Entertainment Allowance	5,758	0	0	0	5,758	5,000	(758)
O11	Labour	72110001101	Overseas Travel & Subsistence	107,917	0	0	0	107,917	4,000	(103,917)
O11	Labour	72365001101	Legal Fees	1,478	0	0	0	1,478	500	(978)
O11	Labour	72391001101	Electricity	4,395	0	0	0	4,395	4,290	(105)
O11	Labour	78110AO1101	Office Rent	49,869	0	0	0	49,869	49,747	(122)
O11	Labour	79132001101	Furnish Office and residence	3,320	0	0	0	3,320	3,200	(120)
Total Non Statutory Spending				16,722,375	172,378	172,378	172,378	16,894,752	15,723,971	-1,170,781
GRAND TOTAL				72,815,362	172,378	172,378	172,378	17,298,642	16,100,203	-1,198,439