



INDEPENDENT AUDITOR'S REPORT

To the Members of the Honiara City Council

Report on the Financial Report

I was engaged to audit the accompanying financial statements of the Honiara City Council, which comprise the Statement of Receipts and Payments and Balance Sheets for the year ended 31 December 2012, and a summary of significant accounting policies and other explanatory notes.

The scope of my audit was limited to the mandatory standards prescribed under Part 1 of the International Public Sector Accounting Standards under the Cash Basis of Accounting (IPSAS Cash) and Balance Sheet as required by section 47 subsection 1 (c) of the Honiara City Act 1999. Any voluntary disclosure under this part are reviewed for consistency and any matters of concerned included in my accounts and records report to the Honiara City Council Councilors and are not referred to in my opinion.

Honiara City Council and Management's Responsibility for the Financial Statements

The Honiara City Council and management are responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards under the Cash Basis of Accounting (IPSAS Cash) and Balance Sheet as required Honiara City Act, and for such internal controls as management determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

My audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on my judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, I have considered the internal controls relevant to the Council's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances. My audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I was not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

The disclaimer of opinion is attributed to the continued failure in the system of recording and controlling accounting transactions and insufficient audit evidence to support transactions and accounts. I was unable to confirm or verify by alternative means the balances and disclosures with respect to the financial statements. The system failures related to the following matters:

Most HCC officers had not had formal training in using the MYOB accounting system including officers who used the MYOB system routinely and were responsible for entering data into the system.

Significant errors existed in the 2011/2013 actual revenue figures reflected in the 2013/2014 Approved Budget Estimates.

The reason given for the failure of HCC to produce financial statements for 2011 - 2013 during the opening meeting was that HCC lacks the knowledge to produce financial statements that comply with international accounting standards.

HCC has produced its previous financial statements in accordance with cash basis IPSAS, rather than preparing financial statements that include a Balance Sheet (accrual) as per HCC Act (1999).

Restrictions on access to MYOB system limited the ability of HCC officers to obtain or provide financial information in the absence of the Deputy Treasurer.

The IT function (IT officer) is outsourced by HCC. The IT officer has overall control of domain and application passwords, and there is little or no input from Senior HCC Officers reducing their ability to manage the HCC IT environment.

HCC has no logbook or register to record IT issues, despite the regular difficulties in using the system and down time resulting from power and server problems noted by several members of HCC.

In order to correct MYOB errors, instead of posting journal adjustments or reversing accounting entries the Deputy Treasurer deletes the original posting and inputs a replacement entry.

Basic Rates and Business License Officers are required to reconcile their data with the main system to ensure its accuracy. However this was not completed for 2013 until June 2014, and no reconciliations have been carried out for 2014 at the time of audit.

There is no external backup of HCC accounting data offsite, such as hard copies of the general ledger or held on external hard drives.

There is a lack of segregations of duties over the review of data entry in the main MYOB system. Also the same officer is responsible for checking reconciliations on the MYOB system, journal entry, system access, and report production.

The main HCC bank account is not reconciled on a timely basis, with delays of over eight months from the date of the bank statement to the date on which reconciliation was performed.

Bank reconciliations of the HCC main bank account are not signed and dated as prepared. In addition, this reconciliation is not signed off as reviewed by a second officer.

Failure to investigate a large number of significant reconciling items on the bank reconciliation, including some entries that appear to have been mis-posted to the reconciliation.

With the above issues OAG will not do further substantive testing but issue a disclaimer on the financial statements of Honiara City Council for 2011.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements of the Honiara City Council for the financial year ended 31 December 2011.

Report on other Matters

- General Ledger data not provided.
- No audit trail exist
- MYOB not conveniently accessed by Auditors
- Honiara City Council Act 1999 does not have specific due date for audit certification.

OTHER REGULATORY AND REPORTING REQUIREMENTS

The financial statement was not submitted in time and the 31/03/2012 deadline for certification was missed. This has also been documented within the audit opinion. According to HCC Act, s47 subsection 3 states;

"The Accounts shall be sent to the Auditor General as soon as practicable after the end of the Financial Year to which they are related but, in any event, not later than 3 months after the end of that year".



Peter Lokay
Auditor-General

17 February 2017

Office of the Auditor-General
Solomon Islands



Honiara City Council

Financial Statements

For the year ended 31st December 2012



Honiara City Council

Financial Statements

For the year ended 31st December 2012

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Honiara City Council
Statement of Cash Receipts & Payments
For the year ended 31st December 2012

	Notes	2012 Receipts / (Payments) controlled by entity	2012 Payment by third parties	2011 Receipts / (Payments) controlled by entity	2011 Payment by third parties
		SBD \$	SBD \$	SBD \$	SBD \$
Receipts					
Grants & Aid					
SIG Grants	6	1,286,851	3,648,528	1,415,499	3,006,533
External Assistance					
Multilateral Agencies (World Bank REP)	7	-	7,928,843	-	6,511,290
Other Grants & Aid					
Non Governmental organisations assistance - Commonwealth Local Government Forum (CLGF)	8	-	-	326,740	-
Other Receipts					
Fees, Rates and Licenses	9	19,192,600	-	16,934,407	-
House Rental Income		117,521	-	110,370	-
Income from Commercial Activities / Investments	10	6,239	-	29,419	-
Sundry Receipts	11	104,672	-	392,559	-
Councillors Advances (Repaid)		127,247	-	-	-
Staff Advances (Repaid)		-	-	-	-
Other Receipts		-	-	37,228	-
Total receipts		20,835,130	11,577,371	19,246,222	9,517,823
Payments					
Operations					
Salaries and Wages	12	3,291,341	2,388,614	2,970,042	2,187,974
Employee Expenses - Non-Direct Employees	13	-	175,463	-	187,023
Allowances (Employees)	14	2,729,780	-	1,629,788	-
Allowances and Grants (Elected Members)	15	3,056,638	-	1,676,830	-
Operating Disbursements / Office Expenses	16	9,517,001	8,769,798	8,251,347	6,347,339
Repairs & Maintenance	17	1,925,703	-	1,922,259	-
Other Disbursements		-	-	-	-
Councilor & Other Recievables		642,022	-	707,945	-
		21,162,485	11,333,875	17,158,211	8,722,336
Capital Expenditures					
Plant & Equipment	18	128,964	23,496	391,104	192,479
Vehicles	19	459,911	220,000	295,827	603,008
Land, Buildings & Roads	20	1,329,367	-	187,771	-
Total Capital Expenditures		1,918,241	243,496	874,702	795,487
Total Payments		23,080,726	11,577,371	18,032,913	9,517,823
Increase/(Decrease) in Cash		(2,245,596)	-	1,213,308	-
Cash at beginning of year (1 January 2012)		3,353,908	-	2,140,600	-
Increase/(Decrease) in Cash		(2,245,596)	-	1,213,308	-
Cash at end of year (31 December 2012)		1,108,312	-	3,353,908	-

The above information is a true and fair view of the receipts and payments for the year ended 31st December 2012.



City Clerk



City Mayor

Date Authorised: 3/02/12

Honiara City Council
Statement of Comparison of Budget & Actual Amount
For the year ended 31st December 2012
(Classification of Payments by Function)

	Actual Amounts (Receipts / (Payments) controlled by entity) SBD \$	Final Budget SBD \$	Original Budget SBD \$	Difference (Final Budget & Actuals) SBD \$
Cash Inflows				
Mayors Office	-	-	-	-
Administration	204,326	180,000	180,000	24,326
Finance	13,926,736	12,937,000	12,937,000	989,736
Market Services	3,577,076	4,036,420	4,036,420	(459,344)
Planning	683,206	700,000	700,000	(16,794)
Works	120,150	55,000	55,000	65,150
Law Enforcement	1,327	-	-	1,327
Youth, Sports & Women	245,727	366,000	366,000	(120,273)
Education	632,030	20,000	20,000	612,030
Health & Medical	3,678,982	81,250	81,250	3,597,732
Rapid Employment Project	7,928,843	7,666,570	7,666,570	262,273
External Revenues	1,286,851	4,086,690	4,086,690	(2,799,839)
Total Receipts	32,285,254	30,128,930	30,128,930	2,156,324
Cash Outflows				
Mayor Office	3,892,314	3,837,327	3,837,327	54,987
Administration	2,132,589	1,936,720	1,936,720	195,869
Finance	1,587,976	1,908,662	1,908,662	(320,686)
Market Services	2,127,858	1,815,891	1,815,891	311,967
Planning	404,917	693,870	693,870	(288,953)
Works	6,423,786	5,759,320	5,759,320	664,466
Law Enforcement	2,211,578	1,697,870	1,697,870	513,708
Youth, Sport & Women	1,022,493	899,970	899,970	122,523
Education & Training	1,359,057	1,006,927	1,006,927	352,130
Health & Medical	4,861,278	2,905,803	2,905,803	1,955,475
Rapid Employment Project	8,020,286	7,666,570	7,666,570	353,716
Total Payments	34,044,133	30,128,930	30,128,930	3,915,203
Net Cash Flows	(1,758,879)	-	-	(1,758,879)

Honiara City Council

Notes to the Financial Statements

1. Accounting Policies

Basis of preparation

The financial statements have been prepared in accordance with Cash Basis IPSAS (International Public Sector Accounting Standards) *Financial Reporting Under the Cash Basis of Accounting*.

Reporting Entity

The financial statements are for the Honiara City Council.

The Council's operations are governed by the *Honiara City Act 1999*.

The Council is a body corporate established under section 4(1) of the *Honiara City Act 1999*. Its main office is located in Honiara City, Solomon Islands. The Council operates in the local government jurisdiction of Honiara City within the State of Solomon Islands.

The Minister for Home Affairs administers the *Honiara City Act 1999*. The Minister has oversight of aspects of the Council's operations and can suspend or dissolve the Council for failure to perform its functions.

Objective of the Honiara City Council

The Council is the local government body responsible for administering Honiara City. Its functions are set out in the *Honiara City Act 1999*. These functions relate to: trade and industry; culture and environment; finance; local matters; health; education; housing; rivers and waters; local government; corporate or statutory bodies; employment; and medical services.

Payment by third parties

The government also benefits from goods and services purchased on its behalf as a result of cash payments made by third parties during the period by way of contributions. The payments made by third parties do not constitute cash receipts or payments by the government but do benefit government. They are disclosed in the *Payments by third parties* column in the Cash Receipts and Payments statements.

The amounts of payments received by third parties reflected in the Statements of Cash Receipts and Payments, have been converted from New Zealand Dollars to Solomon Island Dollars at a yearly average rate.

Reporting Currency

The reporting currency is Solomon Islands Dollars (SBD)

2. Cash

Cash included in the statement of cash receipts and payments comprise the following amounts:

	2012	2011
BSP Current Cheque Account	40,314	2,304,013
BSP Term Deposit	1,042,766	1,037,583
Petty cash - Others	12,920	-
Finance Petty Cash	9,312	9,312
Works Petty Cash	3,000	3,000
Cash at end of year	1,108,312	3,353,908

3. Borrowings

There have been no borrowings by the Honiara City Council in this financial year.

4. Authorisation Date

The financial Statement was authorised for publication on 6th of February, 2017 by Charles Kelly, City Clerk & Andrew Mua, City Mayor.

Honiara City Council

Notes to the Financial Statements

5. Original and Final Approved Budget and comparison of Actual & Budget Amounts

The approved budget is developed on the same accounting basis (cash basis), same classification basis, and for the same period (1 January 2012 to 31st December 2012) as for the financial statements. The original budget was approved by legislative action on the 13th January, 2012

Overall actual expenditure is more than the total expenditure budget. The Education division was overspent due to teachers travel and transport cost which was not fully budgeted for. The Rapid Employment Project (REP) was also over spent compared to budget (both income and expenditure).

	2012 Receipts / (Payments)	2012 Payment by third parties	2012 Final Budget (controlled by)
	\$	\$	\$
Note 6 - SIG Grants			
SI Government grants	1,286,851	-	1,975,857
Education Grant	-	-	191,000
Health Services Grant	-	3,648,528	1,919,833
Seconded Staff	-	-	-
Total - SIG Grants	<u>1,286,851</u>	<u>3,648,528</u>	<u>4,086,690</u>

Note 7 - External Assistance

External Assistance was received in the form of a grant from a multilateral donor agency under the agreements specifying the purposes for which the assistance will be utilised

World Bank - Rapid Employment Project (REP)	-	7,928,843	7,666,570
	-	7,928,843	7,666,570

Undrawn External Assistance

Undrawn external assistance grants at reporting date are amounts specified in a binding agreement which relate to funding for projects currently under development, where conditions have been satisfied, and their ongoing satisfaction is highly likely, and the project is anticipated to continue to completion.

The World Bank REP is over a five year period which started in June 2010. The exchange rate used for the undrawn funds calculation is USD to SBD 7.5

	2012	2011
Closing balance of undrawn grants @ 31st December 2012	-	10,894,143
	-	38,731,295

Note 8 - Other Grants & Aid

Commonwealth Local Government Forum (CLGF)	-	-
Total Other Grants & Aid	<u>-</u>	<u>-</u>

Note 9 - Fees, Rates and Licenses

Basic Rates / Head Tax	3,696,021	-	3,150,000
Business Licenses	5,195,791	-	4,200,000
Property Rates	4,246,592	-	4,800,000
Liquor Licenses	765,553	-	750,000
Works Income	120,150	-	55,000
Land & Planning Fees	683,206	-	700,000
Education & Training Fees	632,030	-	20,000
Health & Medical Fees	30,454	-	81,250
Youth, Women & Sports Fees	245,727	-	366,000
Market Income	3,577,076	-	4,036,420
Total - Fees, Rates and Licenses	<u>19,192,600</u>	<u>-</u>	<u>18,158,670</u>

Honiara City Council

Notes to the Financial Statements

	2012 Receipts / (Payments) controlled by entity	2012 Payment by third parties	2012 Final Budget (controlled by entity only)
	\$	\$	\$
Note 10 - Income from Investments			
Bank South Pacific Interest	6,239	-	-
Total Income from Investments	<u>6,239</u>	<u>-</u>	<u>-</u>
Note 11 - Sundry Receipts			
Other Admin Income	198,087	-	180,000
Miscellaneous Receipts	22,779	-	37,000
Litter & Sport Fines	1,327	-	0
Magistrate Court Fines	-	-	-
Total Sundry Receipts	<u>222,193</u>	<u>-</u>	<u>217,000</u>
Total Revenue	<u>20,707,883</u>	<u>11,577,371</u>	<u>30,128,930</u>
Note 12 - Salary & Wages			
Mayor Office	47,295	-	23,309
Administration	369,263	-	569,780
Finance	352,650	-	441,960
Market	438,031	-	425,091
Lands & Planning	157,751	-	280,436
Works	1,040,108	-	1,006,106
Law Enforcement	524,045	-	671,547
Youth, Sport & Women	167,282	-	192,513
Education	222,974	-	302,275
Health	-	1,328,259	-
Rapid Employment Project	-	1,060,355	-
Total Salary & Wages	<u>3,319,398</u>	<u>2,388,614</u>	<u>3,913,017</u>
Note 13 - Employee Expenses - Non-Direct Employees			
SIG seconded staff	-	-	-
Rapid Employment Project	-	175,463	-
CLGF Technical Assistance	-	-	-
Total Employee Expenses - Non Direct	<u>-</u>	<u>175,463</u>	<u>-</u>
Note 14 - Allowances & Grants (Employees)			
Housing allowances	474,212	-	728,892
Other Allowances	405,473	-	276,380
Overtime Allowances	1,850,095	-	714,660
Total Allowances & Grants (Employees)	<u>2,729,780</u>	<u>-</u>	<u>1,719,932</u>
Note 15 - Allowances and Grants (Elected Members)			
Members Housing Allowance	22,885	-	28,600
Members Transport Allowance	26,054	-	28,600
Members Overseas Allowances	-	-	50,000
Ward Development Grants	2,512,000	-	2,520,000
Members Allowances	368,548	-	383,030
Members Other costs	23,800	-	19,200
Mayor Salary & Rental	103,351	-	124,500
Total Allowances & Grants (Elected Members)	<u>3,056,638</u>	<u>-</u>	<u>3,153,930</u>

Honiara City Council

Notes to the Financial Statements

	2012 Receipts / (Payments) controlled by entity	2012 Payment by third parties	2012 Final Budget (controlled by entity only)
Note 16 - Operating Disbursements	\$	\$	\$
Employers NPF	386,241	-	437,267
Home Leave - Employees	733,536	-	777,700
Home Leave - Members	70,153	-	88,000
Home Leave-Teachers	839,719	-	200,000
Computer Expenses	155,187	-	188,440
Electricity	704,694	-	503,600
Fuel & Lubricants	1,132,277	-	1,071,600
Minor Office Equipment	113,222	-	86,500
Office Expenses	428,861	-	279,500
Printing & Publications	261,309	-	234,000
Telephone	362,729	-	285,150
Uniforms	89,920	-	87,720
Water	155,097	-	172,000
Mayor Entertainment	39,746	-	50,000
Mayors Donation	59,712	-	50,000
Members Medical Expenses	1,000	-	10,000
Overseas Dignatory Expenses	-	-	10,000
Councilors Meeting Expenses	116,402	-	40,000
Adhoc Committees	20,830	-	15,000
Executive Committee	33,611	-	15,000
Ward Advisory Committees	240,000	-	120,000
Death in Office	-	-	50,000
Standing Committee Expenses	63,741	-	84,480
Admin Committee	23,261	-	25,000
Advertising Expenses	104,114	-	115,000
Art Festival Expenses	315,793	-	-
Cleaning Supplies HQ	6,289	-	10,000
Courses & Training (SI)	73,260	-	30,000
Death Condolences	5,400	-	12,000
Disaster Expense	7,900	-	50,000
Insurance-Workmen Compensation	42,405	-	50,000
Insurance-Vehicle	120,860	-	150,000
Legal Expenses	52,228	-	50,000
Licensing Program	-	-	10,000
Liquor Board Expenses	22,577	-	20,000
Long Service Benefits	104,595	-	50,000
Official Entertainment	30,980	-	30,000
Overseas Expenses	36,771	-	50,000
Postage expense	57,173	-	5,000
SI Independence Costs	38,706	-	50,000
Service Messages	-	-	10,000
Audit & Accounting	-	-	30,000
Special Expenditure	20,697	-	5,000
Bank Fees	35,409	-	35,000
Contingencies	112,711	-	150,000
City Hall concept plan	100,000	-	100,000
Penalty/Surcharge	-	-	8,000
Revenue Collection Exp	27,496	-	30,000
Market Cleaning	35,236	-	75,000
Market Ice Block Purchase	324,000	-	190,000
Market UpKeep-Central/Kukum/Multi-purpose Hall	326,528	-	147,000
Protective Clothing	124,901	-	96,120
Engineering Cost- TCPB	66,500	-	72,000
Town & Country Planning Board	15,980	-	45,000
Lands & Planning Equip & Materials	-	-	55,000

Honiara City Council
Notes to the Financial Statements

	2012 Receipts / (Payments) controlled by entity	2012 Payment by third parties	2012 Final Budget (controlled by entity only)
	\$	\$	\$
Hire of Plants & Vehicles	42,330	-	30,000
Land Fill Maintenance	47,700	-	70,000
Refuse Contracts	284,030	-	200,000
Roads & Garden	91,839	-	100,000
Tools & Equip Replacements	63,913	-	50,000
Workshop Consumable	145,317	-	50,000
Enforcement Equipment & Materials	17,239	-	10,000
Law Enforcement training	33,702	-	29,600
Youth Other Operating Expenses	79,837	-	117,000
Disaster Office Workshop training	12,050	-	-
Sports Other Operating Expenses	135,193	-	85,000
Women Other Operating Expenses	82,802	-	66,000
ECE Probationers	-	-	20,000
CEO & PEO school visit	-	-	51,000
Account Grant Monitoring	-	-	20,000
Library Services	7,419	-	20,000
Inspector-Teacher's asses	-	-	30,000
Health & Medical Expenses	158,401	2,320,269	1,984,834
REP Home leave travel	-	106,408	149,400
REP Operating Other Admin Expenses	9,549	472,231	1,947,825
REP Project Expenses	65,924	5,870,890	5,569,345
Total Operating Disbursements	9,517,001	8,769,798	17,231,081
Note 17 - Repairs & Maintenance			
R&M Buildings	343,468	-	220,969
R&M Cemetery	11,300	-	10,000
R&M Clinics	191,634	-	120,000
R&M Central Market	39,128	-	75,000
R&M Kukum Market	22,216	-	20,000
R&M Furnitures & Fittings	42,733	-	40,000
R&M Lockup Shop	1,464	-	25,000
R&M Multi-Purpose Hall	48,625	-	50,000
R&M Roads & Drainage	42,127	-	50,000
R&M Trucks	207,369	-	150,000
R&M Staff Housing	332,963	-	200,000
R&M Street Lights	28,825	-	-
R&M Sport Facilities	31,200	-	40,000
R&M heavy plant	189,223	-	80,000
R&M Small plant	34,596	-	20,000
R&M Vehicles	180,871	-	160,000
R&M Small Equipment	177,962	-	20,000
Total Repairs & Maintenance	1,925,703	-	1,280,969
Total Expenditure	20,548,520	11,333,875	27,298,930

Honiara City Council

Notes to the Financial Statements

Note 18 - Capital Expenditure Plant & Equipment

Furniture	32,898	-	-
IT Hardware	80,096	-	250,000
Library books data system	-	-	50,000
Concrete Mixer	15,969	-	-
Total Capital Expenditure Plant & Equipment	128,964	-	300,000

Note 19 - Capital Expenditure Vehicle

Compactor truck	280,000	-	400,000
Replacement Law vehicle	104,881	-	300,000
Health Vehicle	75,030	-	300,000
Total Capital Expenditure Vehicle	459,911	-	1,000,000

Note 20 - Capital Expenditure Land, Roads & Buildings

2 x Public Toilet	937,810	-	600,000
Termite spraying	166,900	-	100,000
Workshop and Car Wash	15,187	-	30,000
Works 2 new staff houses	27,300	-	400,000
Law Renovation	106,685	-	50,000
Asbestos	38,217	-	-
Kukum Market Building	-	-	200,000
Kukum labour line toilet	-	-	100,000
Bridges & Culverts	24,600	-	50,000
Fulisango road	12,668	-	-
Rapid Employment Project	-	243,496	-
Total Capital Expenditure Land & Buildings	1,329,367	243,496	1,530,000
Net Surplus/(Deficit)	(1,758,879)	-	-

Honiara City Council
Statement of Assets & Liabilities (excl Fixed Assets)
As At 31st December 2012

<u>Assets</u>	2012	2011
Current Assets		
Cash On Hand	\$1,108,312	\$3,353,908
Accounts Receivables	\$424,482	\$424,482
Staff Debtors	\$175,415	\$137,976
Councilor Debtors	\$448,853	\$576,100
Non-Staff Debtors	\$81,159	\$81,159
Other Debtors	\$722,102	\$117,520
Total Assets	\$2,960,323	4,691,145
 <u>Liabilities</u>		
Current Liabilities		
Liquor License Prepaid	-	(439)
Payroll Clearing	(18,624)	-
PAYE Tax Control Acct	55,883	-
NPF Control Acct	12,318	-
Union fees	(\$9,220)	\$2,740
Bond Fees- Lock Up	\$75,700	\$75,700
- Multi- Hall	\$10,000	\$20,000
Total Liabilities	\$126,057	98,001
 Net Assets	\$2,834,265	4,593,144
 <u>Equity</u>		
Retained Earnings	\$4,593,144	\$2,709,119
Current Year Earnings	(\$1,758,879)	\$1,884,025
Total Equity	\$2,834,265	4,593,144

This Statement of Assets and Liabilities includes all known Assets & Liabilities, excluding Fixed Assets, Staff Liabilities & Contingent Liabilities NB: All material fixed assets are shown in Appendix B

Special funds are being held for capital replacement of major works vehicles, plant & equipment. The total amount at 31st December 2012 is \$1,042,766, reflected in the Cash on Hand figure above and held on Term Deposit at the Bank of South Pacific.

Honiara City Council								
Asset Register 2012								
Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Closing Book Value
Infrastructure (currently not aware of any infrastructure owned by HCC)								
Plant & Equipment								
Mayors Office (P&E)								
Domestic furnitures		28.4.11	14,769			14,769		14,769
Laptop and Printer				17,569	19.9.12	17,569		17,569
						-		-
Total Mayors Office			14,769	17,569		32,338		32,338
Administration (P&E)								
Bizhub Photocopier		2008	77,845			77,845		77,845
Office Chair (legal)		Sep-08	1,580			1,580		1,580
UPS (legal)		Oct-08	1,000			1,000		1,000
Switchboard		Nov-08	10,529			10,529		10,529
Air conditioner Clerk		Nov-08	8,175			8,175		8,175
Generator		Nov-08	177,810			177,810		177,810
Generator - additional		Feb-09	163,789			163,789		163,789
Server		Dec-09	135,709			135,709		135,709
Server - additional		Mar to June 2010, Jan and	109,168			109,168		109,168
Airconditioner		Mar-09	6,588			6,588		6,588
Airconditioner		Mar-09	6,588			6,588		6,588
Airconditioner		Oct-09	7,700			7,700		7,700
Glass door notice board		Mar-10	6,481			6,481		6,481
Airconditioner		Mar-10	7,182			7,182		7,182
Airconditioner		Mar-10	7,182			7,182		7,182
Chambers Conference room table		Jun-10	26,725			26,725		26,725
Chambers Conference room chairs (20)		Jun-10	22,480			22,480		22,480
Chambers Conference room Corner Shelf		Jun-10	17,584			17,584		17,584
Conference room furniture		Feb & Mar 2011	21,858			21,858		21,858
Staff Conference Room Table		Jun-10	5,256			5,256		5,256
Kyocera Photocopier 221 MFP		Dec-10	33,210			33,210		33,210
NDC Computer		Feb-10	13,857			13,857		13,857
City Clerk PC		Jul-10	8,188			8,188		8,188

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Anti-Virus Gateway Server		Jul-10	34,895			34,895			34,895
Furniture to City Clerk & HR office		Jun-11	6,134			6,134			6,134
Office desk for Legal officer		May-11	6,450			6,450			6,450
PC for legal advisor		Jan-11	13,550			13,550			13,550
PC for HR		Jan-11	16,117			16,117			16,117
Donated computer freight		Jun-11	31,706			31,706			31,706
Furniture (Cabinets and chairs)				32,898	26.1.12	32,898			32,898
IT hardware				22,152	April, May & June 12	22,152			22,152
IT hardware				40,375	Feb, April May & Jul 2011	40,375			40,375
Total Administration			985,335	95,425		1,080,760		-	1,080,760
Finance (P&E)									
Laptop		Feb-08	23,972			23,972			23,972
MYOB Software		2008	10,119			10,119			10,119
Office Furniture (advisor)		Feb-08	6,855			6,855			6,855
Projector		Mar-09	1,440			1,440			1,440
Finance Adviser Computer		Mar-10	19,069			19,069			19,069
Property Rates RAM		31/03/2010	9,049			9,049			9,049
Revenue Accountant Computer		May-10	16,582			16,582			16,582
Procurement Officer Computer		Jun-10	11,863			11,863			11,863
Basic Rate Computer		Jun-10	11,863			11,863			11,863
Deputy City Clerk PC		Jul-10	6,663			6,663			6,663
Kyocera FS-1016 photocopier		Oct-10	7,500			7,500			7,500
Notebook laptop & IT Equipment		Nov-11	11,152			11,152			11,152
Printer		Feb-11	14,000			14,000			14,000
Server room Cabinet		Mar-11	14,852			14,852			14,852
35 UPS for fraser coast donated PC		Jun-11	49,000			49,000			49,000
Safe box		March 2011	5,400			5,400			5,400
						-			-
Total Finance			219,379	-		219,379		-	219,379
Central Market (P&E)									
PA System		Dec-09	24,010			24,010			24,010
Glass door notice board		Mar-10	6,481			6,481			6,481
Total Central Market			30,491	-		30,491		-	30,491

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Kukum Market (P&E)									
						-			-
						-			-
Total Kukum Market			-	-		-		-	-
Lands & Planning (P&E)									
Computer		Mar-10	13,250			13,250			13,250
Computer		Sep-10	19,106			19,106			19,106
Photocopier		Oct-11	45,000	-		45,000			45,000
Total Lands & Planning			77,356	-		77,356		-	77,356
Works (P&E)									
Tools		2008	9,450			9,450			9,450
Tools - Additional		2009	81,776			81,776			81,776
Laptop (Director of Works)		2008	12,828			12,828			12,828
Office Furniture (advisor)		Jul-08	7,410			7,410			7,410
Chainsaw		Aug-09	8,115			8,115			8,115
Water Blaster		Dec-09	6,317			6,317			6,317
Plate Compactor		Dec-09	17,000			17,000			17,000
Skip Bins (20)		Jun-09	133,858			133,858			133,858
		13/12/2010, Jan to Oct 2011	98,000			98,000			98,000
Skip Bins			98,000			98,000			98,000
Welding Machine				15,187	18.7.12	15,187			15,187
						-			-
Total Works (P&E)			374,754	15,187		389,941		-	389,941
Law Enforcement (P&E)									
						-			-
						-			-
						-			-
						-			-
Total Law Enforcement			-	-		-		-	-
Youth, Sports & Women (P&E)									
Laptop (HOD)		Apr-10	15,925			15,925			15,925
Laptop Acer		Dec-10	6,868			6,868			6,868
Office Desk 3 drawer		Dec-10	6,093			6,093			6,093
Photocopier		Jan-11	17,910			17,910			17,910
						-			-
Total Youth, Sports & Women			46,796	-		46,796		-	46,796
Education (P&E)									

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Laptop		Mar-10	19,500			19,500			19,500
Vehicle		Nov-11	93,516			93,516			93,516
Total Education			113,016	-		113,016		-	113,016
Health (P&E)									
Computer		Mar-10	17,821			17,821			17,821
Computer		Oct-10	19,043			19,043			19,043
Total Health			36,864	-		36,864		-	36,864
Rapid Employment Program (P&E)									
Computer (1)		Dec-10	25,718			25,718			25,718
Computer (2)		Dec-10	25,718			25,718			25,718
Computer (3)		Dec-10	25,718			25,718			25,718
Airconditioner (1)		Dec-10	18,149			18,149			18,149
Airconditioner (2)		Dec-10	18,149			18,149			18,149
Transport Equipment		2011	603,008			603,008			603,008
Office Equipment & Furniture		2011	192,479			192,479			192,479
Concrete Mixer				15,969	Sept 2012	15,969			15,969
Transport Equipment				220,000	2012	220,000			220,000
Office Equipment & Furniture				23,496	2012	23,496			23,496
Total Rapid Employment Program			908,938	259,465		1,168,403		-	1,168,403
Total Plant & Equipment			2,807,697	387,647		3,195,344		-	3,195,344
Vehicles		Purchase	Cost	Cost	Addition	Total Cost	Disposal	Value	Value
Works (Veh)									
Toyota Rav 4 X-1140		Jul-07							
Toyota Rav 4 X-1177		2008	64,678			64,678			64,678
Toyota Rav 4 X-1174		Oct-08	75,000			75,000			75,000
Toyota Rav4 X-1214		Feb-09	80,667			80,667			80,667
Toyota Rav4 X-1213		Mar-09	80,667			80,667			80,667
Cougar Skid Steer Loader		Mar-09	318,989			318,989			318,989
Isuzu Tipper Truck X-1250		Mar-09	318,912			318,912			318,912
Hino RD Ranger Skip Truck X-1277		Mar-09	696,092			696,092			696,092

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Compactor Truck X-1254		Mar-09	197,584			197,584			197,584
Compactor Truck X-1255		Mar-09	197,584			197,584			197,584
Caterpillar 910G 4WD Loader X-1249		Mar-09	591,803			591,803			591,803
Toyota Rav 4		Jun-09	59,850			59,850			59,850
Hyundai 4x4 Car AB6373		Jul-09	178,500			178,500			178,500
Dong Feng Mini Truck X-1266		Aug-09	63,750			63,750			63,750
Dong Feng Mini Truck X-1267		Aug-09	63,750			63,750			63,750
Dong Feng 3-tonneTruck X-?		Dec-09	105,042			105,042			105,042
Dong Feng 3-tonneTruck X-?		Dec-09	105,042			105,042			105,042
Toyota Rav 4 X-1057		Nov-10	50,600			50,600			50,600
Dong Feng 2.5-tonne Truck (Malania)		Apr-10	112,000			112,000			112,000
Isuzu Dual Cab 4WD X-1059		Nov-10	87,400			87,400			87,400
Vehicle-Honda X1178		Nov-10	72,412			72,412			72,412
Compactor Truck		Feb to Oct 2011	102,311			102,311			102,311
Vehicle		Nov-11	100,000			100,000			100,000
Compactor truck				280,000	17.8.12	280,000			280,000
Vehicle-Law Enforcement				104,881	2012	104,881			104,881
Health Vehicle				75,030	May 2012	75,030			75,030
Total Works (Veh)			3,722,633	459,911		4,182,544		-	4,182,544
Total Infrastructure, Plant & Equipment			6,530,331	847,558		7,377,888		-	7,377,888
Land & Buildings		Date of Purchase	Original Cost	Additional Cost	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Mayors Office (L&B)									
Total Mayors Office			-	-		-		-	-
Administration (L&B)									
Generator Fence		Feb-09	23,070			23,070			23,070
Green Valley Fencing		Jun-10	33,003			33,003			33,003
Total Administration			56,073	-		56,073		-	56,073
Finance (L&B)									

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Total Finance						-			-
			-	-		-			-
Central Market (L&B)									
Market Fence		Sep-08	359,284			359,284			359,284
Market Fence - additional		Jul-09	164,963			164,963			164,963
Market Extention		Mar-11	19,473			19,473			19,473
Total Central Market			543,720	-		543,720		-	543,720
Kukum Market (L&B)									
Kukum Market Building		31/12/2010, March, April & June 2011	279,782			279,782			279,782
Kukum Market Access Road		May & Sept 2011	19,102			19,102			19,102
Kukum Market Fence		Sept & Oct 2011	29,910			29,910			29,910
Total Kukum Market			328,794	-		328,794		-	328,794
Lands & Planning (L&B)									
						-			-
						-			-
						-			-
Total Lands & Planning			-	-		-		-	-
Works (L&B)									
Cemetery Upgrade		Jul-10	432,300			432,300			432,300
Portable Workshop		21/12/2010, July 11	294,774			294,774			294,774
Bridges		May-11	36,574			36,574			36,574
Car wash Depo		Mar-11	16,975			16,975			16,975
Asbestos				38,217	April & May 11	38,217			38,217
Bridges				24,600	2012	24,600			24,600
Staff houses				27,300	16.8.12	27,300			27,300
Termite spraying				166,900	Jan-Oct 2012	166,900			166,900
Fuilsango road				12,668	21.9.12	12,668			12,668
Total Works (L&B)			780,623	269,685		1,050,307		-	1,050,307
Law Enforcement (L&B)									
Law office Renovation				106,685	2012	106,685			106,685
						-			-

Asset Classification	Asset Number	Date of Purchase	Original Cost	Additional Cost - 2012	Date of Addition	Total Cost	Date of Disposal	Disposal Value	Closing Book Value
Total Law Enforcement			-	106,685		106,685		-	106,685
Youth, Sports & Women (L&B)						-		-	-
						-		-	-
Total Youth, Sports & Women Education (L&B)			-	-		-		-	-
						-		-	-
						-		-	-
Total Education			-	-		-		-	-
Health (L&B)									
Pikiniini Clinic		2009	242,868			242,868			242,868
Pikiniini Clinic - additional		Sep-10	1,100,798			1,100,798			1,100,798
White River Clinic Extension		Dec-10	245,065			245,065			245,065
Public Toilet		May-11	5,000	937,810	2012	942,810			942,810
Total Health			1,593,731	937,810		2,531,542		-	2,531,542
Rapid Employment Program (L&B)						-		-	-
						-		-	-
Total Rapid Employment Program			-	-		-		-	-
						-		-	-
Total Land & Buildings			3,302,941	1,314,179		4,617,121		-	4,617,121
Total Fixed Assets			9,833,272	2,161,737		11,995,009		-	11,995,009

NB: This includes all assets over \$5,000 purchased from 2008 to 2012. Other assets purchased previous to 2008 have not yet been entered into the fixed asset schedule