



THE 2005 APPROPRIATION

BILL 2004





THE 2005 APPROPRIATION
BILL 2004

A

BILL

Entitled

AN ACT TO APPROPRIATE EIGHT HUNDRED AND ^{SIXTY}~~TWENTY~~
TWO MILLION, SIX THOUSAND, NINE HUNDRED AND FIVE
DOLLARS, TO THE SERVICE OF THE YEAR ENDING 31ST
DECEMBER 2005.

ENACTED by the National Parliament of Solomon Islands.

- Short title ✓ 1. This Act may be cited as the 2005 Appropriation Act 2004.
- Authorisation of issue from the Consolidated Fund ~~\$22,006,905~~ to the service of 2005 ✓ 2. The issue from the Consolidated Fund is hereby authorised of a sum of eight hundred and ~~twenty~~^{sixty} two million, six thousand, nine hundred and five dollars, to be applied to the service of the year ending 31st December 2005.
- 362,006,905
- Appropriation ✓ 3. The sum specified in the preceding section shall be appropriated for the supply of the heads specified, and in the amounts respectively specified in relation thereto, in the First Schedule.
- Overdrafts and Advances ✓ 4. The Government may, at any time or times not later than the 31st December 2005, borrow by way of overdraft and advances within or outside Solomon Islands, any sum not exceeding in the whole ninety five million dollars on such terms and conditions as the Minister of Finance may deem expedient.
- Development and Rehabilitation Loans ✓ 5. (1) The Government may, in addition to its borrowings under the provisions of section 4, borrow or enter into agreements to borrow on such terms and conditions as it may determine amounts up to such sums of money for such purposes and from such sources as are respectively specified in the first, second and third columns of the Second Schedule.
- (2) No amounts may be borrowed under subsection (1) except in accordance with an agreement under that subsection entered into on or before 31st December 2005.
- (3) The Government shall not, without first obtaining the further authority of Parliament to borrow for the purpose ascribed thereto, borrow any sum or sums in excess of the figure shown in the first column of the Second Schedule.
- (4) The Minister shall report to Parliament at the meeting next following such borrowing or agreement of any borrowing or the making of any agreement to borrow under subsection (1).
- Advance Warrant ✓ 6. The total sums authorised by advance warrants issued by the Minister in exercise of his powers under section 13 of the Public Finance and Audit Act (Cap 120) for the financial year 2005 shall not at any one time exceed ten million dollars.

7. ✓ The total sums authorised by contingencies warrants issued by the Minister in exercise of his powers under section 15 of the Public Finance and Audit Act (Cap 120) for the financial year 2005 shall not exceed,

- (a) in respect of Heads of Recurrent Expenditure, twenty million dollars;
- (b) in respect of Heads of Development Expenditure, twenty million dollars.

FIRST SCHEDULE
(Section 3)

| RECURRENT EXPENDITURE | EXPENDITURE AUTHORISED |
|---|---|
| HEAD | |
| ✓ 270 Ministry of Agriculture and Lands | 25,659,643 |
| ✓ 271 Auditor General | 3,488,038 * |
| ✗ 272 Ministry of Education and Human Resources Development | 143,871,226 183,871,226 |
| ✓ 273 Ministry of Finance, National Reform Planning | 52,289,194 |
| ✓ 274 Ministry of Foreign Affairs, Commerce and Tourism | 26,083,175 |
| ✓ 275 Governor General | 2,325,074 |
| ✓ 276 Ministry of Health and Medical Services | 87,087,310 |
| ✓ 277 Ministry of Infrastructure Development | 27,418,156 |
| ✓ 279 National Parliament | 14,504,860 |
| ✓ 280 Ministry of Natural Resources | 15,293,422 |
| ✓ 281 Office of the Prime Minister and Cabinet | 25,972,852 |
| ✓ 282 Pensions and Gratuities | 259,045 |
| ✓ 283 Ministry of Police, National Security and Justice | 66,620,624 |
| ✓ 284 Ministry of Provincial Government, National Reconciliation and Peace and Home Affairs | 40,927,618 - 531,800,237 571,800,237 |

**DEVELOPMENT
EXPENDITURE**

**EXPENDITURE
AUTHORISED**

HEAD

| | | | |
|-------|---|-------------|--------------------|
| ✓ 470 | Ministry of Agriculture and Lands | 16,178,726 | |
| ✓ 472 | Ministry of Education and Human Resources Development | 107,700,000 | |
| ✓ 473 | Ministry of Finance, National Reform Planning | 29,997,535 | |
| ✓ 474 | Ministry of Foreign Affairs, Commerce and Tourism | 7,059,000 | |
| ✓ 476 | Ministry of Health and Medical Services | 9,700,000 | |
| ✓ 477 | Ministry of Infrastructure Development | 67,722,000 | |
| ✓ 480 | Ministry of Natural Resources | 6,300,000 | |
| ✓ 483 | Ministry of Police, National Security and Justice | 12,765,000 | |
| ✓ 484 | Ministry of Provincial Government, National Reconciliation and Peace and Home Affairs | 32,784,407 | 290,206,668 |

**TOTAL RECURRENT AND DEVELOPMENT
EXPENDITURE**

862
822,006,905

Note

This Appropriation Bill does not include \$83,197,606 appropriated through Statutory Expenditure, including the \$13,761,551 to be expended on the Domestic Restructured Bond Debt. These Statutory Appropriation are included in the Recurrent Estimates Document and are appropriated by existing legislation.

SECOND SCHEDULE
(Section 5)

| Column 1 | Column 2 | Column 3 |
|--------------------------|---|--|
| Maximum Borrowing | Use of Funds | Source of Funds |
| 95,000,000 | To include, (a) Rehabilitation and recovery program costs including regularising outstanding financial obligation carried forward into 2005. (b) Development project in natural resources, economic infrastructure and human resources. | Multilateral, bilateral and other financial institutions |

THE 2005 APPROPRIATION BILL 2004

OBJECTS AND REASONS

The object of this Bill is to authorise expenditure of \$⁸⁶²822,006,905 for the services of the Government in respect of the year 2005. There will be no net domestic borrowing in 2005. The Bill seeks to authorise the Government to borrow from external sources up to the specified amounts to be applied for development and rehabilitation purposes. Provisions relating to the issue by the Ministry of Finance and Ministry of National Reform and Planning of Advance Warrant and Contingencies Warrant during 2005 are also included.


Minister of Finance

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