

CAYMAN ISLANDS

2009 Session of the

LEGISLATIVE ASSEMBLY

REPORT

of the

STANDING

PUBLIC ACCOUNTS COMMITTEE

on the Special Report of the Auditor General

on the Review of the Debt Financing Arrangements for Boatswain's Beach

Summary Report

Laid on the Table of Legislative Assembly on this day of 2010

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PUBLIC ACCOUNTS COMMITTEE

ON THE SPECIAL REPORT OF THE AUDITOR GENERAL

ON THE REVIEW OF THE DEBT FINANCING ARRANGEMENTS FOR BOATSWAIN'S BEACH

SUMAMRY REPORT

1. REFERENCE

The Standing Public Accounts Committee of the Cayman Islands Legislative Assembly, established under Standing Order 77, met to consider the Special Report of the Auditor General on the Debt Financing Arrangements for Boatswain's Beach as prepared and submitted by the Auditor General.

2. PAPER CONSIDERED

In accordance with the provision of Standing Order 77(1), the Committee considered the following paper referred to it by the House:

- Special Report of the Auditor General on the Debt Financing Arrangements for Boatswain's Beach Summary Report.

3. CHAIRMAN AND MEMBERS OF THE COMMITTEE

The following Members of the Legislative Assembly were the ***past*** Members of the Standing Public Accounts Committee and dealt with this Report of the Auditor General –

Mr. Osbourne V. Bodden, MLA – Chairman
Mr. Rolston M. Anglin, MLA
Mr. Cline Glidden, Jr, MLA
Mr. Moses Kirkconnell, JP, MLA
Mr. W. Alfonso Wright, MLA

The following Members of the Legislative Assembly are the present Members of the Standing Public Accounts Committee –

Mr. D Ezzard Miller, MLA - Chairman

Mr Cline A Glidden, Jr., MLA

Mr. Ellio A Solomon, MLA

Mr. Dwayne S Seymour, MLA

Mr Moses I Kirkconnell, MLA

4. MEETINGS OF THE COMMITTEE

The Committee reviewed the Minutes of three (3) meetings held by the Committee, to consider this Report:

(i) Monday 27th July, 2009

(ii) Tuesday July 28th, 2009

(iii) Tuesday 15th September, 2009

5. ATTENDANCE OF MEMBERS

The attendance of Members at meetings is recorded in the Minutes of Proceedings which are attached to and form part of the Report.

6. PERSONS IN ATTENDANCE

In accordance with Standing Order 77(8), the following persons were in attendance at the meeting:

Mr. Dan Duguay, Auditor General

Mr. Garnet Harrison, Deputy Auditor General

7. WITNESSES CALLED BEFORE THE COMMITTEE

In accordance with the provisions of Standing Order 77(4), the Committee may invite Controlling Officers and support staff to give information or explanation to assist the Committee in the performance of its duties. The Committee did not feel it necessary to call upon witnesses in this case.

8. PRACTICE AND PROCEDURE OF THE COMMITTEE (S.O 77 (6))

The Committee agreed that in accordance with the provisions of Standing Order 77 (6) that its meetings, at which Controlling Officers are invited to provide information, should be held in an open forum. This decision was taken to promote openness and accountability in Government.

9. INTRODUCTION & PAC COMMENTS

9.01 The Committee endorses the conclusion of the Auditor General that the Cayman Islands Government received a good deal when arranging financing for the Boatswain's Beach project.

ACKNOWLEDGEMENT

The Committee is most appreciative of the efforts of the Auditor General and his staff in presenting a very fair, detailed and informative Report on the Debt Financing Arrangements for Boatswain's Beach and for the support, assistance and constructive advice given throughout its deliberations.

Finally we wish to thank the staff of the Legislative Assembly for the assistance provided.

Table 1: Budget Estimate and Outturn for the Year Ended 31 December 2002 - Combined Funds (Except General Reserve)

Report of the Public Accounts Committee on the Special Report of the Auditor General

	Original Estimate 2002 $m	Approved Estimate 2002 $m	Actual 2002 $m	Actual 2001 $m	Increase/ (Decrease) 2002 %
REVENUE					
Local Revenue	340.073	340.073	316.694	287.628	10.11
EXPENDITURE					
Recurrent	269.766	274.237	252.295	259.384	(2.73)
Capital Acquisitions	5.034	5.461	3.064	3.941	(22.25)
Capital Development	15.998	17.512	14.543	22.156	(34.36)
Statutory	49.786	49.786	49.923	46.968	6.29
TOTAL EXPENDITURE	340.584	346.996	319.825	332.449	(3.80)
(DEFICIT) BEFORE FINANCING	**(0.511)**	**(6.923)**	**(3.131)**	**(44.821)**	**(93.01)**
FINANCED BY					
Local Loan	12.000	12.000	10.866	49.607	
External Loan	0.000	0.000	0.000	0.097	
SURPLUS FOR THE YEAR BEFORE TRANSFERS TO RESERVES	**11.489**	**5.077**	**7.735**	**4.883**	
NET TRANSFER (TO)/FROM GENERAL RESERVE	**0.000**	**0.000**	**(1.500)**	**6.900**	
SURPLUS FOR THE YEAR	**11.489**	**5.077**	**6.235**	**11.783**	
CASH MOVEMENTS BELOW THE LINE					
(Increase) in Imprests			(0.369)	(0.047)	
(Decrease)/Increase in Deposits			(3.954)	2.407	
(Increase) in Advances			(1.445)	(1.445)	
NET CASH FLOW FOR THE YEAR			**0.467**	**12.698**	
CASH AND CASH EQUIVALENTS					
Beginning of Year			5.406	(7.292)	
End of Year			**5.873**	**5.406**	