



**SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS**

FINANCIAL STATEMENTS

**for the year ended
31 DECEMBER 2013**

CONTENTS	Page
1. Introduction	1
2. Balance Sheet	2
3. Operating Cost Statement	3
4. Analysis of Revenue	4
5. Analysis of Expenditure	6
6. Tangible Fixed Assets	9
7. General Fund Summary	10

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS
OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

For the year ended 31 December 2013

1. INTRODUCTION TO SOUTH GEORGIA

INTRODUCTION

South Georgia and the South Sandwich Islands are an Overseas Territory of the United Kingdom and are administered by a Commissioner appointed by Her Majesty the Queen.

The Commissioner is resident in the Falkland Islands. By arrangement between the Government of South Georgia and the South Sandwich Islands and the Falkland Islands Government the services of some Falkland Islands Government officers are made available on a part time basis to the Government of South Georgia and the South Sandwich Islands.

FINANCIAL STATEMENTS

With the aim of modernising the GSGSSI accounting framework the accounts from 2008 moved from a cash basis to a resource accounting basis. The financial statements therefore now incorporate Fixed Assets, Debtors, Stock and Creditors.

Approval was received from the Secretary of State to deviate from Chapter VIII of Part II of the Colonial Regulations. These accounts are therefore prepared on the accruals basis.

AUTHORITY FOR EXPENDITURE

The 2013 estimates were approved by the Secretary of State on 4 January 2013. A Revised General Warrant for Expenditure was approved on 11 November 2013

SUMMARY OF THE FINANCIAL POSITION AS AT 31 DECEMBER 2013

The statements show a surplus of £130,000 (2012 – deficit £93,000) for the year, compared to a budgeted cash surplus of £68,570 (2012 – deficit £781,756), to give a General Revenue Balance (before other realisations) at 31 December 2013 of £3,144,580 (2012 - £3,014,000).

Operating revenue was £368,693 above (2012 - £643,000 above) the approved estimated revenue of £5,965,850 (2012 - £4,792,000), mainly due to fishing licence revenue and landing charges

There was an over spend of £306,467 (2012 – £46,000 underspend) compared to the approved estimated expenditure of £5,897,280 (2012 - £5,574,000). Estimates are prepared on a cash basis whereas the accounts are prepared using resource accounting principles.

STATEMENT OF FINANCIAL SECRETARY'S RESPONSIBILITIES

The Financial Secretary is responsible for supervising the finances of the Government by managing the General Revenue Balance Account and supervising, controlling and directing all matters relating to the financial affairs of the Government so as to ensure that a full account is made to the Commissioner.

The Financial Secretary is responsible for compiling and managing the financial statements of the Government. This includes ensuring that all monies received and paid by Government are brought promptly and properly to account, reporting to the Commissioner in writing any apparent defect in departmental controls of revenue, expenditure, cash, stamps, stores and other property of the Government and any breach or non-observance of Colonial Regulations. The Financial Secretary is also responsible for ensuring that adequate provisions exist for the safe custody of public monies, stamps, securities and other documents for which they are accountable.

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS
OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

For the year ended 31 December 2013

2. BALANCE SHEET

2012	2013
£000	£000
Fixed Assets	
10,371 Tangible Fixed Assets	6 10,695
 Current Assets	
69 Stock	144
607 Debtors falling due within 1 year	698
3,500 Short-term investment	4,000
1,631 Cash at bank and in hand	1,225
5,807 Total Current Assets	6,067
559 Creditors: Amounts falling due within 1 year	(713)
5,248 Net Current Assets	5,354
15,619 Net Assets	16,049
 Financed by Taxpayers' Equity:	
15,619 Reserves	16,049
15,619 Total Reserves	16,049

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS
OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

For the year ended 31 December 2013

3. OPERATING COST STATEMENT

2012		2013
£000		£000
	Operating Costs	
416	Staff Costs	463
5,112	Other Operating Costs	5,742
5,528	Total Operating Costs	5 6,205
(5,435)	Operating Revenue	4 (6,335)
93	TOTAL (SURPLUS)/DEFICIT FOR THE YEAR	(130)

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS

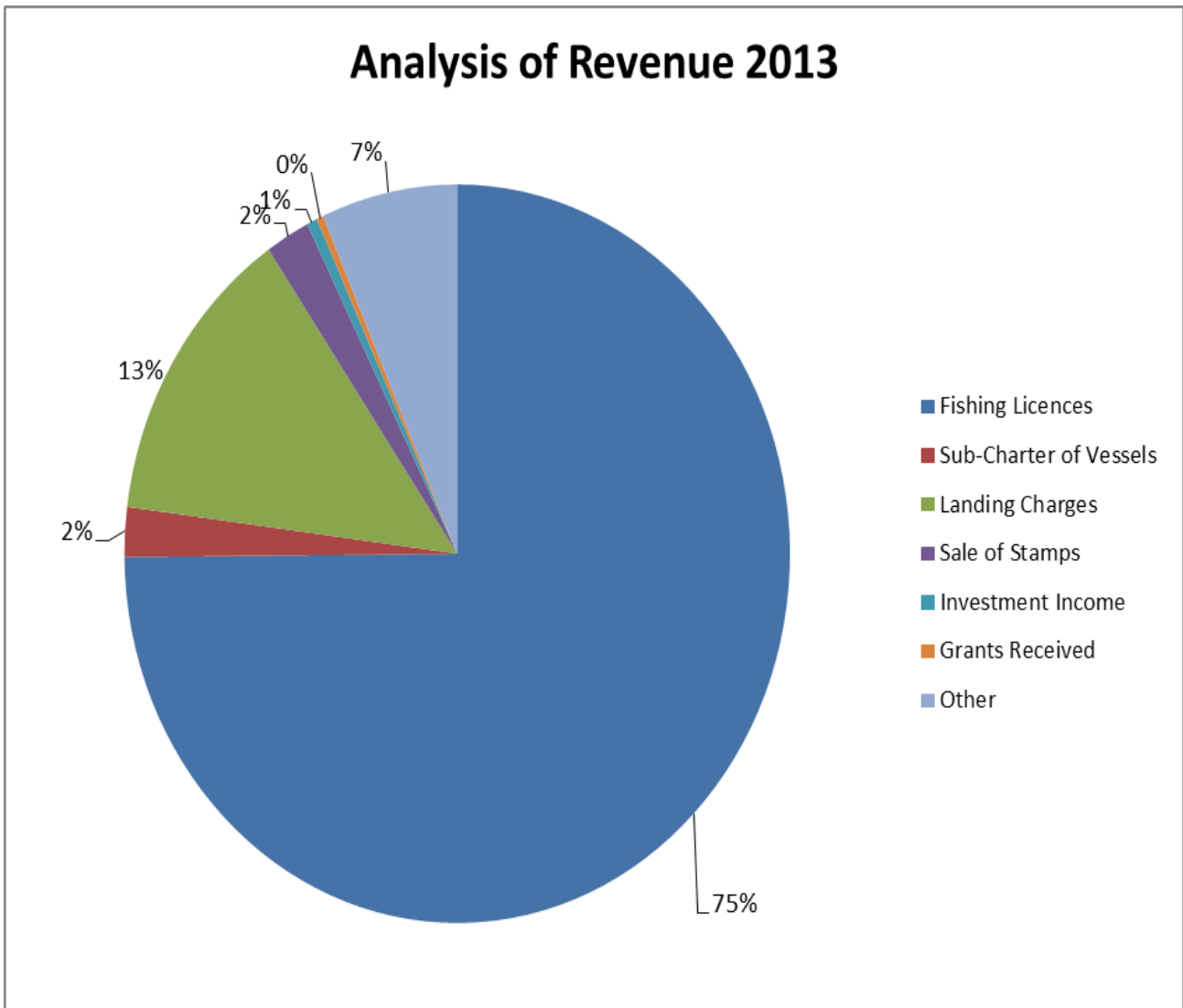
OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

For the year ended 31 December 2013

4. ANALYSIS OF REVENUE

Actual 2012		Approved Estimate 2013	Actual 2013
£'000	Description	Note	£'000
697	Landing Charges		847
201	Sale of Stamps		136
13	KEP Post Office Non-Philatelic Revenue		23
163	Reimbursement Sub Charter Commercial		137
-	Recovery Staff Benefits/Costs		2
84	Customs Services/Harbour Dues		100
3,043	Fishing Licences - Toothfish		3,862
217	Fishing Licences - Icefish		269
420	Fishing Licences - Krill		611
17	Transhipment Fees		18
1	Sale of Water		-
1	Miscellaneous Revenue		62
6	Expedition Applications		6
-	Science Permits		1
-	Media/Film Fees		3
-	Recovery of Legal Costs		-
-	Sale of Publications		2
9	Seignorage on coins		7
-	Conservation Projects		6
35	Income Tax		50
49	Investment Income		32
20	Grants Received		21
90	OTEP1 Revenue		-
-	OTPF		30
-	OTEP Rats		16
72	Darwin Mouse		-
101	Norwegian Heritage Funding		20
-	Reindeer Meat Sales		26
-	Marine Protected Area Monitoring		-
150	Heritage Revenue Fund		-
30	Sponsorship - PhD Student		30
15	Accommodation Fees		17
-	Food Charges		-
1	Church Donations		1
5,435	TOTAL OPERATING REVENUE		6,335

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS
OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS
For the year ended 31 December 2013



**SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS**

**OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS**

For the year ended 31 December 2013

5. ANALYSIS OF EXPENDITURE

Actual 2012		Approved Estimate 2013	Actual 2013
£'000	Description	Note	£'000
	Personal Emoluments		
406	Salaries Established Staff		449
3	Medical Services Tax		5
7	Retirement Pension Contributions		9
416	Total Personal Emoluments		463
	Other Charges		
66	Passages		69
4	Telecommunications		6
4	Maintenance of Buildings & Equipment		73
11	Incidental Expenses		4
(1)	Exchange Rates		2
1	Stationery & Printing		3
27	Insurance		31
1	Vehicle - Operational Costs		(1)
-	Plant & Machinery		11
8	Office Administration		1
4	Mail Services		3
80	Production of Stamps & Coins		93
5	KEP Post Office Non-Philatelic Expenditure		4
21	Overseas Agency Commission		9
3	Official Entertainment		2
6	Auditors Fees & Expenses		5
1	Bank Charges		1
(3)	Bad Debts Expenses		2
8	Profit/Loss on sale of Fixed Assets		2
5	Pensions		5
40	Contribution to FIG Administration		40
148	Medical Services		148
1	Specialist Consultancy		29
9	Fishing Licence Administration		9
2,814	Fisheries Patrol Costs		3,040
80	Fisheries Research		169
9	Catch Verification		14
85	Judicial Review		25
-	Observer Fees		8
209	Toothfish Observer Fees		240
24	Icefish Observer Fees		35
-	Krill Observer Fees		-
28	Project Atlantis		36
67	Stock Consumption		(106)
(1)	Provision Obs Stock		32
3	Ancillary Equipment		-
257	Depreciation Expense		68
28	Museum Trust		38
-	Flags for Commissioner		1

SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS

OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

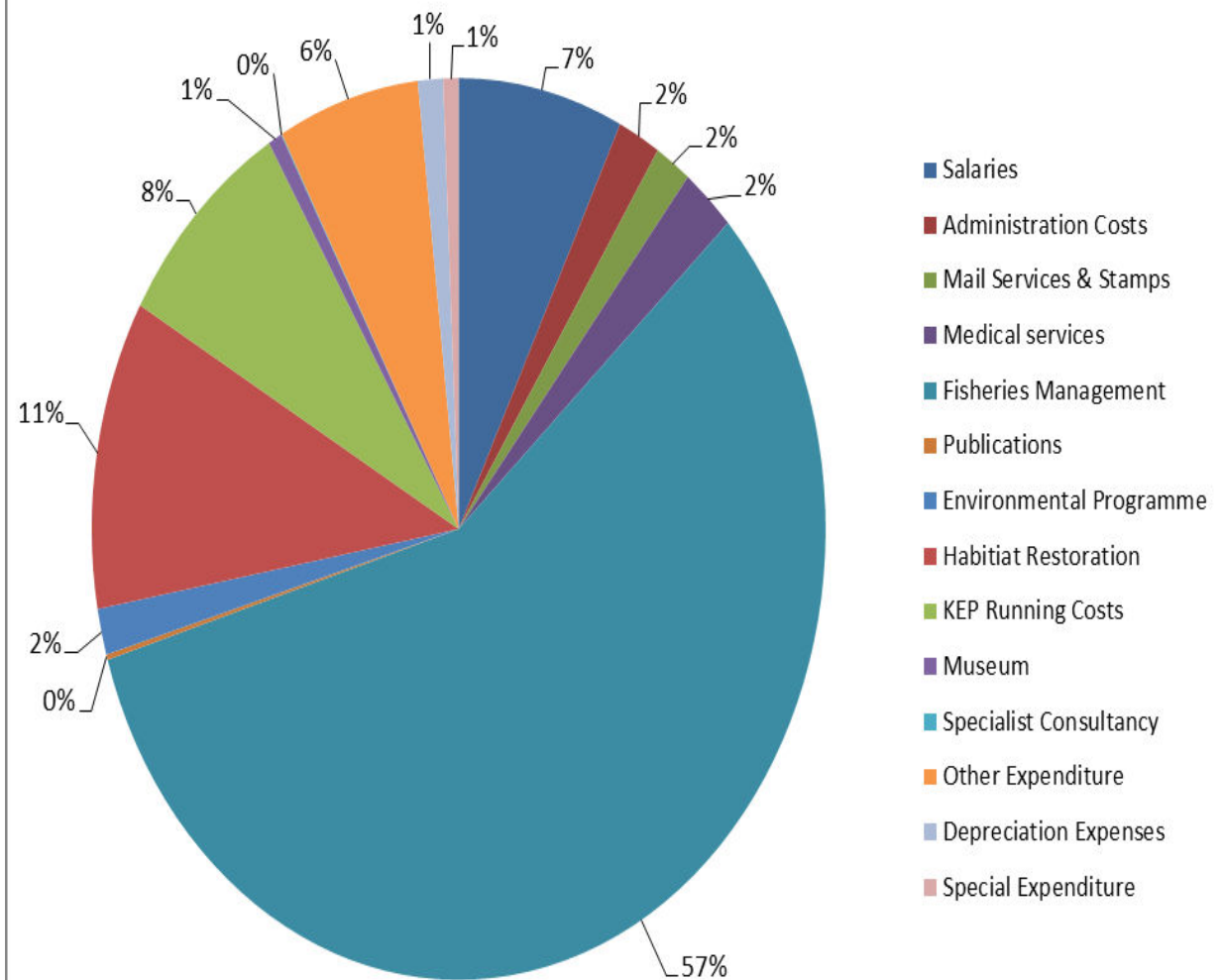
For the year ended 31 December 2013

5. ANALYSIS OF EXPENDITURE (continued)

Actual 2012			Approved Estimate 2013	Actual 2013
£'000	Description	Note	£'000	£'000
-	Domestic Equipment		1	1
20	Publications		2	12
-	OTEP 1		-	-
-	OTPF		50	-
38	OTEP Rats		-	-
11	Darwin Mouse		-	-
2	Groundfish Survey		172	160
17	Environmental Baseline Survey		5	-
6	Environmental Surveys		5	4
11	Environmental - Bio-Security		5	4
3	Environmental - ACAP		10	7
5	Environmental - South Georgia GIS (BAS C		14	-
11	Environmental - Data Management		40	51
-	Environmental - MPA Monitoring		10	11
19	Invasive Plant Management		15	8
8	Habitat Restoration Monitoring		50	17
500	Civilianisation		500	500
-	Whaling Station Removal		-	13
-	KEP Demolition		-	-
91	Heritage Fund		-	1
5	Expedition Consultancy		3	3
8	MSC Consultancy		8	39
1	Hydroelectric Scheme		2	-
27	Funding - PhD Student		44	26
-	Purchase of Scientific Equipment for BAS		75	5
4,885	Total Operating Expenditure		4,824	5,013
	Special Expenditure			
7	Management Plan		8	3
-	Reindeer Eradication		475	688
127	Habitat Remediation Project		-	-
20	Discovery House		50	4
6	Grytviken Clearance		5	7
-	Drukken Villa		-	-
38	Small Grants Scheme		15	15
28	Scientific Equipment		-	-
51	Norwegian Heritage Work		100	12
227	Total Special Expenditure		653	729
5,528	Total Expenditure		5,898	6,205

**SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS**
**OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS**
For the year ended 31 December 2013

Analysis of Expenditure-2013



SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS

OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS

For the year ended 31 December 2013

6. TANGIBLE FIXED ASSETS

	Buildings	Infrastructure	Equipment		Plant & Machinery	Vehicles	Air and Seacraft	Assets Under Construction	Total
	£000	£000	£000		£000	£000	£000	£000	£000
Cost or valuation									
Capitalised in 2013 as bfwd	7,164	3,144	-	307	379	6	452	534	11,986
Additions	209	-	-	3	9	-	13	163	397
Disposals	-	-	-	-	(6)	-	-	-	(6)
Transfers between categories	472	-	14	5	43	-	-	(534)	-
At 31 st December 2013	7,845	3,144	14	315	425	6	465	163	12,377
Depreciation									
Capitalised in 2013 as bfwd	622	313	-	78	183	1	417	-	1,614
Bfwd Depreciation Adjustment	-	-	-	-	-	-	(211)	-	(211)
Charged in year	97	61	1	58	38	1	23	-	280
Disposals	-	-	-	-	(1)	-	-	-	(1)
At 31 st December 2013	719	374	1	137	220	2	229	-	1,682
Net Book value at 31st December 2013	7,126	2,770	13	178	205	4	235	163	10,695
Net Book value as bfwd	6,542	2,831	-	229	196	5	35	534	10,371

**SOUTH GEORGIA
and the
SOUTH SANDWICH ISLANDS**

**OVERVIEW OF FINANCIAL STATEMENTS
and
ANNUAL STATISTICS**

For the year ended 31 December 2013

7. GENERAL REVENUE ACCOUNT SUMMARY

GENERAL REVENUE ACCOUNT SUMMARY 1983 - 2013

UNAUDITED

Year	Revenue £'000	Expenditure £'000		Asset Adjustment £'000	Stock Adjustment £'000	Surplus/ (Deficit) £'000	Balance at Year End £'000
1983	393	212				181	823
1984	200	132				68	891
1985	209	129				80	971
1986	371	168				203	1,174
1987	253	156				97	1,271
1988	306	119				187	1,458
1989	220	241				(21)	1,437
1990	272	271				1	1,438
1991	529	714				(185)	1,253
1992	283	623				(340)	913
1993	327	225				102	1,015
1994	670	630	@			40	1,055
1995	648	347				301	1,356
1996	1,164	563				601	1,957
1997	1,520	652				868	2,825
1998	1,830	1,411	*			419	3,244
1999	1,894	1,130				764	4,008
2000	3,012	2,526				486	4,494
2001	3,555	2,824				731	5,225
2002	3,923	3,117				806	6,031
2003	5,768	6,449				(681)	5,350
2004	3,665	5,525				(1,860)	3,490
2005	3,790	4,058				(268)	3,222
2006	4,847	5,145				(298)	2,924
2007	4,747	5,792				(1,045)	1,879
2008	5,974	4,703		9,327	202	10,800**	12,679
2009	5,365	4,610				755	13,435
2010	4,225	4,899		20		(654)	***12,781
2011	4,719	4,844		3,056		2,931	15,712
2012	5,432	5,525				(93)	15,619
2013	6,335	6,205				129	15,747

@ Income from Fishing Licences first received

* 1998 figures covered an 18 month period; all other figures cover 12 month periods

** Surplus/(Deficit) including capitalisation of assets and stock

*** Restated in 2011