

SOCIAL SECURITY BOARD BELIZE



SOCIAL SECURITY BOARD



"Safeguarding YOU, your FAMILY, your FUTURE"

ANNUAL REPORT 2018



**THE STORY
BEHIND THE
COVER:**

Photo by: Jamaal Crawford, 501 Boyz Photography

The Social Security Board works diligently to continuously transform service delivery through the key strategic objective of enhanced customer experience. In early 2018, this key objective impelled the Social Security Board to initiate the development of a new digital integrated platform codenamed Peransa. Peransa will provide reliable, convenient and fast service at every customer's fingertips through the technological channel of their choice.

Look at this grandmother, who has been receiving a Retirement Pension for the past decade after participating in the work force since the inception of the Social Security scheme; look at her daughter, who recently started to receive a Retirement Pension after retiring from active employment; look at her granddaughters, who are currently employed. All are overjoyed at the convenience of being able to easily access their social security information. Look at them and visualize the convenience and comfort of having your social security record at your fingertips, regardless of generational gaps. Peransa makes this possible.

In 2019, the Social Security Board is proud to bring you Peransa! Delivering service to you in a significantly enhanced way.

Social Security at Your Fingertips!

Acknowledgements:

- Janelle Guerra
- Sheila Samuels
- Sofia Squires
- Raijilli Castillo

OUR VISION

“A Social Security system with inclusive, fair and dependable coverage for our beneficiaries.”

OUR MISSION

“To deliver a customer-centered and financially sustainable Social Security program that provides lifetime coverage to our beneficiaries.”



CORE VALUES



Accountability

“We are responsible, reliable, and answerable to the public, as well as to our own.”



Transparency

“We will be open, straightforward and honest, ensuring visibility and clarity in the process and results. Through transparency, we promote an environment of inclusive communication.”



Integrity

“We will uphold the highest standards of ethics and integrity. Through this, we shall also endeavor to build trust.”



Respect

“We are respectful of all people, all customers, and of ourselves.”



Excellence

“We shall endeavor to excel in whatever we do, with focus on the customer to ensure the highest quality of service delivery.”

“SSB: Refreshed and Empowered”



SSB's Strategic Objectives

S01 

**Enhanced
Customer
Experience**

S02 

**Robust &
Financially
Thriving
Institution**

S05 

**Improved Health
Outcomes**

S04 

**Empowered &
Enabled
Workforce**

S03 

**Strengthen
SSB's
Reputation &
Image**

TABLE OF CONTENTS

		PAGE NO.
01	Board of Directors	1
02	Chairman's Report	2
03	Chief Executive Officer's Report	3
04	Registration	4 - 6
05	Contributions	7 - 9
06	Benefits	10 - 11
07	Investment Portfolio	12 - 14
08	Administrative Expenditure	15
09	National Health Insurance	16 - 17
10	Organizational Updates	18 - 21
11	Financial Statement 2018	22 - 40

BOARD OF DIRECTORS



Mr. Douglas Singh
CHAIRMAN



Dr. Colin Young
CHIEF EXECUTIVE OFFICER



Mr. Ariel Mitchell
GOVERNMENT
REPRESENTATIVE



Mr. Anwar Barrow
GOVERNMENT
REPRESENTATIVE



Ms. Juliet Thimbrel
GOVERNMENT
REPRESENTATIVE



Mr. John Mencias
GOVERNMENT
REPRESENTATIVE



Mrs. Lourdes Smith
EMPLOYER'S
REPRESENTATIVE



Mr. Marcelo Blake
EMPLOYER'S
REPRESENTATIVE



Ms. Lorelei Westby
NTUCB'S
REPRESENTATIVE



Mr. Patrick Balan
NTUCB'S
REPRESENTATIVE



Mrs. Irene Cruz
BOARD SECRETARY

CHAIRMAN'S REPORT



Social Security Board (SSB), like social security systems over the world, continues to grapple with several urgent issues that include aging populations, maturity of schemes, fast approaching period of equilibria, increase in informal employment because of platform economy and the subsequent decrease in compliance rate, cyber-security and governance challenges. In 2018, the Board of Directors (BOD) approved its five-year Strategic Plan (2018-2022) that seeks to improve the governance framework of the Board and implement innovative and cost-effective ways to address these emerging challenges in a systematic and efficient manner.

In 2018, the BOD participated in a joint retreat with senior management that resulted in the development of a Board manual and charter that clearly defined the roles and responsibilities of directors to enhance governance arrangements of the Board. Similarly, the BOD and the Investment Committee also crafted an investment strategy with its accompanying policies and procedures to guide SSB's investment in the future. This investment strategy, when completed in 2019, will include inputs from social partners and is expected to strengthen the Board's investment returns while adhering to the stated risk appetite of the Board.

To enhance service experience and optimize administrative efficiencies, the Board approved the implementation of the Peransa project, an integrated Customer Relationship Management software, that will integrate all SSB's core business to improve service standards and transform our service delivery. The various functionalities of the software (registration, contributions and benefits) will be rolled out in phases with the registration component coming on stream in August 2019 followed by contribution component in early 2020. At the Peransa's completion, insured persons will be able to experience SSB at their fingertips, where they can access registration, contribution and benefit services online through secure portals and applications via their mobile devices. To this end, the Board has maintained its significant investment in capacity building of the management and staff to ensure that they are empowered to undertake the change management activities necessary to achieve the expected service transformation. As the Board embraces digital services, it also ensures that it invests in improving the cyber security resiliency to protect the organization and all its data from cyber-attacks. Cybersecurity is a constant threat and the Board will continue to be proactive and vigilant in this regard.

Finally, the Board and management continue to work assiduously with the Government of Belize and the Social Partners to find agreement on the proposed contribution reform to stave off the Period of Equilibrium that is expected to arrive in late 2019, all else being equal. We are making steady but slow progress in the second round of national consultations. We are cautiously optimistic that a consensus will be reached among the tripartite partners and that the amendments will be passed into law in 2019. Even as we look to the new year, the Board is moving full steam ahead to ensure that management increases its compliance rate, identify prudential investment opportunities, optimize operational expenses and pursue arrears collection. Thus, despite the ongoing and escalating challenges being experienced by our social security system, SSB is also excited of the many opportunities that exist for us to grow the Fund and enhance your ownership of and experience with SSB. We look forward to serving you better in 2019.

On behalf of the Board of Directors, we celebrate the highlights catalogued in the 2018 Annual Report. We congratulate the CEO, his management team and all staff for the 2018 accomplishments and successful implementation of the first year of year of the Strategic Plan (2018-2022).

CHIEF EXECUTIVE OFFICER REPORT



Dr. Colin Young

The Social Security Board (SSB), in 2018, commenced the implementation of its five-year Strategic Plan (2018-2022) entitled “SSB: Refreshed and Empowered.” The Strategic Plan seeks to accomplish five objectives, namely: (i) enhance customer experience, (ii) improve financial sustainability of the SSB Fund, (iii) strengthen our image and reputation, (iv) empower and enable our workforce and (v) improve health outcomes of our insured persons – all in an effort to ensure that the Fund continues to provide adequate, dependable, effective, efficient and adequate coverage to all of its contributors.

SSB is proud to highlight some of the most notable achievements in 2018 in its annual report; these include inter alia:

- ≈ Registration of 9904 new persons, inclusive of 6661 children between 0-14 years of age
- ≈ Registration of 1426 new employers and 1959 new businesses
- ≈ Collected **\$87.04M** in contributions revenue, representing a 5.4% increase from 2017
- ≈ Processed 69,914 claims, a decrease of 10.4% compared to 2017
- ≈ Paid out **\$74.1M** in short-term (sickness and maternity), long-term (pensions) and employment injury to 45,028 recipients, representing a 5.2% increase in expenditure
- ≈ Earned investment income of **\$20.45M** on investment portfolio on 456.4M, representing a nominal and real rate of return of 4.6% and 4.3%, respectively
- ≈ Increased reserves by 4% or \$20.4 M to \$533.3M over 2017
- ≈ Paid \$5.42M in Direct Deposit benefit payments from 23,668, resulting in cost savings \$50K
- ≈ Reduced administrative & operational expenditure by 2% and 1.6%, respectively relative to 2017
- ≈ Continued country-wide consultations with tripartite bodies on SSB contribution reform
- ≈ Removed expiration date on social security cards for Belizean citizens and permanent residents
- ≈ Made legal amendments to key social security regulations that included the following:
 - ◆ Expanded the definition of “child” to include children for survivors and death benefits who are not biological children of the insured person
 - ◆ Increase the period to submit sickness claims from 4 days to 14 calendar days which will result in the reduction of disallowed claims
 - ◆ Make NCP payable to only one member per household and only to citizens of Belize
- ≈ Developed and implemented a new staff reward and recognition program
- ≈ Developed and conducted a Baseline Core Competency Evaluation for ALL staff

Even with these accomplishments, much remains to be done to enhance customer experience. We are making good progress with Peransa, our technology platform, that will transform the way we serve you, resulting in more efficient and quicker service. By August 2019, you will be able register on our new registration system and by early 2020, you will be able to log into our secure portal and access your contribution history and calculate your pension.

As a team, we are working hard to meet and exceed your expectations. Accordingly, we continue to invest in our staff to ensure they are empowered to serve you better. We remain cognizant of the challenges that lay ahead, especially that of the Fund’s sustainability. We made significant progress with the tripartite bodies and feel confident that an agreement will be reached regarding the urgent contribution reform. Nevertheless, we remain resolute and committed to continue our efforts to transform our service delivery to serve you better, even as we continue to identify opportunities for greater efficiency in our operations. Similarly, we are continuing our efforts to invest in our staff to ensure that they are empowered to deliver on the outcomes envisioned in our strategic plan.

We look forward to a transformational 2019 and beyond. SSB: Safeguarding you, your family and your future!

REGISTRATION

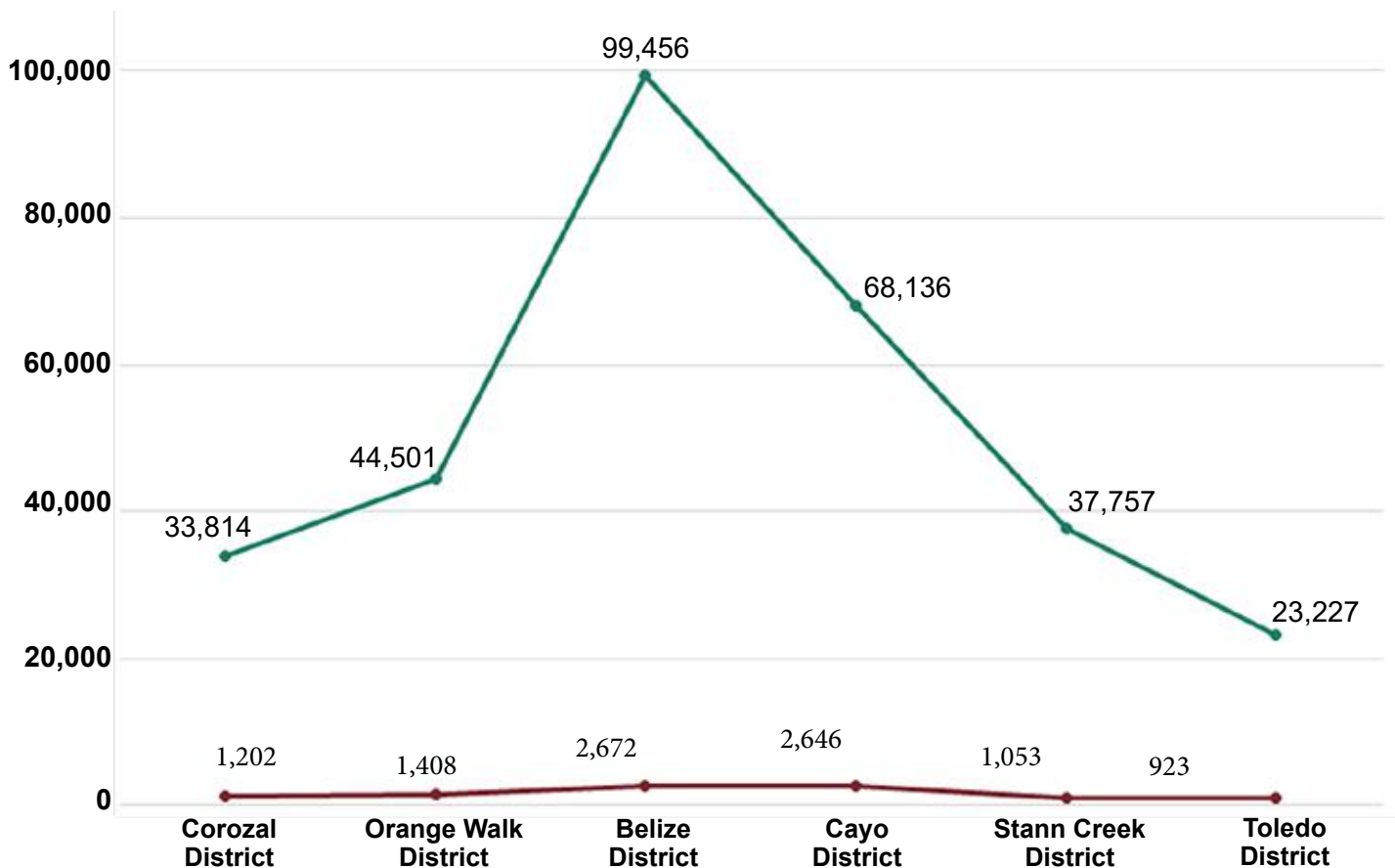
The Social Security Act, Chapter 44 of the Laws of Belize, provides for the mandatory registration of all nationals, registered aliens, holders of work permits and their dependents, regardless of their age. Similarly, the registration of employers and businesses is also mandatory. Each person who registers with the SSB is allotted a unique Social Security number.

Registration of Employers and Businesses – The term employer is used to indicate that such entity or person is registered and has an account with the SSB for payment of contributions on behalf of employees. An employer may have more than one business. Each business is given a unique business number, which is a sub-account of the existing employer. Similarly, self-employed persons are required to register to join the Self-Employed Program.

The statistics on the different types of registration is presented below. Indicators include the registration of the general population, businesses, employers and the self-employed.

Newly Registered Persons & Valid Card Holders in 2018

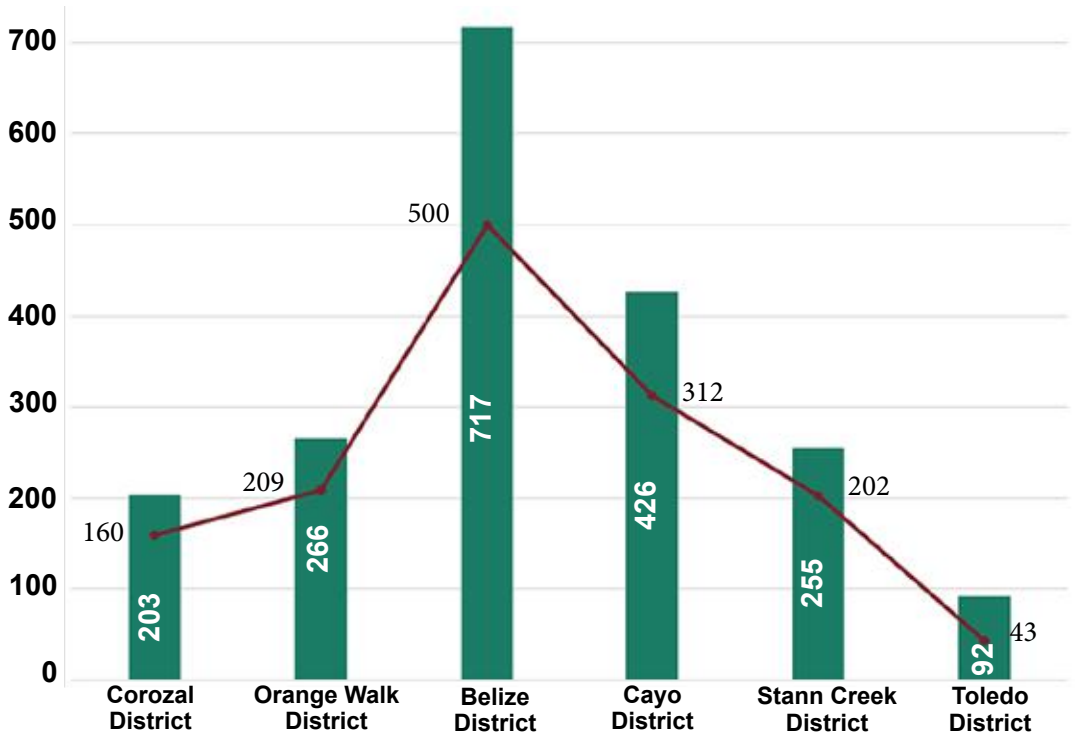
	TOTAL
Registered Persons	9,904
Valid Card Holders	306,891



REGISTRATION

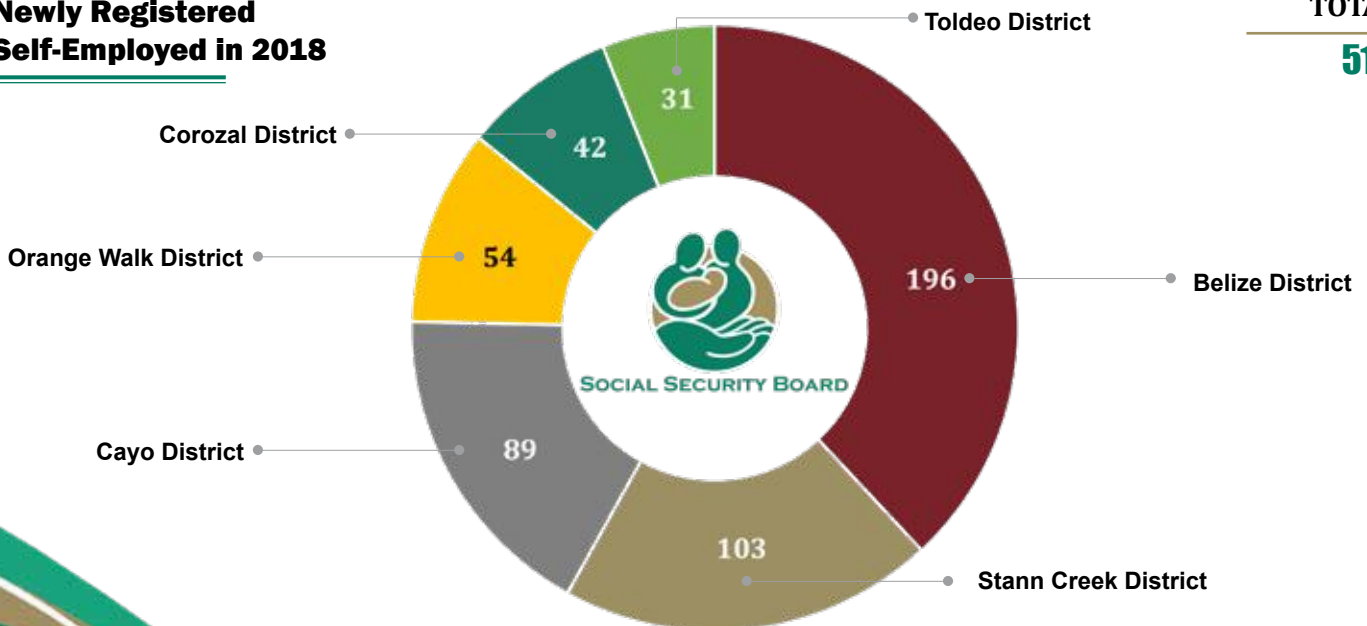
Newly Registered Employers & Businesses in 2018

	TOTAL
Registered Businesses	1,959
Registered Employers	1,426



Newly Registered Self-Employed in 2018

TOTAL
515

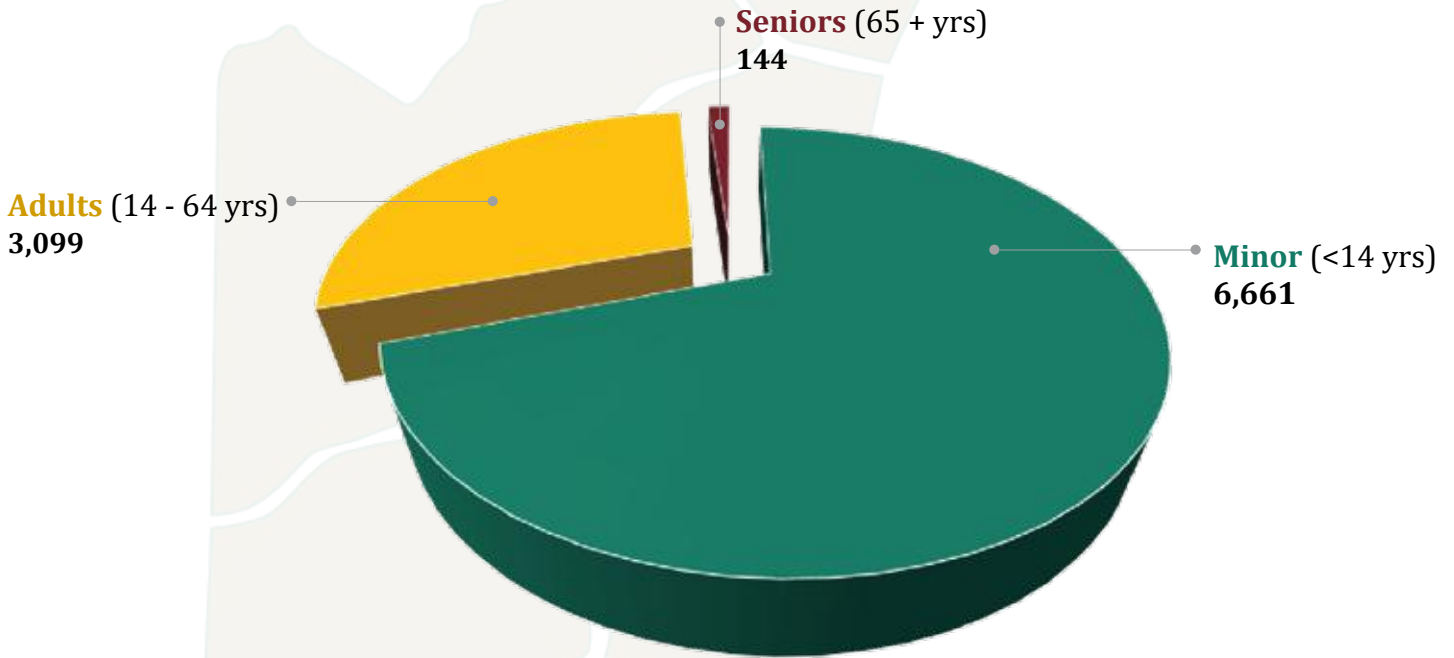


The principal source of the data is the Social Security Board's (SSB) Registration databases. Secondary sources of the data include the Statistical Institute of Belize (SIB) and the Ministry of Health (MOH).

REGISTRATION

Newly Registered Persons by Age Group

TOTAL
9,904



Valid Card Holders by Age Group

Adults (14 - 64 yrs)	216,959
Minor (<14 yrs)	70,720
Seniors (65 + yrs)	19,212

TOTAL	
2018	306,891
↑ 812 INCREASE ↑	
2017	306,079

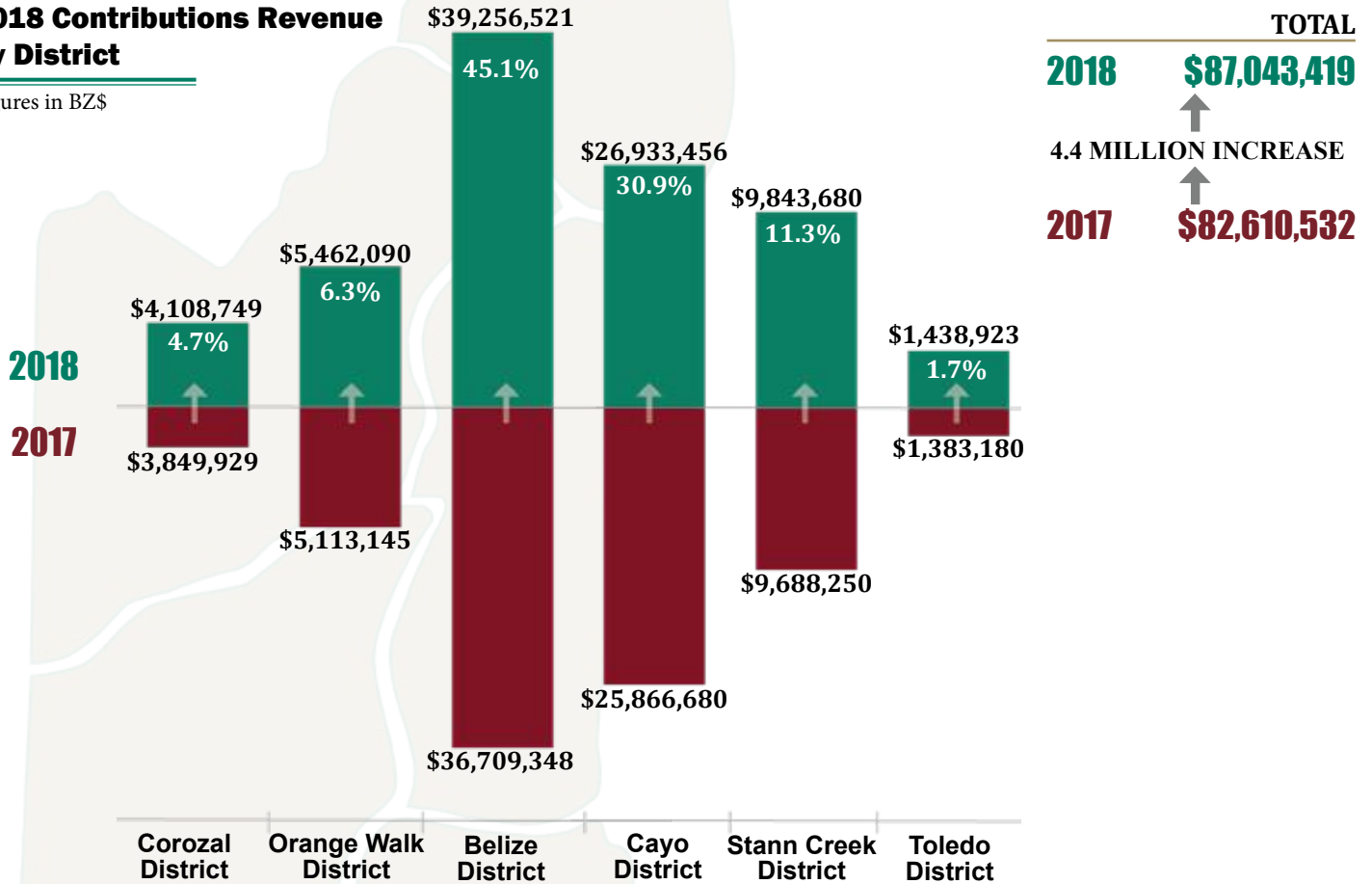
The principal source of the data is the Social Security Board's (SSB) Registration databases. Secondary sources of the data include the Statistical Institute of Belize (SIB) and the Ministry of Health (MOH).

CONTRIBUTIONS

This section presents data on Contributions made to the SSB and characteristics of the actively Insured Persons (IP's), as well as the active businesses, employers and the self-employed. The principal source of the contribution data is SSB's database, captured through the Contributions Management System (CMS).

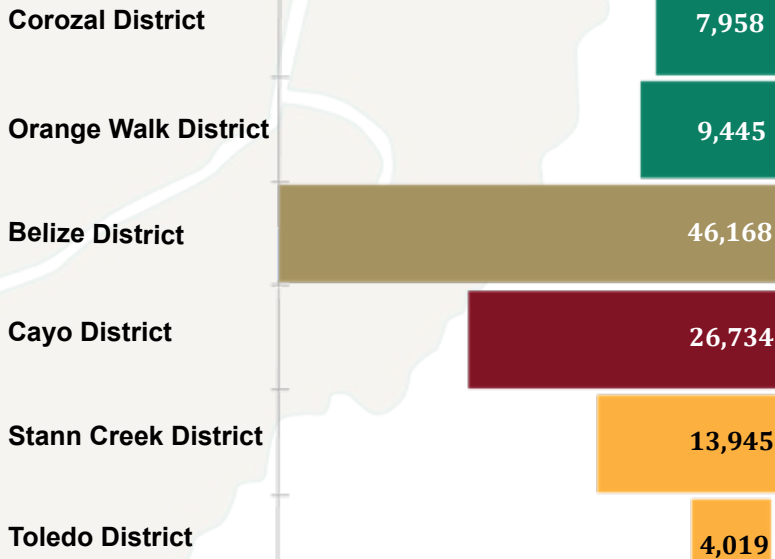
2018 Contributions Revenue by District

Figures in BZ\$



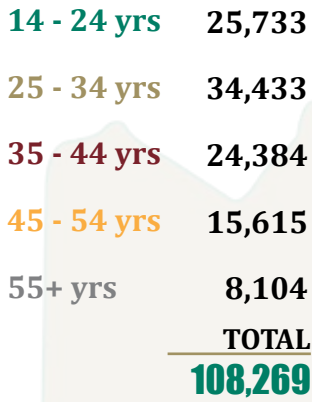
Contributors by District

TOTAL
108,269

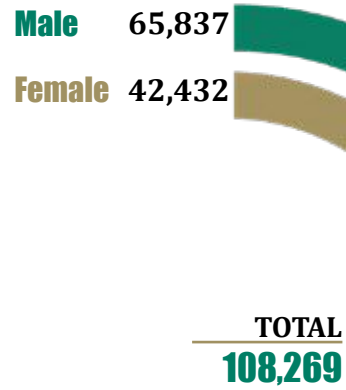


CONTRIBUTIONS

Contributors by Age Group

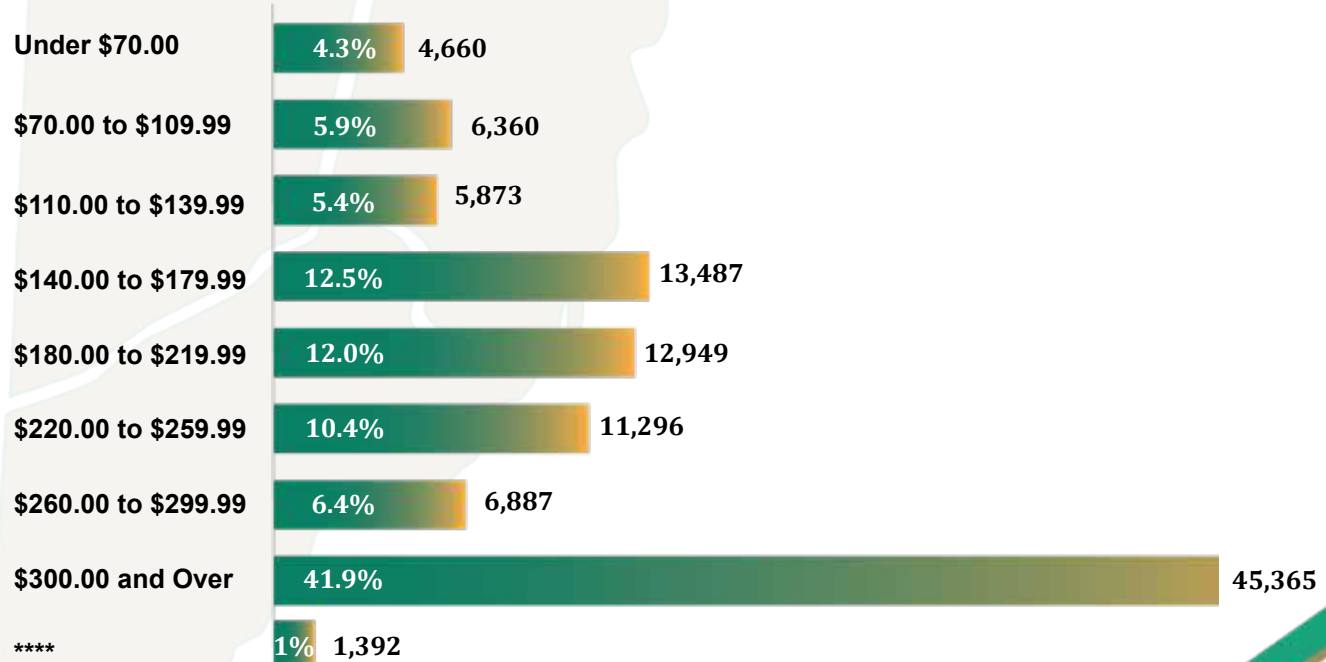


Contributors by Sex



Active Contributors by Weekly Earnings

Figures in BZ\$

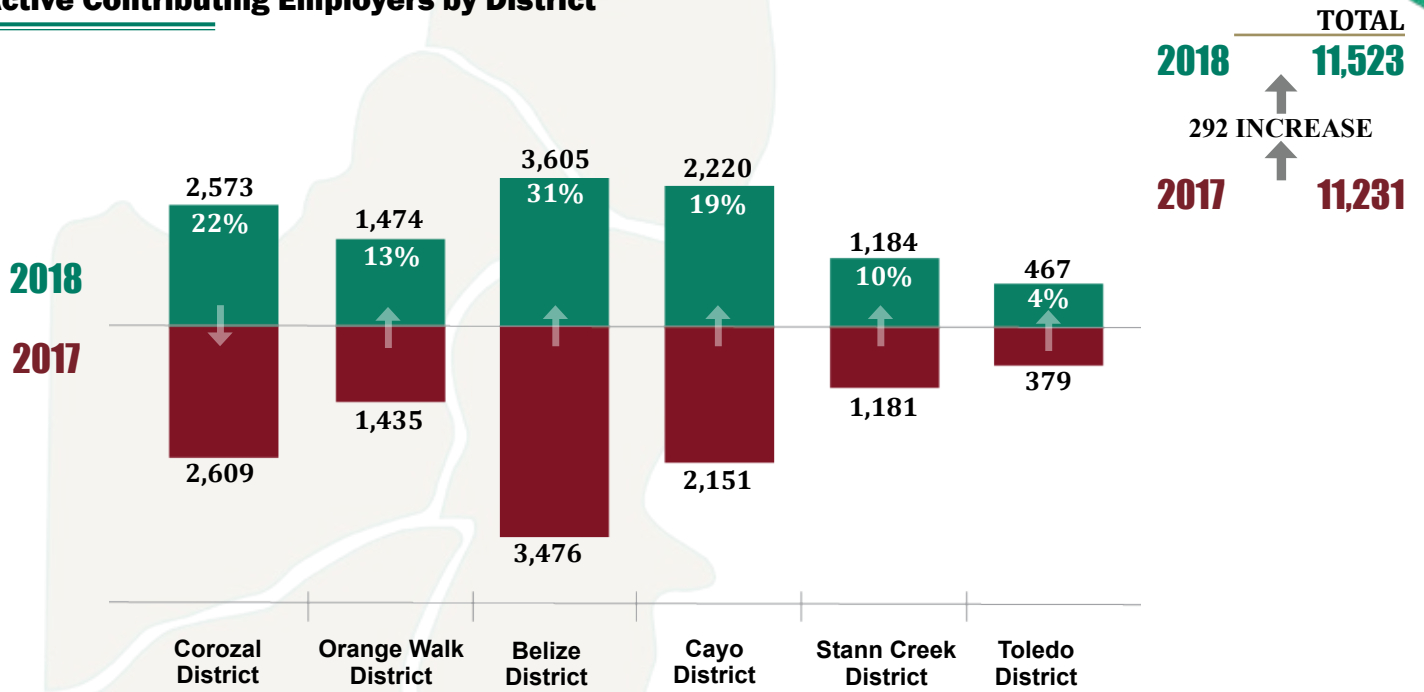


TOTAL
108,269

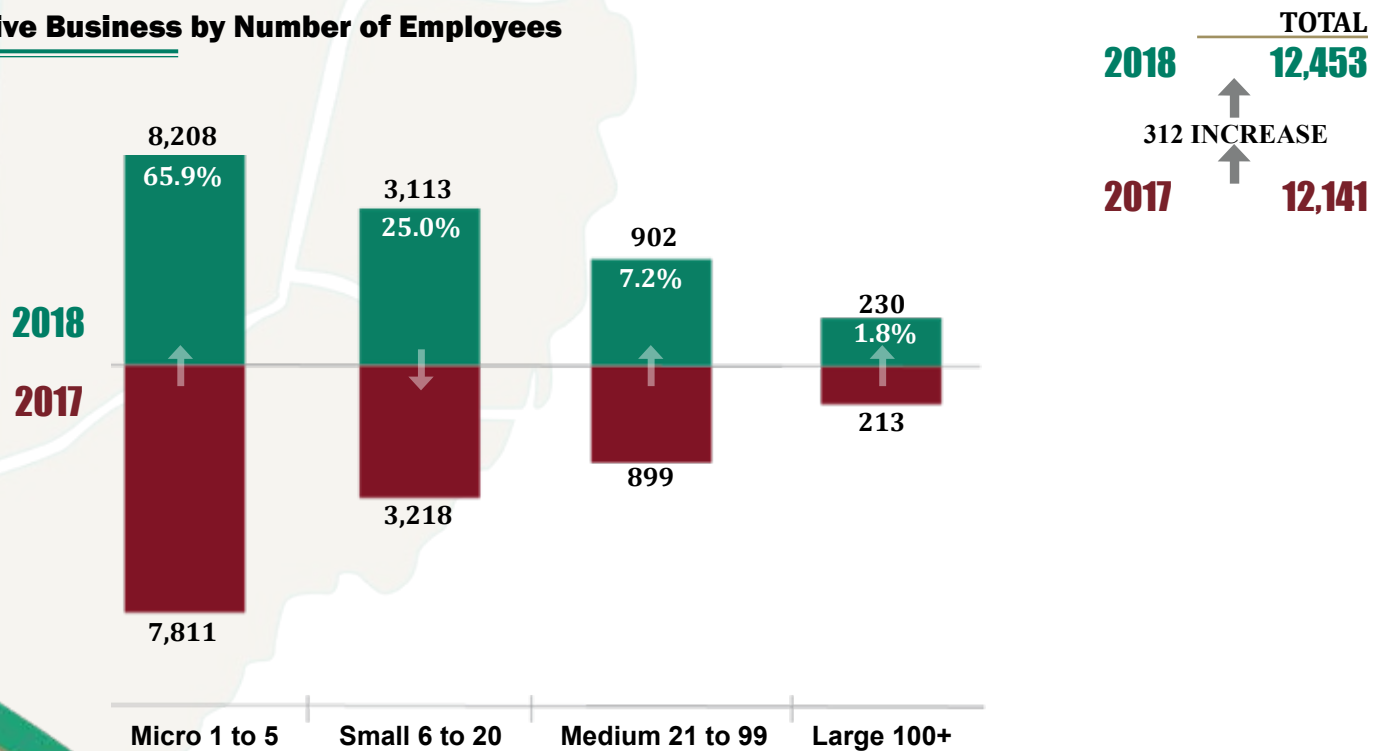
***Applies to persons age 60-64 years who have received a retirement benefit and all persons 65 years and older.

CONTRIBUTIONS

Active Contributing Employers by District



Active Business by Number of Employees



Benefits are classified in three categories; Short Term, Long Term and Employment Injury. Benefits under the Short Term Branch include: Sickness, Maternity Allowance, Maternity Grant and Funeral Grant (NC).

Long Term Benefits Branch: Payments for these benefits can be in the form of pensions or grants, determined by the number of accumulated paid contributions to the fund. The benefits are: Retirement, Survivor's, Invalidity and Non- Contributory Pension.

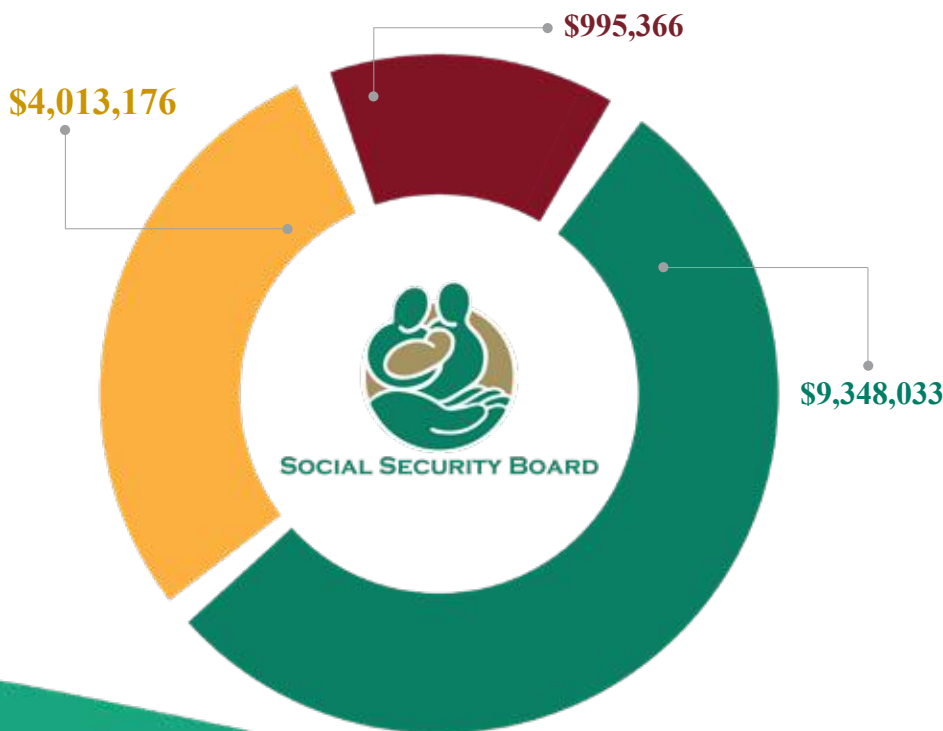
Employment Injury Branch: This branch of Benefit provides coverage for an insured person who suffers an injury or death by way of an accident at work or a disease caused by the type of work of the Insured Person. The benefits include: Employment Injury/Prescribed Disease, Constant Attendance Allowance, Medicare, Funeral Grant, Disablement and Death.

TOTAL BENEFITS PAID

\$74,144,555

Figures in BZ\$

Short Term Benefits

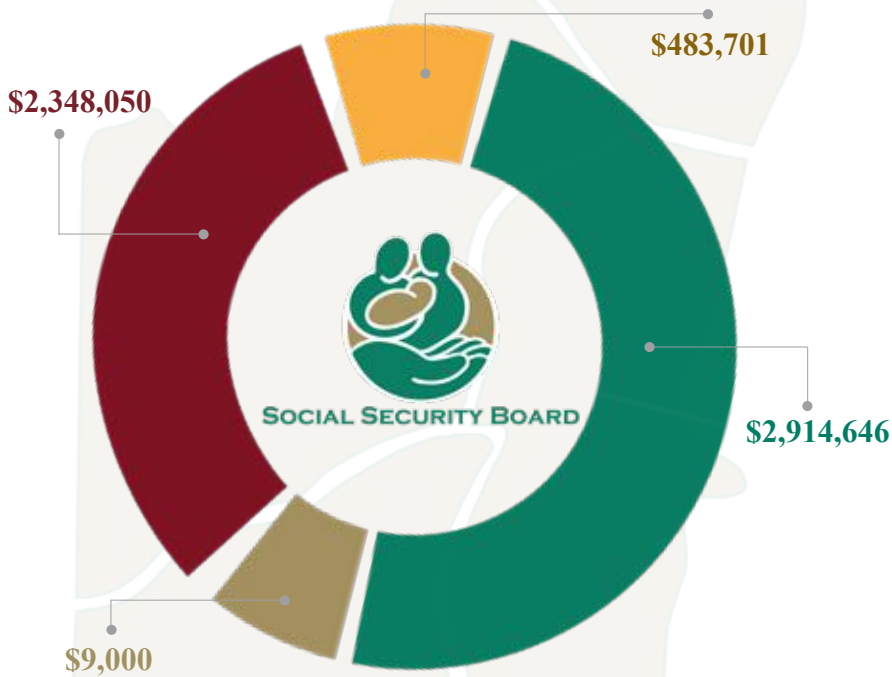


	Total Recipients 2018
Sickness	23,425
Maternity Allowance	1,454
Maternity Grant	3,330
	28,209

	Total Paid 2018
2018	\$14,356,575
	↓ \$876,392 DECREASE ↓
2017	\$15,232,967

BENEFITS

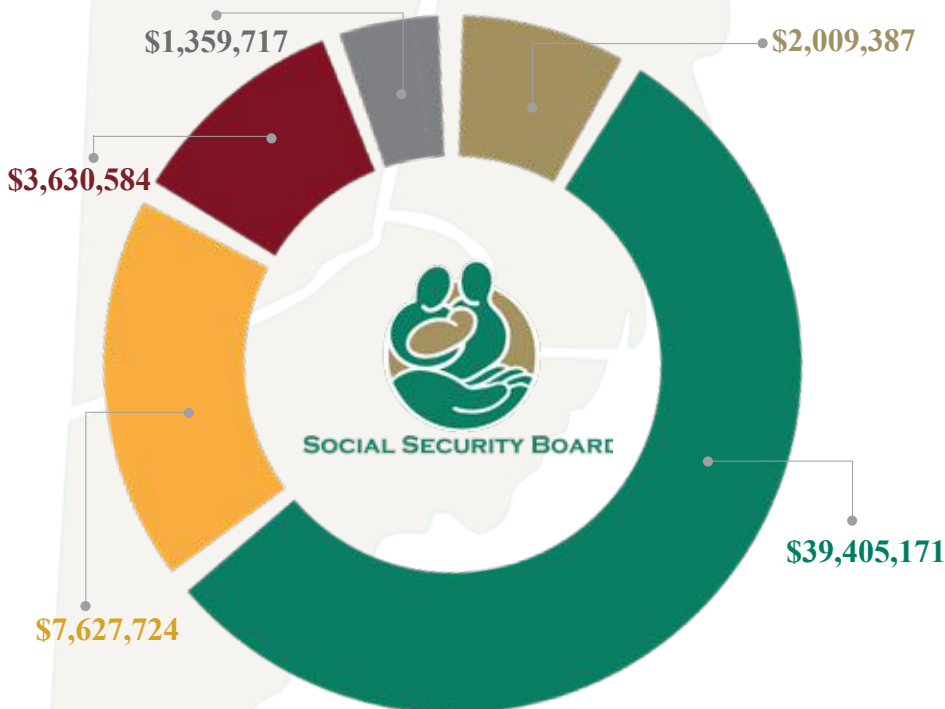
Employment Injury



	Total Recipients 2018
Disabling & Death Pension	269
Funeral Grant (EI)	6
Injury Benefit	1,697
Disabling Grant	596
Total	2,568

Total Paid 2018	
2018	\$5,755,397
↑ \$345,744 INCREASE ↑	
2017	\$5,409,653

Long Term Benefits



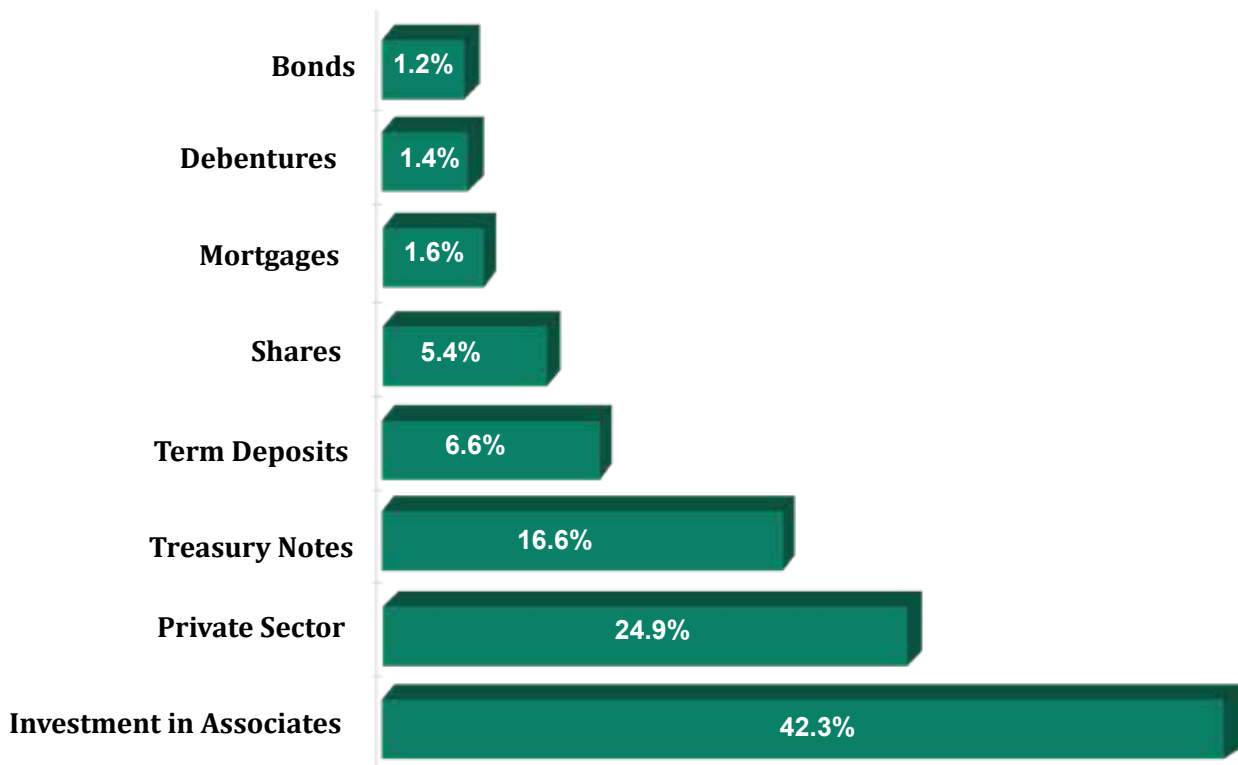
	Total Recipients 2018
Retirement	7,418
Survivors	3,414
Invalidity	534
Funeral Grant (NC)	996
Non-Contributory	1,863
Total	14,225

Total Paid 2018	
2018	\$54,032,583
↑ \$4,173,172 INCREASE ↑	
2017	\$49,859,411

INVESTMENT PORTFOLIO

SSB generates revenue from contributions made by insured persons. The surplus funds are invested according to the investment framework, Section 49 of the Social Security Act. SSB investments play a significant role in sustaining the Fund as well as in the socioeconomic development of Belize. SSB invests in all of Belize's major economic sectors which includes: Banking, Agriculture, Education, Housing, Utilities, Tourism, Financial Institutions, Real Estate and others.

Investment Mix



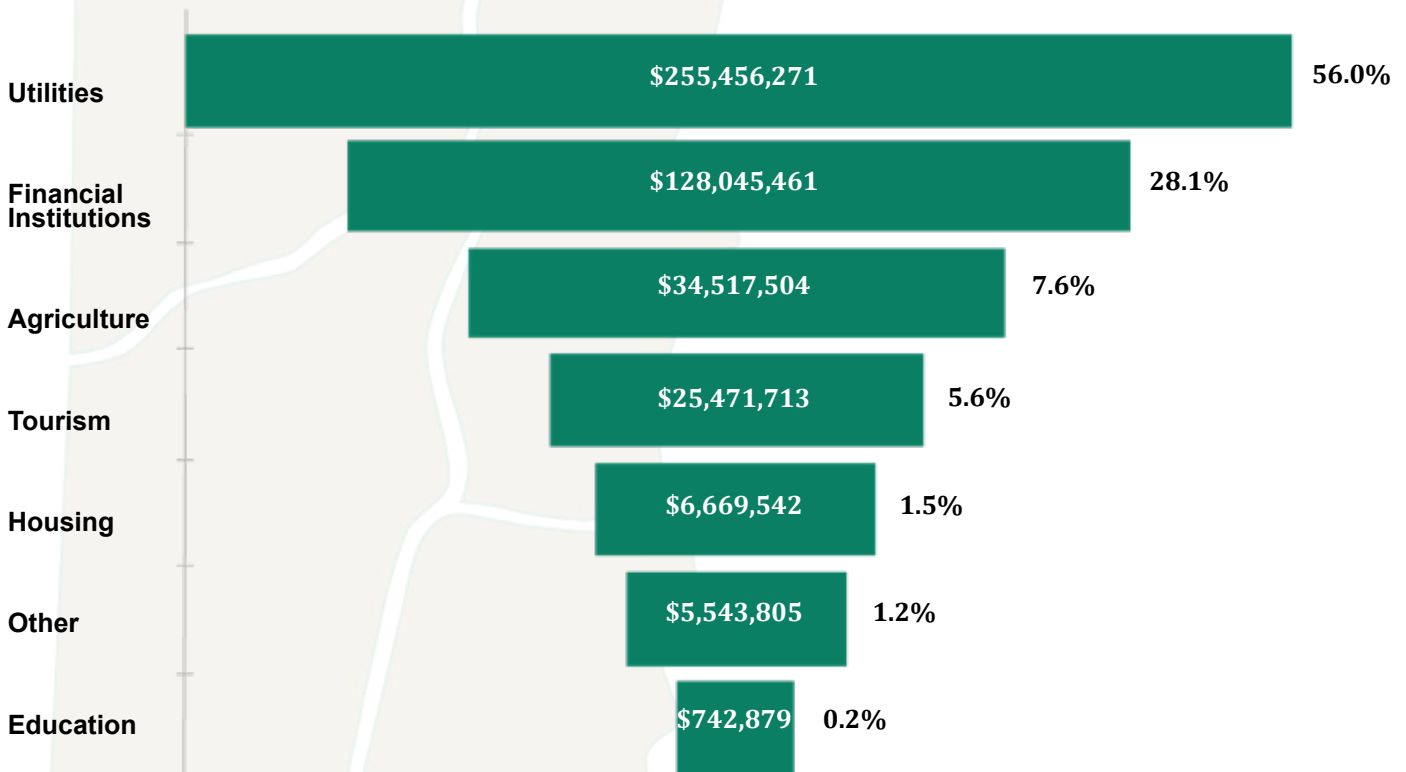
INVESTMENT PORTFOLIO

Investment Portfolio by Sectors

Figures in BZ\$

TOTAL

\$456,447,173



Note: This includes provisioning of \$(5,188,505.00)

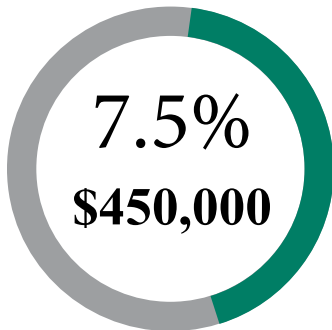
INVESTMENT INCOME

Utilities Sector

Figures in BZ\$

Investment Income	
Investment Portfolio (BZ\$)	\$456,447,173.00
Net Investment Income (BZ\$)	\$20,453,617.00
Nominal Rate of Return on Investments in Percent	4.6%

2017

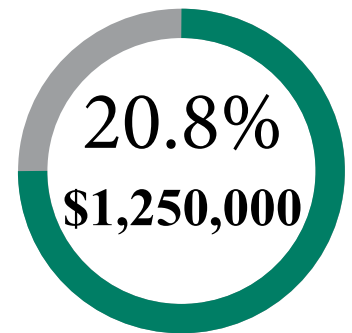


Shares - 4,000,000

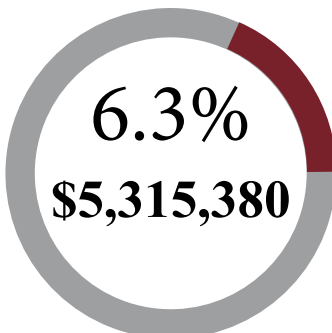


Belize Water Services Ltd.

2018



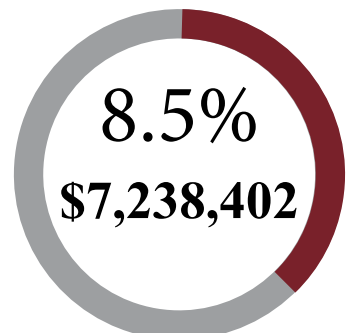
Shares - 4,000,000



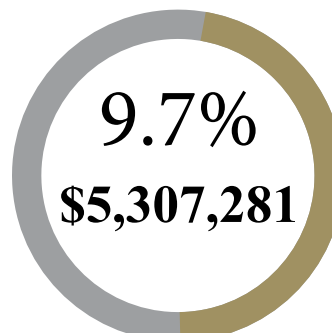
Shares - 17,000,000



Belize Telemedia Ltd.



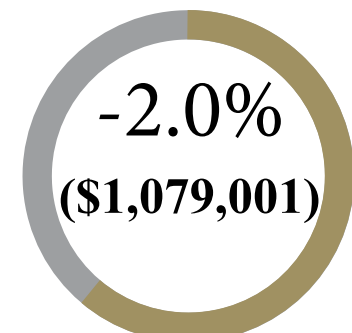
Shares - 17,000,000



Shares - 21,580,028



Belize Electricity Ltd.



Shares - 21,580,028

ADMINISTRATIVE EXPENDITURE

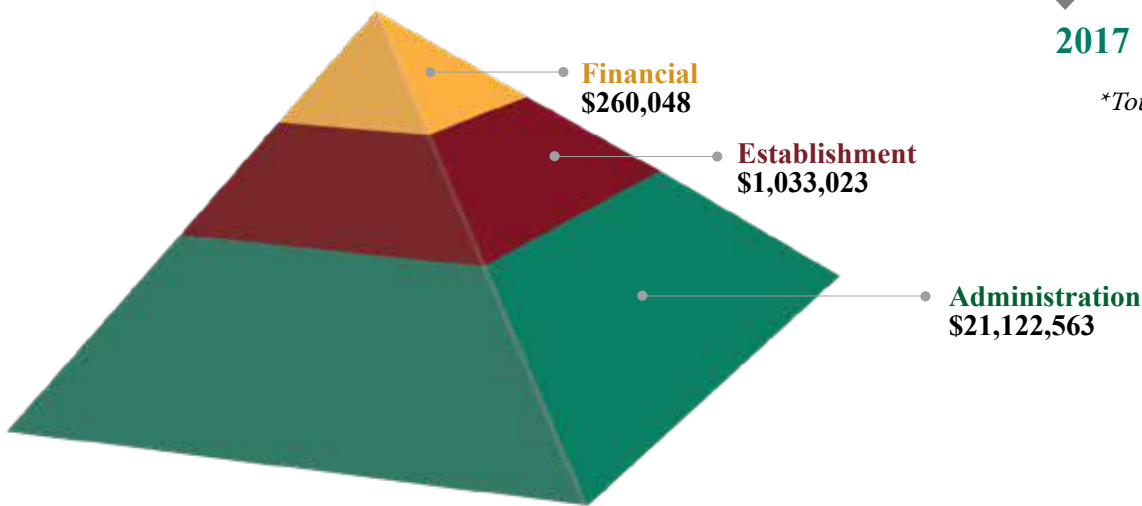
Operating Expense

Figures in BZ\$

Total paid out for Operating Expenses

2018	\$22,415,634	
↓	\$375,802 DECREASE	↓
2017	\$22,791,436	

*Total figure excludes NHI



EXPERIENCE CUSTOMER SERVICE
AT A NEW LEVEL
WHEN APPLYING FOR A SOCIAL SECURITY CARD

SOCIAL SECURITY BOARD

Introducing our **NEW IN-PERSON** Registration Service

Social Security at your fingertips!

NATIONAL HEALTH INSURANCE

The national Health Insurance (NHI) Program was initially funded by Social Security Board from 2001-2008 resulting in a total pay out of \$40 million.

In 2006, the Government of Belize (GOB) began to supplement the funds allocated by the SSB with transfers from the Ministry of Health (MOH) budget and direct Government transfers. Since then, the Government of Belize has invested \$166,600,376.00 in the NHI program.



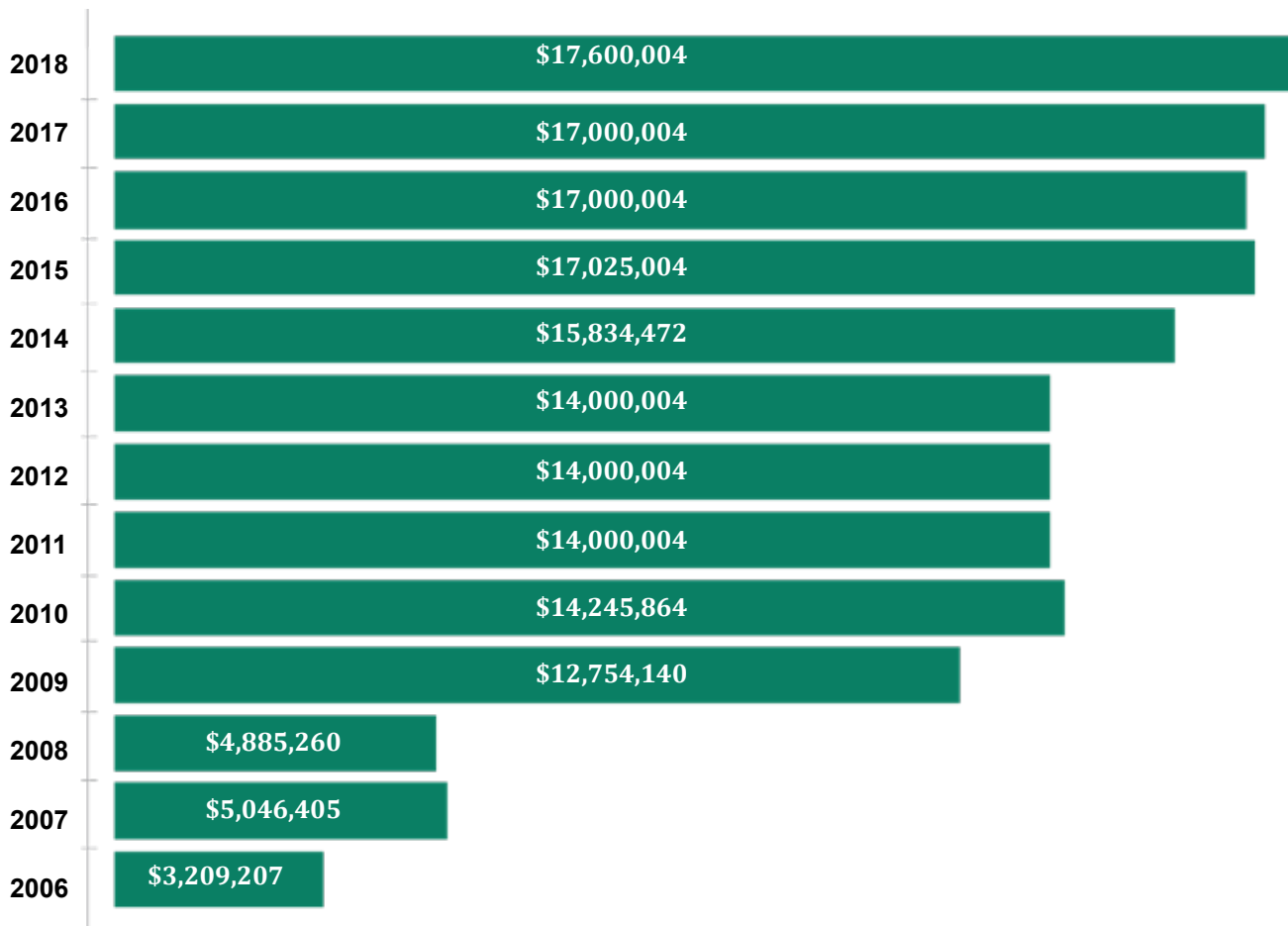
National Health Insurance

Government Contribution

Figures in BZ\$

TOTAL

\$166,600,376



NATIONAL HEALTH INSURANCE

Operational Expenses in 2018

Figures in BZ\$

TOTAL

\$16,875,000

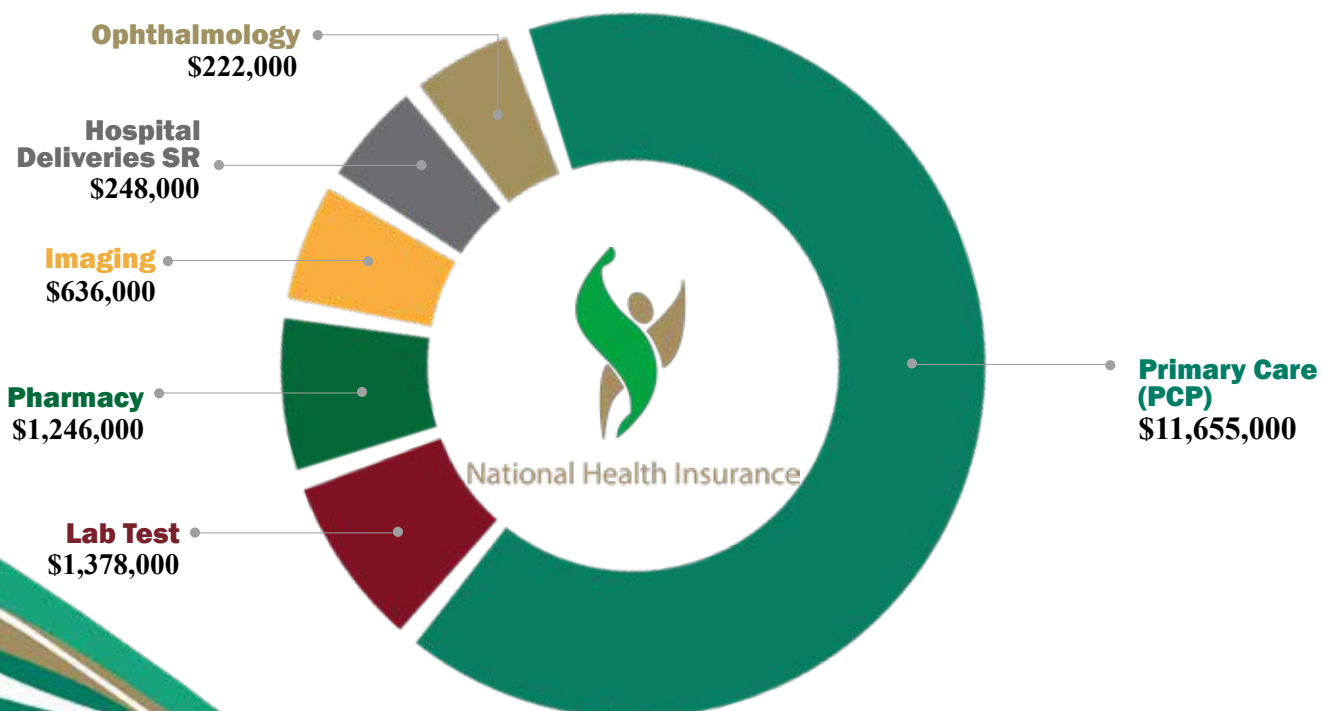


NHI Expenditures by Specific Services

Figures in BZ\$

TOTAL

\$15,385,000



HIGH PRIORITY INITIATIVES

2018

During 2018, the following were high priority initiatives for the organization:



1. Undertake Policy and Legislative Review and Finalize Amendments;



2. Undertake Public Relations, Corporate Social Responsibility, Stakeholder Consultation;



3. Strengthen Human Resources Management;



4. Implement Technology Solutions & Improve Information Management.

ACCOMPLISHMENTS

2018

☞ The SSB Management Team was prepared and equipped to unpack SSB's new 5-year Strategic Plan and cascade the strategic focus for 2018 ensuring socialization by staff.

☞ An Annual Human Capital Strategy and action plan was formalized. This included internal recruitment, new hire orientation, training and cross training, coaching, career development, leadership development training, and succession planning.

☞ A review of the organizational structure (Structural Model) was conducted to ensure best fit, including rotations of management staff.

☞ Training was conducted on the new Performance Management System to better understand, embrace and embody performance management roles.



ORGANIZATIONAL UPDATES

ACCOMPLISHMENTS



- ☪ A Corporate Strategy Review was conducted. We formulated an annual cycle to reflect our position relative to the strategic plan and addressed the challenges.
- ☪ A Change Management Strategy was developed to support the new integrated digital platform project.
- ☪ A review and update of all Internal Human Resources Services (HRS) Policies and Procedures was initiated.
- ☪ A business case was developed for a new Human Resources Information System (HRIS) system.

- ☪ There were key policy and procedural changes in the areas of Registration, Collection/ Contribution/ Compliance and Benefits. These included a more efficient card printing process, removal of expiration dates from cards for Belizean citizens/permanent residents/CSME cardholders, and removal of a police report requirement for card replacement.
- ☪ We prepared a Risk Based Enforcement Strategy (to reduce evasion, and increase efficiency in the collection of contributions).
- ☪ The Sickness Benefit guidelines was prepared and presented to physicians.
- ☪ Interagency collaboration was improved to reduce evasion and fraud, to increase compliance and to improve social security coverage. In partnership with the International Labour Organization, SSB facilitated focus group discussions with the self-employed persons in an effort to reform social security's coverage of the self-employed.
- ☪ Physicians were trained in filling out Social Security forms, and were made aware of policies and procedures to decrease the incidence of fraud.



ACCOMPLISHMENTS

2018



Corporate Customer Relations Services Division (CCRS) was created in March of 2018 with the goal to openly and consistently communicate with stake holders as well as provide excellent customer service.



A Communication Strategy was developed and we implemented a public relations campaign to educate the public about all things Social Security including available benefits and the corresponding qualifying conditions. This initiative took the form of face-to-face discussions, media appearances, public dialogues and social media activities, which were well received with much gratitude from the general population.



The first annual SSB Connect was executed and we had the opportunity to engage with an audience representative of all stakeholders to share SSB's financial position and discuss other important topics and changes.



Our Scholarship Program awarded 49 scholarship recipients the opportunity to pursue their studies as follows:

- 31 High School,
- 16 Sixth Form,
- 2 Bachelor's level.

SCHOLARSHIPS








The Ride Across Belize was another Corporate Social Responsibility success and raised \$30,000 for the Kidney Association of Belize.




ACCOMPLISHMENTS

2018

-  NHI identified the top most prescribed and costly medications and entered into a new purchasing contract with four Pharmacy Providers.
-  NHI assumed the responsibility of purchasing directly from Pharmacy Suppliers for the top 38 medications and implemented a dispensing fee model. This, along with capping of all support services, has enabled NHI to keep expenditures within the prescribed budget allocated by Government. This initiative has rendered efficiency gains of BZ\$500,000 which will be reinvested in the program.
-  Non-Communicable Diseases and a Geriatric Symposiums were held.
-  NHI: The Mercy Outreach Feeding Program was acquired and is managed by the Mercy Clinic PCP. The meals are tailored by the nutritionist to meet established guidelines in support of patient’s nutritional requirements to achieve better health outcomes. The outreach feeding program, has been successful and accepted by recipients. 50 meals on wheels are delivered daily from Monday to Friday.
-  In October 2018, pension payments started through the direct deposit service; before, pensions were paid at the branch offices through checks.





DIRECT DEPOSIT

 Direct Deposit became mandatory on October 1, 2018 and all benefit payments were done using this process,

	<u>Total DD Transactions</u>	<u>Total Benefit Paid</u>
2018:	23,668	\$5,417,276.23
2017:	2,396	\$605,838.00

Total savings of \$51,596.24 versus cheque printing.

-  Networking with Banks and Software Developers was done to improve processing of Online Contributions Payments.
-  As at December 31, 2018 3,413 businesses registered of which 2,126 used the portal consistently throughout the year. This accounted for 49,000 of our active insured persons.



Grant Thornton

An instinct for growth™

INDEPENDENT AUDITORS' REPORT

To the Board of Directors:
Social Security Board:

Grant Thornton, LLP
40 A Central American Boulevard
Belize City
Belize
T +501 227 3020
F +501 227 5792
E info@ibzgt.com
www.grantthornton.bz

Opinion

We have audited the financial statements of Social Security Board, which comprise the statements of financial position as at December 31, 2018 and 2017, and the statements of profit, statement of other comprehensive income, statements of changes in reserves and statements of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Social Security Board as at December 31, 2018 and 2017, and of its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRSs), and requirement of the Financial and Accounting Regulations of the Social Security Act, Chapter 44, Revised Edition 2000-2003.

Basis for Opinion

We conducted our audits in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Social Security Board in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing Social Security Board's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Social Security Board or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the financial reporting process of Social Security Board.

FINANCIAL STATEMENTS



Grant Thornton

An instinct for growth™

Independent Auditors' Report

Page 2

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error; to design and perform audit procedures responsive to those risks; and to obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during the audit.

A handwritten signature in blue ink that reads "CSB&Associates, H/P".

Chartered Accountants
Belize City, Belize
April 30, 2019

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

ASSETS	Notes	2018	Restated 2017	Restated 2016
Current assets:				
Cash and cash equivalents	2g, 2h, 4	\$ 35,934,184	\$ 30,943,472	\$ 29,345,288
Short term investments	2g, 2i, 5	23,988,181	27,272,010	80,269,005
Investment income receivable	2g, 6	12,808,149	10,320,025	10,145,635
Office supplies	2j	240,019	254,056	248,526
Accounts receivable	2g, 2k, 7	1,469,147	1,395,773	4,013,378
Prepayments	2l	417,533	429,999	335,926
Current portion loans receivables	2g, 10	14,861,313	13,744,300	12,065,148
Total current assets		<u>89,718,526</u>	<u>84,359,635</u>	<u>136,422,906</u>
Non-current assets:				
Investment in associates	2m, 8	193,263,669	194,729,384	141,394,929
Long term investments	2g, 9	118,049,646	94,892,402	74,811,153
Loan principal receivable – net	2g, 10	106,284,364	113,489,016	116,443,190
Held for sale	11	11,233,205	11,268,477	11,278,013
Other assets	12	1,050,000	1,066,800	1,082,400
Intangible asset	2n, 13	1,558,354	1,720,678	1,586,157
Fixed assets – net	2o, 14	26,126,476	25,225,551	25,557,486
Total non-current assets		<u>457,565,714</u>	<u>442,392,308</u>	<u>372,153,328</u>
TOTAL ASSETS		<u>\$547,284,240</u>	<u>\$526,751,943</u>	<u>508,576,234</u>
LIABILITIES AND RESERVES				
Current liabilities:				
Accounts payable and accruals	2g, 15	\$ 10,315,034	\$ 10,907,343	\$ 7,784,489
Severance payable current portion	2g, 16	231,685	220,084	204,337
Total current liabilities		<u>10,546,719</u>	<u>11,127,427</u>	<u>7,988,826</u>
Long term liabilities:				
Pension liability	2p, 17	990,758	293,767	488,766
Severance payable	2g, 16	2,375,097	2,383,098	1,157,909
Total long term liabilities		<u>3,365,855</u>	<u>2,676,865</u>	<u>1,646,675</u>
Total liabilities		<u>13,912,574</u>	<u>13,804,292</u>	<u>9,635,501</u>
Reserves:				
Short term benefits branch		11,848,391	12,835,358	15,892,967
Long term benefits branch		424,737,974	419,595,497	416,733,459
Employment injury benefits reserve		79,401,068	62,977,882	48,574,480
Disablement and death benefits reserves	2u	13,655,200	14,123,869	15,174,003
National health insurance fund		2,543,354	2,206,294	1,960,173
Natural disaster fund		1,551,076	1,301,076	1,051,076
Social development fund		625,361	201,442	43,342
Pension reserve	2p, 17	(990,758)	(293,767)	(488,767)
Total reserves		<u>533,371,666</u>	<u>512,947,651</u>	<u>498,940,733</u>
TOTAL LIABILITIES AND RESERVES		<u>\$547,284,240</u>	<u>\$526,751,943</u>	<u>\$508,576,234</u>

The financial statements on pages 3 to 8 were approved and authorized for issue by the Board of Directors on April 29, 2019 and are signed on its behalf by:


Chairman


Director

Restated 2017 and 2016 figures include modifications as described in Note 22.
The notes on pages 9 to 46 are an integral part of these financial statements.

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF PROFIT YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>Notes</u>	<u>2018</u>	<u>2017</u>
INCOME	2q		
Contributions:			
Employers and employed persons		\$ <u>87,043,419</u>	\$ <u>82,610,532</u>
Other income:			
Net investment income	18	20,453,617	23,888,586
Other income – net	19	1,262,823	1,084,835
GOB contribution to NHI Fund	2r, 25	<u>17,600,004</u>	<u>17,000,004</u>
Total other income		<u>39,316,444</u>	<u>41,973,425</u>
TOTAL INCOME		<u>126,359,863</u>	<u>124,583,957</u>
EXPENDITURES			
Benefits:	2t		
Short term benefits branch		14,356,574	15,232,967
Long term benefits branch		54,032,583	49,859,411
Employment injury benefits branch		3,662,783	3,308,764
Disablement and death benefits		2,092,614	2,100,889
National health insurance benefits		<u>16,305,209</u>	<u>15,822,665</u>
Total benefits		<u>90,449,763</u>	<u>86,324,696</u>
Operating expenses:			
Administration	20	22,028,413	22,441,977
Establishment	21	1,084,908	1,094,820
Financial		<u>260,048</u>	<u>185,857</u>
Total operating expenses		<u>23,373,369</u>	<u>23,722,654</u>
TOTAL EXPENDITURES		<u>113,823,132</u>	<u>110,047,350</u>
EXCESS OF INCOME OVER EXPENDITURES		<u>\$ 12,536,731</u>	<u>\$ 14,536,607</u>

The notes on pages 9 to 46 are an integral part of these financial statements.

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF OTHER COMPREHENSIVE INCOME YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
EXCESS OF INCOME OVER EXPENDITURES	\$12,536,731	\$14,536,607
OTHER COMPREHENSIVE INCOME:	2u	
APV disablement benefits	599,349	108,717
APV death benefits	<u>222,683</u>	<u>211,772</u>
	822,032	320,489
Actuarial (loss) gain on defined benefits plan	<u>(575,555)</u>	<u>198,388</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$12,783,208</u>	<u>\$15,055,484</u>

The notes on pages 9 to 46 are an integral part of these financial statements.

SOCIAL SECURITY BOARD

STATEMENTS OF CHANGES IN RESERVES YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	Short term Benefits Branch	Long term Benefits Branch	Employment Injury Benefits Branch	Disablement and Death Benefits Reserve	National Health Insurance Fund	Natural Disaster Fund	Social Development Assistance Account	Pension Reserve	Total
Balance, December 31, 2017	\$12,835,358	\$419,595,497	\$62,977,882	\$14,123,869	\$2,206,294	\$1,301,076	\$ 201,442	\$(293,767)	\$512,947,651
Adjustment for the adoption of IFRS 9 (See Note 2g)	213,520	6,980,086	1,047,655	234,954	-	-	-	-	8,476,215
Adjusted balance as at January 1, 2018	13,048,878	426,575,583	64,025,537	14,358,823	2,206,294	1,301,076	201,442	(293,767)	521,423,866
Transfer to Social Development Account and Assistance Fund	-	-	(1,509,327)	-	-	250,000	1,259,327	-	-
Transfer to Long Term Benefit Branch	-	-	-	-	-	-	-	-	-
Natural Disaster Fund Expenditure	-	-	-	-	-	-	-	-	-
Social Development Account and Assistance Fund Expenditures	-	-	-	-	-	-	(835,408)	-	(835,408)
Excess of (expenditures over income) income over expenditures	(1,200,487)	(1,837,609)	16,884,858	(1,525,655)	337,060	-	-	(121,436)	12,536,731
Other Comprehensive Income	-	-	-	822,032	-	-	-	(575,555)	246,477
Balance, December 31, 2018	\$11,848,391	\$424,737,974	\$79,401,068	\$13,655,200	\$2,543,354	\$1,551,076	\$ 625,361	\$(990,758)	\$533,371,666

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF CHANGES IN RESERVES (CONTINUED) YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	Short term Benefits Branch	Long term Benefits Branch	Employment Injury Benefits Branch	Disablement and Death Benefits Reserve	National Health Insurance Fund	Natural Disaster Fund	Social Development Assistance Account	Pension Reserve	Total
Balance, December 31, 2016	\$16,335,484	\$428,336,829	\$49,926,971	\$15,596,503	\$1,960,173	\$1,051,076	\$ 43,342	\$(488,767)	\$512,761,611
Restatement (See Note 22)	(442,517)	(11,603,370)	(1,352,491)	(422,500)	-	-	-	-	(13,820,878)
Restated Balance, December 31, 2016	15,892,967	416,733,459	48,574,480	15,174,003	1,960,173	1,051,076	43,342	(488,767)	498,940,733
Transfer to Social Development Account and Assistance Fund	-	-	(1,456,667)	-	-	250,000	1,206,667	-	-
Transfer to Long Term Benefit Branch	-	-	-	-	-	-	-	-	-
Natural Disaster Fund Expenditure	-	-	-	-	-	-	-	-	-
Social Development Account and Assistance Fund Expenditures	-	-	-	-	-	-	(1,048,567)	-	(1,048,567)
Excess of (expenditures over income) income over expenditures	(3,057,609)	2,862,038	15,860,069	(1,370,623)	246,121	-	-	(3,388)	14,536,608
Other Comprehensive Income	-	-	-	320,489	-	-	-	198,388	518,877
Balance, December 31, 2017	\$12,835,358	\$419,595,497	\$62,977,882	\$14,123,869	\$2,206,294	\$1,301,076	\$ 201,442	\$(293,767)	\$512,947,651

The notes on pages 9 to 46 are an integral part of these financial statements.

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF CASH FLOWS YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
OPERATING ACTIVITIES		
Excess of income over expenditures	\$12,536,731	\$14,536,608
Adjustments to reconcile excess of income over expenditures to net cash provided by operating activities:		
- Amortization expense – intangible asset	369,432	287,719
- Depreciation	1,139,742	1,142,839
- Interest and dividend income	(20,453,617)	(23,888,586)
- Loss on sale of fixed asset	14,221	21,485
- Bad debt expense	672,108	301,194
- Service cost of defined benefit plan	106,748	(11,300)
- Net interest on defined benefit liability	14,688	14,688
- Result from equity accounted investments	<u>(6,159,401)</u>	<u>(10,622,661)</u>
Operating loss before working capital changes	(11,759,348)	(18,218,014)
Net changes in working capital:		
Office supplies	14,037	(5,530)
Accounts receivable	(73,374)	2,617,605
Prepayments	12,466	(94,075)
Held for sale	35,272	9,536
Other asset	16,800	15,600
Accounts payable and accruals	(592,309)	3,122,854
Severance liability	<u>3,600</u>	<u>1,240,936</u>
Net cash used in operating activities	(12,342,856)	(11,311,088)
INVESTING ACTIVITIES		
Investment in associates	-	(50,000,000)
Long term investments	(14,681,029)	(20,081,249)
Loan principal receivable	5,415,531	973,828
Short term investments	3,283,829	52,996,995
Additions to fixed assets	(2,058,412)	(832,389)
Increase in intangible asset	(207,108)	(422,240)
Proceeds from sale of fixed assets	3,524	-
Interest received	17,965,493	23,714,197
Dividends received	<u>7,625,116</u>	<u>7,288,208</u>
Net cash provided by investing activities	17,346,944	13,637,350
FINANCING ACTIVITIES		
Change in death and disablement reserve	822,032	320,489
Change in social development fund	<u>(835,408)</u>	<u>(1,048,567)</u>
Net cash used in financing activities	(13,376)	(728,078)
Net increase in cash and cash equivalents	4,990,712	1,598,184
Cash and cash equivalents, January 1	30,943,472	29,345,288
Cash and cash equivalents, December 31	\$35,934,184	\$30,943,472

The notes on pages 9 to 46 are an integral part of these financial statements.

FINANCIAL STATEMENTS



Grant Thornton

An instinct for growth™

SUPPLEMENTARY AUDIT REPORT

**To the Board of Directors:
Social Security Board:**

Grant Thornton, LLP
40 A Central American Boulevard
Belize City
Belize
T +501 227 3020
F +501 227 5792
E info@bz.gt.com
www.grantthornton.bz

Our report on the examinations of the financial statement of the Social Security Board as of December 31, 2018 and 2017 appears on pages 1 and 2. These examinations were made primarily for the purpose of expressing an opinion on the financial statements taken as whole. The supplementary information accompanying the financial statements is not necessary for fair presentation of the financial statements of the financial position or results of operations in accordance with International Financial Reporting Standards. The supplementary information is presented in accordance with Sections 13 and 21 of the Financial and Accounting Regulations of the Social Security Act, Chapter 44, Revised Edition 2000-2003. The supplementary information has been subjected to the auditing procedures applied in the examinations of the financial statements and in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

CSB&Associates, LLP

**Chartered Accountants
Belize City, Belize
April 30, 2019**

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF INCOME AND EXPENDITURES – SHORT TERM BENEFITS BRANCH YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INCOME		
Contributions:		
Employers and employed persons	\$16,755,857	\$15,902,527
Total contributions	16,755,857	15,902,527
Other income:		
Net investment income	515,236	764,866
Others	420,946	361,612
Total other income	936,176	1,126,478
TOTAL INCOME	<u>17,692,033</u>	<u>17,029,005</u>
EXPENDITURES		
Benefits:		
Maternity	4,013,175	3,604,593
Sickness	9,348,033	10,656,948
Maternity grants	995,366	971,426
Total benefits	14,356,574	15,232,967
Operating expenses:		
Administration	4,109,820	4,446,736
Establishment	345,889	350,406
Financial	80,237	56,505
Total operating expenses	4,535,946	4,853,647
TOTAL EXPENDITURE	<u>18,892,520</u>	<u>20,086,614</u>
EXCESS OF EXPENDITURES OVER INCOME	<u>\$ (1,200,487)</u>	<u>\$ (3,057,609)</u>

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF INCOME AND EXPENDITURES – LONG TERM BENEFITS BRANCH YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INCOME		
Contributions:		
Employers and employed persons	\$48,961,924	\$46,468,425
Total contributions	48,961,924	46,468,425
Other income:		
Net investment income	16,843,369	20,055,754
Others	420,941	361,612
Total other income	17,264,310	20,417,366
TOTAL INCOME	<u>66,226,234</u>	<u>66,885,791</u>
EXPENDITURES		
Benefits:		
Retirement	39,405,171	35,453,108
Invalidity	3,630,584	3,588,154
Survivors	7,627,724	7,159,864
Funeral	1,359,717	1,360,915
Non-contributory pension	2,009,387	2,297,370
Total benefits	54,032,583	49,859,411
Operating expenses:		
Administration	13,605,132	13,757,431
Establishment	345,890	350,406
Financial	80,238	56,505
Total operating expenses	14,031,260	14,164,342
TOTAL EXPENDITURES	<u>68,063,843</u>	<u>64,023,753</u>
EXCESS OF EXPENDITURES OVER INCOME	<u>\$ (1,837,609)</u>	<u>\$ 2,862,038</u>

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF INCOME AND EXPENDITURES – EMPLOYMENT INJURY BENEFITS BRANCH YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INCOME		
Contributions:		
Employers and employed persons	\$21,325,638	\$20,239,580
Total contributions	21,325,638	20,239,580
Other income:		
Net investment income	2,528,053	2,337,700
Others	420,941	361,612
Total other income	2,948,994	2,699,312
TOTAL INCOME	<u>24,274,632</u>	<u>22,938,892</u>
EXPENDITURES		
Benefits:		
Disablement grants	483,701	518,250
APV disablement benefits	599,349	108,717
APV death benefits	222,683	211,772
Employment injury	2,348,050	2,468,525
Funeral grants	9,000	1,500
Total benefits	3,662,783	3,308,764
Operating expenses:		
Administration	3,300,863	3,363,148
Establishment	345,890	350,406
Financial	80,238	56,505
Total operating expenses	3,726,991	3,770,059
TOTAL EXPENDITURES	<u>7,389,774</u>	<u>7,078,823</u>
EXCESS OF INCOME OVER EXPENDITURES	<u>\$16,884,858</u>	<u>\$15,860,069</u>

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF INCOME AND EXPENDITURES – DISABLEMENT AND DEATH BENEFITS RESERVES YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INCOME		
Contributions:		
APV disablement benefits	\$ 599,349	\$ 108,717
APV death benefits	<u>222,683</u>	<u>211,772</u>
Total contributions	<u>822,032</u>	<u>320,489</u>
Net investment income	<u>566,959</u>	<u>730,266</u>
TOTAL INCOME	<u>1,388,991</u>	<u>1,050,755</u>
EXPENDITURES		
Benefits:		
Disablement pension	1,446,074	1,453,451
Death benefits	<u>646,540</u>	<u>647,438</u>
TOTAL EXPENDITURES	<u>2,092,614</u>	<u>2,100,889</u>
EXCESS OF EXPENDITURES OVER INCOME	<u>\$ (703,623)</u>	<u>\$(1,050,134)</u>

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

STATEMENTS OF INCOME AND EXPENDITURES – NATIONAL HEALTH INSURANCE FUND YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INCOME		
Contributions:		
Government of Belize	\$17,600,004	\$17,000,004
Total contributions	<u>17,600,004</u>	<u>17,000,004</u>
EXPENDITURES		
Benefits:		
National health insurance benefits	<u>16,305,209</u>	<u>15,822,665</u>
Total benefits	<u>16,305,209</u>	<u>15,822,665</u>
Operating expenses:		
Administration	905,850	885,962
Establishment	47,239	43,602
Financial	<u>4,646</u>	<u>1,654</u>
Total operating expenses	<u>957,735</u>	<u>931,218</u>
TOTAL EXPENDITURES	<u>17,262,944</u>	<u>16,753,883</u>
EXCESS OF INCOME OVER EXPENDITURES	<u>\$ 337,060</u>	<u>\$ 246,121</u>

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

SHORT TERM INVESTMENTS	<u>2018</u>	<u>2017</u>
<u>Term Deposits</u>		
Heritage Bank Limited:		
2% Maturing January 10, 2019	\$ 1,000,000	\$ -
2% Maturing January 19, 2019	3,254,170	-
1.5% Maturing January 28, 2019	1,706,094	-
1.5% Maturing February 1, 2019	2,131,505	-
1.5% Maturing March 27, 2019	2,122,416	-
2% Maturing January 11, 2018	-	1,000,000
2% Maturing January 20, 2018	-	3,190,223
2% Maturing January 29, 2018	-	1,672,568
2% Maturing February 2, 2018	-	2,089,620
2% Maturing February 19, 2018	-	3,314,803
2% Maturing March 26, 2018	-	2,080,800
Atlantic Bank Limited		
2.85% Maturing December 12, 2019	518,624	-
2.85% Maturing October 16, 2019	1,628,732	-
3.5% Maturing November 2, 2019	1,500,000	-
3.5% Maturing November 2, 2019	1,500,000	-
3% Maturing October 16, 2018	-	1,628,723
3% Maturing November 2, 2018	-	1,500,000
3% Maturing November 2, 2018	-	1,500,000
3% Maturing December 12, 2018	-	518,624
National Bank of Belize		
3% Maturing on January 8, 2019	2,038,636	-
3% Maturing on January 8, 2019	2,588,014	-
3% Maturing on December 28, 2018	-	2,038,634
3% Maturing on December 28, 2018	-	2,588,015
Total Term Deposits	19,988,181	23,122,010
<u>Treasury notes</u>		
Government of Belize		
3.00% Maturing September 14, 2019	4,000,000	-
3.25% Maturing December 31, 2018	-	3,150,000
1.50% Maturing May 19, 2018	-	1,000,000
Total Treasury Notes	4,000,000	4,150,000
TOTAL SHORT TERM INVESTMENTS	23,988,181	27,272,010

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
INVESTMENT IN ASSOCIATES		
Belize Electricity Limited		
21,580,028 (2016: 18,580,028) ordinary shares, BZ\$ 2 par value	\$105,372,823	\$110,591,940
Belize Telemedia Limited		
17,000,000 (2016: 10,000,000) ordinary shares, BZ\$ 1 par value	87,890,846	84,137,444
TOTAL INVESTMENT IN ASSOCIATES	193,263,669	194,729,384
LONG TERM INVESTMENTS		
<u>Municipal bonds</u>		
Belize City Council		
10 years bond @ 8% maturing December 22, 2022	2,882,200	2,882,200
5 years bond @ 5.5% maturing November 6, 2018	-	1,000,000
10 years bond @ 8% maturing May 22, 2023	1,000,000	1,000,000
5 years bond @ 5.5% maturing May 23, 2018	-	1,000,000
10 years bond @ 8% maturing November 5, 2023	1,600,000	1,600,000
Total Municipal bonds	5,482,200	7,482,200
SHARES		
Belize Water Services Limited		
4,000,000 shares, held at fair value (2017: BZ\$1.50 par value)	16,720,000	6,000,000
Atlantic Bank Limited		
786 and 1,974 shares held at fair value (2017: BZ\$165 and \$100 par value respectively)	708,495	327,090
Citrus Products of Belize Limited		
7,947,175 shares, held at fair value (2017: BZ\$1.16 par value)	7,311,401	9,218,723
Total shares	24,739,896	15,545,813
DEBENTURES		
Belize Electricity Limited		
7% debentures maturing December 31, 2024	5,500,000	5,500,000
6.5% debentures maturing December 31, 2030	700,000	700,000
	6,200,000	6,200,000

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
TREASURY NOTES		
Government of Belize		
4.50% Maturing July 13, 2023	\$ 4,000,000	\$ -
5.25% Maturing July 13, 2026	4,000,000	-
4.00% maturing July 13, 2021	2,000,000	-
5.25% Maturing January 13, 2026	10,000,000	10,000,000
4% Maturing August 1, 2021	9,500,000	9,500,000
4% Maturing August 1, 2021	7,850,000	7,850,000
3% Maturing Sep 14, 2019	-	4,000,000
	<u>37,350,000</u>	<u>31,350,000</u>
Floating rate notes		
3.75%+IR Maturing May 19, 2022	2,000,000	2,000,000
4.50%+IR Maturing May 19, 2024	7,000,000	7,000,000
5%+IR Maturing May 19, 2027	25,277,550	25,314,389
	<u>34,277,550</u>	<u>34,314,389</u>
Total Treasury Notes	71,627,550	65,664,389
TERM DEPOSITS		
Belize Bank Limited		
2.00% maturing February 6, 2020	3,000,000	-
2.00% maturing February 6, 2020	3,000,000	-
2.00% maturing February 6, 2020	4,000,000	-
	<u>10,000,000</u>	<u>-</u>
TOTAL LONG TERM INVESTMENTS	118,049,646	94,892,402
LOAN PRINCIPAL RECEIVABLE		
Mortgages and Housing		
Housing/MoH Mortgages		
10 to 20 years mortgages @ 8.5% interest	300,006	403,654
RECONDEV		
30 years loan @ 8% interest	265,787	312,588
Civil Service Credit Union Limited		
15 years loan @ 7.5% interest	938,342	938,342

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
LOAN PRINCIPAL RECEIVABLE (Continued)		
Mortgages and Housing		
BNBS Assigned Mortgages		
20 years loans @ 8.5% interest	\$ 508,350	\$ 552,182
Housing Mortgages – Tranche B		
District and Secondary, 10 – 20 years loans @ 8.5% interest	126,653	126,778
P.S.U. Housing Scheme		
Middle Income, 20 years @ 8.5%	887,661	1,056,686
St. James National Building Society Ltd.		
Assigned mortgages, 5 – 20 years loan @ 8.5% interest	366,639	381,734
Staff Housing Loans		
10 – 20 years @ 8% interest	2,598,498	2,174,297
Previous Staff Loans		
10 – 20 years @ 8% interest	1,037,864	1,046,745
Other	393,866	428,741
Staff Loans	1,177,527	1,267,739
	<u>8,601,193</u>	<u>8,689,486</u>
Less: provisions for loss on investment	(1,240,652)	(1,154,166)
	<u>7,360,541</u>	<u>7,535,320</u>
Private Sector Loans		
Development Finance Corporation		
12 months loan @ 3.5% interest	4,203,760	5,000,000
6 years loan @ 7% interest	232,248	449,103
14 years loan @ 5.5% interest	17,504,632	18,473,647
Belize Airport Authority		
16 years loan @ 6% interest	18,882,374	16,150,718
Sunshine Holdings Limited		
15 years loan @ 8.5% interest	14,133,562	14,133,562
Belize Water Services Limited		
21 years loan @ 6% interest	25,821,259	26,664,965

FINANCIAL STATEMENTS

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
LOAN PRINCIPAL RECEIVABLE (Continued)		
Private Sector Loans		
Belize Elementary School		
14 years loan @ 7% interest	\$ 394,995	\$ 432,895
Banana Growers Association		
10 years loan @ 6.5% interest	3,718,127	4,163,077
Citrus Company of Belize Limited		
7 years loan @ 7.5% interest	6,277,303	8,477,165
CGA - Citrus Growers Association		
5 years loan @ 6% Plant	1,456,901	2,026,907
4 years loan @ 6.5% Fertilizer	1,309,948	2,691,030
Marie Sharp Fine Foods		
10 years loan @ 7.5% interest	3,191,792	3,556,385
Royal Mayan Shrimp Farm		
8 years loan @ 7.5% interest	6,195,886	6,195,886
8 years loan @ 8% interest	743,000	-
Border Management Agency		
12 years loan @ 7.5% interest	4,235,675	5,037,967
Stann Creek- Ecumenical High School		
11 years loan @ 6%	355,403	402,272
Independence High School		
5 years loan @ 6%	-	94,699
Mountain View Farms Ltd.		
7 years loan @ 6.5% interest	-	1,569,670
Hot Mama's Belize Ltd.		
7 years loan @ 7.5% interest	581,601	581,601
Diverse Development Limited		
1 Year Revolving loan @7.5% interest	221,341	221,341
Meridian Enterprise Ltd.		
1 Year Revolving loan @7.5% interest	-	30,525

SOCIAL SECURITY BOARD

INVESTMENTS LISTINGS

YEARS ENDED DECEMBER 31, 2018 AND 2017 (IN BELIZE DOLLARS)

	<u>2018</u>	<u>2017</u>
LOAN PRINCIPAL RECEIVABLE (Continued)		
Private Sector Loans		
Caribbean Homes & Export Limited		
6 years loan @ 7% interest	\$ 2,610,954	\$ 3,244,361
Belize City Council		
3 years loan @ 6% interest	62,227	164,747
Citrus Productions of Belize		
4 years loan @ 8.5% Pine	1,170,000	710,000
8 years loan @ 8.5% Citrus	4,430,000	2,590,000
	<u>117,732,988</u>	<u>123,062,523</u>
Less: Provision for loss on investments	<u>(3,947,852)</u>	<u>(3,364,527)</u>
	113,785,136	119,697,996
TOTAL LOAN PRINCIPAL RECEIVABLE NET	<u>121,145,677</u>	<u>\$127,233,316</u>
TOTAL INVESTMENTS	<u>\$456,447,173</u>	<u>\$444,127,112</u>

A summary analysis of investments listed above by asset class at December 31, 2018 is presented below:

Investment Mix	% of Total Investment
Bonds	1.20%
Debentures	1.36%
Investment in associates	42.34%
Mortgages	1.61%
Private sector loans	24.93%
Shares	5.42%
Term deposits	6.57%
Treasury Notes	16.57%
Total	<u>100.00%</u>

* * * * *

COMING SOON...

Social Security at your fingertips!



**SSB IS GOING
DIGITAL
TO SERVE YOU BETTER!**

Registration



Contributions



Benefits



Mobile App



 [ssbbelize](https://www.facebook.com/ssbbelize)

 www.socialsecurity.org.bz