

December 10, 2012

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BERMUDA PUBLIC SERVICES UNION
P.O. Box HM763
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Sent by By E-Mail

Hamilton HM HX Bermuda

Dear Ms. Hart,

Thank you for sending questions to us that address the concerns of your membership.

We thank you for your interest in the views of the One Bermuda Alliance.

Please find attached our answers, not only to the questions that you have sent, but also to many of the issues that are important to Bermudians.

You will see that we have quoted our *Jobs and Economic Turnaround Plan* throughout our set of answers, and we have taken the liberty of attaching that plan to this document because it sets out in some detail the plans we have in relation to the questions that you have asked.

Thank you for providing the One Bermuda Alliance with an opportunity to share our ideas with your membership.

Yours sincerely,

L. Craig Cannonier, JP, MP Leader, One Bermuda Alliance

1. What are your views on saving open spaces and protecting the environment?

The One Bermuda Alliance is committed to environmental sustainability. The OBA will:

- Incorporate environmental considerations in all government decisionmaking.
- Implement a programme of expansion and upgrade of neighbourhood parks, recreational and open green spaces, coastal parks and picnic areas.
- Require environmental impact studies to be done on all major and unusual developments and projects.
- Establish a national reforestation plan, along with a national seed bank.
- Deliver on the Southlands national park.
- Conduct coastal sensitivity mapping aimed at identifying risk hazards and vulnerable areas.
- Provide incentives for new developments on brown field sites.
- Aggressively pursue illegal development in accordance with Bermuda's planning laws.
- Promote the "Polluter Pays Principle" through proper enforcement and increases in penalties for littering, illegal dumping, and other actions dangerous to the environment.
- Perform an operational review and an organizational methods review of the entire planning process to make the Department of Planning more user-friendly.
- Review the needs and operations of the Special Development Orders granted to the Environment Minister so that the entire process is clearly articulated, far more transparent, and equitable.
- Pursue solutions to the problems of feral animals and invasive species.

2. How do you propose to deal with the \$1.5 billion debt in the next 5 years?

Please see pages 8-9 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans for Reducing Government Debt.

We believe that a balanced approach to economic management is the only way to send Bermuda on the road to meaningful recovery. Harsh austerity measures could have a negative impact on growth and prolong the recession. And

we know that we can't grow our way out of debt by continued Government spending alone; that could lead Bermuda into a much deeper financial hole and loss of our hard-earned reputation.

That's why it's time Bermuda had a Government that really invests in our people, welcomes rather than alienates job creators and plans for the future by living within its means, just like responsible individuals, families and businesses do.

The OBA *Jobs and Economic Turnaround Plan* will put Bermuda back on the road to recovery by stimulating investment, restoring badly needed confidence, creating new jobs for hard-working Bermudians and laying the foundation for future growth and shared prosperity. Our future depends on it.

An OBA government will deal with our \$1.5 billion national debt through responsible growth of the economy and disciplined financial management. Please see pages 4-9 in our *Jobs and Economic Turnaround Plan* (at the end of this document) for a discussion of our plans to Grow the Economy to Create Goodpaying Jobs for Hard-working Bermudians, Control Government Spending, and Reduce Government Debt.

3. What plans do you have to find jobs for the youth of Bermuda?

See pages 4-6 and 9-11 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans to Grow the Economy to Create Good-paying Jobs for Hard-working Bermudians, and Create Ladders of Opportunity by Investing in Education and Skills Training.

We have concrete plans that will create new jobs for young Bermudians, as well as to create ladders of opportunity for young Bermudians by investing in education and skills training.

4. Statement

The high level of unemployment among young persons in the labour force is the direct result of the economic slowdown. The current recession is characterized by a dramatic decline in industry sectors that traditionally have employed significant shares of low skilled workers. These industries include but are not limited to construction, the retail sector, hotels and the restaurant sector. While advances in the use of technology in virtually

every job in the workplace are ongoing many young people are leaving or completing their secondary education with little or no meaningful workplace skills. I'm referring to the type of proficiencies which are currently taught in the school system and would equip young people to secure entry level employment with an employer who is NOT a relative or family friend, i.e. speaking, typing, note-taking, basic arithmetic, strong grasp of MS Office, presenting, problem solving.

Question

How does your party propose to address the mindset of Bermudians who

- (i) seem to pay little attention to the quality of education their children receive and;
- (ii) do not have high expectations for their children as it relates to their work/study performance at school?

Please see the Education statement in Question 5(a) and pages 10-11 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for our initiatives to improve the skills and training our young people receive to ensure that they have good career and job options when they graduate.

Our efforts to engage parents to play a more central role in their children's education will begin with programmes aimed at parental involvement at the preschool and primary level in order to establish strong connections at an early stage in their children's development. We believe more needs to be done to enhance early childhood screening and intervention for learning and behavioural deficits, working with parents, to ensure that more children are school-ready by the time they enter primary school.

We believe that with stronger encouragement, PTA's can become a more effective and integral part of every school support team. In addition to establishing school boards that would include parents, we believe that more can be done to increase open communication with PTAs and parents to facilitate parental involvement and input.

5. How will your Administration/Government address and improve:

a) Education

Please see pages 9-11 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans to address and improve our Education system.

The OBA's plan for the education and training needs of Bermudians begins in pre-school and continues through Bermuda College. It connects foundational education and skills training to the real-world needs of employers. It also includes those Bermudians who may have completed their formal education but need additional skills or retraining to maximise their job opportunities and take-home pay. We recognise that not everyone will complete formal education through secondary school and there must be an education safety net through GED and other vocational programmes to address their specific needs.

The OBA recognizes that in order for education reform to be successful, all those invested in the system—students, parents, teachers, principals, other education professionals and ministry officials—need to communicate respectfully, listen to each other and act in the best interests of Bermuda's students. This has not happened under the current Government. For example, it took a court decision to require the Ministry of Education to consult with parents over changes in leadership at a school level.

The 2012 Labour Force Survey shows a strong connection between educational attainment and income. It also clearly demonstrates that Bermudians with higher education and skills training have much lower rates of unemployment.

Bermudians must have the appropriate skills and training in order to obtain the best jobs and participate in our economy in a meaningful way. There are many essential jobs that Bermudians should rightly occupy with proper training and education—jobs in financial services, healthcare, education, hospitality, and construction, to name a few. It is the responsibility of Government to help prepare Bermudians to take advantage of these opportunities.

Creating Ladders of Opportunity

To provide Bermudians with the education, training and skills they need to take advantage of job opportunities, the One Bermuda Alliance will:

IMPLEMENT THE KEY 2007 HOPKINS REPORT RECOMMENDATIONS AS A MATTER OF URGENCY

ENSURE PRESCHOOL EDUCATION FOR ALL BERMUDIAN CHILDREN

- Expand government preschool availability to make early education more accessible to all.
- Enhance early-childhood screening and intervention for learning and behavioural deficits to ensure that more children are school-ready by the time they enter primary school.

SET HIGH STANDARDS, MEASURE PERFORMANCE AND ENSURE ACCOUNTABILITY FOR RESULTS

- Fully implement the Cambridge curriculum from primary to senior school, expanding beyond English, math and science.
- Establish an Independent Standards Board—the educational equivalent of the Auditor General— to provide independent and objective reports on school and overall student performance.
- Set a national standard for the education system, recognizing that the current Bermuda School Certificate is inadequate.

IMPLEMENT A TECHNICAL EDUCATION CURRICULUM INTEGRATED FROM MIDDLE SCHOOL THROUGH BERMUDA COLLEGE

• Ensure that all students have early exposure to a technical/vocational foundation so they are able to begin a rewarding career when they graduate.

MAKE EXCELLENCE IN TEACHING A PRIORITY

- Establish a professional development center for teachers, focusing on teaching skills and effective classroom discipline, and require ongoing training.
- Allocate more resources to teacher training, teacher mentoring and support.
- Set high standards for hiring teachers and insist on performance in the classroom.
- Establish Master Teachers to recognize excellence in teaching and assist new and less experienced teachers in order to raise teaching skills in the classroom.

CREATE A LEARNING ENVIRONMENT THAT ENHANCES STUDENTS' SUCCESS

- Extend the school day to allow more time for music, arts, sports and additional academic assistance if needed, and work with principals and teachers to develop flexible schedules.
- Increase the number of guidance counselors in schools to provide meaningful direction to students with educational and career choices, as recommended in the 2009 Mincy Report.

- Incorporate modern internship and day-release programmes in areas ranging from hospitality to financial services to better prepare students for job opportunities during the summer and upon graduation.
- Adopt behavioural management programmes used in some charter schools to provide better discipline and more effective classroom learning.
- Explore single-sex education for at-risk Bermudian males that would combine a solid academic foundation with a strong technical education curriculum to provide good career options on graduation.
- Transition Bermuda College into a four-year institution in select subject areas to give Bermudians without the ability to study abroad more options for college-level training on island.
- Create standards for a national physical-fitness programme that addresses health, exercise and diet beginning at the primary-school level

IMPLEMENT A COMPREHENSIVE REVIEW OF SPECIAL EDUCATION

- Review the effectiveness of mainstreaming.
- Address the adequacy of facilities and support staff.
- Review successes as well as emotional and behavioural issues.

PROVIDE GREATER AUTONOMY AT THE SCHOOL LEVEL

- Create a specialist team for each school that provides academic, remedial and social assistance to students and parents, and allocate more resources for counseling.
- Create local school boards for each school.
- Assist PTAs to become more effective and an integral part of every school support team.

INVEST IN CONTINUING EDUCATION AND RETRAINING

- Partner with the business community, unions and Bermuda College to define the skills and training required for good-paying jobs in the professions and trades.
- Create a modern version of the National Training Board as a Bermuda Technical Education and Workforce Development Agency in conjunction with employers. The agency will include a National Training Centre as well as a National Certification and Assessment Centre.
- Provide additional support for GED and job training programmes for Bermudians
 who have not completed their education and need to upgrade their skills, in order
 to enhance their employment opportunities.

b) The Economy

Please see pages 1-6 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plan to address and improve the Economy.

The OBA's *Jobs and Economic Turnaround Plan* follows two tracks, providing balance between responsible growth and disciplined financial management.

The first track implements specific pro-growth economic policies to stimulate much-needed foreign investment, restore confidence in our economy and create new jobs.

The second track eliminates wasteful Government spending and reduces the national debt, thereby making more money available for critical social programmes like the police service, healthcare, education and training, and social support for families.

By implementing our two-track approach, the OBA will:

- 1. Grow the economy to create good-paying jobs for hard-working Bermudians
- 2. Control Government spending
- 3. Reduce Government debt
- 4. Create ladders of opportunity by investing in education and skills training
- 5. Strengthen critical Government services
- 6. Reduce the cost of living

c) The Public Sector/Civil Service

A healthy and respectful working relationship with the public service civil servants is one of the keys to moving our country forward.

Civil servant jobs will be safe under an OBA government. We will not lay off civil servants – that is our promise on page 7 of our *Jobs and Economic Turnaround Plan* (see the end of this document).

We will invite civil servants to partner with us to reduce our crippling Government debt by strictly adhering to budgets and by seeking ways to improve the efficiency of government departments.

We will also re-instate the Tripartite Economic Advisory Council to enhance communication and the critical working relationship among unions, government and business – that is our promise on page 6 of our *Jobs and Economic Turnaround Plan* (see the end of this document).

6. We have many students going off to college but as far as I know, there is no one place that advises what careers are available in Bermuda and what they could/should be studying. For instance, the Government of Bermuda has many areas with foreign workers and have had them for years because we don't have Bermudians studying in those areas. I can think of department like Marine and Ports and Works and Engineering that have highly specialised positions. My suggestion is that we put together a listing of ALL jobs in Bermuda that are filled by guest workers, along with the qualifications for those posts. Make this information available to ANYONE who wants it, but specifically target students in Middle school or early high school so that they know what is out there before they go to college.

We agree. Information about the types of jobs available in government and particularly those that are filled by non-Bermudians should be more widely accessible through an on-line information site at the very least.

The Department of Statistics also puts out detailed reports on job categories in Bermuda (Employment Survey and Labour Market Indicators) and lists the percentage of jobs that are filled by non-Bermudians.

In our Education Plan (See 5(a)) we have included the need for more guidance counselors in the schools, and this type of information should be regularly distributed to them and to Bermuda College, to assist students with career planning. We believe that an integrated technical curriculum beginning at the middle school level will also expose all students to a strong technical foundation and provide them with more options and career choices when they graduate.

7. How does your party plan to assist Bermudians between the ages of 16-24 to find employment?

See pages 4-6 and 9-11 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans to Grow the Economy to Create Good-paying Jobs for Hard-working Bermudians, and Create Ladders of Opportunity by Investing in Education and Skills Training.

This question is very similar to question three (above).

Bermuda's unacceptable level of youth unemployment is the direct result of our failing economy.

We will create jobs for young people, and indeed for all Bermudians, by getting Bermuda back on the road to economic recovery.

We will also:

- Implement a fully integrated, modern technical curriculum, beginning in middle school and extending through Bermuda College. This will ensure that all students have early exposure to a technical/vocational foundation so they are able to start a productive career when they graduate from secondary school.
- Increase the number of guidance counselors in schools to provide meaningful direction to students with educational and career choices, as recommended in the 2009 Mincy Report.
- Incorporate modern internship and day-release programmes in areas ranging from hospitality to financial services to better prepare students for job opportunities during the summer and upon graduation.
- Explore single-sex education for at-risk Bermudian males that would combine a solid academic foundation with technical education curriculum and solid career options.
- 8. Does your party have a favorable opinion in reference to the role that labour unions play in Bermuda?

Yes, the One Bermuda Alliance understands and appreciates the important role that labour unions play in Bermuda in protecting the rights of workers.

We also appreciate the broader role that labour unions play in the area of workforce development, as well as the importance of an effective working relationship among Government, employers and unions.

We know that Bermuda's trade unions have valuable ideas and perspectives that should be heard by government on a regular basis.

Trade unions figure prominently in our *Jobs and Economic Turnaround Plan*:

- On page 6 is our promise to "Reinstate the Tripartite Economic Advisory Council to enhance communication and the critical working relationship among unions, government and business".
- On page 11, under the heading 'Ongoing education and retraining', is our promise to "partner with the business community, unions and Bermuda College to define the skills and training required for good-paying jobs in the professions and trades".

The Economic Advisory Council would meet every few months to discuss moving the economy forward.

We believe there needs to be a forum in which all of Bermuda's economic stakeholders have the opportunity to share their insights and to work together, with Government, to get Bermudians working again.

9. Specifically, what is your party's plan for debt reduction?

Please see pages 8-9 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans for Reducing Government Debt.

The OBA's two-track economic plan will have a positive impact on reducing government debt. Our pro-growth strategies will create new jobs and business activity on island. That increased activity will result in increased government revenues. We will use annual surpluses to pay down our national debt. In addition, by controlling excessive spending, the Government will start to live within its means once more.

In the meantime, Government will still have debt that requires proper management. To facilitate this, the OBA will marshal as many resources as are available in Bermuda by creating a Public Debt Advisory Board. The International Monetary Fund and the World Bank consider such boards as international best practice for sovereign-debt management as they promote transparency and confidence among both creditors and citizens.

The Board will advise and assist the Minister of Finance on planning and managing government's existing debt, as well as any potential future borrowing requirements. The net result will enhance confidence and transparency with Bermuda's creditors and credit rating agencies by providing:

- An orderly reduction in the public debt and debt service costs.
- The replacement of the present approach with a more effective risk management framework to manage risk and cost trade-offs.
- An effective partnership between Government and private sector expertise.

Reducing our national debt will make more money available for critical social programmes like the police service, healthcare, education and training, and social support for families.

10. What will the OBA do to protect jobs to make sure there are no more job losses?

See pages 4-6 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plans to Grow the Economy to Create Good-Paying Jobs for Hard-Working Bermudians.

A healthy and thriving economy is the best insurance against job losses and redundancies.

The OBA *Jobs and Economic Turnaround Plan* will put Bermuda back on the road to recovery by stimulating investment, restoring confidence, creating new jobs for hard-working Bermudians and laying the foundation for future growth and shared prosperity.

Growing our economy is the only way to create more jobs, and to protect the jobs of those already employed.

Civil servant jobs will be safe under an OBA government. We will not lay off civil servants – that is our promise on page 7 of our *Jobs and Economic Turnaround Plan*.

11. What can the OBA do to fix our roads, and when, for safety reasons? They are in the worst condition that I have ever seen and causing more wear and tear to our vehicles faster.

See page 5 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for our promise to implement an island-wide road improvement programme.

In addition to fixing our roads, which have been neglected for far too long, this initiative will also create jobs for Bermudian workers in the construction industry.

12. We need more lights on the public streets, in the city and in neighborhoods for the safety and security of the public.

See page 11 of our *Jobs and Economic Turnaround Plan* (at the end of this document) for a full discussion of our plan to Strengthen Critical Government Services.

We agree about the need for more lights on public streets, in Hamilton and in neighbourhoods across the island, for the safety and security of our citizens.

Our candidates have heard those comments repeatedly during their canvassing visits to homes across the island.

An OBA government will address this issue on an urgent basis. The safety and security of Bermudians is our greatest concern.

ENDS



Our OBA Government will be committed to social and economic equity for all — good paying jobs, safe neighbourhoods and great schools. We will leave no one behind.

Every day, Bermudians from all walks of life speak to me about the hardships they are enduring as the result of our failing economy.

Families whose breadwinners have lost their jobs tell me they are struggling to make ends meet. Small-business owners have fewer customers. Construction workers say there is little work to be found. Retail workers fear layoffs and shop closures. Taxi drivers and hospitality workers have lamented how few visitors there are. And landlords who rely on a tenant to help them with their mortgage tell me how difficult it is to pay their monthly bills with their rental apartment unoccupied.

Simply put, Bermuda faces an economic crisis so severe it casts a cloud of uncertainty over our future. With a \$1.5 billion debt, more than 3,000 of our fellow Bermudians unemployed and over 36 percent of our young people between the ages of 16 and 24 unable to find work, Bermuda faces the most severe challenge to its prosperity and long-term stability in its modern history.

The current Government claims the global recession is responsible for our economic crisis. And while it has played a role, a majority of Bermudians now realise that Government policies and mishandling of the economy have made the impact of that global recession much worse than it needed to be. This is clearly evident when we see that our island neighbours to the south have already experienced modest economic turnaround, while Bermuda is still deep in recession, with little improvement in sight.

Why is that the case for Bermuda?

Since 2004—long before the global recession started—the Government has lived beyond its

means, spending tens of millions of dollars on lavish overseas trips, hundreds of cars with GP license plates and overpaid consultants who under deliver. All of these excesses have been paid for by you, the taxpayer.

While it's evident that they should have been saving during the good times to tide us over during the bad, unfortunately they did not. So to cover the excesses created by this reckless spending, Government has borrowed more than a billion dollars. And now, the Government finds itself forced to continue borrowing just to meet its payroll while Bermudians—especially lower- and middle-income Bermudians—are paying the price of this Government's excesses with reduced incomes and loss of jobs.

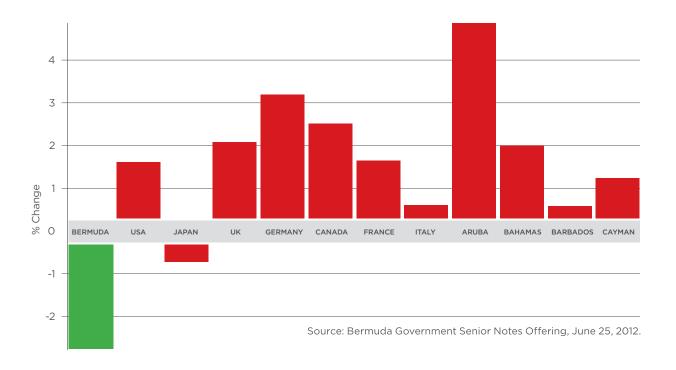
Over the past 10 years, more than 2,700 Bermudian jobs have gradually disappeared because of this Government's economic policies. Unpredictable taxation and the rising cost of doing business forced many local employers to cut back, and a job-killing term-limit policy sent many international-business jobs—that should have gone to Bermudians—overseas to our competitors. As a result, Bermuda is going through an historic decline in Bermudian jobs and opportunity.

Now, the Government has claimed our economic plan for recovery calls for drastic cuts and austerity—and then, without skipping a beat, they have said our plan calls for too much spending. Well, they seem to know as little about our plan as they do about prudent economic stewardship.

Here's what we know. The choice in the coming election is not between growth and austerity. The real choice is years of further decline and continuing job losses based on

GDP Growth 2011

Relative to Major Trading Partners and Caribbean Nations.



the Government's record so far, or responsible growth and disciplined financial management under an OBA government.

We believe that a balanced approach to economic management is the only way to send Bermuda on the road to meaningful recovery. Harsh austerity measures could have a negative impact on growth and prolong the recession. And we know that we can't grow our way out of debt by continued Government spending alone; that could lead Bermuda into a much deeper financial hole and the loss of our hard-earned reputation.

That's why it's time Bermuda had a Government that really invests in our people, welcomes rather than alienates job creators and plans for the future by living within its means, just like responsible individuals, families and businesses do.

The OBA Jobs and Economic Turnaround Plan will put Bermuda back on the road to recovery by stimulating investment, restoring badly needed confidence, creating new jobs for hard-working Bermudians and laying the foundation for future growth and shared prosperity. Our future depends on it.



CRAIG CANNONIER, JP, MPLeader, One Bermuda Alliance

THE OBA JOBS & ECONOMIC TURNAROUND PLAN

Positive, sure-handed leadership of the economy is needed more urgently than ever. The OBA Jobs and Economic Turnaround Plan will put Bermuda back on the road to recovery by restoring much needed confidence, stimulating investment, creating new jobs for hard-working Bermudians and laying the foundation for future growth and shared prosperity.

We must come out of this recession with all the ingredients in place for an economic expansion that generates jobs and opportunities, grows paycheques and creates a safer and more secure future for all. To achieve this, we must create a new foundation for growth—one that encourages local and international business to flourish—and makes our customers, whether they are business owners, guest workers or tourists, feel welcome.

The OBA will reform policies, practices and systems that hamper economic growth, and we must grow the economy. It is the only way to generate the income Bermuda needs to support critical social programmes and pay down our debt.



"The OBA Turnaround Plan will create 2,000 jobs over the next five years by implementing pro-growth economic policies. These 2,000 jobs will come in a range of sectors including construction, hospitality, retail, financial services and international business." Bob Richards, Shadow Finance Minister, Constituency 11, Devonshire East.

The OBA's Jobs and Economic Turnaround Plan follows two tracks, providing balance between responsible growth and disciplined financial management.

The first track implements specific pro-growth economic policies to stimulate much-needed foreign investment, restore confidence in our economy and create new jobs.

The second track eliminates wasteful Government spending and reduces the national debt, thereby making more money available for critical social programmes like the police service, healthcare, education and training, and social support for families.

By implementing our two-track approach, the OBA will:

- 1 Grow the economy to create good-paying jobs for hard-working Bermudians
- Control Government spending
- Reduce Government debt
- 4 Create ladders of opportunity by investing in education and skills training
- 5 Strengthen critical Government services
- 6 Reduce the cost of living



Grow the Economy to Create Good-Paying Jobs for Hard-Working Bermudians

Growing the economy to create jobs is the first track of our balanced economic plan.

Bermudians want good-paying jobs that allow them to support their families while giving them a sense of pride. Over the last ten years, we know from Government statistics that close to 3,000 Bermudian jobs and another 2,000 jobs held by non-Bermudians have been lost to our economy — roughly 5,000 lost jobs. The OBA Turnaround Plan will create 2,000 jobs over the next five years by implementing pro-growth economic policies. These 2,000 jobs will come in a range of sectors including construction, hospitality, retail, financial services and international business.

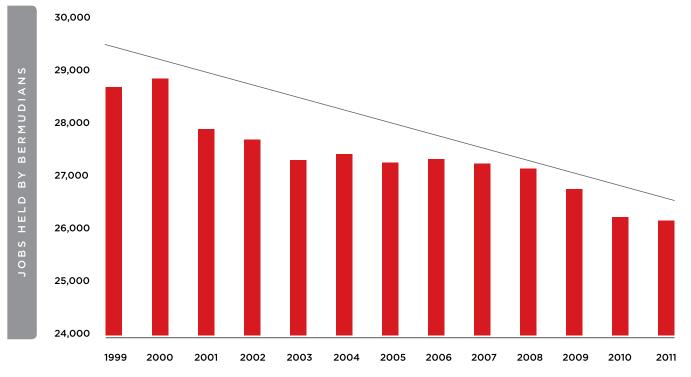
To accomplish this the OBA will:

Support Local Business Owners and Entrepreneurs

- Create jobs in the construction industry by reforming the approval process at the Department of Planning and implementing a fast-track system for straight forward applications.
- Grant local employers a two-year payroll-tax exemption for new Bermudian hiring.
- Boost Bermuda's small-business sector by ensuring that 20 percent of Government spending on goods and services—about \$80 million annually—is reserved for the island's small businesses.

Bermudian-held job losses

10 years in the making



Source: Bermuda Government Department of Statistics and Economic Review

- Require Government to pay its bills in 30 days, generating cash flow for businesses both small and large.
- Create jobs by initiating an island-wide roadimprovement programme.
- Stimulate entrepreneurship and job creation by expanding the Economic Empowerment Zones in Bermuda—for example, by extending the North Hamilton EEZ and developing the Marsh Folly area—and providing incentives for local job creators.
- Provide concessions to businesses and individuals committed to "green solutions," spurring entrepreneurship and creating new jobs while safeguarding our natural environment.
- Support Bermuda's agricultural and fishing industries and work with them to establish apprenticeship programmes to provide jobs and training for young Bermudians.

Attract New Foreign Investment

- Implement welcoming policies in partnership with the Corporation of Hamilton that stimulate foreign investment in Hamilton, particularly on waterfront redevelopment, thereby boosting tourism and generating jobs.
- Support policies in partnership with the Corporation of St. George's that stimulate foreign investment in the Town of St. George, creating jobs in the construction and tourism sectors and leading to its rejuvenation and redevelopment.

Rejuvenate Our Tourism Industry

- Move with urgency to put professionals, rather than politicians, in charge of our tourism industry by setting up a professional, results-oriented and accountable Tourism Authority to rejuvenate tourism and create jobs.
- Invite blue-chip hotel owners, operators and developers to Bermuda for a hospitality-

development summit that would deepen our understanding of their investment requirements. Armed with that knowledge, we will make Bermuda attractive to new hotel developments, thereby stimulating the construction and tourism sectors of our economy.

- Invest in the marketing of our World Heritage Site jewel, leading to an increase in visitors to St. George's and creating jobs in the tourism and retail sectors.
- Increase air arrivals by providing the marketing resources necessary and focussing on our core northeast U.S. customer base.



"We will rejuvenate Tourism by putting professionals, not politicians, in charge of a results-oriented and accountable Tourism Authority." Shawn Crockwell, Constituency 31, Southampton West Central.

Streamline and modernise the outdated, cumbersome and inefficient Hotel Concessions Act to attract new hotel investors, encourage the upgrading of existing properties and create jobs and training programmes for Bermudian hospitality workers.

- Work with Bermuda College, hotels and restaurants to enhance job-training programmes for Bermudians seeking careers in the culinary arts and hospitality sector.
- Reinstate the Tripartite Economic Advisory Council to enhance communication and the critical working relationship among unions, government and business.
- Hold a referendum on casino gaming.
- Make hotel developments in St. George's and Morgan's Point a reality.
- Secure a cruise ship for St. George's.

Make International Business Welcome in Bermuda

Partner with the private sector to aggressively market Bermuda to the international business world, inviting and welcoming job creators to the island.

- Create an International Business Concierge to assist new international businesses as they seek approval to do business in Bermuda and as they start operations.
- Make Bermuda more welcoming to job creators by fast-tracking work-permit approval for high-level staff at start-up.
- Grant all employers a two-year payroll-tax exemption for new Bermudian hiring, thereby stimulating the job market.
- Suspend the current term-limit policy for two years and institute reasonable guidelines that protect Bermudian jobs while encouraging new job creation.
- Implement policies to create new revenue streams in the international-business sector, for example by making the aircraft registry a QUANGO, thereby enabling it to hire the additional expertise necessary to grow the register and increase revenues.
- Establish an International Risk Institute in Bermuda by partnering with a leading risk management university to offer courses on island, thereby stimulating the tourism and retail sectors of our economy and creating new career opportunities for Bermudians.
- Diversify the international-business sector of the economy by making Bermuda attractive to fund managers and administrators, by diversifying the lines of business written by our insurance and reinsurance industry, and by expanding the existing insurance-linked securities market.



"For St. George's, we will create jobs by attracting foreign investors to develop the waterfront in the Old Town." Kenneth Bascome, Constituency 1, St. George's North.

Control Government Spending

The OBA plan to eliminate wasteful government spending is the second track of our balanced economic plan.

To accomplish this, the OBA will:

- Set up a Spending and Government Efficiency (SAGE) Commission to streamline government processes, improve delivery of services and make government more efficient, more cost-effective, more transparent and more user-friendly.
- Provide the Public Accounts Committee the support it needs to help prevent the kinds of abuses and excesses that have so damaged the public purse and the island's reputation.
- Create an Office of the Contractor General, independent of Government, to oversee Government projects from tendering to completion, to ensure that policies are strictly enforced and to identify unfair practices or offensive conduct.
- We will introduce whistle-blower legislation to protect those who act in the public interest by bringing attention to wasteful Government spending.
- Insist upon financial accountability in the civil service, ensuring that budgets are strictly adhered to.

- There are also immediate steps that can be taken to reduce Government spending which the OBA will implement, such as:
- Cut down on the use of consultants by Government.
- Eliminate unnecessary Government travel.
- Reduce the number of GP-licensed cars and set up car pooling to reduce costs.
- Reduce Ministers' pay by 10 percent.
- Freeze the size of the civil service and reduce it through attrition — no layoffs of civil servants.
- Reduce costs by moving rented Government offices out of Hamilton to less expensive locations.
- Renovate existing WEDCO buildings in Dockyard rather than build new units, leading to cost savings.



SYLVAN RICHARDS JR. #7, HAMILTON SOUTH



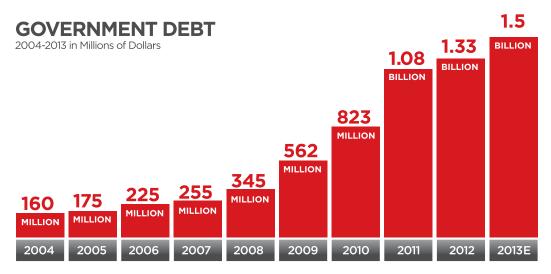
PATRICIA GORDON-PAMPLIN #23, PAGET WEST

Create an Office of the Contractor General, independent of Government, to oversee Government projects from tendering to completion, to ensure that policies are strictly enforced and to identify unfair practices or offensive conduct.

3

Reduce Government Debt

A government is like any Bermudian household on a budget. If spending exceeds income, the family must dip into its savings to make ends meet. When savings are depleted, the only alternative left is borrowing.



SOURCE: BERMUDA MINISTRY OF FINANCE

Government has consistently spent beyond its means for more than eight years, and in the last five years revenues have been much weaker than Government predicted. The combination of these two factors has resulted in the staggering, seven-fold increase in debt to almost \$1.5 billion from 2005.

To service this debt, Government now pays \$85 million per year in interest to foreign creditors and an additional \$30 million in sinking-fund payments (money mandated by law for debt repayment), totaling \$115 million per year. The \$115 million currently spent on servicing the debt is greater than the total spending on any other ministry, except healthcare and education. If current trends continue, debt servicing will soon be the single largest government expenditure, and there will be even less money to support critical government services like the police service, education, healthcare and social support for families. In

fact, if the increases in debt do not stop, then the debt-service requirement will soon overwhelm government finances.

The OBA's two-track economic plan of implementing pro-growth strategies and eliminating wasteful government spending will have a positive impact on reducing government debt. Our pro-growth strategies will create new jobs and business activity on island. That increased activity will result in increased government revenues. We will use annual surpluses to pay down our national debt. In addition, by controlling excessive spending, the Government will start to live within its means once more.

In the meantime, Government will still have debt that requires proper management. To facilitate this, the OBA will marshal as many resources as are available in Bermuda by creating a Public Debt Advisory Board. The International Monetary Fund and the World

Bank consider such boards as international best practice for sovereign-debt management as they promote transparency and confidence among both creditors and citizens.

Members of this Board will be drawn from the private sector. As a leading offshore financial centre, Bermuda has residents that have the appropriate financial expertise. The Board will advise and assist the Minister of Finance on planning and managing government's existing debt, and any potential future borrowing requirements. The net result will enhance

confidence and transparency with Bermuda's creditors and credit rating agencies by providing:

- An orderly reduction in the public debt and debt service costs.
- The replacement of the present approach with a more effective risk management framework to manage risk and cost trade-offs.
- An effective partnership between Government and private-sector expertise.







MARK PETTINGILL #25, WARWICK NORTH FAST

It's time Bermuda had a Government that really invests in our people and welcomes rather than alienates job creators.



Create Ladders of Opportunity by Investing in Education and Skills Training

Bermudians must have the appropriate skills and training in order to obtain the best jobs and participate in our economy in a meaningful way.

Unfortunately, public education reform—as recommended in the Hopkins Report—has been extraordinarily slow, and the lack of an integrated technical curriculum in our public education system has meant that a lot of young Bermudian talent has been needlessly frustrated. This threatens Bermuda's future economic success.

The 2012 Labour Force Survey shows a strong connection between educational attainment and income. It also clearly demonstrates that

Bermudians with higher education and skills training have much lower rates of unemployment.

The OBA plan for education and skills training will:

Create ladders of opportunity for ambitious and hard-working Bermudians by providing access to quality education and training that leads to good-paying jobs.





We will create ladders of opportunity for all Bermudians by providing access to quality education and training that leads to good-paying jobs.

TONI SPRING #33. SANDYS SOUTH

GRANT GIBBONS #22. PAGET EAST

• Reform the public education system to provide our young people with a strong foundation and good options for fulfilling careers.

The OBA's plan for the education and training needs of Bermudians begins in pre-school and continues through Bermuda College. It also includes those Bermudians who may have completed their formal education but need additional skills or retraining to maximise their job opportunities and take-home pay. We recognise that not everyone will complete formal education through secondary school and there must be an education safety net through GED and other vocational programmes to address their specific needs.

In a successful economy, there are many essential jobs that Bermudians should rightly occupy with proper training and education - jobs in financial services, healthcare, education, hospitality and construction, to name a few. It is the responsibility of Government to help prepare Bermudians to take advantage of these opportunities. Here are some of the education initiatives an OBA Government will pursue to create maximum job opportunities for both young and older Bermudians:

Public-school-system initiatives:

 Expand preschools to make early education more accessible to all, especially singleparent households, and enhance early-childhood screening and intervention for learning and behavioural deficits to ensure that more children are school-ready by the time they enter primary school.

- Implement a fully integrated, modern technical curriculum, beginning in middle school and continuing through Bermuda College. This will ensure that all students have early exposure to a technical/vocational foundation so they are able to start a productive career when they graduate from secondary school.
- Extend the school day to allow more time for music, arts, sports and additional academic assistance if needed, and work with principals and teachers to develop flexible schedules.
- Increase the number of guidance counselors in schools to provide meaningful direction to students with educational and career choices, as recommended in the 2009 Mincy Report.
- Incorporate modern internship and dayrelease programmes in areas ranging from hospitality to financial services to better prepare students for job opportunities during the summer and upon graduation.
- Explore single-sex education for at-risk Bermudian males that would combine a solid academic foundation with technical education and solid career options.
- Transition Bermuda College into a four-year institution in select subject areas to give Bermudians without the ability to study abroad more options for college-level training on island.

Ongoing education and retraining

In order to properly prepare younger Bermudians entering the job market, as well as Bermudians already in the labour force, we will partner with the business community, unions and Bermuda College to define the skills and training required for good-paying jobs in the professions and trades. An OBA Government will:

 Create a modern version of the National Training Board as a Bermuda Technical Education and Workforce Development Agency in conjunction with employers. The agency will include a National Training Centre as well as a National Certification and Assessment Centre.

 Provide additional support for GED and job training programmes for Bermudians who have not completed their education and need to upgrade their skills in order to enhance their employment opportunities.

5

Strengthen Critical Government Services

Support for critical Government services is essential in these difficult economic times. Investment and confidence in our economy will only happen if we are safe and secure in our homes, we have the education and training to participate in the economy, and we are healthy enough to pursue opportunities.

The OBA plan to strengthen critical government services will:

- Move immediately to set up Operation Ceasefire in Bermuda, weaning gang members from gang life and freeing them up to become productive citizens.
- Provide the community with security and peace of mind by giving police the resources and support they need to combat crime.
- Ensure that FutureCare is financially sustainable so that seniors can continue to enjoy health coverage for decades to come, including access to affordable prescription drugs, doctor's visits and the high-quality healthcare they deserve.
- Facilitate and support the expansion of affordable assisted-living programmes for our increasing senior population.
- Reopen the hospital medical clinic to ensure access to medical care for the most vulner-

- able members of our society, making sure that all our people get the care they need.
- Provide the Department of Immigration with the resources they need to protect Bermudian jobs by cracking down on employers who abuse immigration rules.
- Work with social agencies such as the Salvation Army to provide good quality transitional housing and support programmes for the most vulnerable members of our society.
- Introduce a banking and financial services ombudsman service through the Department of Consumer Affairs to assist families with mortgage issues.
- Ensure that families who are struggling financially get the child daycare and financial and housing assistance they need.







LEAH SCOTT #30, SOUTHAMPTON EAST CENTRAL

We will support seniors by ensuring that FutureCare continues to provide the health coverage they deserve for decades to come.

6

Reduce the Cost of Living

Our high cost of living imposes a tremendous financial burden on Bermudian families. We will make Bermuda more affordable for them.

The OBA plan to reduce the cost of living will:

- Reduce the cost of electricity by properly regulating the energy sector.
- Lower energy costs for households, hotels, businesses and the hospital through the promotion of combined heat and power generation (cogeneration) and more energy-efficient building design.
- Reduce the cost of healthcare through tighter control of Government-financed programmes, including the Bermuda Hospitals Board, which accounts for 40 percent of all healthcare spending in Bermuda.
- Waive stamp duties for first-time homeowners on properties valued under \$1 million.

We will help Bermudian workers by granting a two-year payroll tax exemption to businesses for new Bermudian hires.



ANTHONY FRANCIS #13, DEVONSHIRE NORTH CENTRAL



SUZANN ROBERTS-HOLSHOUSER #4, ST. GEORGE'S SOUTH

Conclusion

Our Jobs and Economic Turnaround Plan will put Bermuda back on the road to recovery by restoring confidence, stimulating investment and laying the foundation for future growth and shared prosperity.

Getting the economy up and running on all cylinders will provide opportunities for Bermudians to earn good-paying jobs and help create a secure future for their families.

For families whose main breadwinner is unemployed, our plans will help create 2,000 new jobs.

For all Bermudian workers, we will grant a two-year payroll tax exemption to local and international businesses for all new Bermudian hires.

For construction workers, we will create jobs by attracting new foreign investment in our tourism sector, and by reforming the approval process at the Department of Planning.

For workers in hospitality, we will create jobs by attracting foreign investors to partner with us to develop the Hamilton and St. George's waterfronts, rejuvenate tourism by putting professionals in charge of a Tourism Authority and aggressively market our unique characteristics as a destination.

For entrepreneurs and small business owners, we will create jobs by reserving \$80 million in Government spending annually for Bermuda's small business sector, and by ensuring that Government's bills are paid within 30 days, putting money into the hands of Bermudian small business owners.

For workers in retail, we will create jobs by attracting more visitors to Bermuda, and by creating more jobs across the other sectors of our economy, giving Bermudians more spending power.

For workers in international business and related service industries, we will stimulate job creation by making Bermuda more welcoming and attractive to international companies.

For landlords who have lost tenants during the downturn, some of the new jobs will be filled by guest workers, so Bermudians will be able to rent their apartments again, and pay their mortgages.

For Bermudians working in retail, hospitality and tourism, those guest workers will buy cars, bikes, furniture and more from Bermudian businesses, and eat and drink in restaurants



employing Bermudians, providing benefits to the retail and hospitality sectors of our economy. Their friends from overseas will come for visits, boosting the tourism sector, and spend money on the Island, stimulating the retail and hospitality sectors.

For parents and students, our comprehensive education plan will provide enhanced programmes from pre-school through Bermuda College, giving young Bermudians the education and skills they need to earn goodpaying jobs.

For those unable to travel abroad to study, we will transition Bermuda College into a four-year institution in select subject areas to give Bermudians more options for college-level training on island, leading to good-paying jobs.

For all Bermudians, we will set up a Bermuda Technical Education and Workforce Development Agency to develop skills that lead to goodpaying jobs, as well as an International Risk Institute to create new career opportunities for Bermudians.

For all Bermudians, our plan to eliminate wasteful Government spending and reduce the national debt, will free up money to be spent on critical Government services such as the police, education, healthcare and social support for families that will benefit all Bermudians.

For the most vulnerable members of our society, we will re-open the hospital medical clinic.

For seniors, we will ensure that FutureCare is financially sustainable without increasing Bermuda's debt so that seniors can continue to enjoy the health coverage they deserve for decades to come.

For all Bermudian families, we will reduce the tremendous financial burden by taking concrete steps to reduce the cost of living.

For all Bermudians, we will fulfill our promises while remaining committed to creating social and economic equity in Bermuda. We will leave no one behind.

