



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

MONTHLY FINANCIAL REPORT

JANUARY 2015

Prepared by the Office of the Accountant General – February 24, 2015

GOVERNMENT OF THE TURKS AND CAICOS ISLANDS
Monthly Financial Report (Unaudited)
January 31, 2015

	Month of January 2015			Variance				Year to Date			Variance			
	Actual	Budget	Prior Year	Budget		Prior Year		Actual	Budget	Prior Year	Budget		Prior Year	
	\$ 000's	\$ 000's	\$ 000's	\$ 000's	%	\$ 000's	%	\$ 000's	\$ 000's	\$ 000's	\$ 000's	%	\$ 000's	%
Recurrent Revenue	21,480.7	20,243.0	20,835.2	1,237.7	6%	645.4	3%	199,780.9	173,016.5	159,953.3	26,764.4	15%	39,827.6	25%
Recurrent Expenditure	14,046.7	18,230.9	14,381.9	4,184.1	23%	335.2	2%	128,308.4	144,868.6	127,587.5	16,560.2	11%	(720.8)	(1%)
Net Recurrent Surplus/(Deficit)	7,433.9	2,012.1	6,453.3	5,421.8	269%	980.6	15%	71,472.5	28,147.9	32,365.8	43,324.6	154%	39,106.8	121%
Non-Recurrent Revenue	71.8	216.7	86.3	(144.8)	(67%)	(14.4)	(17%)	6,302.9	6,166.7	2,481.7	136.2	2%	3,821.2	154%
Non-Recurrent Expenditure	552.8	942.8	901.3	390.0	41%	348.5	39%	10,210.0	11,835.4	12,865.7	1,625.4	14%	2,655.6	21%
Operating Surplus/(Deficit)	6,952.9	1,286.0	5,638.3	5,667.0	441%	1,314.6	23%	67,565.4	22,479.2	21,981.8	45,086.3	201%	45,583.6	207%

1.1 Month: Operating Surplus of \$7.0 million

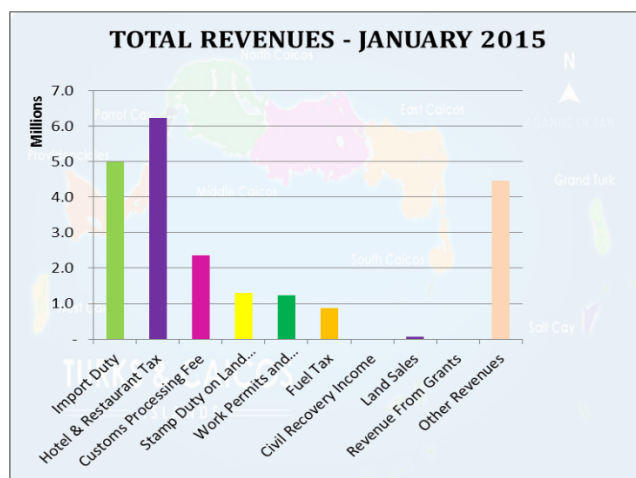
The net operating balance of the consolidated fund at the end January 2015 recorded a surplus of \$7.0 million, when compared to a budgeted surplus of \$1.3 million and a surplus of \$5.6 million for the same period last year.

Recurrent revenues for the month amounted to \$21.5 million, which was 6% or \$1.2 million above the budget of \$20.2 million. Hotel and restaurant tax and import duties both exceeded the budget estimates for the month by 34% and 3% respectively, while Stamp duty on land transactions and fuel tax were below the budget by 13% and 1% respectively.

Total recurrent expenditure for January 2015 was \$14.0 million, which was 23% below the budget amount of \$18.2 million and 2% below that of last year outturn, due partly to timing difference in paying hospital reconciliation and windstorm charges, delay in the start of SIPT cases.

Total non-recurrent expenditure was \$0.6 million, which consisted primarily of payments to SIPT charges and interest expenses.

1.2 Year to Date: Operating Surplus of \$67.6 million.

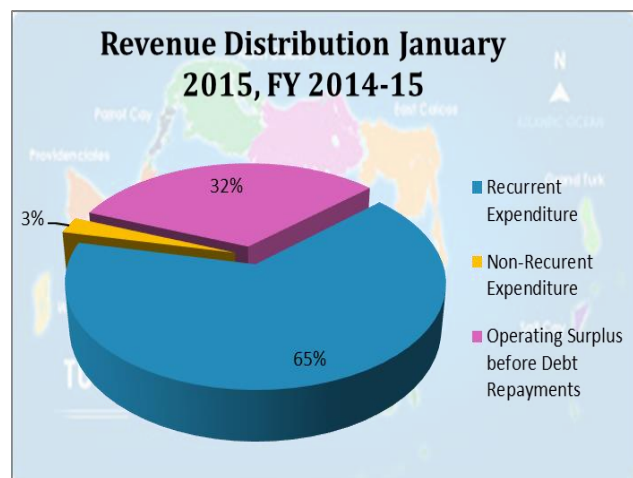


The year to date results recorded an operating surplus of \$67.6 million, which resulted in a positive variance of \$45.1 million or 201% above the budgeted amount of \$22.5 million.

Year to date Recurrent Revenue outturn was \$199.8 million, which was 15% above the budgeted amount of \$173.0 million and 25% above last year's outturn of \$160.0 million, due to better than expected collections in all of the major revenue items. Year to date Non-Recurrent Revenues totaled \$6.3 million which comprises mainly of an EU Grant of \$4.1 million and Civil Recovery of \$1.1 million.

Recurrent expenditure, which came in at \$128.3 million was 11% or \$16.6 million below budget estimates while being marginally ahead of the outturn for the same period last year.

Non-recurrent expenditure of \$10.2 million came in 14% or \$1.6 million below the budgeted amount and 21% below last year's outturn which includes costs related to SIPT, civil recovery and interest charges.



GOVERNMENT OF THE TURKS AND CAICOS ISLANDS
Monthly Financial Report (Unaudited)
January 31, 2015

2.0 Cash Flow Statement

	Month of January 2015			Variance				Year to Date			Variance			
	Actual	Budget	Prior Year	Budget		Prior Year		Actual	Budget	Prior Year	Budget		Prior Year	
	\$ 000's	\$ 000's	\$ 000's	\$ 000's	%	\$ 000's	%	\$ 000's	\$ 000's	\$ 000's	\$ 000's	%	\$ 000's	%
Cash Flow from Operations	6,952.9	1,286.0	5,638.3	5,667.0	441%	1,314.6	23%	67,565.4	22,479.2	21,981.8	45,086.3	201%	45,583.6	207%
Less:														
Capital Contributions	(201.4)	(1,155.0)	(346.7)	953.6	(83%)	145.3	(42%)	(4,051.9)	(10,519.1)	(6,464.1)	6,467.1	(61%)	2,412.2	(37%)
Debt Repayments	(528.7)	(320.6)	(1,278.5)	(208.1)	65%	749.8	(59%)	(15,563.1)	(6,219.1)	(7,395.6)	(9,344.0)	150%	(8,167.5)	110%
Bond Inflows	-	-	702.7	-	-	(702.7)	-	581.3	581.3	2,829.5	(.0)	(0%)	(2,248.2)	(79%)
Herzog Payment	-	-	(167.0)	-	-	167.0	(100%)	-	-	(1,670.0)	-	-	1,670.0	(100%)
Transfers from/(to) NFF	-	-	(279.6)	-	-	279.6	-	-	-	2,020.1	-	-	(2,020.1)	(100%)
Transfers to Sinking Fund	(.0)	(15.3)	(2,029.7)	15.3	-	2,029.7	-	(10,845.8)	(4,105.7)	(4,727.3)	(6,740.1)	164%	(6,118.5)	129%
Transfers From Sinking Fund	-	-	-	-	-	-	-	9,000.0	-	-	9,000.0	-	9,000.0	-
Net Working Capital	1,245.5	-	1,961.5	1,245.5	100%	(715.9)	(37%)	5,909.0	-	2,862.4	5,909.0	100%	3,046.6	106%
Net Cash Flow	7,468.4	(205.0)	4,201.0	7,673.3	(3744%)	3,267.3	78%	52,594.8	2,216.6	9,436.9	50,378.3	2273%	43,158.0	457%

The month of January 2015 recorded a net cash surplus of \$7.5 million compared to a budgeted deficit of \$0.2 million, while year to date recorded a positive net inflow of \$52.6 million. These year to date results compare very favorably with the projected net cash flow of \$2.2 million and the results for the same period last year which was a cash surplus of \$9.4 million.

To enhance the government's treasury management, an amount of \$40.0 million is currently placed in an on-call money market account at Scotiabank (Turks and Caicos), which is earning interest at a rate of 0.4% per annum. The net cash flow forecast for ensuing months remain positive, therefore there should not be a need to draw on the credit facility.

3.0 Outstanding Public Debt

The Turks and Caicos Islands Government's outstanding debt as of January 31, 2015 is \$192.1 million, as shown in the adjacent table. Total debt repayments for the financial year were \$15.5 million.

The guaranteed loans are secured by a United Kingdom/DFID guarantee in the amount of \$260 million.

Debt Type	Opening	As At January 31, 2015	
	01-Apr-14	Principal Repayment	Outstanding Principal
	\$ 000's	\$ 000's	\$ 000's
RBTT Bonds 2016 - Guaranteed	170,000.0	-	170,000.0
Scotia Bank Loan 2016 - Guaranteed	9,000.0	(9,000.0)	.0
Other TCIG Bank Loans - Unsecured	17,971.7	(4,779.6)	13,192.1
TCInvest Loans - Unsecured	10,596.4	(1,672.2)	8,924.3
Total Outstanding Public Debt	207,568.1	(15,451.8)	192,116.3

All loan principal and interest payments are up to date as of January 31, 2015

4.0 Sinking Fund

The Sinking Fund balance as at end January 2015 stood at \$60.0 million, which was placed on a term deposit with Scotiabank at a rate of 1% per annum. Net public debt outstanding at the end of January 2015 is therefore about \$132.1 million, when the Sinking Fund is taken into consideration.

5.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$1.9 million at the end of January 2015.