



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

MONTHLY FINANCIAL REPORT

JANUARY 2016

Prepared by the Office of the Accountant General – February 26, 2016

GOVERNMENT OF THE TURKS AND CAICOS ISLANDS
Monthly Financial Report (Unaudited)
January 31st, 2016

| | Month | | | 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 | 22,788.6 | 21,266.2 | 21,452.9 | 1,522.5 | 7% | 1,335.7 | 6% | 211,904.7 | 189,582.5 | 199,753.2 | 22,322.2 | 12% | 12,151.5 | 6% |
| Recurrent Expenditure | 16,666.4 | 16,556.7 | 15,602.4 | (109.7) | (1%) | (1,064.0) | (7%) | 145,792.2 | 172,545.5 | 129,604.3 | 26,753.3 | 16% | (16,188.0) | (12%) |
| Net Recurrent Surplus | 6,122.2 | 4,709.5 | 5,850.6 | 1,412.8 | 30% | 271.7 | 5% | 66,112.4 | 17,037.0 | 70,148.9 | 49,075.5 | 288% | (4,036.4) | (6%) |
| Non-Recurrent Revenue | 31.3 | 91.7 | 71.8 | (60.4) | (66%) | (40.6) | (56%) | 5,283.3 | 1,032.2 | 6,302.9 | 4,251.1 | 412% | (1,019.6) | (16%) |
| Non-Recurrent Expenditure | 557.8 | 332.0 | 552.8 | (225.8) | (68%) | (5.0) | (1%) | 7,521.9 | 6,466.3 | 9,435.7 | (1,055.6) | (16%) | 1,913.7 | 20% |
| Operating Surplus | 5,595.7 | 4,469.1 | 5,369.6 | 1,126.5 | 25% | 226.1 | 4% | 63,873.8 | 11,602.8 | 67,016.1 | 52,271.0 | 451% | (3,142.3) | (5%) |

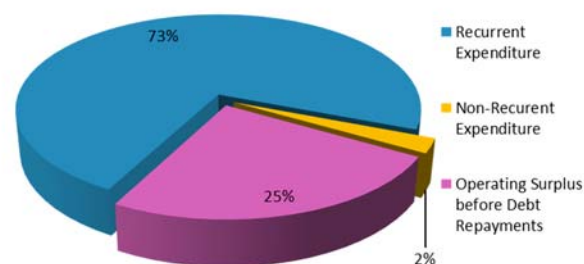
1.0 Month: Operating Surplus of \$5.6 million

The Consolidated Fund recorded an operating surplus of \$5.6 million for the month of January 2016, which represented a \$0.2 million increase from last year's result while being \$1.1 million ahead of the budgeted surplus of \$4.5 million.

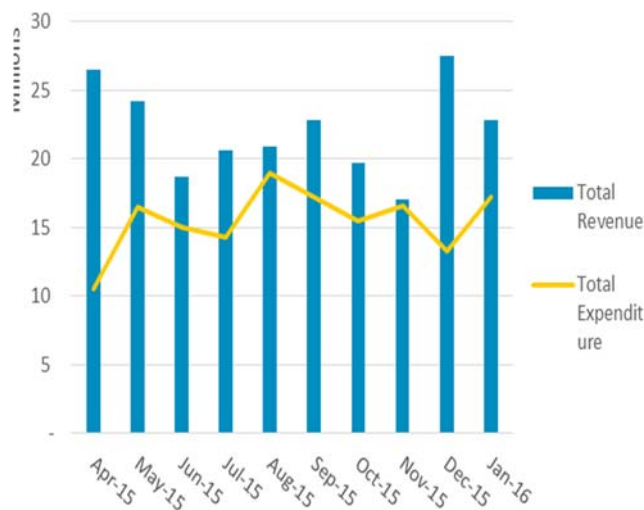
Recurrent revenues amounted to \$22.8 million being ahead of the budgeted amount by \$1.5 million or 7% and up down \$1.3 million from last year's results of \$21.5 million.

Total recurrent expenditure was \$16.7 million, which was \$0.1 million or 1% above the budgeted amount of \$16.6 million, and \$1.1 million or 7% up from last year's outturn.

Revenue Distribution January 2016



Total Revenue & Expenditure By Period



1.1 Year to Date: Operating Surplus of \$63.9m

Year to date surplus for the nine months ended January 31, 2016, was \$63.9 million, \$52.3 million higher than expected while being \$3.1 million or 5% down last year's outturn.

Year to date recurrent revenue totaling \$211.9 million was \$22.3 million or 12% higher than the budgeted amount and up 6% from last year's outturn of \$199.8 million.

Recurrent expenditure to date of \$145.8 million was \$26.8 million or 16% below the budget estimates while being up \$16.2 from the prior year's outturn.

Year to date Non-recurrent expenditure of \$7.5 million came in 16% or \$1.1 million above the budget while being below last year's outturn by 20% or \$1.9 million.

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2.0 Cash Flow Statement

| | Month | | | 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 | 5,595.7 | 4,469.1 | 5,369.6 | 1,126.5 | 25% | 226.1 | 4% | 63,873.8 | 11,602.8 | 67,016.1 | 52,271.0 | 451% | (3,142.3) | (5%) |
| Less: | | | | | | | | | | | | | | |
| Capital Contributions | (460.2) | (1,858.6) | (201.4) | 1,398.3 | (75%) | (258.8) | 129% | (8,676.5) | (18,585.6) | (4,100.0) | 9,909.1 | (53%) | (4,576.5) | 112% |
| Debt Repayments | (112.5) | (320.6) | (528.7) | 208.1 | (65%) | 416.1 | (79%) | (9,971.2) | (3,351.3) | (15,257.2) | (6,619.9) | 198% | 5,286.1 | (35%) |
| Bond Inflows | - | - | - | - | - | - | - | 367.2 | 549.5 | 775.8 | (182.3) | (33%) | (408.6) | (53%) |
| Transfers from/(to) NFF | - | - | - | - | - | - | - | - | - | 102.1 | - | - | (102.1) | - |
| Transfers to Sinking Fund | (.0) | - | (.0) | (.0) | - | .0 | (3%) | (.1) | - | (10,845.9) | (.1) | - | 10,845.8 | (100%) |
| Transfers From Sinking Fund | - | - | - | - | - | - | - | - | - | 9,000.0 | - | - | (9,000.0) | - |
| Net Working Capital | (548.3) | - | 1,245.5 | (548.3) | - | (1,793.8) | (144%) | 3,522.3 | - | 2,862.4 | 3,522.3 | - | 659.8 | 23% |
| Net Cash Flow | 4,474.5 | 2,290.0 | 5,885.0 | 2,184.6 | 95% | (1,410.5) | (24%) | 49,115.5 | (9,784.5) | 49,553.4 | 58,900.0 | (602%) | (437.9) | (1%) |

The month of January 2016 recorded a positive net cash flow of \$4.5 million compared to a budgeted cash flow of \$2.3 million and a prior year cash flows of \$5.9 million. Year to date net cash flows were \$49.1 million, which was \$58.9 million over projected cash deficit of \$9.8 million while being \$0.4 million below the results for the same period last year.

To enhance the government's treasury management, an amount of \$14.7 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.

3.0 Outstanding Public Debt

| Debt Type | Opening | As At January 31, 2016 | |
|--------------------------------------|------------------|------------------------|-----------------------|
| | 01-Apr-15 | Principal Repayment | Outstanding Principal |
| | \$ 000's | \$ 000's | \$ 000's |
| RBTT Bonds 2016 - Guaranteed | 170,000.0 | - | 170,000.0 |
| Other TCIG Bank Loans - Unsecured | 12,914.3 | (2,218.3) | 10,615.5 |
| TCInvest Loans - Unsecured | 8,823.9 | (7,640.3) | 1,151.6 |
| Total Outstanding Public Debt | 191,738.2 | (9,858.6) | 181,879.6 |

Total outstanding debt as of January 31, 2016, was \$181.9 million. Total debt repayments for the year to date were \$9.9 million. The \$170M Bond was repaid in full during February 2016.

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

All loan principal and interest payments are up to date as of January 31, 2016.

4.0 Capital Expenditure

Capital expenditure for the year to date amounted to \$8.7 million, which was \$9.9 million or 53% below the budgeted amount of \$18.6 million while being \$4.6 million above last year's expenditure of \$4.1 million.

5.0 Sinking Fund

The Sinking Fund balance as at January 31, 2016, stood at \$110.0 million. Net public debt outstanding at the end of January 2016 is therefore about \$71.9 million when the Sinking Fund is taken into consideration.

6.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$1.8 million as at January 31, 2016.