



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

SUMMARY FINANCIAL REPORT

FEBRUARY 2017

Prepared by the Office of the Accountant General

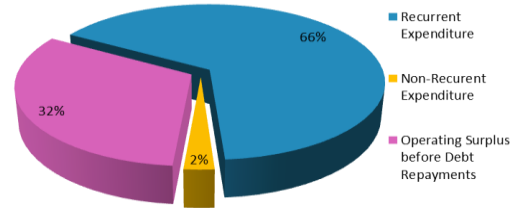
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February 28th, 2017

	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	20,509.6	22,576.2	24,043.7	(2,066.6)	(9%)	(3,534.1)	(15%)	236,402.6	227,982.4	236,100.5	8,420.3	4%	302.2	0%
Recurrent Expenditure	15,616.7	14,392.5	17,842.3	(1,224.2)	(9%)	2,225.6	12%	182,051.7	197,431.4	163,445.0	15,379.6	8%	(18,606.8)	(11%)
Net Recurrent Surplus	4,892.9	8,183.7	6,201.4	(3,290.8)	(40%)	(1,308.5)	(21%)	54,350.9	30,551.0	72,655.5	23,799.9	78%	(18,304.6)	(25%)
Non-Recurrent Revenue	3,298.4	4,062.5	174.4	(764.1)	(19%)	3,123.9	1791%	4,037.9	4,687.5	5,457.7	(649.6)	(14%)	(1,419.8)	(26%)
Non-Recurrent Expenditure	572.1	548.2	2,710.0	(23.8)	(4%)	2,137.9	79%	6,093.8	7,684.2	10,422.3	1,590.4	21%	4,328.5	42%
Operating Surplus	7,619.2	11,698.0	3,665.9	(4,078.8)	(35%)	3,953.3	108%	52,295.0	27,554.3	67,690.9	24,740.7	90%	(15,395.9)	(23%)

Revenue Distribution February 2017

1.0 Month: Operating Surplus of \$7.6 million

The Consolidated Fund recorded a surplus of \$7.6 million during February. This represented a shortfall of \$4.1 million (35%) when compared to the budgeted surplus of \$11.7 million. On a year-over-year basis, the Consolidate Fund has increased by \$4.0 million (108%) when compared to February of the previous year.



Recurrent revenues for the month amounted to \$20.5 million, which was \$2.1 million (9%) behind budgeted revenues of \$22.6 million and \$3.5 million (15%) below the previous year's outturn.

Total **recurrent expenditure** for February was \$15.6 million, which was \$1.2 million above the budgeted amount while being 12% below the previous year's outturn. **Non-recurrent expenditure** for the month totaling \$0.6 million was 4% above the budget and \$2.1 million (79%) down from the previous year.

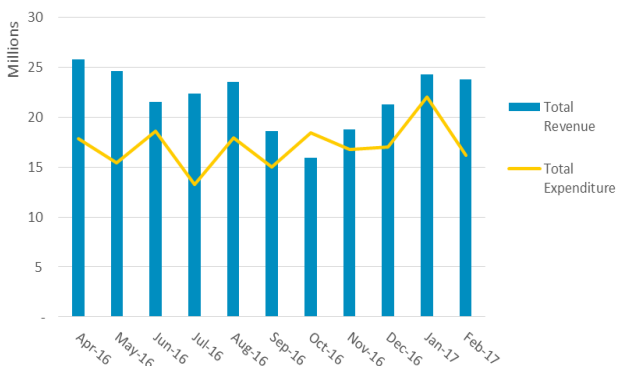
1.1 Year to Date: Operating Surplus of \$29.5 m

The net operating balance of the Consolidated Fund as at the eleventh month of the Fiscal Year 2016-17 saw a surplus of \$52.3 million, which, while being a 23% decrease from the previous year, was 90% ahead of the budgeted amount.

Year to date **recurrent revenues** totaling \$236.4 million was \$8.4 million (4%) ahead of the budgeted amount and slightly up from the previous year's results by \$0.3 million. **Non-recurrent revenues** totaled \$4.0 million, which comprises mostly of a \$3.3 million in funds received regarding the third and final tranche of budgetary support from the 10th European Development Fund Grant.

Year to date **recurrent expenditure** totaled \$182.1 million, which was \$15.4 million (8%) behind the budgeted amount while being 11% above last year's results. Year to date **Non-recurrent expenditures** totaled \$6.1 million, which was 21% below budget and 42% below last year's results.

Total Revenue & Expenditure By Period



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2.0 Cash Flow

	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	7,619.2	11,698.0	3,665.9	(4,078.8)	(35%)	3,953.3	108%	52,295.0	27,554.3	67,690.9	24,740.7	90%	(15,395.9)	-23%
Less:														
Capital Contributions	(602.4)	(3,039.9)	(1,037.6)	2,437.5	(80%)	435.2	(42%)	(15,905.5)	(34,386.6)	(9,714.3)	18,481.1	(54%)	(6,191.2)	64%
Debt Repayments	(2,491.9)	(2,208.3)	(170,208.6)	(283.5)	-	167,716.7	-	(11,911.0)	(3,958.2)	(179,763.1)	(7,952.7)	-	167,852.2	(93%)
Borrowing	-	-	28,000.0	-	-	(28,000.0)	-	-	-	27,942.5	-	-	(27,942.5)	-
Bond Inflows	-	-	-	-	-	-	-	367.2	160.5	367.2	206.7	-	(.0)	-
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	(1,210.7)	-	4,979.5	(1,210.7)	-	(6,190.2)	(124%)	9,241.4	-	2,862.4	9,241.4	-	6,379.0	223%
Net Cash Flow	3,314.2	6,449.7	(134,600.9)	(3,135.5)	(49%)	137,915.0	(102%)	34,087.2	(10,630.1)	(90,614.3)	44,717.3	(421%)	124,701.5	(138%)

The month of February 2016 recorded a positive net cash flow of \$3.3 million compared to a budgeted amount of \$6.4 million and a prior year deficit of \$134.6 million. Year to date net cash flows totaled \$34.1 million, which were \$44.7 million above the budgeted deficit of \$10.6 million and \$124.7 million above previous year's figure. The significant variance to the previous year is due to the \$170 million bond repayment during that period.

To enhance the government's treasury management, an amount of \$30.6 million is currently placed in an on-call money market account at Scotiabank (Turks and Caicos), which is currently earning interest at a rate of 0.4% per annum. The cash flow forecast for ensuing month indicates that flows should remain positive.

3.0 Outstanding Public Debt

Public Debt	Opening	As At February 28, 2016	
	01-Apr-15	Principal Repayment	Outstanding Principal
	\$ 000's	\$ 000's	\$ 000's
Other TCIG Bank Loans - Unsecured	43,129.4	(11,798.5)	31,330.9
TCInvest Loans - Unsecured	1,151.7	(112.5)	1,039.2
Total Outstanding Public Debt	44,281.1	(11,911.0)	32,370.1

Total outstanding public debt as of February 28, 2017, was \$32.4 million. Total debt repayments for the financial year were \$11.9 million.

All loan principal and interest payments are up to date as of February 28, 2017.

4.0 Capital Expenditure

DEVELOPMENT FUND SUMMARY	EXPENDITURE	APPROVED CONTRACT	AVAILABLE	
			FOR YEAR	CUMULATIVE
2014	7,900.3	9,751.8	1,851.5	1,851.5
2015	11,539.0	16,830.5	5,291.5	7,142.9
FEB 2016	15,905.5	11,781.7	(4,123.8)	3,019.2
	35,344.8	38,363.9	3,019.2	

Year to Date Capital Expenditure amounted to \$15.9 million, of which, \$4.1 million (26%) was expended on the construction & major repair of roads throughout the islands and \$5.7 million (34%) spent on the construction and renovation of government buildings.

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The year to date amount was \$18.5 million (54%) behind the budgeted expenditure of \$34.4 million, while being \$6.9 million above the previous year's expenditure of \$9.7 million. While it may be too late exhaust the development budget in this financial year, driving capital expenditure will be a key focus as the new financial year progresses.

5.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$5.2 million at February 28, 2017.