



GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS

# MONTHLY FINANCIAL REPORT

## MAY 2014

*Prepared by the Office of the Accountant General | June 27, 2014*

**GOVERNMENT OF THE TURKS AND CAICOS ISLANDS**  
**Monthly Financial Report (Unaudited)**  
**May 31st, 2014**

	Month of May 2014			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	22,383.0	-	15,621.4	22,383.0	-	6,761.5	43%	45,057.6	-	36,605.0	45,057.6	-	8,452.6	23%
Recurrent Expenditure	15,436.8	12,974.9	12,193.1	(2,462.0)	(19%)	(3,243.7)	(27%)	24,373.3	27,395.4	23,007.6	3,022.1	11%	(1,365.6)	(6%)
<b>Net Recurrent Surplus/(Deficit)</b>	<b>6,946.1</b>	<b>(12,974.9)</b>	<b>3,428.3</b>	<b>19,921.0</b>	<b>-154%</b>	<b>3,517.8</b>	<b>103%</b>	<b>20,684.3</b>	<b>(27,395.4)</b>	<b>13,597.4</b>	<b>48,079.7</b>	<b>-176%</b>	<b>7,087.0</b>	<b>52%</b>
Non-Recurrent Revenue	29.5	-	280.0	29.5	-	(250.5)	(89%)	4,257.5	-	371.4	4,257.5	-	3,886.0	-
Non-Recurrent Expenditure	1,060.9	1,503.0	2,181.4	442.1	29%	1,120.4	51%	1,995.7	3,006.0	3,244.2	1,010.3	34%	1,248.5	38%
<b>Operating Surplus/(Deficit)</b>	<b>5,914.7</b>	<b>(14,477.9)</b>	<b>1,526.9</b>	<b>20,392.5</b>	<b>-141%</b>	<b>4,387.8</b>	<b>287%</b>	<b>22,946.1</b>	<b>(30,401.4)</b>	<b>10,724.6</b>	<b>53,347.5</b>	<b>-175%</b>	<b>12,221.5</b>	<b>114%</b>

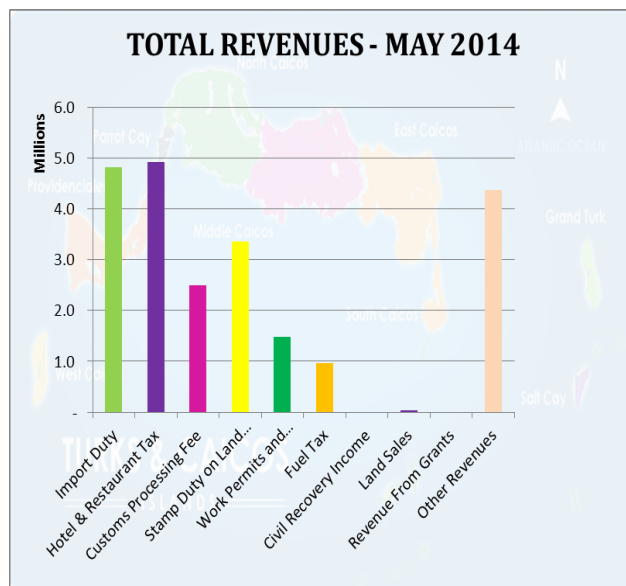
**1.1 Month: Operating Surplus of \$5.9 million**

The net operating balance of the consolidated fund in the month of May 2014 saw a surplus of \$5.9 million, when compared to a surplus of \$1.5 million for the same period last year.

Recurrent revenues for the month amounted to \$22.4 million, which was 43% or \$6.8 million above prior year revenues of \$15.6 million. Import duty was about 10% above the prior year collections, while hotel & restaurant tax, customs processing fee and stamp duty on land transactions all exceeded the prior year's results for the month by about 43%, 51% and 174% respectively.

Total recurrent expenditure for May 2014 was \$15.4 million, which was \$2.5 million or 19% above budget, due to April being a short month for expenditure.

Total non-recurrent expenditure was \$1.1 million, which was 29% below the budgeted amount of \$1.5 million for the period.



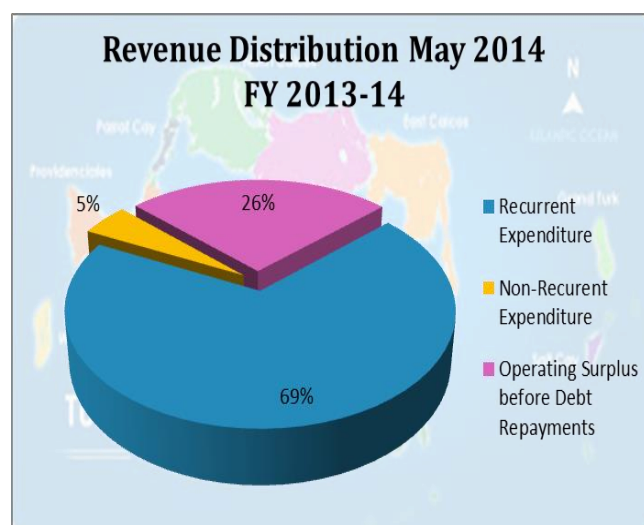
**1.2 Year to Date: Operating Surplus of \$22.9 million.**

The year to date operating surplus was \$22.9 million, compared to prior year surplus of \$10.7 million.

Total year to date revenue was \$49.3 million, which was \$12.3 million or 33% above last year's results, due to in part to the EU grant and very positive receipts for all major recurrent revenues.

Total year to date expenditure of \$26.4 million came in about \$4.0 million or 13% below budget estimates of \$30.4 million and was marginally above results for the same period last year. Major areas of under expenditure include personal cost, operating expenses and other expenditures.

Nonrecurrent of \$4.3m, primarily include the EU grant of about \$4.1million and collections for land sales of \$0.2 million.



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## 2.0 Cash Flow Statement

	Month of May 2014			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	5,914.7	(14,477.9)	1,526.9	20,392.5	-141%	4,387.8	287%	22,946.1	(30,401.4)	10,724.6	53,347.5	-175%	12,221.5	114%
Less:														
Capital Contributions	(371.9)	-	(7,238.4)	(371.9)	-	6,866.5	(1846%)	(600.2)	-	(1,250.8)	(600.2)	-	650.7	(108%)
Debt Repayments	(741.7)	-	(741.7)	(741.7)	-	-	-	(2,136.8)	-	(1,788.0)	(348.8)	-	(348.8)	100%
Bond Inflows	237.2	-	367.9	237.2	-	(130.7)	-	237.2	-	367.9	(130.7)	-	(130.7)	-
Herzog Payment	-	-	(167.0)	-	-	167.0	-100%	-	-	(334.0)	-	-	334.0	-100%
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	(2,000.0)	-	-	2,000.0	100%
Transfers to Sinking Fund	(4,020.9)	-	-	(4,020.9)	-	(4,020.9)	-	(4,040.0)	-	(2,595.2)	(4,040.0)	-	(1,444.8)	36%
Net Working Capital	(456.2)	-	(1,292.9)	(456.2)	-	836.8	-65%	(5,865.0)	-	(3,359.9)	(5,865.0)	-	(2,505.2)	75%
<b>Net Cash Flow</b>	<b>561.3</b>	<b>(14,477.9)</b>	<b>(7,545.2)</b>	<b>15,039.1</b>	<b>(104%)</b>	<b>8,106.4</b>	<b>(107%)</b>	<b>10,541.3</b>	<b>(30,401.4)</b>	<b>(235.3)</b>	<b>40,942.7</b>	<b>(135%)</b>	<b>10,776.6</b>	<b>26%</b>

The month of May 2014 recorded a positive net cash flow of \$0.6 million compared to a prior year deficit of \$7.5 million, while year to date recorded a positive net inflow of 10.5 million compared to a prior year deficit of \$0.2 million.

Major recurrent payments for Inter-Health Canada, National Health Insurance Board and debt servicing payments were made during the month of May, as scheduled.

The cash flow forecast for ensuing month indicates that flows should remain positive and there should not be a need to draw on the credit facility.

## 3.0 Outstanding Public Debt

Debt Type	Opening	May 31, 2014	
	01-Apr-13	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
Other TCIG Bank Loans - Unsecured	17,971.8	(1,579.6)	16,392.2
TCInvest Loans - Unsecured	10,596.6	(557.2)	10,039.4
<b>Total Outstanding Public Debt</b>	<b>207,568.4</b>	<b>(2,136.8)</b>	<b>205,431.6</b>

The Turks and Caicos Islands Government's outstanding debt as of May 31, 2014 is \$205.4 million, as shown in the adjacent table. Total debt repayments for the financial year were \$2.1 million.

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

All loan principal and interest payments are up to date as of May 31, 2014

## 4.0 Sinking Fund

The Sinking Fund balance as at end May 2014 stood at \$62.2 million. Net public debt outstanding at the end of May 2014 is therefore about \$143.2 million, when the Sinking Fund is taken into consideration.

## 5.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$2.0 million at the end of May 2014.