



GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS

# SUMMARY FINANCIAL REPORT

## MAY 2017

*Prepared by the Office of the Accountant General*

## OPERATING SURPLUS

	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	25,715.0	25,423.3	24,631.4	291.7	1%	1,083.6	4%	50,805.2	52,028.2	50,359.6	(1,223.0)	(2%)	445.6	1%
Recurrent Expenditure	19,219.0	23,503.5	14,596.1	4,284.5	18%	(4,622.8)	(32%)	30,604.7	41,132.4	31,736.8	10,527.7	26%	1,132.1	4%
<b>Net Recurrent Surplus</b>	<b>6,496.0</b>	<b>1,919.8</b>	<b>10,035.3</b>	<b>4,576.2</b>	<b>238%</b>	<b>(3,539.3)</b>	<b>(35%)</b>	<b>20,200.5</b>	<b>10,895.8</b>	<b>18,622.8</b>	<b>9,304.7</b>	<b>85%</b>	<b>1,577.7</b>	<b>8%</b>
Non-Recurrent Revenue	67.1	-	-	67.1	-	67.1	-	90.7	63.5	61.7	27.2	43%	29.1	47%
Non-Recurrent Expenditure	778.8	784.1	880.6	5.2	1%	101.8	12%	1,100.2	1,400.9	1,164.5	300.7	21%	64.4	6%
<b>Operating Surplus</b>	<b>5,784.3</b>	<b>1,135.7</b>	<b>9,154.6</b>	<b>4,648.6</b>	<b>409%</b>	<b>(3,370.3)</b>	<b>(37%)</b>	<b>19,191.0</b>	<b>9,558.4</b>	<b>17,519.9</b>	<b>9,632.6</b>	<b>101%</b>	<b>1,671.1</b>	<b>10%</b>

**The Consolidated Fund** recorded a surplus of \$5.8 million during May. This compared favorably to the budgeted surplus of \$1.1 million resulting in a gain of \$4.6 million. This resulted in a year to date Surplus \$19.2 million which was \$9.6 million (101%) ahead of the budgeted amount.

**On a year-over-year basis**, the Consolidated Fund has increased by \$5.0 million resulting in a year to date increase of \$1.7 million (10%) when compared to results from May of the previous year.

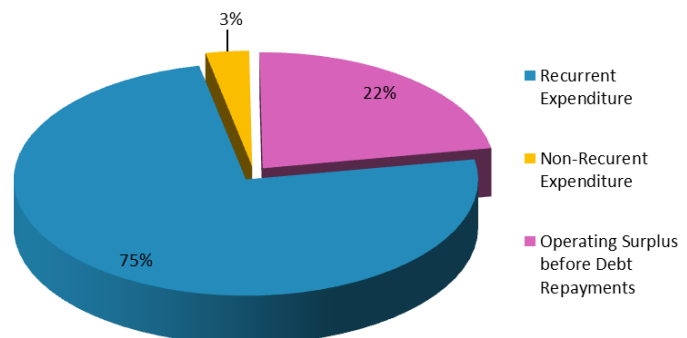
**Recurrent revenues** for the month amounted to \$25.7 million, which was \$0.3 million (1%) ahead of the budgeted revenues of \$25.4 million and up \$1.1 million (4%) from the previous year's outturn.

**Year to date** Recurrent Revenue totaled \$50.8 million resulting in a shortfall of \$1.2 million (2%) when compared to the budgeted amount of \$52.0 million. On a year-over-year basis Year to date recurrent revenues saw a marginal \$0.5 million (1%) increase when compared to the outturn as at May of the prior year.

**Recurrent expenditure** for May was \$19.2 million, which was \$4.3 million (18%) behind the budgeted amount while being 32% above the previous year's outturn. On the hand, Year to date Recurrent Expenditure fell short of the budgeted \$10.5 million (26%) and the prior year's outturn by 4%.

**Non-recurrent Expenditure** saw year to date results totaling \$1.1 million was 21% below the budget and down 6% from the prior year's outturn.

**Revenue Distribution May 2017**



## 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	5,784.3	1,135.7	9,154.6	4,648.6	409%	(3,370.3)	(37%)	19,191.0	9,558.4	17,519.9	9,632.6	101%	1,671.1	10%
Less:														
Capital Contributions	(2,935.7)	(1,500.0)	(439.9)	(1,435.7)	96%	(2,495.8)	567%	(3,070.8)	(3,000.0)	(907.3)	(70.8)	2%	(2,163.5)	238%
Debt Repayments	(3,733.8)	(4,170.2)	(2,895.7)	436.4	-	(838.1)	-	(4,096.2)	(4,532.6)	(3,104.1)	436.4	-	(992.2)	32%
Borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond Inflows	23.1	-	23.1	23.1	-	-	-	23.1	-	23.1	23.1	-	-	-
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	(1,050.2)	-	281.8	(1,050.2)	-	(1,332.0)	(473%)	2,243.8	-	2,862.4	2,243.8	-	(618.7)	(22%)
<b>Net Cash Flow</b>	<b>(1,912.3)</b>	<b>(4,534.5)</b>	<b>6,124.0</b>	<b>2,622.3</b>	<b>(58%)</b>	<b>(8,036.2)</b>	<b>(131%)</b>	<b>14,291.0</b>	<b>2,025.8</b>	<b>16,394.2</b>	<b>12,265.2</b>	<b>605%</b>	<b>(2,103.2)</b>	<b>(13%)</b>

The month of May 2016 recorded a net cash deficit of \$1.9 million, comparing favourably to the budgeted deficit of \$4.5 million by \$2.6 million (58%), while falling short of the prior year's outturn by \$1.3 million. Year to Date results recorded a positive net cash flow of \$14.3 million, surpassing the budgeted amount by \$12.3 million while falling short of the prior year's outturn by \$2.1 million.

To enhance the government's treasury management, an amount of \$60.0 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.

## OUTSTANDING PUBLIC DEBT

Public Debt	Opening	May 31, 2017	
	01-Apr-17	Principal Repayment	Outstanding Principal
Debt Type	\$ 000's	\$ 000's	\$ 000's
Other TCIG Bank Loans - Unsecured	31,351.9	(2,741.7)	28,610.3
TCInvest Loans - Unsecured	1,024.1	(1,024.1)	.0
<b>Total Outstanding Public Debt</b>	<b>32,376.0</b>	<b>(3,765.7)</b>	<b>28,610.3</b>

Total outstanding public debt as of May 31, 2017, was \$28.6 million. Total debt repayments for the financial year were \$3.8 million.

All loan principal and interest payments are up to date as of May 31, 2017.

## DEVELOPMENT FUND

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
2016	23,508.5	34,644.7	11,136.3	18,279.2
May-17	3,070.8	-	(3,070.8)	15,208.4
	<b>46,018.6</b>	<b>61,227.0</b>	<b>15,208.4</b>	

In accordance with the PFM Ordinance Section 18(2) (b), about \$18.3 million was retained in the Development Fund to cover the cost of projects that were deemed committed at the end of the previous financial year.

Capital Expenditure for the first two months of the financial year amounted to \$3.1 million when compared to the previous year's outturn of \$0.9 million and a projected amount of \$3.0 million. Spending on capital projects is expected to increase within the ensuing months as the procurement plan for the current financial year will be published during the month of July 2017 and tendering of projects listed in the current development budget will commence soon after during the second quarter of the current financial year. With a budget of \$38.3 million, driving capital expenditure will be a key focus for Government as this financial year progresses.

#### NATIONAL FORFEITURE FUND.

The National Forfeiture Fund had a balance of \$5.1 million at May 31, 2017 and there was no expenditure committed against these funds during the period.