



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

SUMMARY FINANCIAL REPORT

MAY 2018

Prepared by the Office of the Accountant General

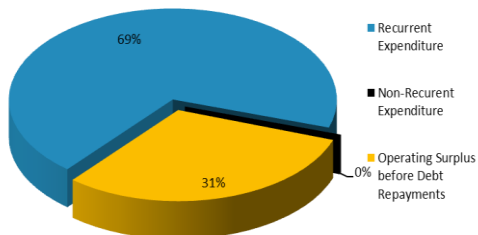
The Appropriations for the 2018-19 Fiscal year have not been passed in the House of Assembly; therefore, no revenue estimates are reflected in this report. Consequently, all comparative analysis of revenue is calculated on last year's results only. Estimates presented for expenditure are based on a provisional appropriation which was calculated using one third of the Final Appropriation for financial year 2017-18.

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	26,953.2	-	25,717.8	26,953.2	-	1,235.5	5%	57,373.8	-	50,812.5	57,373.8	-	6,561.3	13%
Recurrent Expenditure	18,547.0	14,509.8	19,223.2	(4,037.2)	(28%)	676.2	4%	31,429.8	41,069.6	30,608.9	9,639.7	23%	(820.9)	(3%)
Net Recurrent Surplus	8,406.2	(14,509.8)	6,494.6	22,916.0	(158%)	1,911.7	29%	25,944.0	(41,069.6)	20,203.6	67,013.6	-163%	5,740.4	28%
Non-Recurrent Revenue	103.2	-	67.1	103.2	-	36.1	54%	2,567.5	-	90.7	2,567.5	-	2,476.7	2730%
Non-Recurrent Expenditure	90.6	912.2	778.8	821.6	90%	688.2	88%	561.2	2,778.6	1,100.2	2,217.4	80%	539.0	49%
Operating Surplus	8,418.8	(15,422.0)	5,782.9	23,840.8	(155%)	2,635.9	46%	27,950.2	(43,848.2)	19,194.1	71,798.4	-164%	8,756.1	46%

The Consolidated Fund recorded an overall surplus of \$8.3 million during May. This resulted in Year to date operating surplus of \$27.4 million which, when adjusted for the non-recurrent revenue and expenditure results is a net recurrent surplus of \$25.4 million. This year to date performance saw an increase \$8.8 million or 46% when compared to the outturn of the same period last year.

Revenue Distribution December 2017



Recurrent Revenues for the month amounted to \$27.0 million which were up \$1.2 million (5%) from the previous year's outturn. Year to date results of \$57.4 million increased by \$6.5 million (13%) when compared to the previous year's outturn. **Non-recurrent Revenue** totaled \$2.6 million for the year to date, consisting primarily of civil recovery income.

Recurrent Expenditure for May totaled \$18.6 million, which was \$4.0 million (28%) above the budgeted amount while down 4% from the previous year's outturn. Year to date expenditure totaled \$31.4 million which was \$9.6 million (23%) below budget while being 3% above the previous year's outturn. This variance was primarily due to the utilization of a provisional budget.

Non-recurrent Expenditure for the month was \$0.1 million resulting in a year to date amount of \$0.6 million which was 80% less than the budgeted amount while being 49% below the prior year's outturn, due primarily to the timing of the receipt of invoices.

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	8,418.8	(15,422.0)	5,782.9	23,840.8	(155%)	2,635.9	46%	27,950.2	(43,848.2)	19,194.1	71,798.4	(164%)	8,756.1	46%
Less:														
Capital Contributions	(1,940.8)	(1,300.0)	(2,935.7)	(640.8)	49%	994.9	(34%)	(2,057.0)	(2,500.0)	(3,070.8)	443.0	(18%)	1,013.7	(33%)
Debt Repayments	(2,000.0)	(2,533.3)	(3,733.8)	533.3	(21%)	1,733.8	-	(2,863.8)	(2,863.8)	(4,096.2)	.0	(0%)	1,232.4	(30%)
Borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond Inflows	23.1	23.1	23.1	-	-	-	-	23.1	23.1	23.1	-	-	-	-
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	(881.1)	-	(1,050.2)	(881.1)	-	169.1	(16%)	1,483.7	-	2,243.8	1,483.7	-	(760.1)	(34%)
Net Cash Flow	3,620.0	(19,232.1)	(1,913.7)	22,852.2	(119%)	5,533.7	(289%)	24,536.2	(49,188.9)	14,294.1	73,725.1	(150%)	10,242.2	72%

The month of May 2018 recorded a net cash surplus of \$3.5 million, comparing favorably to the \$1.9 million deficit recognized in the prior year. Year to date Net cash flow totaled \$24.5 million which was \$10.2 million (72%) above the previous year's outturn. It should be noted that the table above, while showing a budgeted net cash outflow of negative \$49.2 million does not include revenue estimates, as they have not yet been approved.

On May 4th, \$30.0 million was placed on a fixed term deposit with CIBC First Caribbean International Bank earning interest at a rate of 1% for six (6) months. An additional amount of \$65.0 million remains in an on-call money market account at Scotiabank (Turks and Caicos). This deposit is currently earning interest at a rate of 0.55% per annum which is a negotiated .15% increase from what was previously earned, taking effect on April 30th, 2018.

OUTSTANDING PUBLIC DEBT

Public Debt	Opening	May 31, 2018	
		Principal Repayment	Outstanding Principal
	01-Apr-17	\$ 000's	\$ 000's
TCIG Bank Loans - Unsecured	19,782.8	(2,863.8)	16,919.0
Total Outstanding Public Debt	19,782.8	(2,863.8)	16,919.0

Total loan repayment for the year to date was \$2.9 million. This reduced Loans and Bonds from a total \$19.8 million at April 1 2018 to \$16.9 million at the end of May 2018.

DEVELOPMENT FUND

<i>DEVELOPMENT FUND SUMMARY</i>	EXPENDITURE	APPROVED CONTRACT	AVAILABLE	
			FOR YEAR	CUMULATIVE
Opening balance			967.2	967.2
2014	7,900.3	9,876.9	1,976.6	2,943.9
2015	11,539.0	16,830.5	5,291.5	8,235.3
2016	23,508.5	29,226.7	5,718.2	13,953.5
2017	16,059.1	17,707.4	1,648.3	15,601.8
May-18	2,057.0		(2,057.0)	13,544.8
	61,063.9	73,641.5	13,544.8	

Approximately \$13.5 million remains available for expenditure in the current year after \$1.9 million was expended during the month. The available funds represent commitments from the previous financial year. Of the total expenditure, \$0.8 million was spent on the construction, renovation & upgrading buildings of which \$0.6 million were on schools throughout the islands, \$0.8 million on road development and repair, \$0.1 million on agriculture development and a further \$0.2 million on the purchase of transport equipment.

The development plan for the current financial year has not yet been finalised.

NATIONAL FORFEITURE FUND

The National Forfeiture Fund had a balance of \$5.0 million at May 31, 2018.