



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

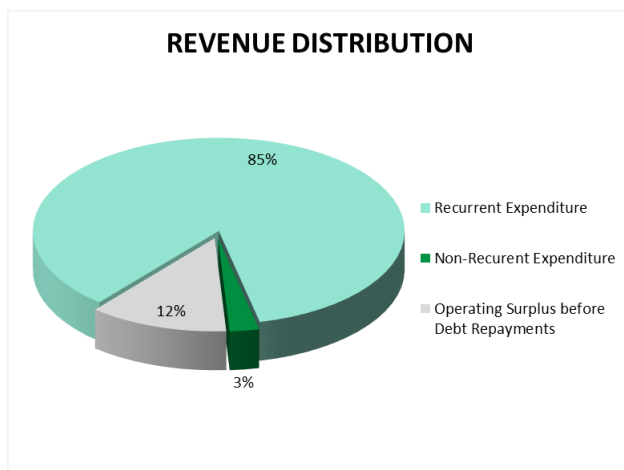
SUMMARY FINANCIAL REPORT

MAY 2019

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	26,860.2	28,286.5	26,954.0	(1,426.2)	(5%)	(93.8)	(0%)	58,536.6	59,116.3	57,375.2	(579.7)	(1%)	1,161.4	2%
Recurrent Expenditure	22,939.2	20,398.6	17,980.2	(2,540.5)	(12%)	(4,959.0)	(28%)	37,195.2	43,384.8	30,863.0	6,189.5	14%	(6,332.2)	(21%)
Net Recurrent Surplus	3,921.0	7,887.8	8,973.8	(3,966.8)	(50%)	(5,052.8)	(56%)	21,341.4	15,731.6	26,512.2	5,609.8	36%	(5,170.8)	(20%)
Non-Recurrent Revenue	16.0	1,052.9	103.2	(1,036.9)	-	(87.2)	(84%)	38.8	1,052.9	2,567.5	(1,014.1)	-	(2,528.6)	(98%)
Non-Recurrent Expenditure	683.6	394.5	657.5	(289.1)	(73%)	(26.1)	(4%)	1,354.8	970.1	1,128.1	(384.7)	(40%)	(226.7)	(20%)
Net Operating Balance	3,253.4	8,546.2	8,419.5	(5,292.8)	(62%)	(5,166.1)	(61%)	20,025.5	15,814.3	27,951.6	4,211.1	27%	(7,926.1)	(28%)

The Consolidated Fund recorded a surplus of \$3.3 million during May, which compared unfavorably to the budgeted surplus for the month of \$8.5 million. Year to date results however, were \$4.2 million (27%) ahead of the budgeted amount. **On a year-over-year basis**, the Consolidated Fund saw a decrease when compared to May of the previous year by \$5.2 million or 61%.



Recurrent Revenues for the month amounted to \$26.9 million, which was \$1.4 million (5%) below the budgeted amount. This resulted in Year to date results which were a marginal 1% below budget. On a year-over-year basis, recurrent revenue was on par with the prior year's outturn resulting in year to date results which were up 2% from May of the prior year. **Non-recurrent Revenue** receipts received to date were nominal.

Recurrent Expenditure for May totaled \$22.9 million, which was \$2.5 million (12%) above the budgeted amount. This resulted in Year to date expenditure totaling \$37.2 million which trailed \$6.2 million (14%) behind the budgeted amount. On a year over year basis, Recurrent expenditure was \$5.0 million (28%) from May of the prior year's outturn which translated into year to date results that were up \$6.3 million or 21%.

Non-recurrent Expenditure for the month of May totaled \$0.7 million which was \$0.3 million more than the budgeted amount while up 4% from the prior year's outturn. Year to date expenditure totaling \$1.4 million was \$0.4 million (40%) over the budget while up \$0.2 million (20%) from the prior year's outturn.

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	3,253.4	8,546.2	8,419.5	(5,292.8)	(62%)	(5,166.1)	(61%)	20,025.5	15,814.3	27,951.6	4,211.1	27%	(7,926.1)	-28%
Less:														
Capital Contributions	(2,388.2)	-	(1,940.8)	(2,388.2)	-	(447.4)	-	(2,388.2)	-	(1,940.8)	(2,388.2)	-	(447.4)	-
Debt Repayments	(2,000.0)	(2,000.0)	(2,000.0)	-	-	-	-	(2,863.8)	(2,330.5)	(2,863.8)	(533.3)	23%	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond Inflows	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from/(to) NWF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	1,501.5	-	(866.4)	1,501.5	-	2,367.8	(273%)	8,572.6	-	1,498.5	8,572.6	-	7,074.1	472%
Net Cash Flow	366.7	6,546.2	3,612.3	(6,179.5)	(94%)	(3,245.6)	(90%)	23,346.1	13,483.9	24,645.4	9,862.2	73%	(1,299.4)	(5%)

The month of May 2019 recorded a net cash surplus of \$0.4 million, underperforming against the budgeted surplus by \$6.2 million as well as the prior year's outturn by \$3.2 million.

To enhance the government's treasury management, \$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 \$70.3 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. The cash flow forecast for ensuing month indicates that flows should remain positive.

Outstanding Public Debt

Public Debt	Opening	May 30, 2019	
	01-Apr-18	Principal Repayment	Outstanding Principal
Debt Type	\$ 000's	\$ 000's	\$ 000's
TCIG Bank Loans - Unsecured	9,394.3	(2,863.8)	6,530.5
Total Outstanding Public Debt	9,394.3	(2,863.8)	6,530.5

Repayment for the year to date was \$2.9 million, which reduced Loans and Bonds from a total \$9.4 million at the beginning of the fiscal year, to \$6.5 million at the end of May. Debt servicing cost associated with this repayment totaled \$0.1 million.

Development Fund

In accordance with the PFM Ordinance Section 18(2) (b), approximately \$38.5 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. These projects may span up to two years.

<i>DEVELOPMENT FUND SUMMARY</i>	EXPENDITURE	CONSOLIDATED FUND		AVAILABLE	
		CONTRIBUTION & APPROVED CONTRACT	TRANSFERS	FOR YEAR	CUMULATIVE
Opening balance				967.2	967.2
2014	8,051.0	14,573.8	(17.7)	6,505.1	7,472.3
2015	11,539.0	19,372.8	(505.2)	7,328.7	14,801.0
2016	23,509.5	30,999.6	(182.0)	7,308.1	22,109.1
2017	16,059.1	17,761.9	(420.4)	1,282.4	23,391.5
2018	17,580.6	32,641.5		15,060.9	38,452.4
May-19	2,878.8			(2,878.8)	35,573.6
	79,617.9	115,349.6	(1,125.3)	38,452.4	

Approximately \$35.6 million remains available for expenditure over the life of the specific projects after expenditure on capital projects thus far for the fiscal year of \$2.9 million, relating mainly to capital projects approved in the previous financial year.

Spending on capital projects is expected to increase within the ensuing months as the procurement plan for the current financial year will be expected to be published shortly and tendering of projects listed in the current development budget will commence. With a budget of \$36.6 million, driving capital expenditure will be a key focus for Government as this financial year progresses.

National Wealth Fund.

In accordance with its ordinance, the national wealth fund was funded during the second quarter. The balance in the fund at the end of the third quarter currently stands at \$8.0 million.

National forfeiture Fund.

The National Forfeiture Fund had a balance of \$5.2 million as at May 31, 2019.