



GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS

# SUMMARY FINANCIAL REPORT

## JULY 2018

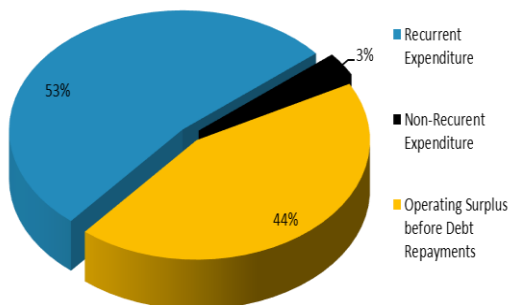
*Prepared by the Office of the Accountant General*

## 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	27,934.0	23,380.7	24,470.4	4,553.3	19%	3,463.6	14%	108,509.4	98,425.4	101,139.9	10,084.1	10%	7,369.5	7%
Recurrent Expenditure	14,853.7	17,256.7	18,042.0	2,403.0	14%	3,188.3	18%	63,628.0	72,288.8	67,303.8	8,660.8	12%	3,675.9	5%
<b>Net Recurrent Surplus</b>	<b>13,080.3</b>	<b>6,124.0</b>	<b>6,428.4</b>	<b>6,956.3</b>	<b>114%</b>	<b>6,651.9</b>	<b>103%</b>	<b>44,881.5</b>	<b>26,136.6</b>	<b>33,836.1</b>	<b>18,744.9</b>	<b>72%</b>	<b>11,045.4</b>	<b>33%</b>
Non-Recurrent Revenue	166.3	45.4	43.5	120.8	266%	122.8	283%	2,869.8	2,818.9	243.8	50.9	2%	2,626.0	1077%
Non-Recurrent Expenditure	899.6	683.2	524.2	(216.4)	(32%)	(375.4)	(72%)	2,135.8	4,070.7	2,121.3	1,934.9	48%	(14.5)	(1%)
<b>Operating Surplus</b>	<b>12,346.9</b>	<b>5,486.2</b>	<b>5,947.6</b>	<b>6,860.7</b>	<b>125%</b>	<b>6,399.3</b>	<b>108%</b>	<b>45,615.5</b>	<b>24,884.8</b>	<b>31,958.6</b>	<b>20,730.7</b>	<b>83%</b>	<b>13,656.9</b>	<b>43%</b>

The Consolidated Fund recorded a surplus of \$12.3 million during July. This compared favorably to the budgeted surplus of \$5.4 million. This translated into a year to date surplus of \$45.6 million which was \$20.7 million (83%) ahead of the budgeted amount. **On a year-over-year basis**, the Consolidated Fund saw an increase when compared to July of the previous year by \$6.4 million which resulted in year to date that were up \$13.7 million (43%) when compared to results of the previous year.

Revenue Distribution July 2018



**Recurrent Revenues** for the month amounted to \$27.9 million, which was \$4.6 million (19%) above budgeted revenues of \$23.4 million and up \$3.5 million (14%) from the previous year's outturn. Year to date Recurrent Revenue totaled \$108.5 million outperforming the budgeted amount of \$98.4 million by \$10.1 million (10%). On a year-over-year basis recurrent revenues saw a \$7.4 million (7%) increase when compared to the outturn as at July of the prior year.

**Non-recurrent Revenue** totaled \$2.9 million for the year to date, consisting mostly of \$2.3 million civil recovery settlement payment.

**Recurrent Expenditure** for July was \$16.0 million, which was \$1.4 million (8%) below the budgeted amount and 7% below the previous year's outturn. Year to date Recurrent Expenditure was less than the budgeted amount by \$8.7 million (12%) as well as the previous year's outturn by \$3.7 million (5%).

**Non-recurrent Expenditure** saw year to date results totaling \$2.1 million which was 48% less than the budgeted amount while a marginal 1% above 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	%
<b>Cash Flow from Operations</b>	<b>12,346.9</b>	<b>5,486.2</b>	<b>5,947.6</b>	<b>6,860.7</b>	<b>125%</b>	<b>6,399.3</b>	<b>108%</b>	<b>45,615.5</b>	<b>24,884.8</b>	<b>31,958.6</b>	<b>20,730.7</b>	<b>83%</b>	<b>13,656.9</b>	<b>43%</b>
Less:														
Capital Contributions	-	(1,500.0)	(645.5)	1,500.0	(100%)	645.5	(100%)	(2,997.3)	(5,500.0)	(4,434.3)	2,502.7	(46%)	1,437.0	(32%)
Debt Repayments	-	(2,330.5)	(279.7)	2,330.5	(100%)	279.7	-	(2,863.8)	(5,194.3)	(4,375.9)	2,330.5	(45%)	1,512.1	(35%)
Borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond Inflows	-	-	-	-	-	-	-	183.6	183.6	183.6	-	-	(.0)	-
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	633.9	-	1,745.8	633.9	-	(1,111.9)	(64%)	2,591.1	-	5,564.6	2,591.1	-	(2,973.4)	(53%)
<b>Net Cash Flow</b>	<b>12,980.8</b>	<b>1,655.7</b>	<b>6,768.2</b>	<b>11,325.1</b>	<b>684%</b>	<b>6,212.6</b>	<b>92%</b>	<b>42,529.1</b>	<b>14,374.1</b>	<b>28,896.5</b>	<b>28,155.0</b>	<b>196%</b>	<b>13,632.6</b>	<b>47%</b>

The month of July 2017 recorded a net cash deficit of \$0.8 million, comparing unfavorably to the budgeted surplus of \$2.0 million, and the prior year's outturn by \$3.2 million. Year to Date results however, recorded a positive net cash flow of \$26.2 million, surpassing the budgeted amount by \$23.4 million and the prior year's outturn by \$3.0 million.

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

## OUTSTANDING PUBLIC DEBT

Public Debt	Opening 01-Apr-17	July 31, 2018	
		Principal Repayment	Outstanding Principal
		\$ 000's	\$ 000's
TCIG Bank Loans - Unsecured	19,782.8	(5,194.3)	14,588.6
<b>Total Outstanding Public Debt</b>	<b>19,782.8</b>	<b>(5,194.3)</b>	<b>14,588.6</b>

Loan repayment for the financial year to date, totaled \$6.9 million. This brought outstanding public debt as of July 31, 2018 to \$14.6 million. All loan principal and interest payments are up to date as at July 31, 2018.

## DEVELOPMENT FUND

DEVELOPMENT FUND SUMMARY	EXPENDITURE	CONSOLIDATED FUND CONTRIBUTION & APPROVED CONTRACT		TRANSFERS	AVAILABLE	
					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
Jul-18	4,341.0				(4,341.0)	19,050.4
	<b>63,499.6</b>		<b>82,708.1</b>	<b>(1,125.3)</b>	<b>19,050.4</b>	

In accordance with the PFM Ordinance Section 18(2) (b), approximately \$23.4 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.

Approximately \$19.1 million remains available for expenditure in the current year after \$4.3 million was expended for the financial year to date. Of the total expenditure, 2.6 million was spent on the construction, renovation & upgrading buildings & structures of which \$1.1 million were on schools throughout the islands, \$1.3 million on road development and repair, and a further \$0.3 million on the purchase of transport equipment.

Spending on capital projects is expected to increase within the ensuing months as the procurement plan for the current financial year will be published shortly and tendering of projects listed in the current development 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 FORFEITURE FUND.

The National Forfeiture Fund had a balance of \$5.0 million at July 31. No amount was committed against these funds during the period.