



GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS

# MONTHLY FINANCIAL REPORT

# AUGUST

*Prepared by the Office of the Accountant General – September 24, 2015*

**GOVERNMENT OF THE TURKS AND CAICOS ISLANDS**  
**Monthly Financial Report (Unaudited)**  
**August 31<sup>st</sup>, 2015**

	Month of August 2015			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	20,899.4	16,174.6	17,963.1	4,724.8	29%	2,936.3	16%	110,532.4	99,913.1	104,081.0	10,619.3	11%	6,451.4	6%
Recurrent Expenditure	16,377.4	14,364.1	12,843.7	(2,013.4)	(14%)	(3,533.8)	(28%)	70,117.4	86,755.8	63,097.9	16,638.4	19%	(7,019.5)	(11%)
<b>Net Recurrent Surplus</b>	<b>4,521.9</b>	<b>1,810.5</b>	<b>5,119.4</b>	<b>2,711.4</b>	<b>150%</b>	<b>(597.5)</b>	<b>(12%)</b>	<b>40,415.0</b>	<b>13,157.3</b>	<b>40,983.1</b>	<b>27,257.7</b>	<b>207%</b>	<b>(568.1)</b>	<b>(1%)</b>
Non-Recurrent Revenue	24.2	91.7	113.6	(67.4)	(74%)	(89.4)	(79%)	132.0	573.8	5,766.9	(441.9)	(77%)	(5,635.0)	(98%)
Non-Recurrent Expenditure	2,639.2	3,530.0	3,030.9	890.8	25%	391.7	13%	5,327.6	5,048.5	6,826.3	(279.0)	(6%)	1,498.7	22%
<b>Operating Surplus</b>	<b>1,907.0</b>	<b>(1,627.8)</b>	<b>2,202.2</b>	<b>3,534.8</b>	<b>(217%)</b>	<b>(295.2)</b>	<b>(13%)</b>	<b>35,219.4</b>	<b>8,682.6</b>	<b>39,923.7</b>	<b>26,536.8</b>	<b>306%</b>	<b>(4,704.4)</b>	<b>(12%)</b>

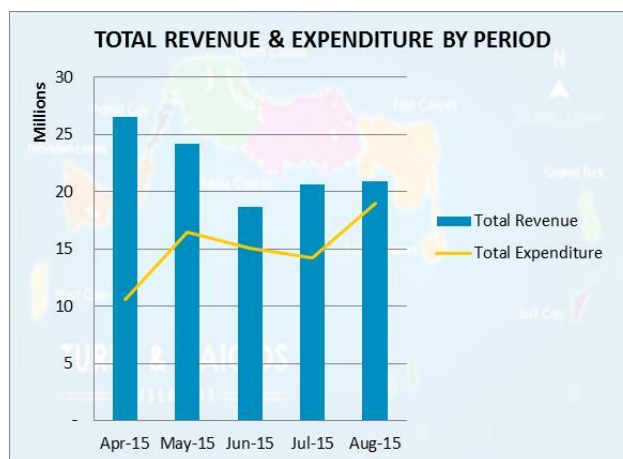
**1.0 Month: Operating Surplus of \$1.9 million**

The net operating balance of the consolidated fund in the fifth month of the Fiscal Year 2015-16 recorded a surplus of \$1.9 million, which represented a \$0.3 million decrease from last year's results while being \$3.5 million ahead of the budgeted deficit of \$1.6 million.

Recurrent revenues amounted to \$20.9 million, which was 29% or \$4.7 million ahead of budgeted revenues of \$16.2 million while being 16% up from last year's results.

Total recurrent expenditure was \$16.4 million, which was \$2.0 million or 14% ahead of the budgeted amount while being \$3.5 million or 28% above last year's outturn.

Non-Recurrent expenditure totaled \$2.6 million which was 25% behind the budgeted amount and 13% below prior year's costs.



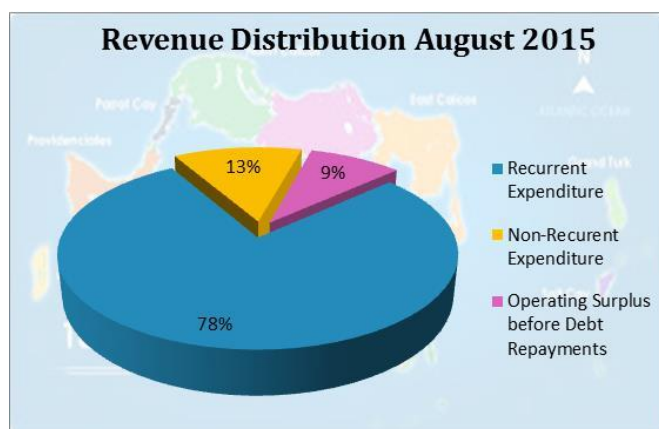
**1.1 Year to Date: Operating Surplus of \$35.2m**

Year to date results recorded an operating surplus of \$35.2 million, which was \$26.5 million ahead of the budgeted outturn while being \$4.7 million below last year's results.

Year to date recurrent revenues totaled \$110.5 million being \$10.6 million or 11% ahead of the budgeted amount and \$6.5 million or 6% above that of last year.

Year to date recurrent expenditure totaled \$70.1 million, which was \$16.6 million or 19% behind the budgeted amount while being 11% above last year's results.

Year to date non recurrent expenditures totaled of \$5.3 million, which was 6% ahead of budget and 22% below last year's results.



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**2.0 Cash Flow Statement**

	Month of August 2015			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	1,907.0	(1,627.8)	2,202.2	3,534.8	(217%)	(295.2)	(13%)	35,219.4	8,682.6	39,923.7	26,536.8	306%	(4,704.4)	(12%)
Less:														
Capital Contributions	(791.9)	(1,858.6)	(275.7)	1,066.6	(57%)	(516.3)	187%	(3,621.8)	(9,292.8)	(1,691.9)	5,671.0	(61%)	(1,929.9)	114%
Debt Repayments	-	(208.3)	(208.3)	208.3	(100%)	208.3	(100%)	(2,009.8)	(1,591.2)	(12,415.7)	(418.6)	26%	10,405.9	(84%)
Bond Inflows	-	-	-	-	-	-	-	183.6	(169.3)	592.2	352.9	(208%)	(408.6)	(69%)
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers to Sinking Fund	(.0)	-	(6,766.3)	(.0)	-	6,766.3	(100%)	(.0)	-	(10,845.8)	(.0)	-	10,845.8	(100%)
Transfers From Sinking Fund	-	-	-	-	-	-	-	-	-	9,000.0	-	-	(9,000.0)	-
Net Working Capital	(1,603.4)	-	(176.1)	(1,603.4)	-	(1,427.3)	811%	2,234.1	-	2,862.4	2,234.1	-	(628.4)	(22%)
<b>Net Cash Flow</b>	<b>(488.3)</b>	<b>(3,694.7)</b>	<b>(5,224.3)</b>	<b>3,206.4</b>	<b>(87%)</b>	<b>4,735.9</b>	<b>(91%)</b>	<b>32,005.3</b>	<b>(2,370.7)</b>	<b>27,424.9</b>	<b>34,376.1</b>	<b>(1450%)</b>	<b>4,580.4</b>	<b>17%</b>

The month of August 2015 recorded a negative net cash flow of \$0.5 million compared to a budgeted deficit of \$3.7 million and a prior year deficit of \$5.2 million. Year to date net cash flows were \$32.0 million, which was \$34.4 million over projected deficit of \$2.4 million while being \$4.6 million up from last year's results.

To enhance the government's treasury management, an amount of \$32.0 million is currently placed in an on-call money market account at Scotiabank (Turks and Caicos), which is earning interest at a rate of 0.4% per annum. The cash flow forecast for ensuing month indicates that flows should remain positive and there is no need to draw on the credit facility.

**3.0 Outstanding Public Debt**

Debt Type	Opening	As At August 31, 2015	
	01-Apr-15	Principal Repayment	Outstanding Principal
	\$ 000's	\$ 000's	\$ 000's
RBTT Bonds 2016 - Guaranteed	170,000.0	-	170,000.0
Other TCIG Bank Loans - Unsecured	12,914.3	(1,118.4)	11,795.9
TCInvest Loans - Unsecured	8,823.9	(891.4)	7,932.5
<b>Total Outstanding Public Debt</b>	<b>191,738.2</b>	<b>(2,009.8)</b>	<b>189,728.4</b>

The Turks and Caicos Government's outstanding debt as of August 31, 2015 is \$189.7 million. Total debt repayments for the year to date were \$2.0 million.

The guaranteed loan 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 August 31<sup>st</sup>, 2015.

**4.0 Capital Expenditure**

Capital expenditure for the year to date amounted to \$3.6 million, which was \$5.7 million or 61% below budget.

**5.0 Sinking Fund**

The Sinking Fund balance as at August 31<sup>st</sup>, 2015 stood at \$110.0 million. Net public debt outstanding at the end of August 2015 is therefore about \$79.7 million, when the Sinking Fund is taken into consideration.

**6.0 National Forfeiture Fund**

The National Forfeiture Fund had a balance of \$1.8 million as at August 31, 2015.