



GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS

# MONTHLY FINANCIAL REPORT

# AUGUST

*Prepared by the Office of the Accountant General*

**GOVERNMENT OF THE TURKS AND CAICOS ISLANDS**  
**Monthly Financial Report (Unaudited)**  
**August 31st, 2016**

|                              | 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            | 23,421.9       | 19,628.7       | 20,899.4       | 3,793.2        | 19%        | 2,522.5        | 12%         | 117,490.5       | 108,057.7       | 110,532.4       | 9,432.8         | 9%          | 6,958.1          | 6%          |
| Recurrent Expenditure        | 17,301.2       | 16,187.9       | 16,377.4       | (1,113.2)      | (7%)       | (923.7)        | (6%)        | 79,677.1        | 93,450.1        | 70,133.3        | 13,773.0        | 15%         | (9,543.9)        | (14%)       |
| <b>Net Recurrent Surplus</b> | <b>6,120.7</b> | <b>3,440.8</b> | <b>4,521.9</b> | <b>2,679.9</b> | <b>78%</b> | <b>1,598.8</b> | <b>35%</b>  | <b>37,813.4</b> | <b>14,607.6</b> | <b>40,399.1</b> | <b>23,205.8</b> | <b>159%</b> | <b>(2,585.8)</b> | <b>(6%)</b> |
| Non-Recurrent Revenue        | 82.3           | 62.5           | 24.2           | 19.8           | 32%        | 58.1           | 240%        | 353.1           | 312.5           | 132.0           | 40.6            | 13%         | 221.2            | 168%        |
| Non-Recurrent Expenditure    | 633.9          | 575.0          | 2,639.2        | (58.9)         | (10%)      | 2,005.3        | 76%         | 3,090.3         | 4,827.4         | 5,311.7         | 1,737.1         | 36%         | 2,221.4          | 42%         |
| <b>Operating Surplus</b>     | <b>5,569.1</b> | <b>2,928.3</b> | <b>1,907.0</b> | <b>2,640.8</b> | <b>90%</b> | <b>3,662.2</b> | <b>192%</b> | <b>35,076.2</b> | <b>10,092.7</b> | <b>35,219.4</b> | <b>24,983.5</b> | <b>248%</b> | <b>(143.2)</b>   | <b>(0%)</b> |

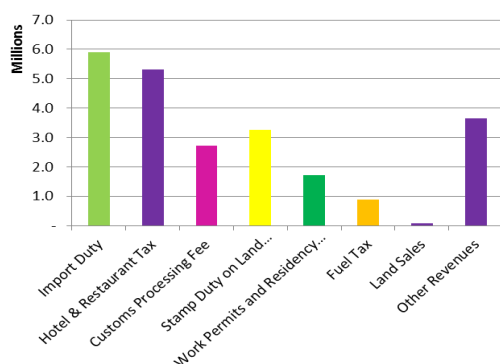
**1.0 Month: Operating Surplus of \$5.7 million**

The net operating balance of the consolidated fund in the fifth month of the Fiscal Year 2016-17 saw a surplus of 5.7 million, when compared to a budgeted amount of \$2.9 million and a surplus of \$1.9 million for the same period last year.

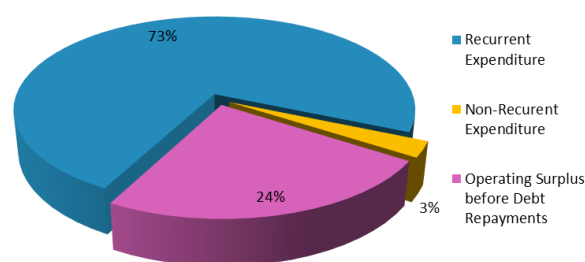
Recurrent revenues for the month amounted to \$23.4 million, which was 19% or \$3.8 million ahead of budgeted revenues of \$20.9 million and 12% or \$2.5 million above last year's outturn.

Total recurrent expenditure for August 2016 was \$17.3 million, which was \$1.1 million ahead of the budgeted amount and 6% above last year's outturn. Non-recurrent expenditure for the month totaled \$0.6 million, which was 10% above the budget while being \$2.0 million below last year's results.

**TOTAL REVENUES - August 2016**



**Revenue Distribution August 2016**



**1.1 Year to Date: Operating Surplus of \$35.1 m**

Year to date results showed an operating surplus of \$35.51 million, which was \$25.0 million ahead of the budgeted outturn. Most of this variance is due to under expenditure; however, it is expected to correct itself in the ensuing months.

Year to date recurrent revenues totaled \$117.5 million being 9% or \$9.4 million ahead of budgeted results and 6% or \$7.0 million up from last year's results.

Year to date recurrent expenditure totaled \$79.7 million, which was \$13.8 million or 15% behind the budgeted amount while being 14% above last year's results. Year to date Non-recurrent expenditures totaled \$3.1 million, which was 36% below budget and 42% below last year's results.

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## 2.0 Cash Flow Statement

|                           | 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 | 5,569.1        | 2,928.3        | 1,907.0        | 2,640.8        | 90%            | 3,662.2        | 192%          | 35,076.2        | 10,092.7         | 35,219.4        | 24,983.5        | 248%          | (143.2)           | (0%)         |
| Less:                     |                |                |                |                |                |                |               |                 |                  |                 |                 |               |                   |              |
| Capital Contributions     | (2,095.6)      | (3,039.9)      | (791.9)        | 944.3          | (31%)          | (1,303.7)      | 165%          | (9,243.4)       | (15,199.6)       | (3,622.0)       | 5,956.2         | (39%)         | (5,621.4)         | 155%         |
| Debt Repayments           | -              | -              | -              | -              | -              | -              | -             | (5,674.8)       | (916.6)          | (2,009.8)       | (4,758.2)       | -             | (3,664.9)         | 182%         |
| Borrowing                 | -              | -              | -              | -              | -              | -              | -             | -               | -                | -               | -               | -             | -                 | -            |
| Bond Inflows              | -              | -              | -              | -              | -              | -              | -             | 183.6           | 160.5            | 183.6           | 23.1            | -             | (.0)              | -            |
| Transfers from/(to) NFF   | -              | -              | -              | -              | -              | -              | -             | -               | -                | -               | -               | -             | -                 | -            |
| Net Working Capital       | (1,046.9)      | -              | (1,603.4)      | (1,046.9)      | -              | 556.5          | (35%)         | (1,881.1)       | -                | 2,862.4         | (1,881.1)       | -             | (4,743.5)         | (166%)       |
| <b>Net Cash Flow</b>      | <b>2,426.6</b> | <b>(111.6)</b> | <b>(488.3)</b> | <b>2,538.2</b> | <b>(2274%)</b> | <b>2,915.0</b> | <b>(597%)</b> | <b>18,460.5</b> | <b>(5,863.0)</b> | <b>32,633.6</b> | <b>24,323.5</b> | <b>(415%)</b> | <b>(14,173.1)</b> | <b>(43%)</b> |

The month of August 2016 recorded a positive net cash flow of \$2.4 million compared to a budgeted deficit of \$0.1 million and a prior year deficit of \$0.5 million. Year to date net cash flows totaled \$18.5 million, which was \$24.3 million above the budgeted amount while being \$14.2 million below last year's figure of \$32.6 million

To enhance the government's treasury management, an amount of \$30.3 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.

## 3.0 Outstanding Public Debt

| Public Debt                          | Opening         | As At August 31, 2016 |                       |
|--------------------------------------|-----------------|-----------------------|-----------------------|
| Debt Type                            | 1-Apr-16        | Principal Repayment   | Outstanding Principal |
|                                      | \$ 000's        | \$ 000's              | \$ 000's              |
| Other TCIG Bank Loans - Unsecured    | 43,129.4        | (5,610.9)             | 37,518.4              |
| TCInvest Loans - Unsecured           | 1,151.7         | (63.8)                | 1,087.9               |
| <b>Total Outstanding Public Debt</b> | <b>44,281.1</b> | <b>(5,674.8)</b>      | <b>38,606.3</b>       |

Total outstanding public debt as of August 31, 2016, was \$38.6 million. Total debt repayments for the financial year were \$5.7 million.

All loan principal and interest payments are up to date as of August 31, 2016

## 4.0 Capital Expenditure

Capital expenditure for the year to date amounted to \$9.2 million, which was \$6.0 million or 39% below the budgeted amount of \$15.2 million while being \$5.6 million above last year's expenditure of \$3.6 million. Driving capital expenditure will remain a key focus as the year progresses.

## 5.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$5.2 million at August 31, 2016.