



GOVERNMENT OF THE
TURKS AND CAICOS ISLANDS

MONTHLY FINANCIAL REPORT

DECEMBER 2014

Prepared by the Office of the Accountant General – January 30,, 2015

GOVERNMENT OF THE TURKS AND CAICOS ISLANDS
Monthly Financial Report (Unaudited)
December 31, 2014

	Month of December 2014			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	24,849.1	17,387.8	18,678.7	7,461.3	43%	6,170.4	33%	178,300.2	152,773.5	139,118.1	25,526.8	17%	39,182.2	28%
Recurrent Expenditure	12,026.5	13,237.2	11,353.0	1,210.7	9%	(673.4)	(6%)	114,261.6	126,649.6	113,205.6	12,388.0	10%	(1,056.0)	(1%)
Net Recurrent Surplus/(Deficit)	12,822.6	4,150.6	7,325.7	8,672.0	209%	5,496.9	75%	64,038.6	26,123.9	25,912.4	37,914.7	145%	38,126.2	147%
Non-Recurrent Revenue	67.4	216.7	413.5	(149.2)	(69%)	(346.1)	(84%)	6,231.1	5,950.0	2,395.5	281.1	5%	3,835.6	160%
Non-Recurrent Expenditure	801.1	1,109.5	771.7	308.4	28%	(29.4)	(4%)	9,657.2	10,892.6	11,964.4	1,235.4	11%	2,307.2	19%
Operating Surplus/(Deficit)	12,089.0	3,257.8	6,967.6	8,831.2	271%	5,121.4	74%	60,612.5	21,181.3	16,343.5	39,431.2	186%	44,268.9	271%

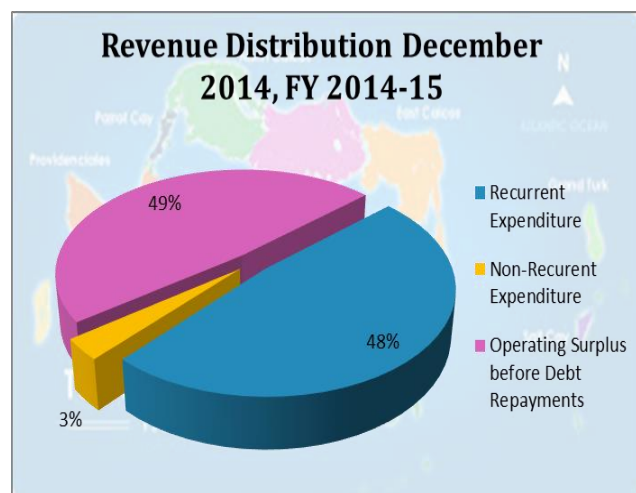
1.1 Month: Operating Surplus of \$12.1 million

The net operating balance of the consolidated fund at the end December 2014 recorded a surplus of \$12.1 million, when compared to a budgeted surplus of \$3.3 million and a surplus of \$7.0 million for the same period last year.

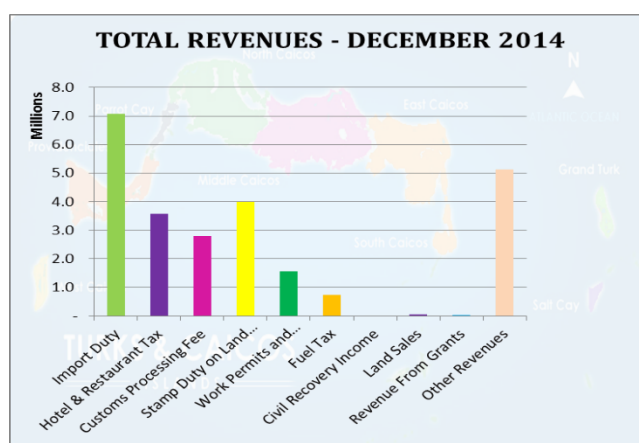
Recurrent revenues for the month amounted to \$24.8 million, which was 43% or \$7.5 million above the budget of \$17.4 million. Stamp duty on land transactions, import duty, custom processing fees, work permits and residency fees and hotel and restaurant tax all exceeded the budget estimates for the month by 165%, 34%, 25%, 35% and 9% respectively.

Total recurrent expenditure for December 2014 was \$12.0 million, which was 9% below the budget and 6% above that of last year outturn.

Total non-recurrent expenditure was \$0.8 million, which consisted primarily of payments to SIPT, Civil Recovery and interest expenses.



1.2 Year to Date: Operating Surplus of \$60.6 million.



Year to date results showed an operating surplus of \$60.6 million, this result in a positive variance of \$39.4 million over the budgeted surplus of \$21.2 million and \$44.3 million over last year's surplus of \$16.3 million.

Recurrent Revenue outturn was \$178.3 million, which was \$25.5 million or 17% above the budgeted outturn of \$152.8 and \$39.2 million or 28% above the results of the same quarter last year.

Recurrent Expenditure outturn totaled \$114.3 million, which resulted in a favorable variance of \$12.4 million or 10% when compared to budgeted outturn of \$126.6 million while being a marginal 1% above results of the same period last year.

Non-recurrent expenditure of \$9.6 million came in 11% or \$1.2 million below the budgeted amount and 19% below last year's outturn.

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2.0 Cash Flow Statement

	Month of December 2014			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	12,089.0	3,257.8	6,967.6	8,831.2	271%	5,121.4	74%	60,612.5	21,181.3	16,343.5	39,431.2	186%	44,268.9	271%
Less:														
Capital Contributions	(1,056.5)	(1,155.0)	(616.9)	98.5	(9%)	(439.7)	71%	(3,850.5)	(9,364.0)	(6,117.5)	5,513.5	(59%)	2,266.9	(37%)
Debt Repayments	(99.4)	(99.6)	(95.8)	.2	(0%)	(3.6)	4%	(15,034.4)	(5,898.5)	(6,117.1)	(9,135.9)	155%	(8,917.3)	146%
Bond Inflows	160.5	-	160.5	160.5	-	-	-	581.3	581.3	2,126.7	(.0)	(0%)	(1,545.5)	(73%)
Herzog Payment	-	-	(167.0)	-	-	167.0	(100%)	-	-	(1,503.0)	-	-	1,503.0	(100%)
Transfers from/(to) NFF	-	-	-	-	-	-	-	-	-	2,299.8	-	-	(2,299.8)	(100%)
Transfers to Sinking Fund	(.0)	(15.3)	-	15.3	-	(.0)	-	(10,845.8)	(4,105.7)	(2,697.6)	(6,740.1)	164%	(8,148.3)	302%
Transfers From Sinking Fund	-	-	-	-	-	-	-	9,000.0	-	9,000.0	-	-	9,000.0	-
Net Working Capital	(597.1)	-	(615.6)	(597.1)	100%	18.5	(3%)	4,663.5	-	2,862.4	4,663.5	100%	1,801.0	63%
Net Cash Flow	10,496.4	1,987.9	5,632.7	8,508.6	428%	4,863.7	86%	45,126.5	2,394.3	7,197.3	42,732.2	1785%	37,929.2	527%

The month of December 2014 recorded a net cash surplus of \$10.5 million compared to a budgeted surplus of \$2.0 million, while year to date recorded a positive net inflow of \$45.1 million. These year to date results compare very favorably with the projected net cash flow of \$2.4 million and the results for the same period last year which was a cash surplus \$7.2 million.

To enhance the government's treasury management, an amount of \$40.0 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 net cash flow forecast for ensuing months remain positive, therefore there should not be a need to draw on the credit facility.

3.0 Outstanding Public Debt

The Turks and Caicos Islands Government's outstanding debt as of December 31, 2014 is \$192.5 million, as shown in the adjacent table. Total debt repayments for the financial year were \$15.0 million.

The guaranteed loans 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 December 31, 2014

Debt Type	Opening	As At December 31, 2014	
	01-Apr-14	Principal Repayment	Outstanding Principal
	\$ 000's	\$ 000's	\$ 000's
RBTT Bonds 2016 - Guaranteed	170,000.0	-	170,000.0
Scotia Bank Loan 2016 - Guaranteed	9,000.0	(9,000.0)	.0
Other TCIG Bank Loans - Unsecured	17,971.7	(4,495.2)	13,476.4
TCInvest Loans - Unsecured	10,596.4	(1,539.4)	9,057.1
Total Outstanding Public Debt	207,568.1	(15,034.6)	192,533.5

4.0 Sinking Fund

The Sinking Fund balance as at end December 2014 stood at \$60.0 million, which was placed on a term deposit with Scotiabank at a rate of 1% per annum. Net public debt outstanding at the end of December 2014 is therefore about \$132.5 million, when the Sinking Fund is taken into consideration.

5.0 National Forfeiture Fund

The National Forfeiture Fund had a balance of \$1.9 million at the end of December 2014. No funds were collected through the SIPT recovery process for the first nine months of the financial year.