

GOVERNMENT OF THE  
TURKS AND CAICOS ISLANDS



*2020-21*

First Quarter  
**Financial Report**

(Unaudited)

APRIL TO JUNE 2020



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## *FOREWORD*

The first quarter of FY2020-21 Financial Report (Unaudited) presents a summary of the results of the operations of the Government of the Turks and Caicos Islands for the period April to June 2020. The report has been prepared in adherence to the Amended Public Finance Management Ordinance 2014 (Section 36. 01) which requires that the Accountant General prepares and submits unaudited budget report within 28 days after the end of each quarter.

The preparation and publication of this report represents the Government's continued commitment to transparent reporting of the Turks and Caicos Islands Government's (TCIG) finances, as well as relevant and timely provision of financial information, overall accountability and quality of governance for decision making.

This enables the Government to monitor more closely the usage of public funds and the associated risks and challenges, and implement changes. Likewise, the public, financial institutions and other stakeholders are able to monitor the finances of the Government to be assured that financial decisions are made in accordance with prudent financial management.

## KEY POINTS

▪ **\$19.2 million operating deficit**

The operating balance as at the end of June 2020 was a deficit of \$19.2 million against the forecast deficit of \$52.5 million which includes the \$25 million budget for cash assistance grants to individuals and businesses.

▪ **\$20.3 million reduction in underlying cash balance**

The underlying cash balance for the month ending 30 June 2020 showed a reduction of \$20.3 million against the profiled reduction of \$57.9 million.

▪ **Revenue down by 47% in the first quarter**

Receipts for the first quarter of \$43.5 million fell short by \$4.0 million (9%) when compared to the estimates. Receipts were down by \$38.2 million (47%) when compared to the first quarter of 2019.

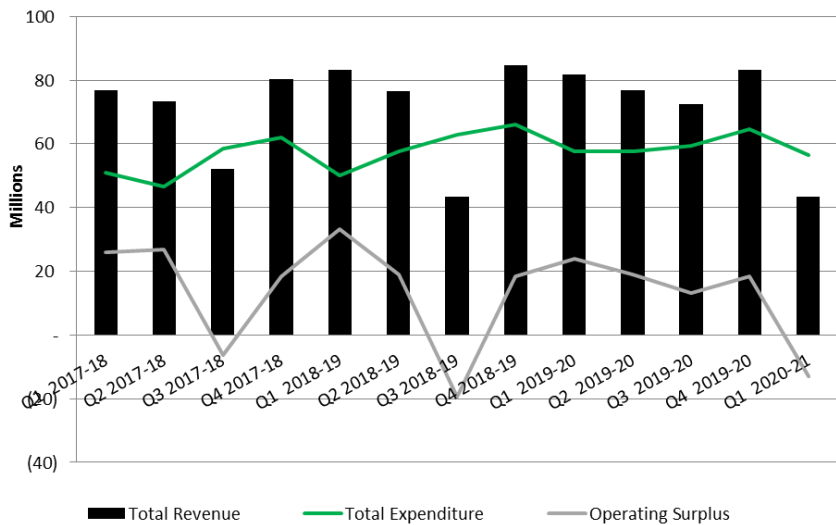
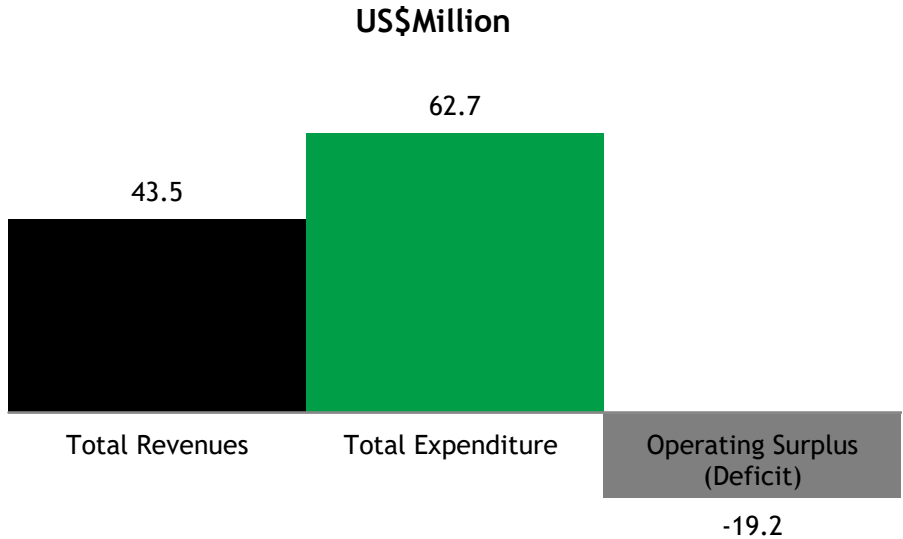
▪ **Spending down by 37% against estimates**

Expenditure at the end of the first quarter was \$62.7m \$37.2 million (37%). This was \$37.2m or (37%) lower than the estimates.

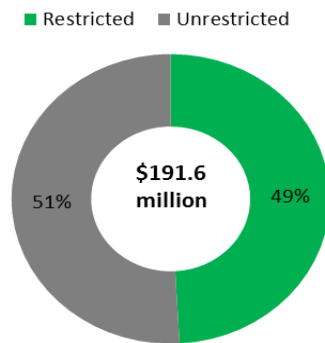
Expenditure for the first quarter showed an increase of \$5.0 million (9%) when compared to the prior year's outturn.

▪ **\$5.5 million Development Fund expenditure**

Spending on capital projects for the first quarter showed a 6% increase when compared to the prior year whilst being 20% above estimates.



### Cash & Cash Equivalents



Restricted cash is that which is set aside in government established funds for specific purposes as follows: National Wealth Fund \$25.8m, National Forfeiture Fund \$6.5m, Development Fund \$31.1m, FCIB Term Deposit \$30m and TCI Bank \$0.5m.

## OVERVIEW

The Estimates of Revenue and Expenditure for FY 2020-21 were approved in the House of Assembly on 23<sup>rd</sup> April, 2020 and came into effect on 30<sup>th</sup> April 2020. Prior to the passage of the Estimates, Ministries, Departments and Agencies (MDAs) operated from a Provisional Warrant which was equal to one-third of the 2019-20 expenditure estimates.

The Turks and Caicos Islands Government presented a deficit budget of approximately \$73 million as a response to the global COVID-19 pandemic. The budget deficit reflects the associated economic disruption, revenue fallout and the Government's economic policy response designed to support incomes and minimize business failures to prevent greater economic damage. Included in the estimates were costs associated with the COVID-19 public health response and \$25.5 million in direct stimulus.

Fiscal actions have been announced on an enormous scale. Some of these measures include:

- *\$15 million in Cash Grants for Individuals in the tourism/hospitality sector who became unemployed or underemployed as a result of the COVID-19 pandemic. \$10 million in Cash Grants Allocated to Micro, Small and Medium Enterprises (MSME) Sector;*
- *\$500 thousand for social welfare services.*
- *The waiver of payment of HRTT which was due and payable on the 21<sup>st</sup> April 2020, in accordance with section 13 (1) of the Hotel, Restaurant & Tourism Tax Ordinance and the payment of HRTT which became due and payable on 21<sup>st</sup> May 2020 and 21<sup>st</sup> June 2020, in accordance with section 13 (1) of the HRTT has been deferred until 21<sup>st</sup> July 2020;*
- *As of 1<sup>st</sup> April, until 30<sup>th</sup> June 2020 (unless extended) the importation of construction materials were exempted from import duty chargeable under the Customs Ordinance;*
- *As of 1<sup>st</sup> April, until 30<sup>th</sup> June 2020 the importation of bread basket goods was exempted from import duty chargeable under the Customs Ordinance;*
- *Waiver of Customs Processing Fee on certain goods imported and landed during the period 1<sup>st</sup> April until 30<sup>th</sup> June 2020;*
- *From the 1<sup>st</sup> April 2020 until 30<sup>th</sup> June 2020 (completion to have occurred on or before 30<sup>th</sup> June 2020) a 50% reduction in stamp duty payable on real estate transactions;*
- *Suspension of the mortgage payments and accrual of ordinary and default interest on existing TC Invest mortgages during the period April 2020 to September 2020;*
- *Extension of the grace period to renew 2020/2021 Business Licenses on or before 31<sup>st</sup> July 2020 without penalty.*
- *Write off of outstanding amounts for the municipal water and waiver of charges for the period 1<sup>st</sup> April to 30<sup>th</sup> June 2020.*

These economic policy responses to the COVID-19 pandemic provides support for individuals and businesses through grants and concessions and comes with substantial direct budgetary costs. All the measures are designed specifically to support the economy through these challenging times and shall help prevent greater economic and fiscal damage in the long term. Proper execution of these measures requires accurate accounting as well as timely and transparent disclosure.

## FISCAL SUMMARY

For the three months ended June 30, 2020

(Figures in US\$'000)	2020-21 Budget	3 Month		Prior Year Actual	Change from Estimate	% Change	Change from Prior Year		% Change	
		Actual	3 Month Estimate				Prior Year	% Change		
<b>Revenue</b>	266,345	43,490	47,506	81,721	(4,016)	↓	-8%	(38,231)	↓	-47%
<b>Expenditure</b>										
Recurrent	294,418	62,171	96,575	56,379	34,403	↓	36%	(5,793)	↑	-10%
Non-Recurrent	6,903	568	3,399	1,349	2,831	↓	83%	781	↓	58%
<b>Total Expenditure</b>	301,321	62,740	99,974	57,728	37,234	↓	37%	(5,012)	↓	-9%
<b>Operating Surplus (Deficit)</b>	<b>(34,976)</b>	<b>(19,249)</b>	<b>(52,467)</b>	<b>23,993</b>	<b>33,218</b>	↑	63%	<b>(43,243)</b>	↓	-180%

The operating deficit for the three months ending June 30, 2020 was \$19.2 million. This outturn compared favorably to the projected deficit of \$52.5 million. The significant variance is mainly due to the \$25 million (Individual's Tourism and Hospitality Sector and MSME) budget for stimulus cash grants which was projected to be fully spent during the first quarter. However, the payouts to date only totaled \$7.1 million for individuals and businesses. It is anticipated that the payouts will continue into July and possibly August 2020. On a year-over-year basis, the results for the first quarter saw a decrease when compared to the prior year by \$43.2 million. As noted, this significant underperformance is a direct result of the TCIG's response to COVID-19 which saw the closure of borders and a lockdown resulting in little to no economic activity.

## CASH FLOW

(Figures in US\$'000)	Quarter 1 2020/21			Variance				Year to Date			Variance			
	Actual	Budget	Prior Year	Budget	Prior Year			Actual	Budget	Prior Year	Budget	Prior Year		
Recurrent Revenue	43,335.0	47,342.9	81,637.5	(4,007.9)	(8%)	(38,302.5)	-47%	43,335.0	47,342.9	81,637.5	(4,007.9)	(8%)	(38,302.5)	-47%
Recurrent Expenditure	62,171.5	96,574.8	56,378.8	34,403.3	36%	(5,792.7)	(10%)	62,171.5	96,574.8	56,378.8	34,403.3	36%	(5,792.7)	(10%)
<b>Net Recurrent Surplus</b>	<b>(18,836.4)</b>	<b>(49,231.9)</b>	<b>25,258.7</b>	<b>30,395.4</b>	<b>-62%</b>	<b>(44,095.2)</b>	<b>(175%)</b>	<b>(18,836.4)</b>	<b>(49,231.9)</b>	<b>25,258.7</b>	<b>30,395.4</b>	<b>-62%</b>	<b>(44,095.2)</b>	<b>(175%)</b>
Non-Recurrent Revenue	155.3	163.5	83.5	(8.2)	-	71.8	86%	155.3	163.5	83.5	(8.2)	(5%)	71.8	86%
Non-Recurrent Expenditure	568.3	3,398.9	1,348.9	2,830.5	83%	780.6	58%	568.3	3,398.9	1,348.9	2,830.5	83%	780.6	58%
<b>Operating Surplus</b>	<b>(19,249.5)</b>	<b>(52,467.2)</b>	<b>23,993.3</b>	<b>33,217.8</b>	<b>-63%</b>	<b>(43,242.8)</b>	<b>(180%)</b>	<b>(19,249.5)</b>	<b>(52,467.2)</b>	<b>23,993.3</b>	<b>33,217.8</b>	<b>-63%</b>	<b>(43,242.8)</b>	<b>(180%)</b>

(Figures in US\$'000)	Quarter 1 2020/21			Variance				Year to Date			Variance			
	Actual	Budget	Prior Year	Budget	Prior Year			Actual	Budget	Prior Year	Budget	Prior Year		
<b>Cash Flow from Operations</b>	<b>(19,249.5)</b>	<b>(52,467.2)</b>	<b>23,993.3</b>	<b>33,217.8</b>	<b>-63%</b>	<b>(43,242.8)</b>	<b>(180%)</b>	<b>(19,249.5)</b>	<b>(52,467.2)</b>	<b>23,993.3</b>	<b>33,217.8</b>	<b>-63%</b>	<b>(43,242.8)</b>	<b>(180%)</b>
Less:														
Capital Expenditure	(5,492.8)	(4,590.0)	(5,193.4)	(902.8)	20%	(299.4)	6%	(5,492.8)	(4,590.0)	(5,193.4)	(902.8)	-	(299.4)	6%
Debt Repayments	(834.1)	(834.1)	(2,863.8)	-	-	2,029.7	(71%)	(834.1)	(834.1)	(2,863.8)	-	-	2,029.7	(71%)
Borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bond Inflows	183.6	-	183.6	183.6	-	-	-	183.6	-	183.6	183.6	-	-	-
Transfers from/(to) NWF	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Working Capital	5,125.7	-	999.8	5,125.7	-	4,125.9	413%	5,125.7	-	999.8	5,125.7	-	4,125.9	413%
<b>Net Cash Flows</b>	<b>(20,267.1)</b>	<b>(57,891.3)</b>	<b>17,119.5</b>	<b>37,624.2</b>	<b>-65%</b>	<b>(37,386.5)</b>	<b>(218%)</b>	<b>(20,267.1)</b>	<b>(57,891.3)</b>	<b>17,119.5</b>	<b>37,624.2</b>	<b>(65%)</b>	<b>(37,386.5)</b>	<b>(218%)</b>

The underlying cash balance at the end of the first quarter was a reduction of \$20.3 million, which was \$37.6 million ahead of the estimates whilst \$37.4 million below the prior year's outturn.

At the end of the first quarter TCIG's total cash and cash equivalents in relation to all funds stood at \$191.6 million of which \$83.7 million sits in an on-call money market account at Scotiabank (Turks and Caicos) currently earning interest at a rate of 0.55% per annum and \$30.0 million in a fixed term deposit with CIBC First Caribbean International Bank currently earning interest at a rate of 0.18% for six (6) months. The cash flow forecast for the next quarter month indicates that cash flow should remain positive.

## REVENUE RESULTS

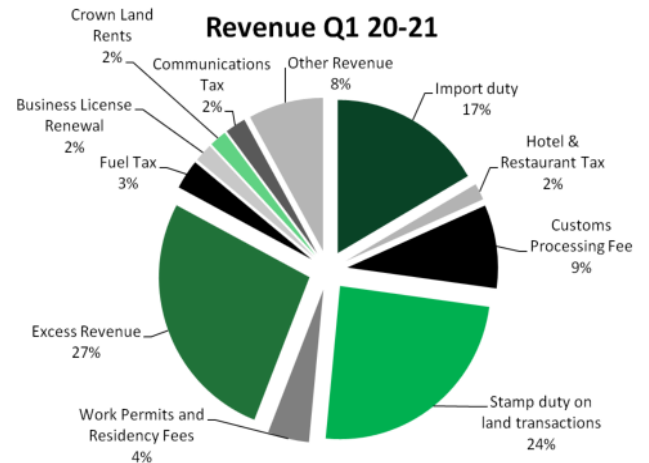
Aggregate Revenue for the first quarter totaled \$43.5 million, \$11.6 million or 27% of which came from excess revenue returns from Statutory Bodies as net surplus. This result was \$4.0 million (8%) behind projected revenue of \$47.5 million. On a year-over-year basis, Revenue was down \$38.2 million (47%) when compared to the results of the same period last year. This significant fallout in revenue is expected to continue at least until the second quarter as the country's borders remain closed and some business activity remains restricted. While the borders are scheduled to reopen on 22<sup>nd</sup> July with business activity being fully restored, it should be noted that historical data shows this is usually the time of year when revenue begins trending downwards as it is the peak of the Atlantic hurricane season. Therefore, it remains uncertain whether revenue collections will begin to make any significant gains until the late fall/winter months.

**Stamp Duty on Land transactions** totaled \$10.6 million for the quarter which was \$6.6 million greater than projections and up \$2.8 million from the prior year's outturn.

**Import Duties** which usually accounts for circa one-fourth of TCIG's total revenue, saw a significant downturn due to business closures and reduced economic activity. Totalling just \$7.2 million at the end of the first quarter, this result was down \$11.7 million (62%) when compared to the prior year's outturn and was \$4.5 million (38%) below the projected outturn. **Customs processing fees** were down \$5.1 million from the prior year's outturn as well as \$1.0 million below projections. As part of its measures to combat the economic fallout as a result of the COVID-19 pandemic, TCIG enacted a Customs Duty Exemption Order and a waiver of Customs Processing fees for specified items. Total revenue foregone as a result of these measures were \$2.6 million.

As expected, **Hotel & Restaurant Tax** which also usually accounts for circa one-fourth of TCIG's total revenue, saw the most significant downturn during this time generating just \$0.7 million in revenue in comparison to the \$23.6 million collected during the first quarter of the prior year. It must also be noted that as part of its covid-19 response, TCIG waived the payment of tax which is due and payable from 21<sup>st</sup> April 2020 until 21<sup>st</sup> July 2020.

Revenue	Quarter 1 2020/21		
	Actual	Budget	Prior Year
<i>(Figures in US\$'000)</i>			
Import duty	7,225	11,675	18,930
Hotel & Restaurant Tax	760	724	23,599
Customs Processing Fee	3,836	4,832	8,976
Stamp duty on land transactions	10,589	4,003	7,776
Work Permits and Residency Fees	1,932	5,053	5,053
Other Revenues	18,993	21,056	17,302
<b>Total Recurrent Revenue</b>	<b>43,335</b>	<b>47,343</b>	<b>81,638</b>
Nonrecurrent Revenue	155	164	84
<b>Total Revenue</b>	<b>43,490</b>	<b>47,506</b>	<b>81,721</b>

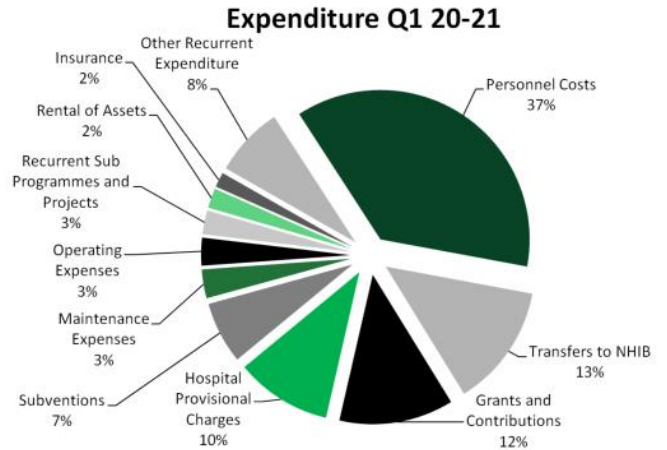


## EXPENDITURE RESULTS

Aggregate expenditure as at the end of the first quarter was \$62.7 million, \$37.2 million (37%) below the projected amount whilst up \$5.0 million (9%) from the previous year's outturn. The significant variance to the budget is partially due to the full budget for stimulus grants to both individuals and businesses in the MSME sector, being reflected in the current quarter's estimates. While the process of reviewing applications for approval and payment started in May, it remains a work in progress. Overall, the underperformance against projected expenditure is expected to be softened in the ensuing month's as operational activity begins to slowly increase as nationwide lockdown orders are lifted. Anticipated costs will include those related to mitigation measures put in place.

The underspend in comparison to budget was mainly seen in other operating expenses where, the \$25 million budget for stimulus payments to individuals and businesses within the MSME sector was captured. To date \$7.6 million has been paid out in grants against a budget of \$25.3 million. This includes social assistance programs and grants to private schools. The variance in personnel cost of \$3.5 million against the estimates is mainly due to the number of vacancies that exist to be filled throughout TCIG (307 in total according to the Human Resource Directorate).

Expenditure <i>(Figures in US\$'000)</i>	Quarter 1 2020/21		
	Actual	Budget	Prior Year
Personnel Costs	23,181	26,643	22,585
Transfers to NHIB	8,314	8,314	8,314
Hospital Provisional Charges	6,523	6,637	6,068
Subventions	4,200	4,223	4,416
Rental of Assets	1,347	1,407	1,239
Other Recurrent Expenditure	18,606	49,350	13,758
<b>Total Recurrent Expenditure</b>	<b>62,171</b>	<b>96,575</b>	<b>56,379</b>
Nonrecurrent Expenditure	568	3,399	1,349
<b>Total Expenditure</b>	<b>62,740</b>	<b>99,974</b>	<b>57,728</b>



## REVENUE & EXPENDITURE BY MINISTRY

All program expenditure outturn came in less than estimated for the first quarter of FY 2020-21 resulting in an underperformance of \$33.2 million when compared to the budget estimates. It is expected that program budgets will be reduced via a withdrawal warrant sometime during the second quarter given the significant reduction of revenue collection due to covid-19. Nonetheless, driving program priorities continues to be an area of concern and this, along with expenditure forecasting will be a key focus in this financial year.

(All figures in US\$'000)	Quarter				Year to Date			
	Actual	Revised Budget	Variance		Actual	Revised Budget	Variance	
<b>CASH INFLOWS</b>								
01 Governor's Office	78	189	(110)	-59%	78	189	(110)	-59%
03 Police	27	41	(14)	-34%	27	41	(14)	-34%
04 Attorney General's Chambers	11,571	4,262	7,309	172%	11,571	4,262	7,309	172%
05 Judiciary	54	202	(149)	-74%	54	202	(149)	-74%
14 Statutory Charges	106	66	40	61%	106	66	40	61%
16 Immigration, Citizenship, Labor and Employment Services	2,662	7,457	(4,796)	-64%	2,662	7,457	(4,796)	-64%
54 Finance Trade & Investment	28,027	32,533	(4,506)	-14%	28,027	32,533	(4,506)	-14%
57 Education, Youth, Culture, Social and Library Services	37	100	(63)	-63%	37	100	(63)	-63%
59 Home Affairs, Public Utilities and Transportaion	594	1,098	(504)	-46%	594	1,098	(504)	-46%
60 Office of the Deputy Premier, Ministry of Infrastructure, Housing, Planning and Development	223	186	38	20%	223	186	38	20%
61 Tourism and Environment	51	1,297	(1,246)	-96%	51	1,297	(1,246)	-96%
62 Health Agriculture & Human Services	60	76	(16)	-21%	60	76	(16)	-21%
<b>TOTAL RECEIPTS</b>	<b>43,490</b>	<b>47,506</b>	<b>(4,016)</b>	<b>(8%)</b>	<b>43,490</b>	<b>47,506</b>	<b>(4,016)</b>	<b>-8%</b>
<b>PAYMENTS</b>								
01 Governor's Office	1,649	1,899	250	13%	1,649	1,899	250	13%
03 Police	5,817	7,162	1,345	19%	5,817	7,162	1,345	19%
04 Attorney General's Chambers	1,308	1,715	407	24%	1,308	1,715	407	24%
05 Judiciary	1,105	1,211	106	9%	1,105	1,211	106	9%
14 Statutory Charges	2,809	6,015	3,205	53%	2,809	6,015	3,205	53%
16 Immigration, Citizenship, Labor and Employment Services	1,844	3,156	1,312	42%	1,844	3,156	1,312	42%
54 Finance Trade & Investment	10,982	31,012	20,030	65%	10,982	31,012	20,030	65%
56 Deputy Governor's Office	468	722	254	35%	468	722	254	35%
57 Education, Youth, Culture, Social and Library Services	7,092	10,440	3,348	32%	7,092	10,440	3,348	32%
58 Director of Public Prosecutions	280	404	124	31%	280	404	124	31%
59 Home Affairs, Public Utilities and Transportaion	2,738	4,061	1,323	33%	2,738	4,061	1,323	33%
60 Office of the Deputy Premier, Ministry of Infrastructure, Housing, Planning and Development	3,727	4,882	1,155	24%	3,727	4,882	1,155	24%
61 Tourism and Environment	1,973	2,536	563	22%	1,973	2,536	563	22%
62 Health Agriculture & Human Services	19,759	22,664	2,906	13%	19,759	22,664	2,906	13%
63 House of Assembly	721	792	72	9%	721	792	72	9%
64 Office of the Premier, Local Government and Community Affairs	469	1,112	643	58%	469	1,112	643	58%
65 National Security	0	191	191	100%	0	191	191	100%
<b>TOTAL PAYMENTS BEFORE CAPITAL</b>	<b>62,740</b>	<b>99,974</b>	<b>37,234</b>	<b>37%</b>	<b>62,740</b>	<b>99,974</b>	<b>37,234</b>	<b>37%</b>
<b>OPERATING SURPLUS/(DEFICIT)</b>	<b>(19,249)</b>	<b>(52,467)</b>	<b>(33,218)</b>	<b>63%</b>	<b>(19,249)</b>	<b>(52,467)</b>	<b>33,218</b>	<b>-63%</b>

## OUTSTANDING PUBLIC DEBT

Public Debt	Opening	June 30, 2020	
	01-Apr-20	Principal Repayment	Outstanding Principal
(Figures in US\$'000)	\$ 000's	\$ 000's	\$ 000's
TCIG Loans - Unsecured	3,021.4	(834.1)	2,187.3
<b>Total Outstanding Public Debt</b>	<b>3,021.4</b>	<b>(834.1)</b>	<b>2,187.3</b>

Total repayment for the year to date was \$0.8 million, which reduced Loans and Bonds from a total of \$3.0 million at April 1, 2020, to \$2.2 million. Debt servicing cost associated with this repayment totaled \$0.07 million.

## DEVELOPMENT FUND

In accordance with the PFM Ordinance Section 18(2) (b), approximately \$36.6 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.

Expenditure on capital projects thus far for the fiscal year totaled \$5.5 million, relating mainly to capital projects approved in the previous financial year. Particularly, \$2.9 million spent on the construction and renovation of buildings, \$1.2 million on the construction/ repair of roadways, and \$0.5 million spent on the purchase of transportation equipment.

Spending on capital projects is expected to increase within the ensuing months as the procurement plan for the current financial year was recently published and tendering for projects listed in the current development budget has commenced. Driving capital expenditure will be a key focus for the Government as this financial year progresses.

## NATIONAL WEALTH FUND.

The balance of the National Wealth Fund as at June 30, 2020 stood at \$25.8 million

## NATIONAL FORFEITURE FUND.

The National Forfeiture Fund has a balance of \$6.6 million as at June 30, 2020.

## FISCAL OUTLOOK

The Turks and Caicos Islands have experienced a drastic reduction in revenue intake whilst incurring sustained large-scale expenditure namely, COVID-19 related emergency spending, maintenance of regular civil service salaries, transfers to NHIB and payments to Interhealth Canada. The Government has simultaneously been trying to get the capital programme underway in an effort to stimulate the economy. During this time, cash flow management has become an urgent requirement as the macroeconomic backdrop is exceptionally uncertain due to the health and economic uncertainties surrounding Covid-19.

The full reopening of the country's economy is scheduled for the beginning of the second quarter with the opening of the borders to international travel to follow a few weeks after. Once this begins, it is expected that there will be an uptake in both revenue generation and government spending. However, it is also highly probable that the economic fallout we are now experiencing will change the mindsets of people and businesses alike. It is likely that once restrictions are lifted some of the precautionary measures will persist which will result in structural changes in the economy thus impacting the expected results for the months ahead. Key factors such as falls in annual GDP and peaks in unemployment must be monitored. There may be the need for additional fiscal support other than the stimulus package already being offered, to further support businesses and cushion the fall in income and employment for households. The timing and delivery of these injections will be important in determining the overall economic impact.

Estimating the impact of COVID-19 and the continual uncertainties therein will continue to affect government's cash flows. Closely monitoring government's revenue collection, cash balance position and its cash flow requirements are currently at the forefront of the Treasury's immediate agenda to safeguard TCIG's liquidity position.

The current budget deficit is being funded through a draw-down on existing cash reserves. The possibility of establishing overdraft facilities and/or longer-term credit arrangements with financial institutions is and may continue to be explored to bridge any cash short falls as they arise.

TCIG's current priorities are clear and these are firstly, to ensure financing is available to equip health sector with the necessary tools to address and mitigate the risks associated with the pandemic. Secondly, to continue to protect the vulnerable borders. Thirdly, to provide support to those individuals, households and businesses which were severely affected. These efforts are geared to help avoid permanent damage to prospects for sustainable and inclusive growth.

The full extent of the impact of COVID-19 and related response measures on the Turks and Caicos economy remains uncertain. However, we must consider the economic outlook if the world economy is weaker and takes longer to recover. The basic fiscal implications are clear and TCIG will need to preserve capacity for our recovery stage so as to avoid irreversible damage to our economy's growth.

Within this context, the Government continues to act decisively in the national interest. This is being done whilst continuing to provide value for money as well as an efficient and effective public service. TCIG will also continue to focus on prudent expenditure management as well as strengthening and broadening the revenue enhancement efforts especially during these uncertain times.

## APPENDICES

### REVENUE BY ECONOMIC CLASSIFICATION

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Stamp duty on land transactions	10,589	4,003	7,776
Communications Tax	964	938	1,173
Hotel & Restaurant Tax	760	724	23,599
Insurance Premiums Tax	254	375	402
Bank Services Tax	93	68	229
Seaport Departure Tax	73	100	1,336
Stamp Duty - Vehicle Hire	26	67	516
Stamp duty Miscellaneous	10	33	16
Gaming Machine Tax	-	1,000	1,007
Casino Winning Tax	-	27	38
Lottery Tax	-	26	-
<b>Total taxes on goods and services</b>	<b>12,770</b>	<b>7,360</b>	<b>36,092</b>

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Import duty	7,225	11,675	18,930
Customs Processing Fee	3,836	4,832	8,976
Fuel Tax	1,366	1,653	2,609
Aviation Fuel Royalty	28	24	227
Duty free shops Royalties	9	17	288
<b>Total duties (excluding stamp duty)</b>	<b>12,464</b>	<b>18,201</b>	<b>31,030</b>

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Business Licence Renewal	854	617	1,396
Telecommunications licence	521	1,035	1,029
Vehicle Licence	454	802	609
Drivers Licence	95	208	208
Fishing licence	7	22	31
Sand and Quarry Licences	5	2	2
Animal License	3	1	1
Liquor licences	3	32	16
Gun Licences	1	-	2
Casino licences	-	25	-
Casino Permits	-	1	-
Gaming Location Licence	-	118	118
<b>Total licences</b>	<b>1,942</b>	<b>2,863</b>	<b>3,412</b>

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	<b>30-Jun-20</b>	<b>30-Jun-20</b>	<b>30-Jun-19</b>
	<b>ACTUAL</b>	<b>ESTIMATE</b>	<b>PRIOR YEAR</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
Work Permits	1,932	5,053	5,053
Permanent Residency Fees	275	452	480
PDA application fees	219	177	181
Fees for Official Search, Inspectio	122	50	54
Work Permits Repatriation Program	96	235	235
Labour Clearance Fees	91	234	234
ID Card Fees	78	204	205
Residence Permit Fees	64	102	102
Registration fees	50	53	45
Migrant Processing Fee	32	32	70
Court and Office fees	30	21	52
Audit fees	26	189	134
Sand and Quarry Royalties	22	12	48
Fines and forfeitures	20	150	145
Naturalisation Fees	20	49	57
Medical fees and charges	16	21	23
Temporary Work Permits	15	314	314
Salt Cay Boat Fees	4	8	8
Survey fees	4	9	8
Penalties	4	4	9
Hotel Inspection Fees	4	15	13
Dental fees	3	9	10
National Parks Fees	2	10	58
Belongers Status	2	333	2
Application Fees Companies	1	4	5
Animal Importation Permit		5	8
Examination fees		3	3
Time Sharing Fees	-	-	-
Scientific Research Permit	-	-	1
Sand Mining	-	-	-
<b>Total fees, fines and permits</b>	<b>3,134</b>	<b>7,746</b>	<b>7,554</b>

	<b>30-Jun-20</b>	<b>30-Jun-20</b>	<b>30-Jun-19</b>
	<b>ACTUAL</b>	<b>ESTIMATE</b>	<b>PRIOR YEAR</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
TCI Port Administration	5,100	5,100	9
TCI Airports Authority	4,000	4,000	-
TCI Financial Services Commission	1,662	1,043	835
TCI Telecommunications Commission	800		
Complaints Commission	52		-
Invest TCI	46		-
Civil Aviation	-		487
Integrity Commission	-		-
<b>Total transfers from controlled entities</b>	<b>11,660</b>	<b>10,143</b>	<b>1,331</b>

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	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Crown land rents received	801	137	223
Overtime Cost recovered	286	283	892
Land Sales	106	66	67
Warehouse rents	36	1	39
Other Receipts	29	103	236
Legal fees recovered	20	66	85
Visas	15	73	102
Police Records	13	40	16
Travel Documents	13	53	54
Sale of Stamps	11	36	38
Sale of confiscated goods	11	4	66
Commercials	7	4	3
Ship Registration and Tonnage	5	24	46
Mail Box Rental	4	9	12
Customs Refunds	2	-	-
Map sales	2	5	5
Rent of Government property	1	6	6
Sale of Law Books	1	1	3
Garbage Collection	1	1	2
Sale of water	1	-	196
Agricultural Sales	1	1	2
CPU Third Party Sales		1	1
Other Postal Services		8	6
Printing for third parties		6	10
Sale of Text Books		1	1
Circulatory Coins	-	1	1
Commemorative Coins	-	1	1
Water and Sewage Related Operations	-	13	11
Immigration Refunds	-	(5)	(2)
<b>Total other revenue</b>	<b>1,367</b>	<b>940</b>	<b>2,121</b>

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Interest Income	102	142	165
Bond Inflows	2	15	15
<b>Total finance income</b>	<b>103</b>	<b>157</b>	<b>180</b>

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
European Union (EU) Grant - Budgetary support			7,732
Other Grants and External Assistance	49	98	17
<b>Total grants from multilateral agencies</b>	<b>49</b>	<b>98</b>	<b>7,748</b>

## EXPENDITURE BY ECONOMIC CLASSIFICATION

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Salaries and Wages	16,963	19,196	16,482
Contribution to Pension and Health Plans	1,337	1,582	1,299
Housing Allowances	1,083	1,343	1,055
Transport Allowances	218	381	242
Telephone Allowances	207	260	186
Other Allowances	1,459	1,726	1,483
<b>Total compensation of employees</b>	<b>21,268</b>	<b>24,489</b>	<b>20,746</b>
	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
<b>Compensation to Members of the House of Assembly</b>			
Salaries - Ministers and Members	439	439	438
Contribution to Pension and Health Plans for Ministers and Members	13	26	21
Allowances for Ministers and Members	95	66	60
<b>Total compensation of members of the House of Assembly</b>	<b>548</b>	<b>531</b>	<b>519</b>
<b>Total compensation of employees</b>	<b>21,815</b>	<b>25,020</b>	<b>21,265</b>
	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
Pensions	1,293	1,256	1,257
Gratuities	73	368	63
<b>Total pensions and gratuities</b>	<b>1,366</b>	<b>1,624</b>	<b>1,320</b>

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	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
TCI Tourist Board	809	759	1,323
Integrity Commission	771	579	473
TCI Community College	750	795	986
Invest Turks and Caicos	710	818	891
TCI Civil Aviation Authority	336	336	440
Subvention to Local Organizations	221	240	
Human Rights Commission Expenses	166	124	123
TCI National Trust	145	73	90
Complaints Commissioner's Office	85	64	61
Health Regulatory Agency	81	168	
Financial Intelligence Agency	64	157	30
Health Professions Authority	53	110	
National Wealth Fund	8		
Gaming Commission			
<b>Total subventions</b>	<b>4,200</b>	<b>4,223</b>	<b>4,416</b>

	<b>30-Jun-20 ACTUAL US\$'000</b>	<b>30-Jun-20 ESTIMATE US\$'000</b>	<b>30-Jun-19 PRIOR YEAR US\$'000</b>
<b>Finance Cost</b>	<b>65</b>	<b>125</b>	<b>123</b>

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	30-Jun-20 ACTUAL US\$'000	30-Jun-20 ESTIMATE US\$'000	30-Jun-19 PRIOR YEAR US\$'000
Medical Treatment - Transfers to NHIB	8,314	8,314	8,314
Grants and Contributions	7,861	27,691	1,370
Hospital Provisional Charges	6,523	6,637	6,068
Maintenance Expenses	1,959	3,281	1,713
Recurrent Sub Programmes and Projects	1,618	3,329	480
Rental of Assets	1,347	1,407	1,239
Insurance	1,011	1,597	1,247
Utilities	893	1,407	1,135
Social Welfare	546	992	569
Professional and Consultancy Services	471	1,761	429
Security Expenses	443	546	257
Computer License Software and Hardware Maintenance	433	872	105
Other Supplies Materials and Equipment	373	745	230
Communications Expenses	352	531	350
Data Communication Cost	332	627	151
SIPT - Special Investigation Prosecution Team	326	602	1,067
SIPT - Court Cases	293	300	1,156
Fuel	259	462	239
Claims Against Government	254	160	40
Legal Costs Civil Recovery	177	233	159
Local Travel and Subsistence	153	1,009	895
Repatriation Expenses	147	-	494
Bank Charges	127	352	582
Depreciation Expense	117		
Rations	116	198	98
Office Expenses	112	463	164
Uniforms & Protective Clothing	97	227	114
Court of appeal	64	-	5
Unallocated Stores	52	181	165
Aircraft and Vessel Operating Cost	51	52	11
Hosting and Entertainment	49	394	156
Other Sundry Expenses	46	115	82
Civil Recovery Court Costs	35	60	71
Subscriptions Periodicals Books	32	125	68
Court Contingency Costs	29	31	30
Statutory Bodies Audit Costs	26	189	94
Refuse Collection	22	70	34
Vessel Operating Costs	22	36	12
External Donor Expenses	20	60	19
Training	19	276	132
Advertising and Promotions	18	88	54
Drugs Medical and Lab. Supplies	15	126	12
Confiscated Vessels	14	5	1
Prisoners Meals - Police	13	16	19
Port Charges Freight Handling Load	13	29	12
Catering Services	11	26	20
Traffic Section, Arms and Ammunition	10	10	19
Juror Costs	5	79	43
International Travel and Subsistence	4	471	594
Witness Protection Costs	4	4	-
Transport of Prisoners	4	46	39
Statistical Surveys	2	30	11
Other Operating Expenses	57	2,720	237
<b>Total other operating expenditure</b>	<b>35,293</b>	<b>68,982</b>	<b>30,604</b>