



Government Operations Results for August 2016

Over the period April to August 2016, the GOJ reported Total Revenues & Grants of \$190.43 billion, \$12.91 billion over that projected. Further, year over year, this represents a decrease of approximately 11.6% relative to the \$170.59 billion recorded for the corresponding period in 2015. ‘Tax revenues’, ‘Non-Tax Revenue’, ‘Bauxite Levy’ and ‘Grants’ outperformed projections during the review period; ‘Tax Revenues’ amounted to \$177.70 billion, \$9.19 billion (5.5%) more than budgeted, ‘Non-Tax Revenue’ of \$8.16 billion was reported compared to anticipated revenues of \$6.28 billion, ‘Bauxite Levy’ totalled \$1.40 billion, \$334.60 million or 31.3% more than budgeted while ‘Grants’ totalled \$2.92 billion, \$1.58 billion or 117.1% more than budgeted. The improvement in ‘Tax revenues’ was driven mainly by ‘Income and Profits – PAYE’ which was \$1.86 billion more than budgeted, ‘GCT (local)’ which outperformed the budget by \$1.33 billion, as well as ‘GCT (imports)’ which was \$1.57 billion over that budgeted for the period. ‘Capital Revenues’ underperformed projections by \$75.50 million (23.9%) to total \$239.80 million.

In J\$ Millions Item	Prov. Apr- Aug_2016	Budget. Apr- Aug_2016	Deviation from budget	Percentage change	Prov. Apr- Aug_2015	Value	Year over
						Change 2015 vs 2016	Year % change
Revenue & Grants	190,427.00	177,516.80	12,910.2	7.3%	170,592.90	19,834.10	11.6%
Tax Revenue	177,704.80	168,510.20	9,194.6	5.5%	158,806.40	18,898.40	11.9%
Non-Tax Revenue	8,158.60	6,277.40	1,881.2	30.0%	7,619.00	539.60	7.1%
Bauxite Levy	1,403.10	1,068.50	334.6	31.3%	1,080.60	322.50	
Capital Revenue	239.80	315.30	-75.5	-23.9%	215.00	24.80	11.5%
Grants	2,920.70	1,345.50	1,575.2	117.1%	2,871.80	48.90	1.7%

Expenditures

Total Expenditure for April to August 2016 amounted to \$209.92 billion, \$13.81 billion or 6.2% lower than the budgeted \$223.72 billion and \$15.58 billion more than the \$194.34 billion recorded for the corresponding period in 2015. Recurrent expenditure which totalled \$197.22 billion, accounted for 94% of overall expenditures. Relative to projections, recurrent expenditure was \$6.75 billion (3.3%) less than budgeted and \$14.98 billion more than that recorded in 2015. All recurrent expenditure categories over the review period were lower than budgeted with the exception of ‘Employee Contribution’ which increased by \$652.60 million (13.9%). Notable declines include ‘Programmes’ by \$2.52 billion (3.9%) year over year, however was \$4.20 billion more than that reported for the period April to August of 2015. ‘Capital Expenditure’ also declined by \$7.06 (35.7%) less than budgeted; however was \$594.60 million (4.9%) more than that recorded in 2015.

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As a result of the decrease in expenditures for April to August 2016, the ‘Fiscal Deficit’ was \$26.72 billion (57.8%) lower than budgeted, amounting to a deficit of \$19.49 billion

compared to the budgeted deficit of \$46.21 billion, and represented a 17.9% or \$4.26 billion improvement over the corresponding period in 2015. Additionally, the primary balance for the period exceeded the budgeted amount by \$24.20 billion (138.6%) to total \$41.65 billion for the period.

	Prov. Apr- Aug_2016	Budget. Apr- Aug_2016	Deviation from budget	Percentage change	Prov. Aug_2015	Value Change 2015 vs 2016	Year over Year % change
Expenditure	209,916.90	223,724.00	-13,807.10	-6.2%	194,340.30	15,576.60	8.0%
Recurrent Expenditure	197,223.90	203,975.70	-6,751.80	-3.3%	182,241.90	14,982.00	8.2%
Programmes	62,037.40	64,556.50	-2,519.10	-3.9%	57,841.50	4,195.90	7.3%
Compensation of Employees	74,042.40	75,757.20	-1,714.80	-2.3%	0.00	n/a	n/a
Wages & Salaries	68,710.70	71,078.10	-2,367.40	-3.3%	67,858.00	852.70	1.3%
Employee Contribution	5,331.70	4,679.10	652.60	13.9%	0.00	n/a	n/a
Interest	61,144.20	63,662.00	-2,517.80	-4.0%	56,542.40	4,601.80	8.1%
Domestic	27,040.90	28,213.50	-1,172.60	-4.2%	34,074.60	-7,033.70	-20.6%
External	34,103.20	35,448.50	-1,345.30	-3.8%	22,467.80	11,635.40	51.8%
Capital Expenditure	12,693.00	19,748.30	-7,055.30	-35.7%	12,098.40	594.60	4.9%
Capital Programmes	12,693.00	19,748.30	-7,055.30	-35.7%	12,098.40	594.60	4.9%
Fiscal Balance (Surplus +/- Deficit -)	-19,489.90	-46,207.20	26,717.30	-57.8%	-23,747.40	4,257.50	-17.9%
Loan Receipts	42,810.30	45,501.40	-2,691.10	-5.9%	260,680.50	-217,870.20	-83.6%
Domestic	24,941.20	19,274.60	5,666.60	29.4%	5,800.20	19,141.00	330.0%
External	17,869.10	26,226.80	-8,357.70	-31.9%	254,880.30	-237,011.20	-93.0%
Divestment/Other	14,604.70	14,539.20	65.50	n/a	0.00	14,604.70	n/a
Amortization	32,803.60	29,035.40	3,768.20	13.0%	249,707.30	-216,903.70	-86.9%
Domestic	11,148.10	7,422.10	3,726.00	50.2%	8,113.00	3,035.10	37.4%
External	21,655.50	21,613.30	42.20	0.2%	241,594.30	-219,938.80	-91.0%
Overall Balance (Surplus +/- Deficit -)	5,121.50	-15,202.00	20,323.50	-133.7%	-12,774.20	17,895.70	-140.1%
Primary Balance (Surplus +/- Deficit)	41,654.20	17,454.80	24,199.40	138.6%	32,795.00	8,859.20	27.0%

As part of the Memorandum of Economic and Financial Policies (MEFP), the GOJ estimated that the primary balance, as a performance criterion, should amount to \$29.0 billion by the end of the second quarter of the 2016/2017 fiscal year (as at September 2016). Tax revenue collected so far amounted to \$177.70 billion, 20.30 billion below the target for the period with one month to go. Additionally, provisional data shows that the primary balance was \$12.65 billion over the target set for the end of September.

J\$' Billions	FY 2015/2016		FY 2016/2017		
	end Dec.	end Mar.	end Jun.	end Sep.	end Dec.
Primary balance of the central government	60.7	120.7	11.0	29.0	54.0
Tax Revenues	280.0	393.0	99.0	198.0	300.0
Tax Revenue collected thus far (as at Aug 2016)					177.70
Outstanding to meet quarterly target/ Surplus over quarterly target					-20.295
Primary Balance thus far (as at Aug 2016)					41.65
Outstanding to meet quarterly target/ Surplus over quarterly target					12.654