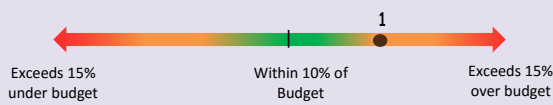


Overall Cook Islands General Government Budget vs Actual Performances for the quarter ended 30 June 2023

YTD Revenue (\$000's)

Q4 Actual: **166,481** Q4 Budget: **167,652** Q3 Variance: **1,171** or **1** %

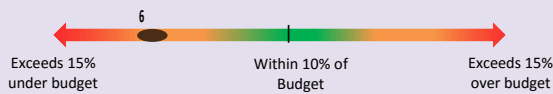


Full year	
*Forecast:	154,646
Budget:	166,335

* Operating Revenue: The total Operating Revenue collected was \$1.17 million lower than anticipated for the quarter ended 30 June 2023. Although taxation revenue collection was significantly lower than estimated, this was offset by increases in Other Revenue of \$8.97 million (from FSC Vested Assets of \$2.3 million, General Budget Support of \$4.16 million and EU Agreement of \$1.29 million), followed by Trading Revenue of \$0.59 million

YTD Operating expenditure (\$000's)

Q4 Actual: **169,044** Q4 Budget: **180,368** Q3 Variance: **11,324** or **6** %

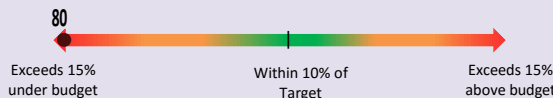


Full year	
*Forecast:	172,562
Budget:	185,725

* Operating Expenditure: The total Operating Expenses are 7% below budget at \$11.32 million. There was a YTD overspend of \$2.09 million in Operating due to an increase in day-to-day operational expenditure across the whole of Government due to rising commodity prices ie. utilities, fuel and oil, freight etc. However, this was counteracted by major underspends in Personnel caused by vacant positions within Government as well as savings in Administered Payments equal to \$11.35 million, mainly contributed by the re-appropriation of Airline Underwrite (of \$7.45 million) and Economic Recovery Roadmap (of \$2.16 million)

YTD Surplus/(Deficit) (\$000's)

Q4 Actual: **-2,563** Q4 Budget: **-12,716** Q3 Variance: **-10,152** or **80** %

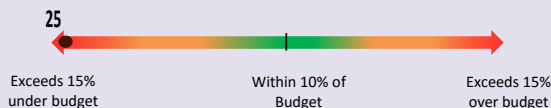


Full year	
*Forecast:	-17,916
Budget:	-19,390

* Government's Net Operating Position: The net operating balance for the quarter ended 30 June 2023 was \$2.56 million deficit. This was an improvement by \$10.15 million compared to the budget estimate of \$12.71 million deficit. Re-appropriation of Administered Payments contributed to the improvement in Government's net operating balance, in addition to cost savings in Personnel (of \$5.16 million) and Capital Expenditure (of \$7.36 million).

YTD Capital Expenditure (\$000's)

Q4 Actual: 22,537 Q4 Budget: 29,901 Q3 Variance: 7,364 or 25 %

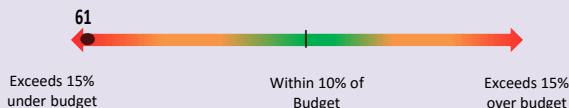


Full year	
*Forecast:	33,510
Budget:	34,160

* Capital expenditure was lower than budgeted by \$7.36 million for the quarter ended 30 June 2023. Significant underspends in Revenue Management System Upgrade, To Tatou Vai Capital and Road Asset Management and Improvement Programme. Agencies are encouraged to appropriately plan and manage their Capital Budgets to ensure budgets are spent in the allotted periods, however given the unpredictable nature of the operating environment, delays have occurred.

YTD Net Fiscal Surplus/(Deficit) (\$000's)

Q4 Actual: -11,378 Q4 Budget: -28,895 Q3 Variance: -17,516 or 61 %



Full year	
*Forecast:	-19,597
Budget:	-39,783

* General Government's net fiscal balance for the quarter ended 30 June 2023 was \$11.37 million deficit. This was an improvement by \$17.51 million compared to the budget estimate of \$28.85 million deficit. Higher collections in Other Crown Revenue of \$8.97 million contributed to the improvement in Government's net fiscal balance, in addition to cost savings in Personnel (of \$5.16 million) and Capital Expenditure (of \$7.36 million).

* Source - Cook Islands Government 2021/22 Half - Year Economic and Fiscal Update