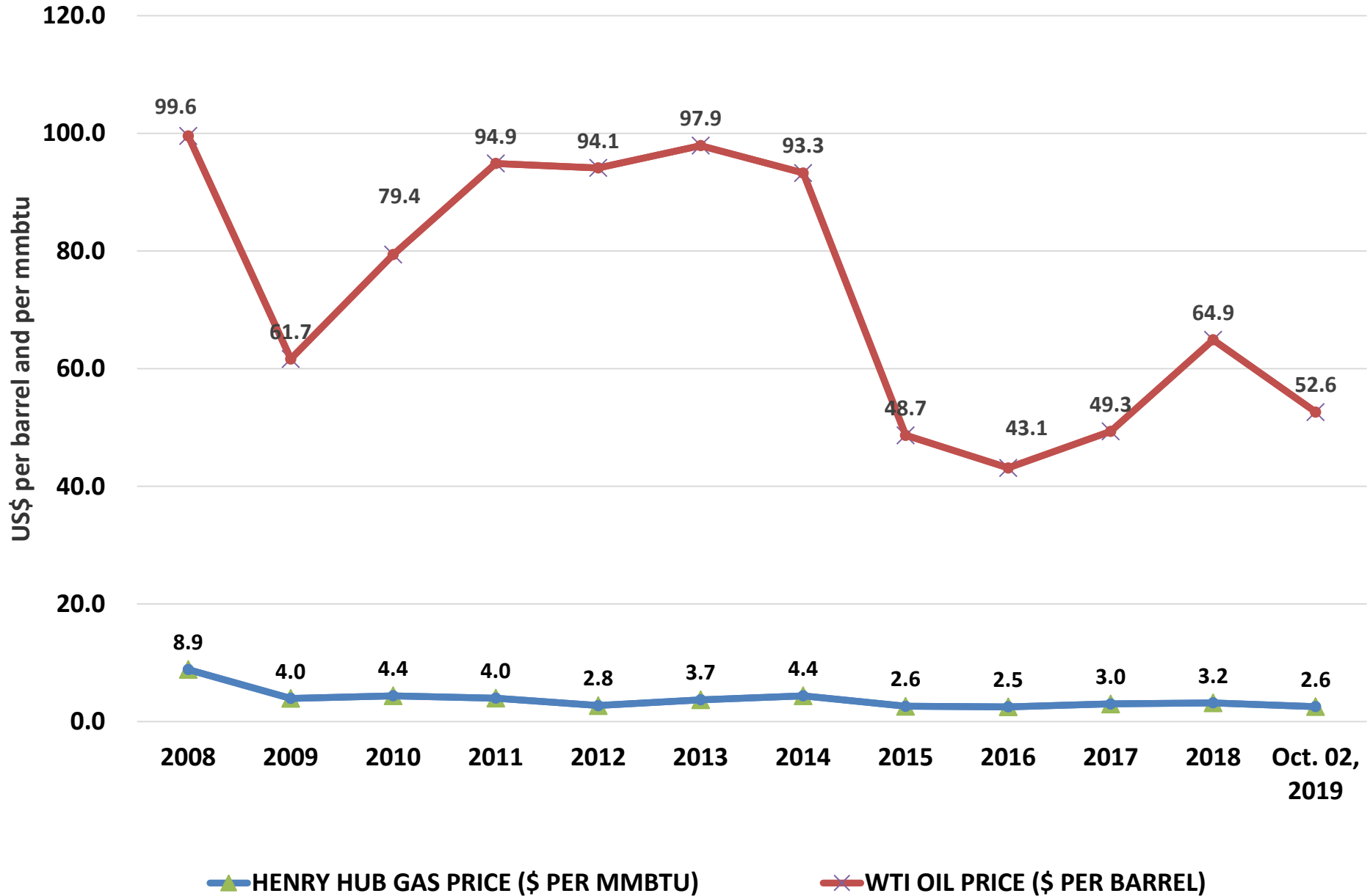


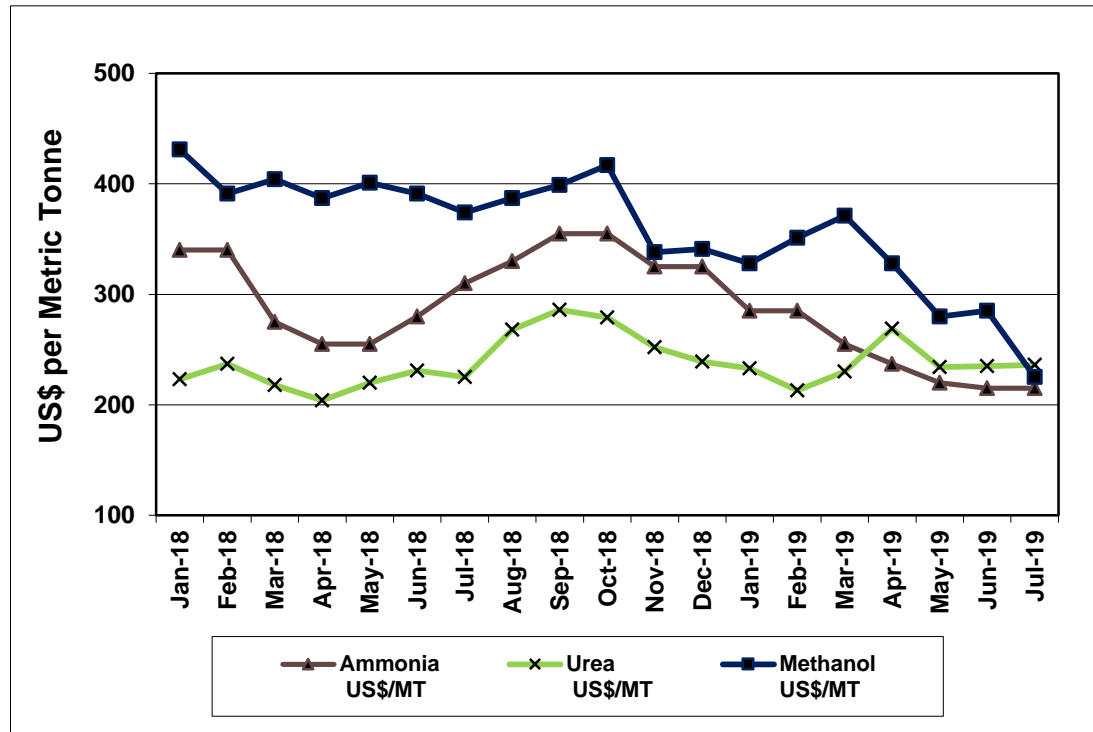
# BUDGET 2020 EXPLAINED

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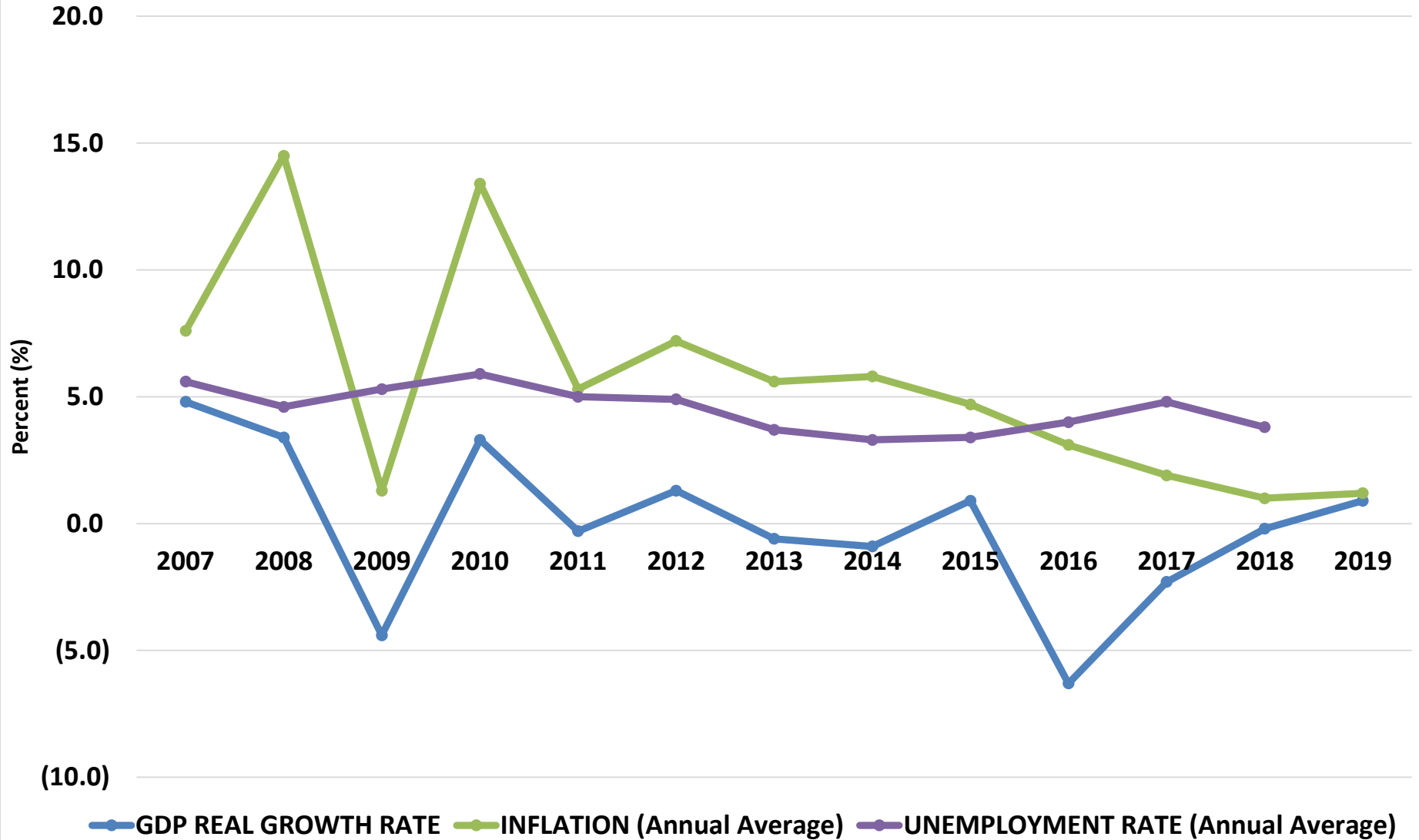
# Oil and Gas Prices 2008 – 2019



# Petrochemical Prices (Ammonia, Urea and Methanol)



# GDP, Inflation and Unemployment 2008 - 2019

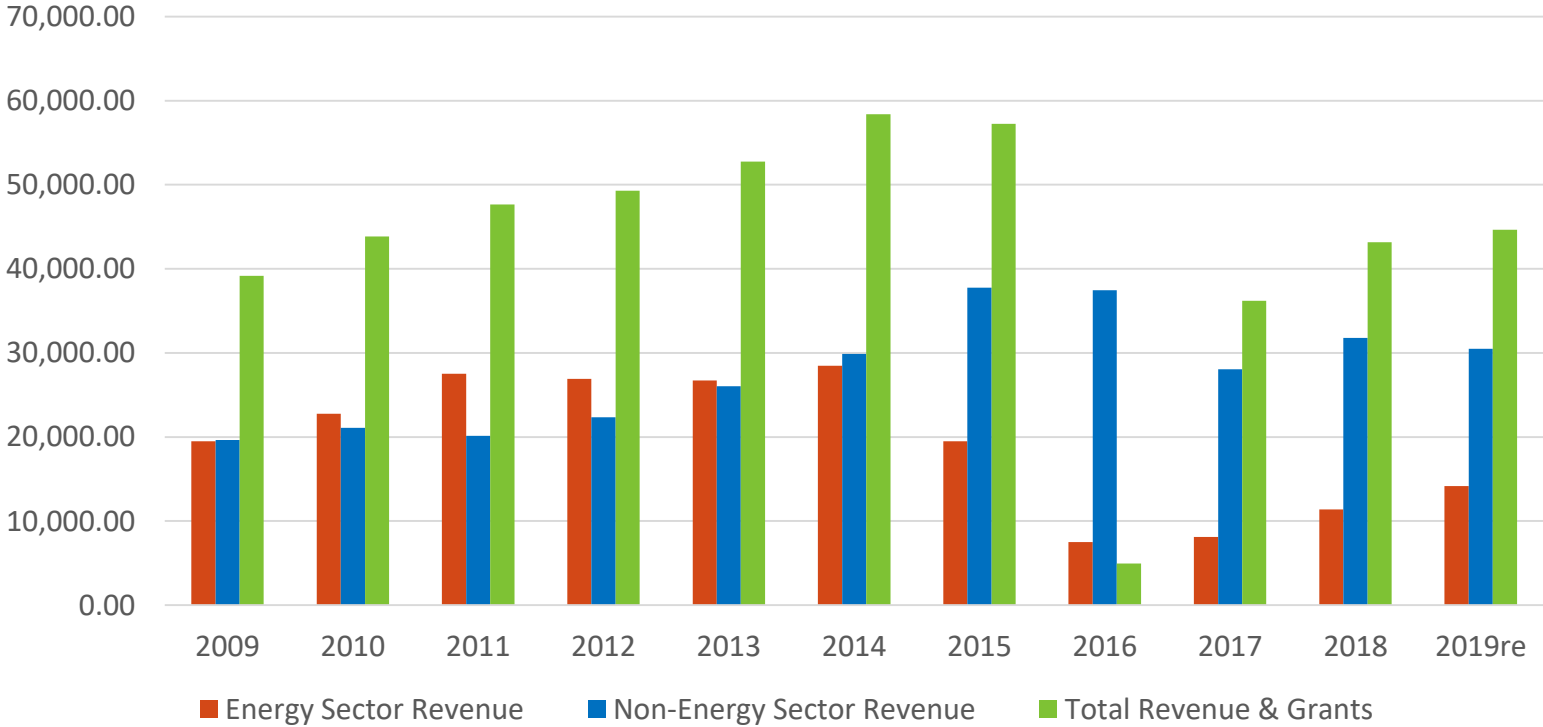


Notes: Unemployment figure is quoted from the CSO f.t.p. Jan-June 2018  
Inflation is at Aug. 2019

Data Source: EMD, Ministry of Finance

# Total Revenues, Energy & Non-Energy Revenues

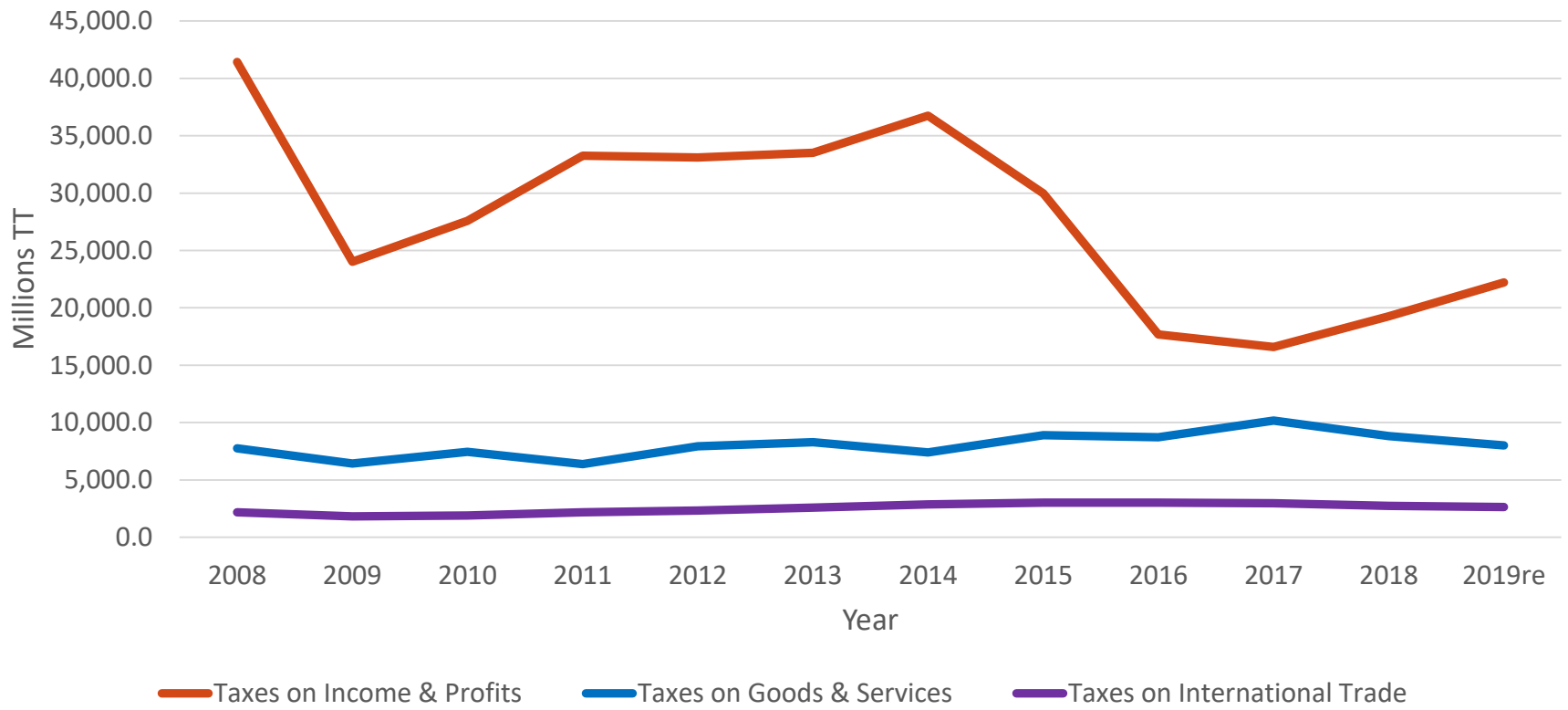
Total Revenue vs Energy and Non-Energy Revenues (2009-2019)



Data Source: EMD, Ministry of Finance

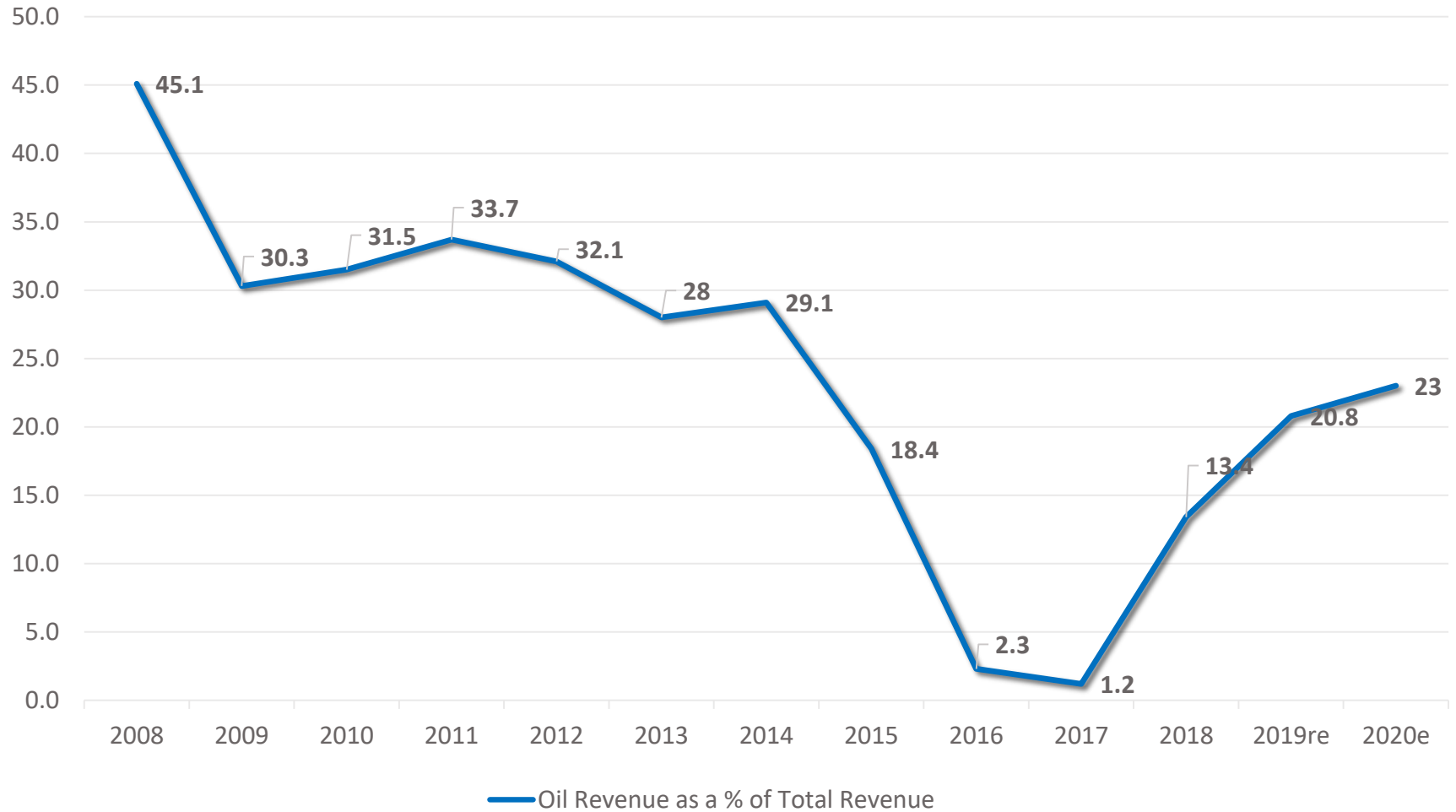
# Revenue from Taxation (excluding oil) 2008 - 2020

## Revenue from Taxation excluding Oil



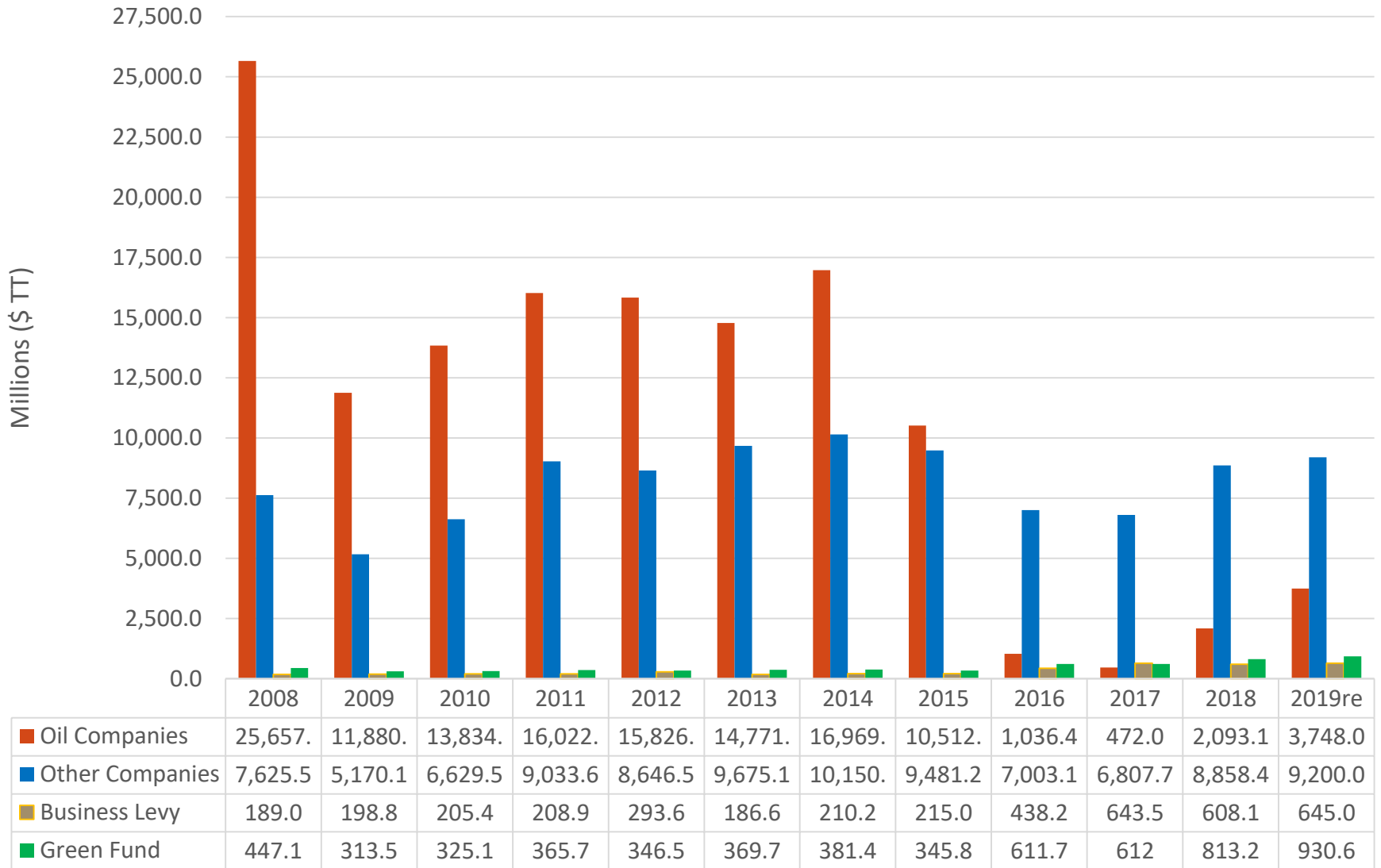
Data Source: Budget Division, Ministry of Finance

## Oil Revenue as a % of Total Revenue (2008-2020)



Data Source: Budget Division, Ministry of Finance

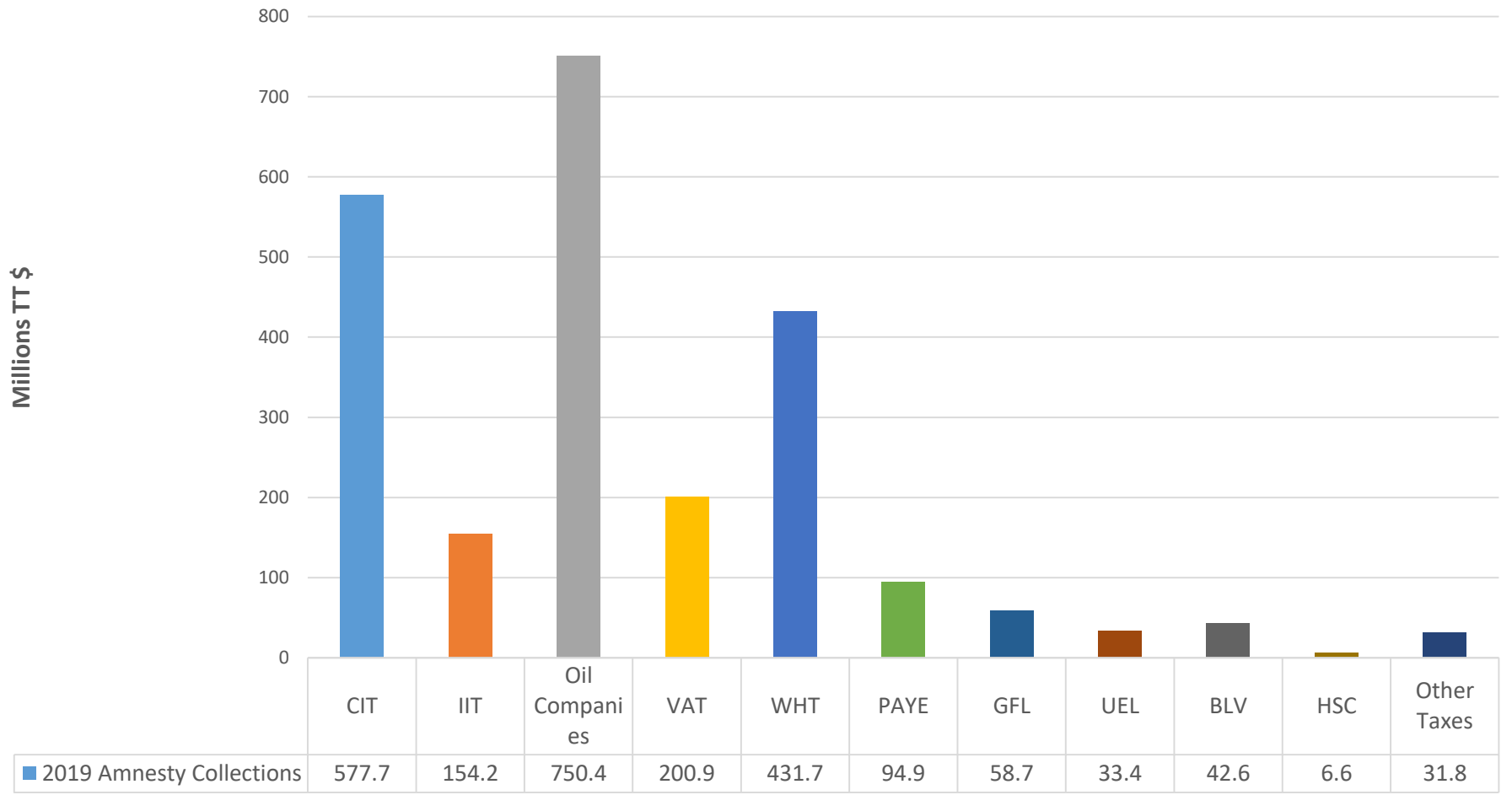
## Taxes on Incomes & Profits (2008-2020)



Data Source: Budget Division, Ministry of Finance



## 2019 Amnesty Collections



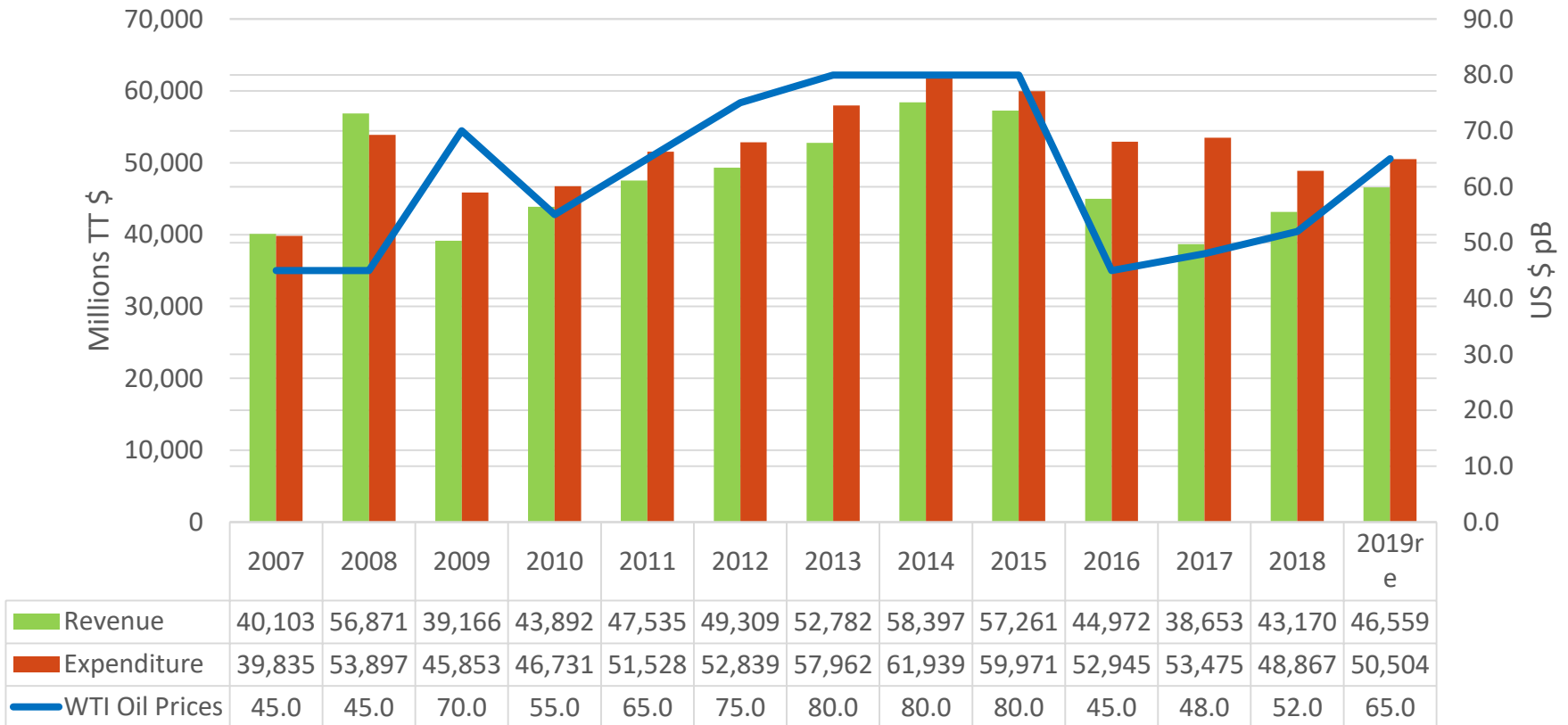
Data Source: BIR, Ministry of Finance

### NOTES:

- Total Tax Collected: **\$2.382 Billion.**
- Other taxes include: Insurance Premium, Hotel Accommodation, Financial Services and Club Gaming Taxes
- All tax payments made towards Income Year 2018 and prior were considered to be amnesty payments

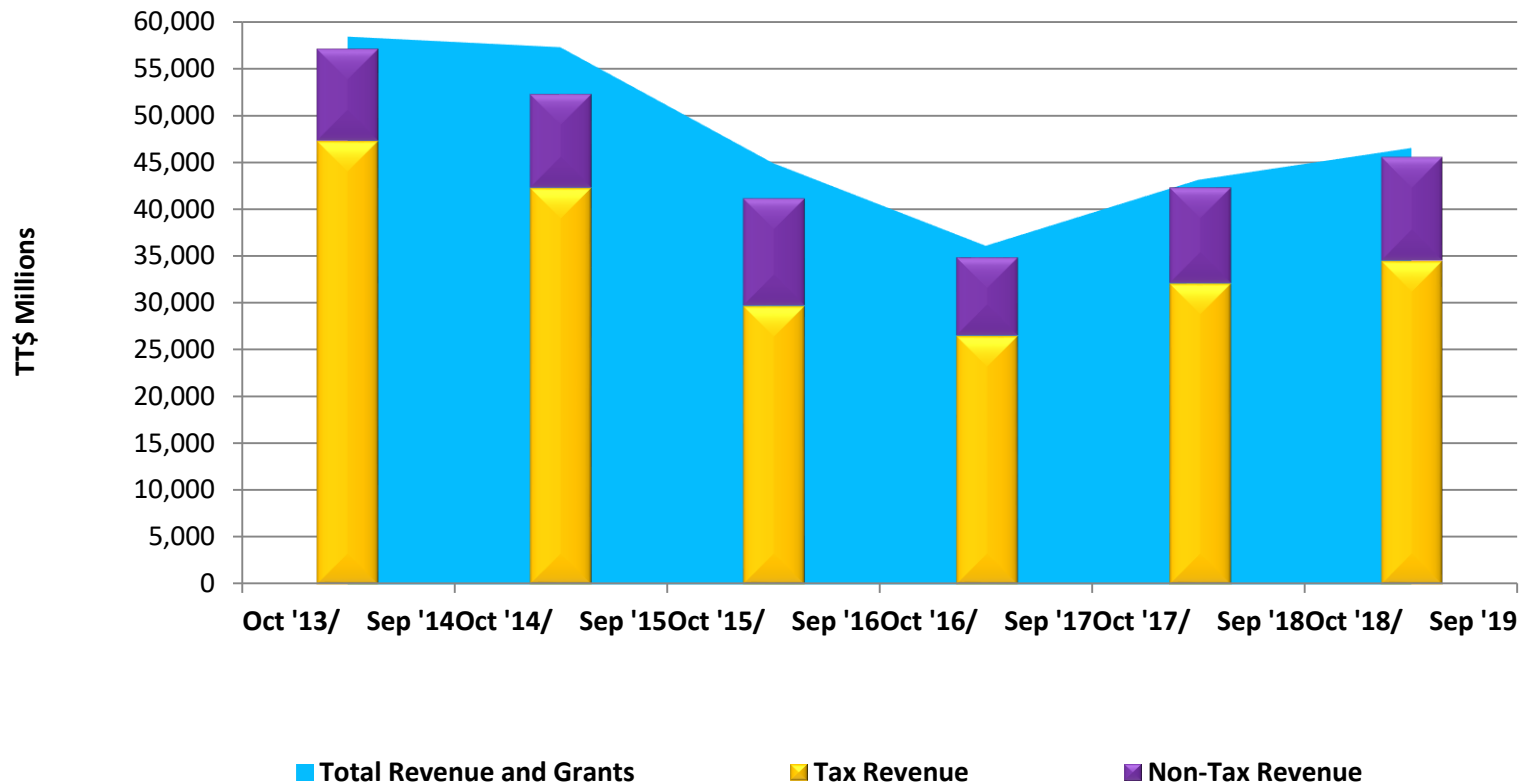
# Total Revenue, Total Expenditure & Oil prices (2007-2020)

## Total Revenue, Total Expenditure & Oil Prices



Data Source: Budget Division, Ministry of Finance

# Central Government Revenue



# Heads of Expenditure (\$Mn.)

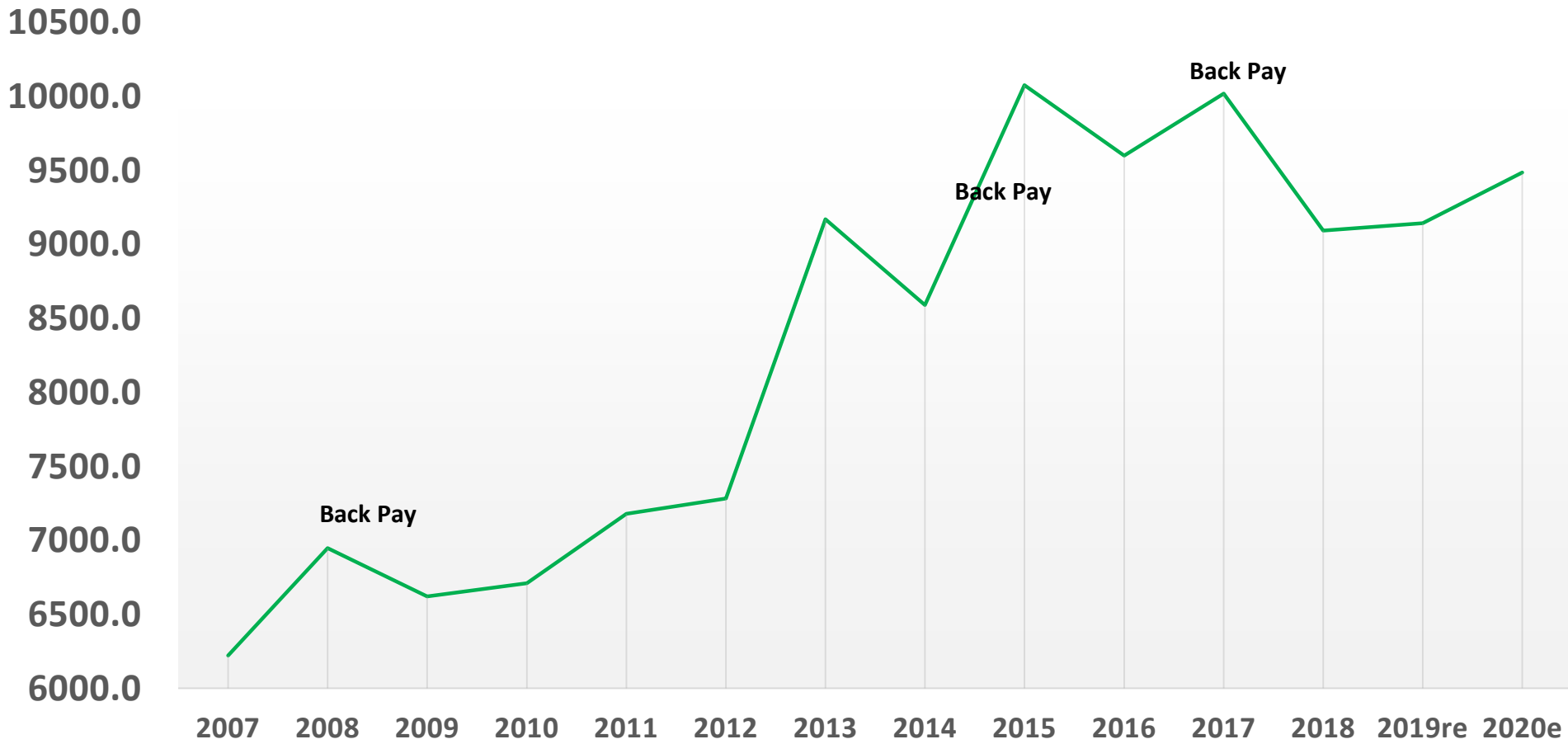
## Heads of Expenditure (2008-2020)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019re	2020e
Personnel Expenditure	6,946.9	6,620.3	6,711.0	7,179.7	7,282.3	9,171.5	8,590.9	10,077.1	9,601.9	10,021.5	9,094.4	9,145.2	9,486.9
Other Goods & Services	5,002.4	6,023.0	6,441.2	6,504.3	7,061.6	7,180.1	8,008.7	8,105.4	7,326.1	5,914.2	6,102.1	5,570.1	6,951.4
Interest Payments	2,967.3	3,499.9	3,290.3	2,866.4	2,937.1	2,808.7	3,122.6	3,438.4	3,762.4	4,537.5	4,786.8	4,902.3	3,990.1
Transfers & Subsidies	29,347.8	21,207.2	23,930.9	28,148.4	28,538.2	30,340.1	32,781.1	30,702.0	27,856.0	26,434.5	25,391.1	27,292.7	27,372.0
Capital Expenditure	9,632.4	8,502.1	6,357.7	6,828.9	7,019.7	8461.9	8435.4	7648.5	4398.3	3,571.5	3,492.1	3,593.4	5,236.0

Data Source: Budget Division, Ministry of Finance

# Personnel Expenditure (\$Mn.)

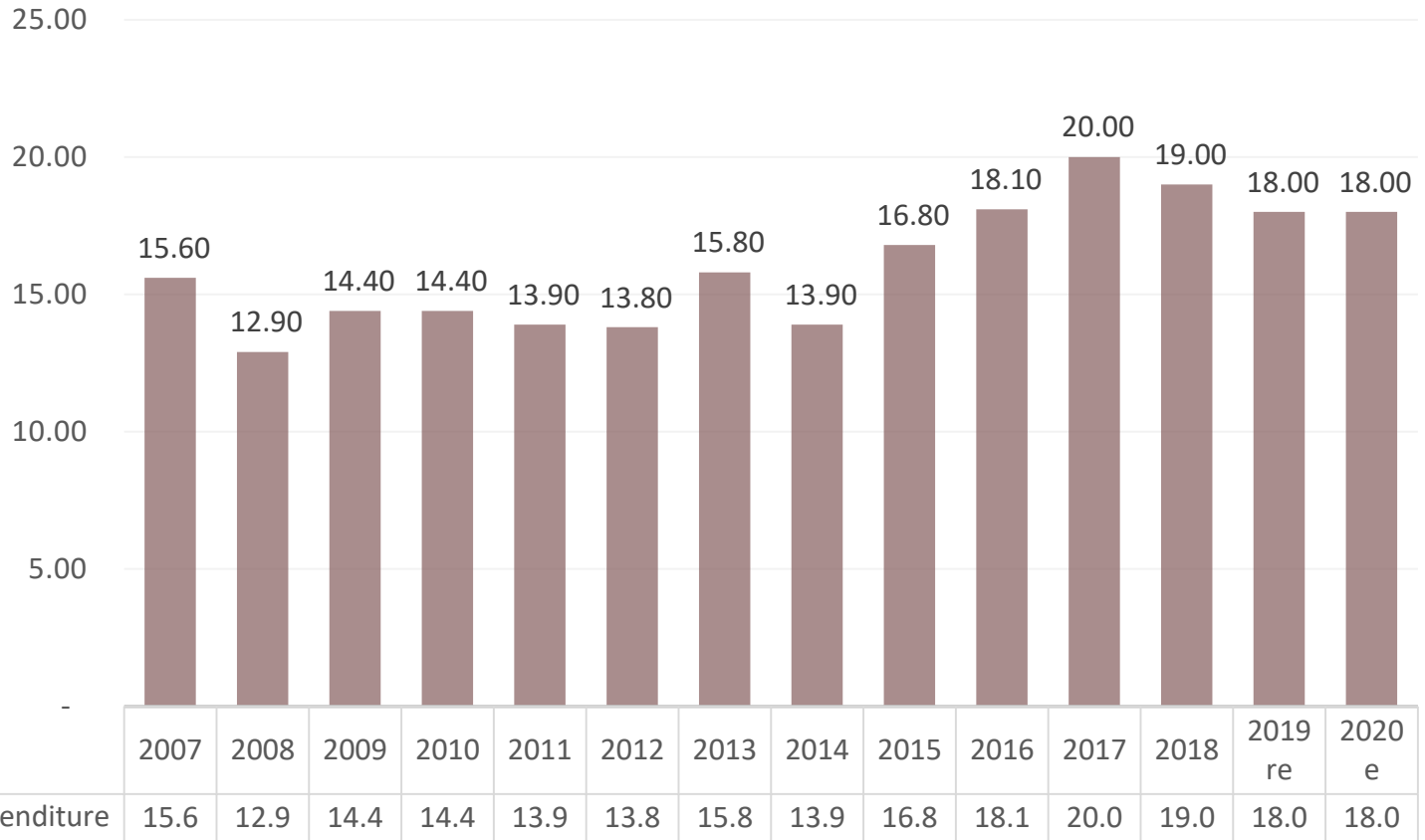
## 2007-2020



Data Source: Budget Division, Ministry of Finance

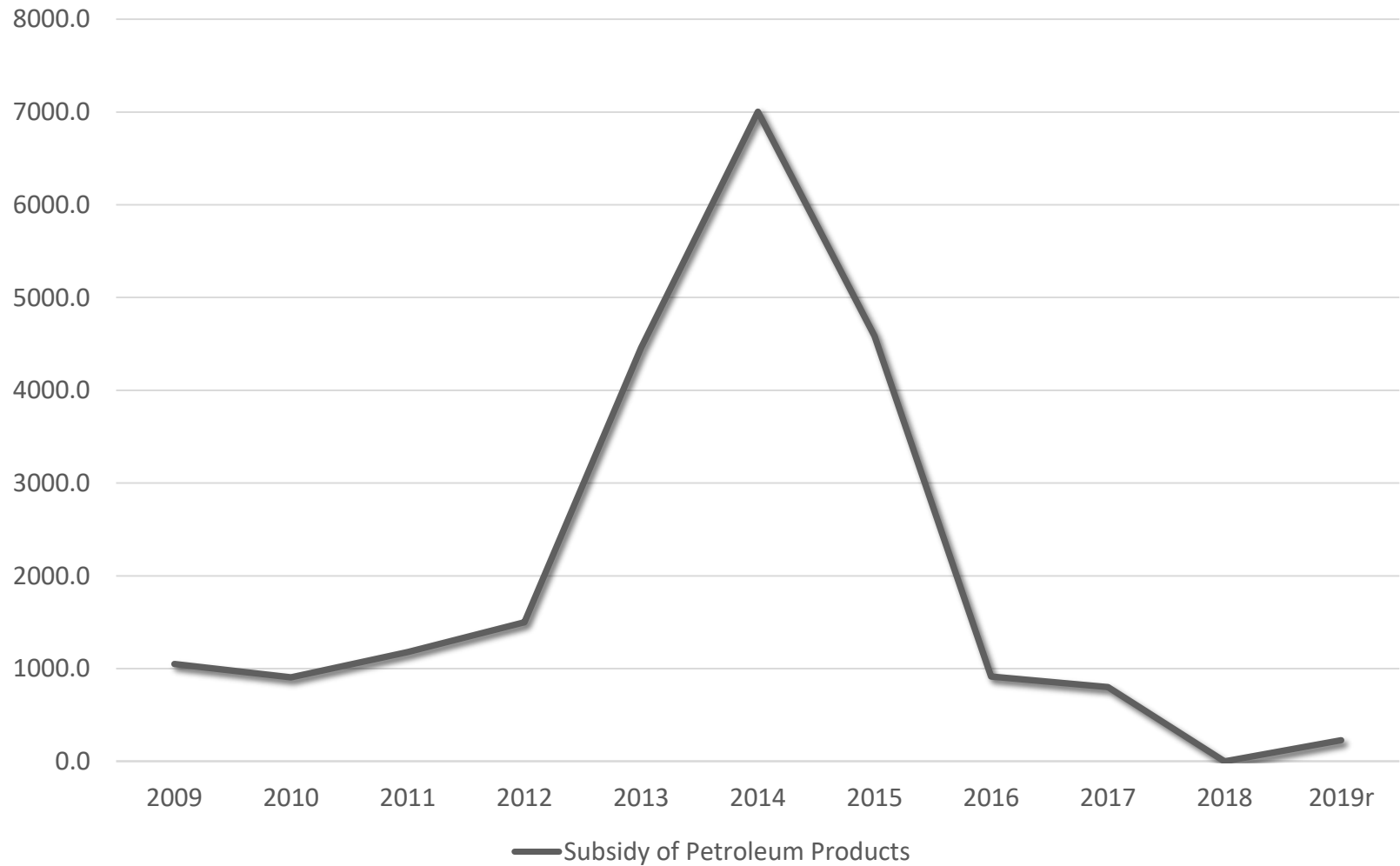
# Personnel Expenditure 2007-2019

Personnel Expenditure as a % of Total Expenditure



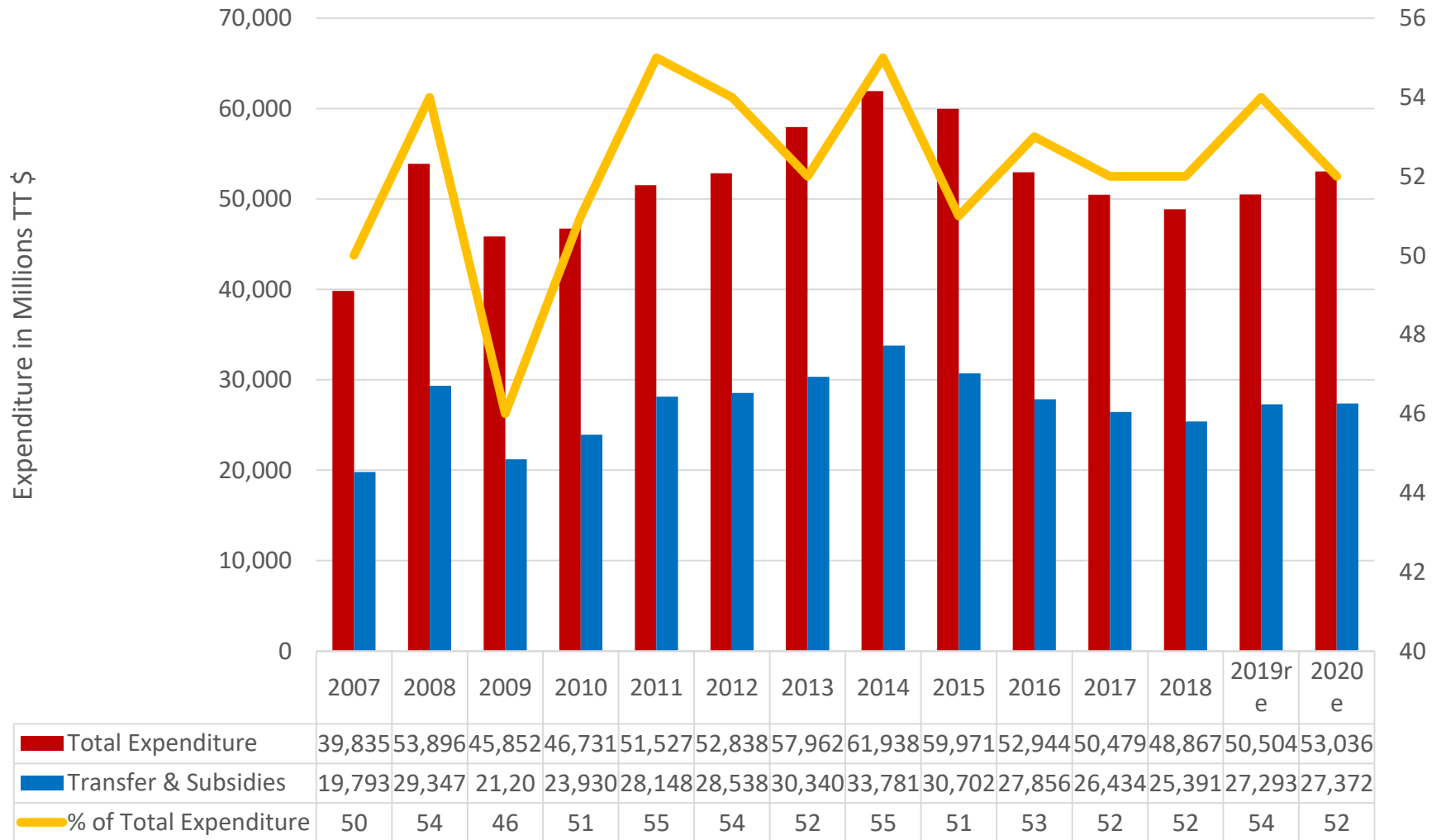
Data Source: Budget Division, Ministry of Finance

## Subsidy on Petroleum Products (2009-2019)



Data Source: Budget Division, Ministry of Finance

## Transfers & Subsidies as a % of Total Expenditure (2017-2020)

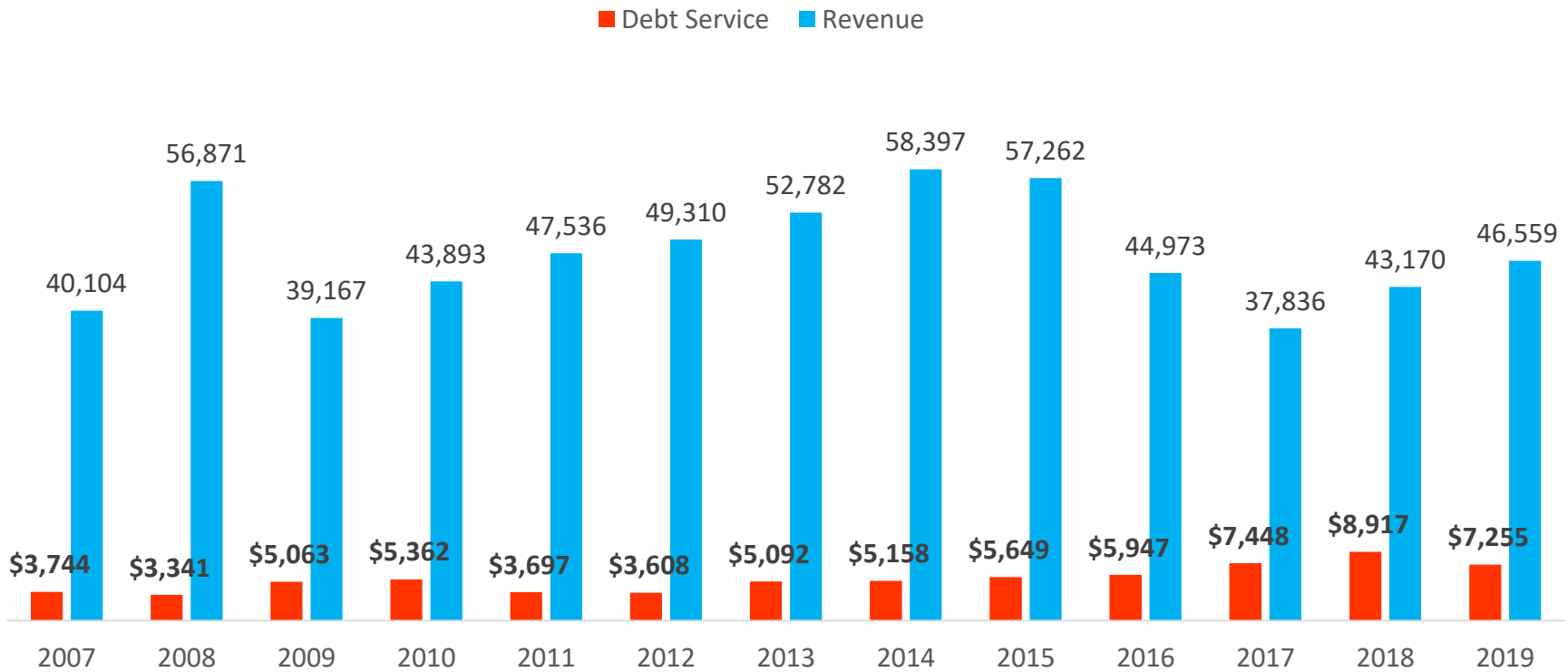


Data Source: Budget Division, Ministry of Finance



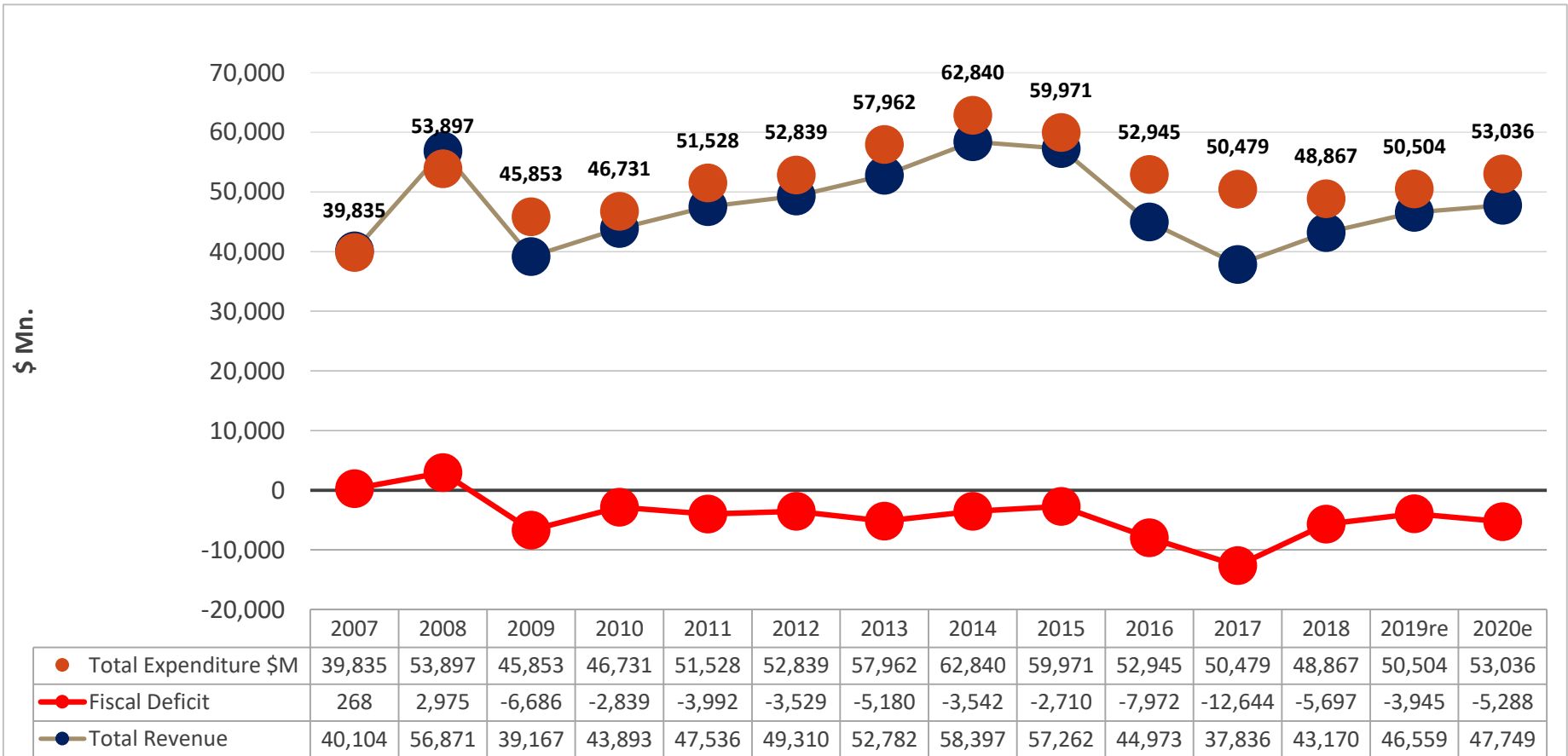
# Debt Service/Revenue 2007-2019

Debt Service vs Revenue f.t.p. 2007-2019



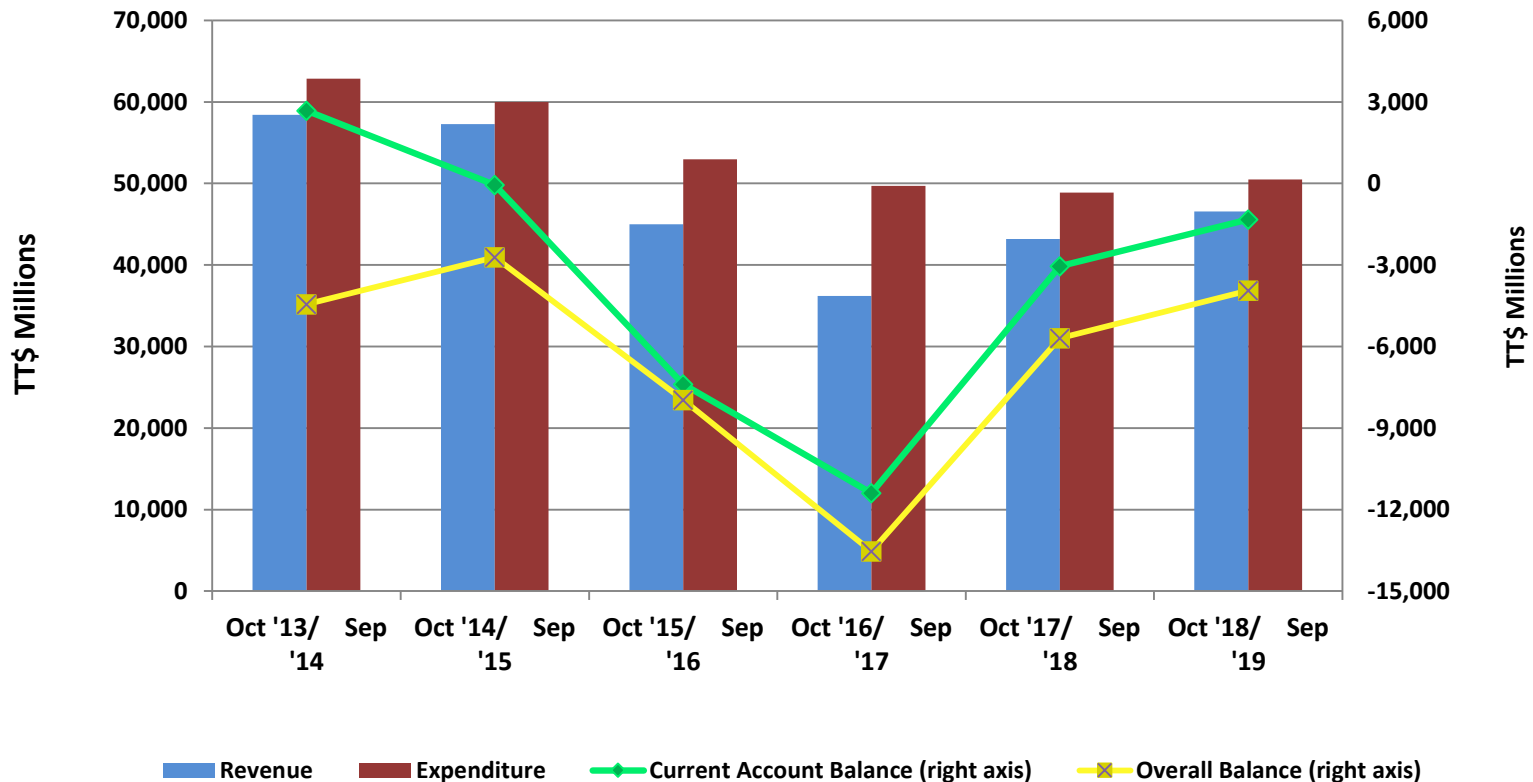
Data Source: EMD, Ministry of Finance

# Patterns of Expenditure, Revenue & Overall Balance 2007 – 2020

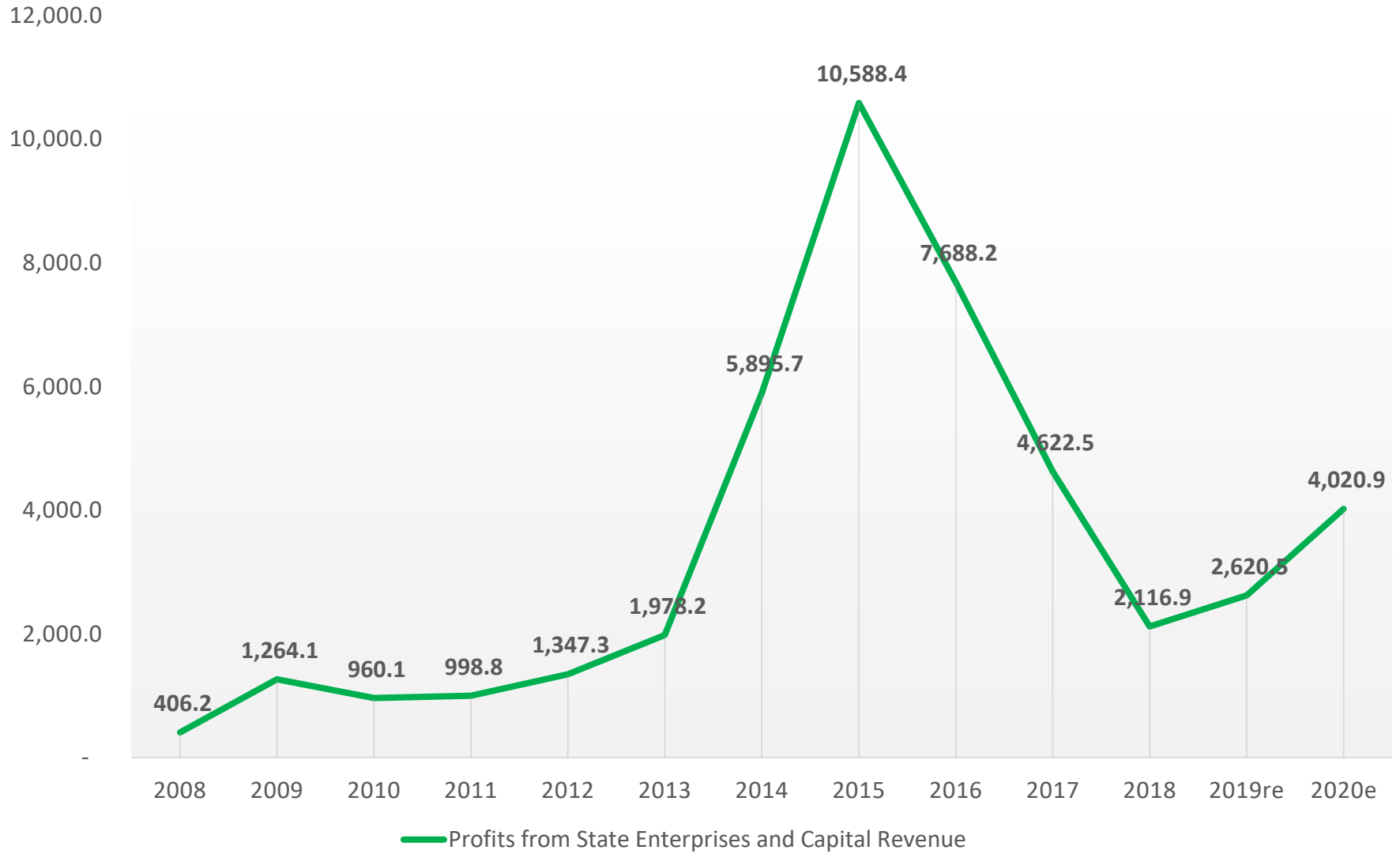


Data Source: Budget Division, Ministry of Finance

# Central Government Fiscal Operations



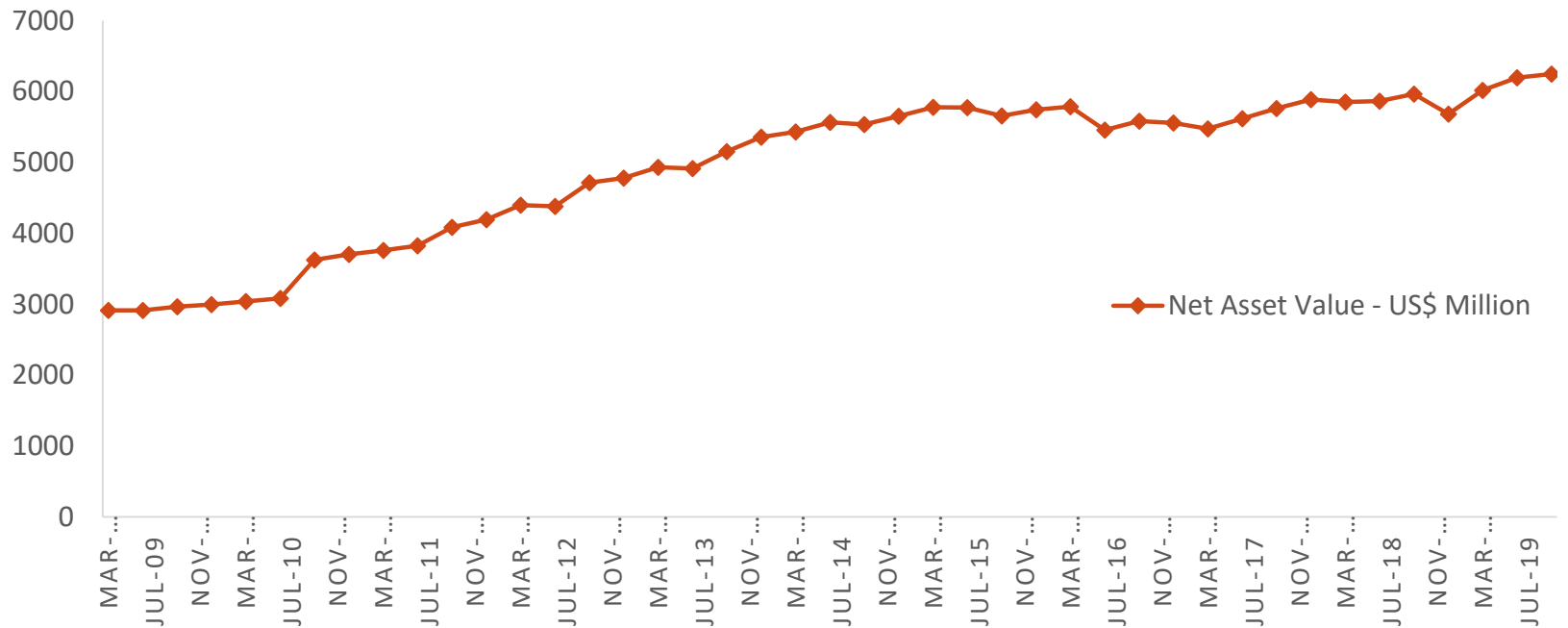
# Profits from State Enterprises and Capital Revenue (2008-2020)



Data Source: Budget Division, Ministry of Finance

# Heritage and Stabilisation Fund

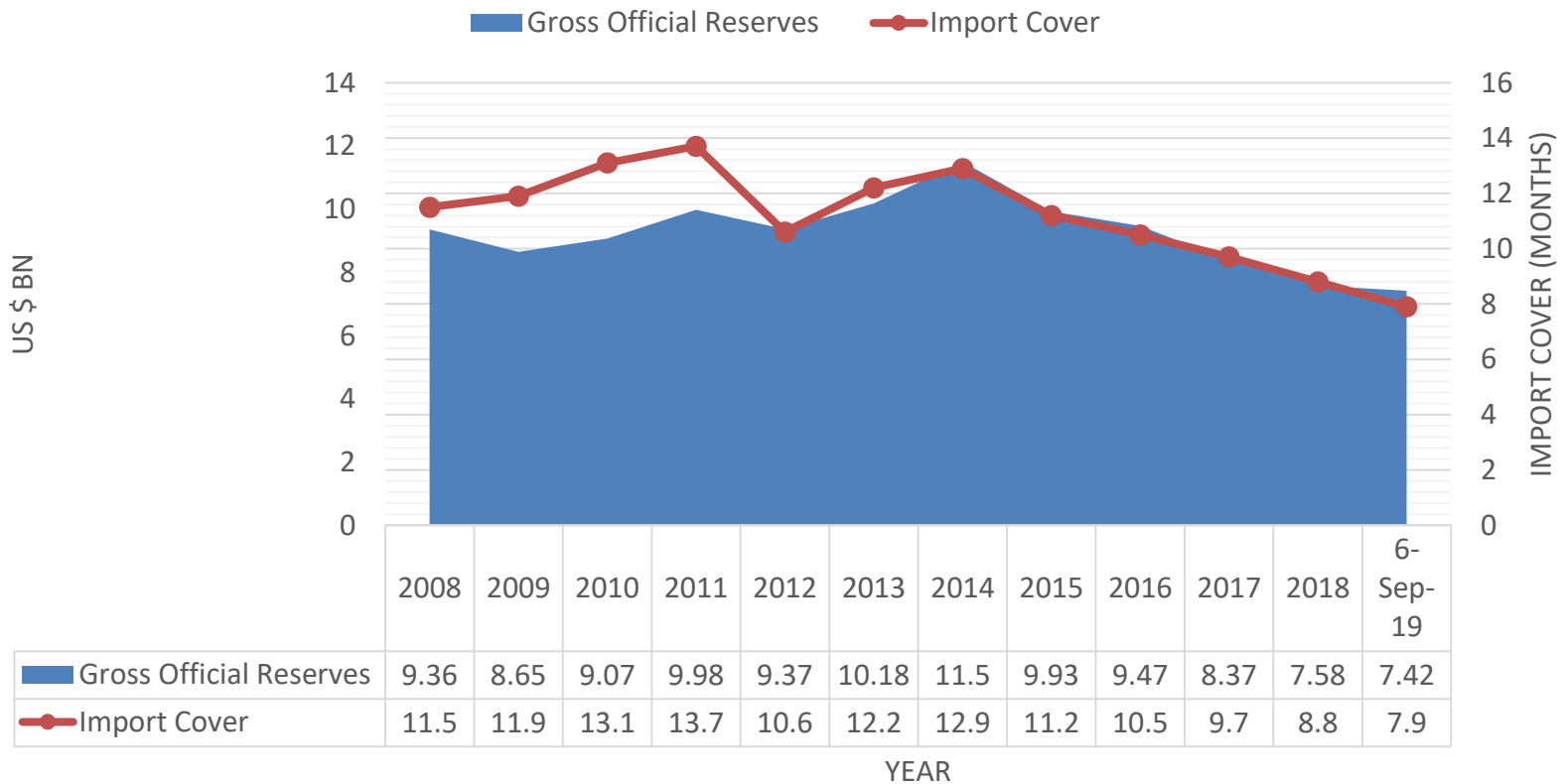
HSF – Net Asset Value(US\$ Million)



Source: The Ministry of Finance

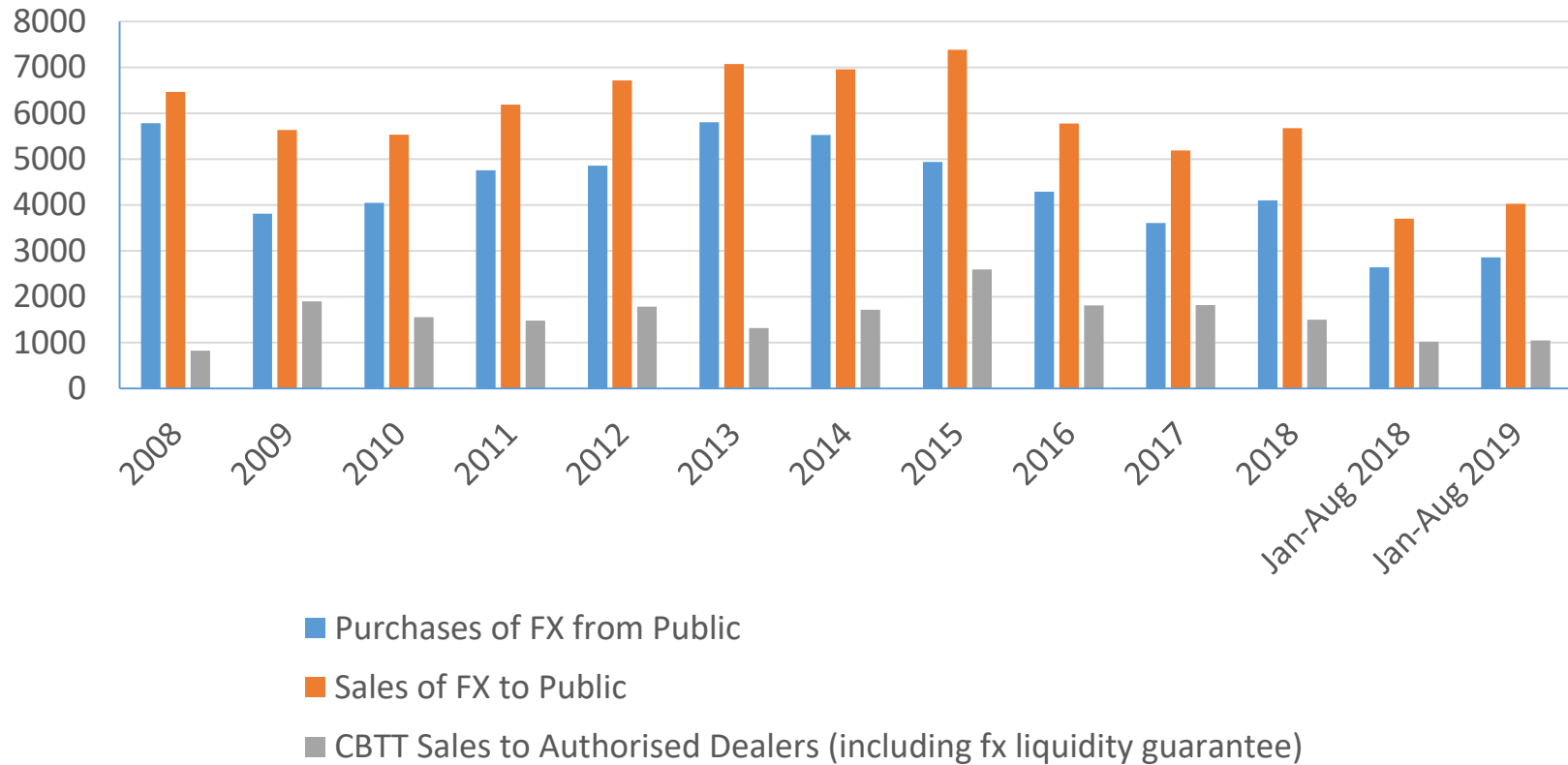
International Reserves have fluctuated largely in line with changes in oil prices and the decline in energy exports...

Gross Official Reserves vs. Import Cover (2008-2019)



Source: Central Bank of Trinidad and Tobago.

# Purchases and Sales of Foreign Exchange and Central Bank Interventions (US\$ Million)



Source: Central Bank of Trinidad and Tobago

# Government Scorecard

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This Section represents an assessment on our performance in managing our country's affairs....



# Scorecard

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Subject Matter	Achievement	
<b>Economic Management</b>	Prudent economic management has allowed us to repair our fiscal accounts through the process of a macro-economic stabilization programme.	✓
<b>Government Expenditure</b>	The high level of expenditure which peaked in 2014 at \$62.84 billion has been brought down to the level of \$50.50 billion in 2019.	✓
<b>CL Financial/ CLICO fiasco</b>	<b>Resolved.</b>	✓
<b>National Insurance and Old Age Pensions</b>	Increased in December <b>2015</b> and the cap on joint pensions received by retirees in respect of National Insurance and Old Age Pensions increased to \$5000 and <b>further increased in 2018 to \$6000</b> affecting more than 100,000 recipients.	✓

# Scorecard

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Subject Matter	Achievement	
<b>Personal deductions for tax purposes</b>	Effected in <b>2016</b> , when the tax exemption limit was increased from \$60,000 to <b>\$72,000</b> . All persons earning \$6000 per month or less are now exempt from tax.	✓
<b>Public Service Pensions</b>	Reformed in <b>2019</b> , with public servants immediately receiving \$3500 per month upon retirement. A total of 15,000 public servants are now benefiting from this reform.	✓
<b>Social Safety Net</b>	Has been made efficient through applied screening and is benefitting <b>194,854 individuals</b> who receive food cards, disability grants, public assistance grants and senior citizens pensions.	✓
<b>Tertiary education</b>	Tax allowance for tertiary education expenses increased in 2019 from \$60,000 to <b>\$72,000</b> .	✓

# Scorecard

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Subject Matter	Achievement	
Stamp Duty	Threshold for residential property increased in 2019 from \$850,000 to <b>\$1.5 million</b> .	✓
Agriculture sector	Tax free	✓
PETROTRIN	Reformed in <b>2019</b> and is now more efficient.	✓
Manufacturing	Being promoted by the foreign exchange facility which was put in place in <b>2019</b> at the EXIM Bank.	✓
Maritime sector	Foreign yacht repair services becoming a VAT exempt service in <b>2017</b> , thereby making the yachting sector as competitive as possible	✓

# Scorecard

Subject Matter	Achievement	
<b>Magdalena Grand Beach and Golf Resort in Tobago</b>	Will soon be managed by a world-class operator.	✓
<b>Sea Bridge</b>	Now placed on a sound and secure basis having being serviced by the <i>Galleons Passage</i> , the <i>TT Spirit</i> , the <i>Cabo Star</i> , and the <i>Jean de la Valette</i> . Two (2) fast ferries being built in Australia will soon join the sea bridge's fleet.	✓
<b>Healthcare</b>	Being increasingly improved with the <b>2019</b> opening of the <i>Couva Medical Facility</i> . <i>Arima Hospital</i> – to be commissioned before the end of <b>2019</b> ; <i>Point Fortin</i> - January <b>2020</b> ; <i>Diego Martin</i> (Health Facility) - October <b>2020</b> ; and <i>Sangre Grande</i> - November <b>2021</b> .	✓

# Scorecard

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Subject Matter	Achievement	
<b>San Fernando – Point Fortin Highway</b>	Will be completed in January <b>2021</b> .	✓
<b>Mosquito Creek highway</b>	By August <b>2020</b> , motorists along the Mosquito Creek highway would begin to use the elevated roadway and no longer would be faced with perennial flooding and traffic nightmares.	✓
<b>Valencia – Toco Highway</b>	Moved from design to implementation phase.	✓
<b>Churchill Roosevelt Highway Extension to Manzanilla</b>	Will be completed in September <b>2022</b> .	✓
<b>Pedestrian Walkovers</b>	<i>Sea Lots Walkover completed; Water taxi Pedestrian Walkover in Port of Spain and the Walkover in Diego Martin soon to be commissioned.</i>	✓

# Scorecard

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Subject Matter	Achievement	
<b>Curepe Interchange</b>	Will be commissioned in the first quarter of <b>2020</b> .	✓
<b>Police stations</b>	The <i>Shirvan Police Station</i> is already operational; <i>Roxborough</i> will be completed in December <b>2019</b> , <i>St. Clair</i> in January <b>2020</b> and <i>Carenage</i> in September <b>2020</b> .	✓
<b>Coastal Erosion</b>	Coastal protection works at <i>Quinam Beach</i> completed in December <b>2018</b> ; works at <i>Cap de Ville</i> and <i>Magdalena Grand Resort</i> will be completed in January <b>2020</b> .	✓
<b>Heritage Buildings</b>	<i>Stollmeyers' Castle/Castle Killarney</i> was opened in <b>2018</b> , <i>White Hall</i> was occupied on September 4 <b>2019</b> with the <i>Red House</i> and the <i>President's House</i> being completed in January <b>2020</b> .	✓

# Scorecard

Subject Matter	Achievement	
Toco Port	At an advanced design stage.	✓
Phoenix Park Industrial Estate, Couva	Will be commissioned in <b>September 2020</b> .	✓
Moruga Fishing Port	<i>Landslip facility</i> will be completed in <b>2021</b> and the <i>Marine facility</i> in <b>2023</b> .	✓
Moruga Agro-Processing and Light Industrial Estate	Will be commissioned in <b>early 2020</b> .	✓
Maracas Bay improvement project	<b>Completed.</b>	✓
A.N.R. International Airport in Tobago	Will be completed in <b>December 2020</b> .	✓
National Investment Fund	Highly successful <b>\$4.0 billion</b> corporate bond issue in 2018.	✓

# Scorecard

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Subject Matter	Achievement	
Office of the Procurement Regulator	Procurement Regulator appointed; office to become fully operational early in <b>2020</b> .	✓
Border security	Being strengthened with the addition of <i>two (2) Cape Class patrol boats</i> to the coast guard fleet which will arrive in <b>2020</b> .	✓
Diego Martin Sporting Complex	Opened in <b>2019</b> .	✓
Carenage Fishing Facility	Commissioned in <b>2018</b> .	✓
San Fernando Waterfront	Being completed in three (3) phases with <i>Phase I</i> being completed in <b>2021</b> .	✓
Community centres	<b>15 centres</b> throughout the country are at an advanced stage of completion.	✓



# SELECTED BUDGET MEASURES

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- **Removal of Life Certificates for Pensioners**
- **No Arrival Forms at Airport**
- **Switch to LED Bulbs; no Taxes on LED Bulbs; Replacement of Old Incandescent Bulbs by Government Free of Charge**
- **100% Tax Credit for Solar Water Heaters**
- **Reform of Taxation for Oil and Gas Industry**
- **Increase in OJT Stipends by 10%; Increase of Intake to 8,000 Trainees**
- **Increase in Minimum Wage to \$17.50/hour**
- **Increase in CEPEP and URP Wages by 15%**

# SELECTED BUDGET MEASURES

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- **Increase in Personal Allowance at Airport to \$5,000**
- **Increase in Tax Allowance for Sponsorship of Fashion Industry; Audio-Visual or Video Productions; Sport, Art and Culture to \$6M**
- **Index Linking of Public Service Pensions**
- **Pension for Daily Paid Workers**
- **Expansion of Credit Union Services and Benefits**
- **Ban on Styrofoam and Plastics**
- **Agriculture to be a Completely Tax Free Industry**
- **\$3 Billion in Tradeable VAT Bonds**