

# APPENDIX A: GENERAL GOVERNMENT SECTOR ACCOUNTING FINANCIAL STATEMENTS

Refer to Chapter 8 (Section 8.3) for an explanation of the differences in treatment and disclosure between the following financial statements which are prepared in accordance with Australian accounting standards, and the accrual uniform presentation tables reported in Chapter 8 which follow the government finance statistics convention.

**Table A.1: General Government Sector Statement of Financial Performance**

	2000-01 <i>Actual</i>	2001-02 <i>Budget</i>	2001-02 <i>Revised</i>	2002-03 <i>Budget</i>	2003-04	2004-05 <i>Estimate</i>	2005-06
	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>
<b>State Revenues</b>							
Taxation	13,327	12,084	13,352	12,856	13,373	14,095	14,862
Commonwealth Grants	12,967	14,413	14,931	15,053	15,203	15,702	16,510
Financial Distributions	1,245	1,129	1,166	1,204	1,317	1,377	1,556
Fines, Regulatory Fees & Other	918	861	779	799	816	871	865
<b>Total State Revenues</b>	<b>28,457</b>	<b>28,487</b>	<b>30,228</b>	<b>29,912</b>	<b>30,709</b>	<b>32,045</b>	<b>33,793</b>
<b>Operating Revenues</b>							
Sale of Goods and Services	2,282	2,323	2,376	2,479	2,414	2,438	2,494
Investment Income	484	457	360	612	742	848	1,012
Grants and Contributions	366	325	330	376	280	276	278
Other	418	578	681	261	262	264	270
<b>Total Operating Revenues</b>	<b>3,550</b>	<b>3,683</b>	<b>3,747</b>	<b>3,728</b>	<b>3,698</b>	<b>3,826</b>	<b>4,054</b>
<b>Expenses</b>							
Employee Related							
- Superannuation	3,187	1,741	2,463	2,049	2,186	2,312	2,463
- Other	12,268	12,583	12,829	13,464	14,089	14,653	15,365
Other Operating	7,513	6,788	6,729	7,215	7,289	7,690	7,951
Maintenance	1,035	1,160	1,220	1,175	1,154	1,212	1,248
Depreciation and Amortisation	1,332	1,493	1,337	1,404	1,471	1,551	1,622
Current Grants and Subsidies	4,997	4,647	4,963	5,075	4,998	5,071	5,165
Capital Grants	1,546	1,399	1,883	1,333	1,176	1,280	1,276
Borrowing Costs	1,317	885	951	751	721	681	660
<b>Total Expenses</b>	<b>33,195</b>	<b>30,696</b>	<b>32,375</b>	<b>32,466</b>	<b>33,084</b>	<b>34,450</b>	<b>35,750</b>
Gain/(Loss) on Disposal of Assets	(9)	(20)	(156)	(25)	26	26	17
<b>Net Cost of Services</b>	<b>(29,654)</b>	<b>(27,033)</b>	<b>(28,784)</b>	<b>(28,763)</b>	<b>(29,360)</b>	<b>(30,598)</b>	<b>(31,679)</b>
<b>Surplus/(Deficit) for the Year</b>	<b>(1,197)</b>	<b>1,454</b>	<b>1,444</b>	<b>1,149</b>	<b>1,349</b>	<b>1,447</b>	<b>2,114</b>

**Table A.1: General Government Sector Statement of Financial Performance (cont)**

	2000-01 Actual \$m	2001-02 Budget \$m	2001-02 Revised \$m	2002-03 Budget \$m	2003-04 \$m	2004-05 Estimate \$m	2005-06 \$m
<b>OTHER MOVEMENTS IN EQUITY</b>							
Net Asset Valuation Increments	1,483	12	342	30	33	37	38
Other	...	...	(25)	...	...	...	...
<b>Total Revenues, Expenses and Valuation Adjustments Recognised Directly in Equity</b>	<b>1,483</b>	<b>12</b>	<b>317</b>	<b>30</b>	<b>33</b>	<b>37</b>	<b>38</b>
<b>Changes in Equity Resulting From Other Transactions</b>							
Contributions by Owners Made to Wholly Owned Public Sector Agencies (Urgent Issues Group UIG 38)							
- Equity Restructure payments from Public Trading Enterprises	3,203	...	270	400	50	50	200
- Other	(865)	...	149	...	...	...	...
<b>Total Other Movements in Equity</b>	<b>3,821</b>	<b>12</b>	<b>736</b>	<b>430</b>	<b>83</b>	<b>87</b>	<b>238</b>
Opening Balance Equity	41,204	42,522	43,828	46,008	47,587	49,019	50,553
Operating Surplus/ (Deficit)	(1,197)	1,454	1,444	1,149	1,349	1,447	2,114
Other Movements in Equity	3,821	12	736	430	83	87	238
<b>Closing Balance Equity</b>	<b>43,828</b>	<b>43,988</b>	<b>46,008</b>	<b>47,587</b>	<b>49,019</b>	<b>50,553</b>	<b>52,905</b>

**Table A.2: General Government Sector Statement of Financial Position as at 30 June, 2001-2006**

	2001	2002	2002	2003	2004	2005	2006
	Actual	Budget	Revised	Budget	Estimate		
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
<b>Current Assets</b>							
Cash Assets	1,035	360	796	1,277	1,209	1,430	1,334
Receivables	2,403	1,822	2,396	2,502	2,508	2,652	2,779
Other Financial Assets	767	731	584	689	861	955	1,085
Inventories	154	149	133	130	137	131	130
Other	61	90	63	63	65	66	71
<b>Total Current Assets</b>	<b>4,420</b>	<b>3,152</b>	<b>3,972</b>	<b>4,661</b>	<b>4,780</b>	<b>5,234</b>	<b>5,399</b>
<b>Non-Current Assets</b>							
Receivables	2,480	2,566	2,740	2,786	2,904	3,023	3,213
Other Financial Assets	3,258	3,648	4,823	5,300	6,141	6,899	8,800
Inventories	42	38	14	18	9	11	11
Property, Plant and Equipment							
Land and Buildings	32,165	31,893	32,738	32,866	33,065	33,230	33,312
Plant and Equipment	4,182	4,203	4,321	4,498	4,478	4,382	4,167
Infrastructure Systems	29,246	29,129	29,959	30,849	32,008	33,307	34,831
Other	854	975	962	1,078	1,196	1,320	1,450
<b>Total Non-Current Assets</b>	<b>72,227</b>	<b>72,452</b>	<b>75,557</b>	<b>77,395</b>	<b>79,801</b>	<b>82,172</b>	<b>85,784</b>
<b>Total Assets</b>	<b>76,647</b>	<b>75,604</b>	<b>79,529</b>	<b>82,056</b>	<b>84,581</b>	<b>87,406</b>	<b>91,183</b>
<b>Current Liabilities</b>							
Payables	1,480	1,192	1,426	1,397	1,370	1,366	1,373
Interest Bearing	2,066	2,643	2,181	2,041	499	2,198	471
Employee Entitlements and Other Provisions	2,101	2,688	3,501	3,739	3,858	3,849	4,097
Other	345	245	301	284	283	282	281
<b>Total Current Liabilities</b>	<b>5,992</b>	<b>6,768</b>	<b>7,409</b>	<b>7,461</b>	<b>6,010</b>	<b>7,695</b>	<b>6,222</b>
<b>Non-Current Liabilities</b>							
Interest Bearing	11,501	9,109	9,952	9,496	10,621	8,619	9,893
Employee Entitlements and Other Provisions	14,321	14,901	15,180	16,572	18,029	19,682	21,345
Other	1,005	838	980	940	902	857	818
<b>Total Non-Current Liabilities</b>	<b>26,827</b>	<b>24,848</b>	<b>26,112</b>	<b>27,008</b>	<b>29,552</b>	<b>29,158</b>	<b>32,056</b>
<b>Total Liabilities</b>	<b>32,819</b>	<b>31,616</b>	<b>33,521</b>	<b>34,469</b>	<b>35,562</b>	<b>36,853</b>	<b>38,278</b>
<b>NET ASSETS</b>	<b>43,828</b>	<b>43,988</b>	<b>46,008</b>	<b>47,587</b>	<b>49,019</b>	<b>50,553</b>	<b>52,905</b>
<b>Equity</b>							
Asset Revaluation Reserves	16,345	15,067	16,494	16,523	16,554	16,589	16,626
Accumulated Funds	27,483	28,921	29,514	31,064	32,465	33,964	36,279
<b>TOTAL EQUITY</b>	<b>43,828</b>	<b>43,988</b>	<b>46,008</b>	<b>47,587</b>	<b>49,019</b>	<b>50,553</b>	<b>52,905</b>

**Table A.3: General Government Sector Statement of Cash Flows**

	2000-01	2001-02	2001-02	2002-03	2003-04	2004-05	2005-06
	Actual	Budget	Revised	Budget	Estimate		
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
<b>Cash Flows from Operating Activities</b>							
<b>Receipts</b>							
Taxation	13,181	12,088	13,322	12,834	13,366	14,088	14,836
Commonwealth Grants	12,967	14,413	14,931	15,053	15,203	15,702	16,510
Financial Distributions	1,222	1,073	1,000	1,246	1,146	1,099	1,227
Sale of Goods and Services	2,224	2,258	2,405	2,496	2,556	2,578	2,630
Investment Income	272	234	239	301	308	295	332
Other	2,609	1,893	2,510	2,159	2,348	2,399	2,408
<b>Total Receipts</b>	<b>32,475</b>	<b>31,959</b>	<b>34,407</b>	<b>34,089</b>	<b>34,927</b>	<b>36,161</b>	<b>37,943</b>
<b>Payments</b>							
Employee Related	(12,932)	(13,037)	(13,312)	(14,029)	(14,745)	(15,506)	(16,164)
Grants and Subsidies	(6,275)	(5,991)	(6,548)	(6,191)	(5,998)	(6,182)	(6,298)
Finance	(1,009)	(853)	(850)	(750)	(708)	(655)	(650)
Other	(8,151)	(8,472)	(9,175)	(9,601)	(9,869)	(10,189)	(10,407)
<b>Total Payments</b>	<b>(28,367)</b>	<b>(28,353)</b>	<b>(29,885)</b>	<b>(30,571)</b>	<b>(31,320)</b>	<b>(32,532)</b>	<b>(33,519)</b>
<b>Net Cash Flows from Operating Activities</b>	<b>4,108</b>	<b>3,606</b>	<b>4,522</b>	<b>3,518</b>	<b>3,607</b>	<b>3,629</b>	<b>4,424</b>
<b>Cash Flows from Investing Activities</b>							
Proceeds from Sale of Property, Plant and Equipment	109	218	187	434	252	258	148
Proceeds from Sale of Investments	1,197	353	1,460	1,133	840	1,043	214
Equity restructure	3,203	...	270	400	50	50	200
Advance Repayments Received	109	71	107	104	104	78	97
Purchases of Property, Plant & Equipment	(2,576)	(2,596)	(2,817)	(3,030)	(3,037)	(3,058)	(3,125)
Purchase of Investments	(1,317)	(118)	(1,886)	(1,367)	(1,416)	(1,340)	(1,565)
Advances Made	(95)	(14)	(101)	(81)	(37)	(36)	(37)
Other	(21)	...	37	(17)	...	...	1
<b>Net Cash Flows from Investing Activities</b>	<b>609</b>	<b>(2,086)</b>	<b>(2,743)</b>	<b>(2,424)</b>	<b>(3,244)</b>	<b>(3,005)</b>	<b>(4,067)</b>
<b>Cash Flows from Financing Activities</b>							
Proceeds from Borrowings and Advances	253	22	53	35	46	27	203
Repayments of Borrowings and Advances	(4,589)	(1,760)	(2,036)	(647)	(486)	(431)	(668)
<b>Net Cash Flows From Financing Activities</b>	<b>(4,336)</b>	<b>(1,738)</b>	<b>(1,983)</b>	<b>(612)</b>	<b>(440)</b>	<b>(404)</b>	<b>(465)</b>
Net Increase/(Decrease) in Cash	<b>381</b>	<b>(218)</b>	<b>(204)</b>	<b>482</b>	<b>(77)</b>	<b>220</b>	<b>(108)</b>
Opening Cash and Cash Equivalents	384	561	995	791	1,273	1,196	1,416
Reclassification of Cash Equivalents	230	...	...	...	...	...	...
<b>CLOSING CASH AND CASH EQUIVALENTS BALANCE</b>	<b>995</b>	<b>343</b>	<b>791</b>	<b>1,273</b>	<b>1,196</b>	<b>1,416</b>	<b>1,308</b>

**Table A.4: Reconciliation between the Accounting Based Operating Result and the GFS Based Budget Result**

	2001-02 Budget \$m	2001-02 Projection \$m	2002-03 Budget \$m
<b>Accounting Based Operating Surplus</b>	<b>1,454</b>	<b>1,444</b>	<b>1,149</b>
<b>Accounting items not in the GFS Budget Result</b>			
Depreciation	1,493	1,337	1,404
Valuation items - (gains)/losses <sup>(a)</sup>	(254)	362	151
<b>GFS items not in the Accounting Result</b>			
Gross fixed capital formation	(2,601)	(2,519)	(2,652)
Change in inventories	5	7	(2)
Other movements in non-financial assets	271	39	118
<b>GFS Based Budget Result</b>	<b>368</b>	<b>670</b>	<b>168</b>

Note:

(a) Valuation items primarily comprise actuarial adjustments for superannuation and insurance obligations, adjustments to fixed asset values and non cash gains/losses on debt management.