

APPENDIX A: GENERAL GOVERNMENT SECTOR ACCOUNTING FINANCIAL STATEMENTS

Refer to Chapter 8 (Section 8.2) 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

	2001-02 Actual	2002-03 Budget	2002-03 Revised	2003-04 Budget	2004-05	2005-06 Estimate	2006-07
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
State Revenues							
Taxation	13,207	12,856	13,912	14,191	14,884	15,743	16,665
Commonwealth Grants	15,033	15,053	15,236	15,497	15,785	16,564	16,814
Financial Distributions	1,331	1,204	1,425	1,460	1,394	1,582	1,672
Fines, Regulatory Fees & Other	792	799	795	843	894	888	855
Total State Revenues	30,363	29,912	31,368	31,991	32,957	34,777	36,006
Operating Revenues							
Sale of Goods and Services	2,264	2,479	2,558	2,664	2,710	2,786	2,854
Investment Income	283	612	360	696	780	933	1,073
Grants and Contributions	475	376	556	353	328	343	349
Other	4,917	261	613	354	333	313	291
Total Operating Revenues	7,939	3,728	4,087	4,067	4,151	4,375	4,567
Expenses							
Employee Related							
- Superannuation ^(a)	3,859	2,049	4,271	2,556	2,694	2,829	2,957
- Other	12,937	13,464	13,955	14,694	15,418	16,146	16,956
Other Operating	6,994	7,240	7,378	7,376	7,425	7,769	8,087
Maintenance	1,308	1,175	1,228	1,231	1,222	1,204	1,254
Depreciation and Amortisation	1,538	1,404	1,636	1,791	1,828	1,854	1,903
Current Grants and Subsidies	4,969	5,075	5,492	5,571	5,489	5,671	5,838
Capital Grants	1,854	1,333	1,375	1,175	1,357	1,356	1,271
Borrowing Costs	942	751	767	786	754	750	702
Total Expenses	34,401	32,491	36,102	35,180	36,187	37,579	38,968
Net Cost of Services	(26,462)	(28,763)	(32,015)	(31,113)	(32,036)	(33,204)	(34,401)
Surplus/(Deficit) for the Year	3,901	1,149	(647)	878	921	1,573	1,605

Note:

(a) Superannuation has a large impact on the 2002-03 accounting operating results. The increase in 2002-03 superannuation expense is largely due to projected negative investment returns and an increase in gross liabilities arising from changed demographic assumptions. Refer to Section 4.7 of Chapter 4 for further details.

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

	2001-02 Actual	2002-03 Budget	2002-03 Revised	2003-04 Budget	2004-05	2005-06 Estimate	2006-07
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
OTHER MOVEMENTS IN EQUITY							
Net Asset Valuation Increments	2,849	30	93	51	26	29	29
Adjustment to insurance claims liabilities on adopting a claim incurred basis following the release of UIG47 (Urgent Issues Group)	(369)	...	(809)	...	...	...	...
Recognition of insurance receivables recoverable associated with the adoption of UIG47	...	...	809	...	...	...	...
Total Revenues, Expenses and Valuation Adjustments Recognised Directly in Equity	2,480	30	93	51	26	29	29
Changes in Equity Resulting From Other Transactions							
Contributions by Owners Made to Wholly Owned Public Sector Agencies (Urgent Issues Group UIG 38)							
- Equity Restructure payments from Public Trading Enterprises	...	400	520	137	...	195	40
- Adjustment to Crown income tax accruals associated with a compensation adjustment by TransGrid	...	...	(46)	...	...	...	...
- Other	128	...	(32)	...	(1)	...	...
Total Other Movements in Equity	2,608	430	535	188	25	224	69
Opening Balance Equity	43,828	46,008	50,337	50,225	51,291	52,237	54,034
Operating Surplus/ (Deficit)	3,901	1,149	(647)	878	921	1,573	1,605
Other Movements in Equity	2,608	430	535	188	25	224	69
Closing Balance Equity	50,337	47,587	50,225	51,291	52,237	54,034	55,708

Table A.2: General Government Sector Statement of Financial Position as at 30 June, 2002-2007

	2002 Actual \$m	2003 Budget \$m	2003 Revised \$m	2004 Budget \$m	2005 \$m	2006 Estimate \$m	2007 \$m
Current Assets							
Cash Assets	1,646	1,277	1,104	866	887	663	569
Receivables	2,741	2,502	2,718	2,951	2,851	2,987	3,081
Other Financial Assets	625	689	675	884	1,019	1,138	1,275
Inventories	154	130	118	119	119	120	121
Other	73	63	90	89	89	89	90
Total Current Assets	5,239	4,661	4,705	4,909	4,965	4,997	5,136
Non-Current Assets							
Receivables	2,845	2,786	3,681	3,792	3,904	4,020	4,073
Other Financial Assets	4,314	5,300	7,166	8,239	9,777	12,046	14,701
Inventories	12	18	34	36	35	35	33
Property, Plant and Equipment							
Land and Buildings	37,654	32,866	37,872	38,259	38,608	38,778	38,850
Plant and Equipment	4,256	4,498	4,408	5,006	4,929	4,840	4,705
Infrastructure Systems	31,281	30,849	32,027	32,735	33,386	34,376	35,443
Other	963	1,078	1,032	1,132	1,235	1,356	1,495
Total Non-Current Assets	81,325	77,395	86,220	89,199	91,874	95,451	99,300
Total Assets	86,564	82,056	90,925	94,108	96,839	100,448	104,436
Current Liabilities							
Payables	1,823	1,397	2,489	2,176	1,957	1,981	2,045
Interest Bearing	1,730	2,041	3,067	1,684	3,142	1,657	3,060
Employee Entitlements and Other Provisions	2,395	3,739	2,246	2,310	2,358	2,452	2,588
Other	423	284	372	352	356	356	349
Total Current Liabilities	6,371	7,461	8,174	6,522	7,813	6,446	8,042
Non-Current Liabilities							
Interest Bearing	10,360	9,496	8,353	10,202	8,623	9,587	7,967
Employee Entitlements and Other Provisions	18,504	16,572	23,208	25,151	27,246	29,483	31,841
Other	992	940	965	942	920	898	878
Total Non-Current Liabilities	29,856	27,008	32,526	36,295	36,789	39,968	40,686
Total Liabilities	36,227	34,469	40,700	42,817	44,602	46,414	48,728
NET ASSETS	50,337	47,587	50,225	51,291	52,237	54,034	55,708
Equity							
Asset Revaluation Reserves	18,418	16,523	18,480	18,527	18,551	18,578	18,605
Accumulated Funds	31,919	31,064	31,745	32,764	33,686	35,456	37,103
TOTAL EQUITY	50,337	47,587	50,225	51,291	52,237	54,034	55,708

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

	2001-02	2002-03	2002-03	2003-04	2004-05	2005-06	2006-07
	Actual	Budget	Revised	Budget	Estimate		
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Cash Flows from Operating Activities							
Receipts							
Taxation	13,323	12,834	13,853	14,174	14,876	15,745	16,667
Commonwealth Grants	15,033	15,053	15,446	15,287	15,785	16,564	16,814
Financial Distributions	1,101	1,246	1,296	1,235	1,319	1,285	1,501
Sale of Goods and Services	2,348	2,496	2,579	2,665	2,708	2,789	2,857
Investment Income	265	301	245	272	258	289	286
Other	2,570	2,159	2,997	2,546	2,768	2,764	2,701
Total Receipts	34,640	34,089	36,416	36,179	37,714	39,436	40,826
Payments							
Employee Related	(13,269)	(14,029)	(14,433)	(15,425)	(16,471)	(16,997)	(17,823)
Grants and Subsidies	(6,572)	(6,191)	(6,672)	(6,570)	(6,680)	(6,883)	(6,966)
Finance	(844)	(750)	(759)	(784)	(731)	(741)	(692)
Other	(8,951)	(9,601)	(9,598)	(9,971)	(9,854)	(10,103)	(10,420)
Total Payments	(29,636)	(30,571)	(31,462)	(32,750)	(33,736)	(34,724)	(35,901)
Net Cash Flows from Operating Activities	5,004	3,518	4,954	3,429	3,978	4,712	4,925
Cash Flows from Investing Activities							
Proceeds from Sale of Property, Plant and Equipment	194	434	237	664	551	463	432
Proceeds from Sale of Investments	449	1,133	255	2,116	725	560	444
Equity restructure	758	400	520	137	...	195	40
Advance Repayments Received	106	104	101	110	127	90	87
Purchases of Property, Plant & Equipment	(2,782)	(3,030)	(3,042)	(3,159)	(3,089)	(3,220)	(3,164)
Purchase of Investments	(987)	(1,367)	(2,847)	(3,010)	(1,890)	(2,307)	(2,451)
Advances Made	(123)	(81)	(83)	(54)	(57)	(58)	(57)
Other	28	(17)	66	...	...	...	...
Net Cash Flows from Investing Activities	(2,357)	(2,424)	(4,793)	(3,196)	(3,633)	(4,277)	(4,669)
Cash Flows from Financing Activities							
Proceeds from Borrowings and Advances	53	35	44	244	175	102	53
Repayments of Borrowings and Advances	(2,097)	(647)	(730)	(718)	(498)	(762)	(403)
Net Cash Flows From Financing Activities	(2,044)	(612)	(686)	(474)	(323)	(660)	(350)
Net Increase/(Decrease) in Cash	603	482	(525)	(241)	22	(225)	(94)
Opening Cash and Cash Equivalents	995	791	1,615	1,090	849	871	646
Reclassification of Cash Equivalents	17	...	...	...	...	...	...
CLOSING CASH AND CASH EQUIVALENTS BALANCE	1,615	1,273	1,090	849	871	646	552

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

	2002-03 Budget \$m	2002-03 Projection \$m	2003-04 Budget \$m
Accounting Based Operating Surplus/ (Deficit)	1,149	(647)	878
Accounting items not in the GFS Budget Result			
Depreciation and amortisation	1,404	1,636	1,791
Valuation items - (gains)/losses ^(a)	151	2,153	146
GFS items not in the Accounting Result			
Fixed capital acquisitions	(3,022)	(3,046)	(3,152)
Assets acquired under finance lease	...	(347)	(347)
Asset sales and other movements in non-financial assets	486	450	727
GFS Based Budget Result	168	199	43

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.