

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

	2002-03 Actual	2003-04 Budget	2003-04 Revised	2004-05 Budget	2005-06	2006-07 Estimate	2007-08
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
State Revenues							
Taxation	14,154	14,191	14,925	15,513	16,329	17,278	18,323
Commonwealth Grants	15,228	15,497	15,594	15,760	16,526	17,332	18,001
Financial Distributions	1,471	1,460	1,457	1,612	1,707	1,807	1,816
Fines, Regulatory Fees & Other	866	843	859	969	968	898	905
Total State Revenues	31,719	31,991	32,835	33,854	35,530	37,315	39,045
Operating Revenues							
Sale of Goods and Services	2,719	2,664	2,659	2,751	2,855	2,909	2,988
Investment Income	512	696	818	873	1,003	1,116	1,254
Grants and Contributions	818	353	623	583	578	584	596
Other	1,542	354	374	227	255	259	162
Total Operating Revenues	5,591	4,067	4,474	4,434	4,691	4,868	5,000
Expenses							
Employee Related							
- Superannuation ^(a)	4,140	2,556	1,287	2,711	2,872	2,964	3,123
- Other	14,653	14,694	15,445	16,255	17,009	17,757	18,580
Other Operating	7,635	7,376	7,470	7,665	7,938	8,416	9,042
Maintenance	1,353	1,231	1,342	1,350	1,467	1,543	1,587
Depreciation and Amortisation	1,773	1,791	1,816	1,861	1,920	1,977	1,978
Current Grants and Subsidies	5,491	5,571	5,883	5,799	6,020	6,157	6,332
Capital Grants	1,304	1,175	1,167	1,327	1,363	1,315	1,141
Borrowing Costs	831	786	796	790	739	681	672
Total Expenses	37,180	35,180	35,206	37,758	39,328	40,810	42,455
Net Cost of Services	(31,589)	(31,113)	(30,732)	(33,324)	(34,637)	(35,942)	(37,455)
Surplus/(Deficit) for the Year	130	878	2,103	530	893	1,373	1,590

Note:

(a) The Superannuation expense is significantly lower in 2003-04, largely due to a higher than budgeted return on underlying fund assets, and a revision to the discount rate applied to calculate the gross fund liabilities. Refer to Section 4.4 of Chapter 4 for further details.

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

	2002-03 Actual	2003-04 Budget	2003-04 Revised	2004-05 Budget	2005-06	2006-07 Estimate	2007-08
	\$m	\$m	\$m	\$m	\$m	\$m	\$m
OTHER MOVEMENTS IN EQUITY							
Net Asset Valuation Increments	3,697	51	153	38	28	29	28
Adjustment to Insurance Claims Liabilities on Adopting a Claim Incurred Basis Following the Release of UIG47 (Urgent Issues Group)	(826)	...	...	...	...	...	...
Recognition of Insurance Receivables Recoverable Associated with the Adoption of UIG47	826	...	...	...	...	...	...
Total Revenues, Expenses and Valuation Adjustments Recognised Directly in Equity	3,697	51	153	38	28	29	28
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	520	137	137	16	129	95	252
- Adjustment to Crown Income Tax Accruals Associated with a Corporatisation Adjustment by TransGrid	(48)	...	...	...	...	...	...
- Transfers of Net Assets on Administrative Restructure							
- to State Water	...	...	...	(2,028)	...	...	...
- to Transport Infrastructure Development Corporation	...	...	(70)	...	...	...	...
- Other	21	...	10	...	...	...	...
Total Other Movements in Equity	4,190	188	230	(1,974)	157	124	280
Opening Balance Equity	50,337	50,225	54,657	56,990	55,546	56,596	58,093
Operating Surplus/ (Deficit)	130	878	2,103	530	893	1,373	1,590
Other Movements in Equity	4,190	188	230	(1,974)	157	124	280
Closing Balance Equity	54,657	51,291	56,990	55,546	56,596	58,093	59,963

Table A.2: General Government Sector Statement of Financial Position as at 30 June, 2003-2008

	2003 <i>Actual</i> \$m	2004 <i>Budget</i> \$m	2004 <i>Revised</i> \$m	2005 <i>Budget</i> \$m	2006 \$m	2007 <i>Estimate</i> \$m	2008 \$m
Current Assets							
Cash Assets	1,091	866	794	739	799	805	859
Receivables	2,561	2,951	2,750	2,889	2,997	3,077	3,075
Other Financial Assets	3,231	884	3,357	3,491	3,537	3,570	3,659
Inventories	116	119	114	115	115	116	116
Other	70	89	75	76	80	79	79
Total Current Assets	7,069	4,909	7,090	7,310	7,528	7,647	7,788
Non-Current Assets							
Receivables	3,900	3,792	3,916	3,999	4,065	4,170	4,250
Other Financial Assets	5,518	8,239	6,987	7,680	8,908	11,065	13,791
Inventories	38	36	38	38	37	32	31
Property, Plant and Equipment							
Land and Buildings	38,518	38,259	39,161	39,389	39,776	40,058	40,272
Plant and Equipment	5,622	5,006	5,662	5,859	5,980	6,026	6,073
Infrastructure Systems	34,465	32,735	35,023	33,757	34,525	35,664	36,923
Other	1,072	1,132	1,180	1,216	1,283	1,370	1,462
Total Non-Current Assets	89,133	89,199	91,967	91,938	94,574	98,385	102,802
Total Assets	96,202	94,108	99,057	99,248	102,102	106,032	110,590
Current Liabilities							
Payables	2,179	2,176	1,955	1,832	1,808	1,863	1,898
Interest Bearing	2,820	1,684	2,575	3,917	2,387	3,827	2,413
Employee Entitlements and Other Provisions	2,173	2,310	2,327	2,375	2,433	2,579	2,655
Other	508	352	677	350	345	344	345
Total Current Liabilities	7,680	6,522	7,534	8,474	6,973	8,613	7,311
Non-Current Liabilities							
Interest Bearing	9,151	10,202	9,085	7,739	8,836	7,344	8,816
Employee Entitlements and Other Provisions	23,707	25,151	24,459	26,538	28,781	31,092	33,658
Other	1,007	942	989	951	916	890	842
Total Non-Current Liabilities	33,865	36,295	34,533	35,228	38,533	39,326	43,316
Total Liabilities	41,545	42,817	42,067	43,702	45,506	47,939	50,627
NET ASSETS	54,657	51,291	56,990	55,546	56,596	58,093	59,963
Equity							
Asset Revaluation Reserves	21,766	18,527	21,938	21,947	21,930	21,955	21,983
Accumulated Funds	32,891	32,764	35,052	33,599	34,666	36,138	37,980
TOTAL EQUITY	54,657	51,291	56,990	55,546	56,596	58,093	59,963

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

	2002-03 Actual \$m	2003-04 Budget \$m	2003-04 Revised \$m	2004-05 Budget \$m	2005-06 \$m	2006-07 Estimate \$m	2007-08 \$m
Cash Flows from Operating Activities							
Receipts							
Taxation	13,946	14,174	14,893	15,534	16,307	17,285	18,342
Commonwealth Grants	15,440	15,287	15,653	15,489	16,526	17,332	18,001
Financial Distributions	1,471	1,235	1,147	1,360	1,563	1,627	1,758
Sale of Goods and Services	2,817	2,665	2,605	2,785	2,870	2,911	2,986
Investment Income	294	272	390	307	304	310	317
Other	3,910	2,546	2,888	2,775	2,748	2,651	2,629
Total Receipts	37,878	36,179	37,576	38,250	40,318	42,116	44,033
Payments							
Employee Related	(14,676)	(15,425)	(16,211)	(17,082)	(17,898)	(18,668)	(19,504)
Grants and Subsidies	(6,594)	(6,570)	(6,900)	(6,971)	(7,254)	(7,354)	(7,352)
Finance	(803)	(784)	(788)	(747)	(723)	(669)	(694)
Other	(9,617)	(9,971)	(9,579)	(10,202)	(10,410)	(10,821)	(11,469)
Total Payments	(31,690)	(32,750)	(33,478)	(35,002)	(36,285)	(37,512)	(39,019)
Net Cash Flows from Operating Activities	6,188	3,429	4,098	3,248	4,033	4,604	5,014
Cash Flows from Investing Activities							
Proceeds from Sale of Property, Plant and Equipment	495	664	444	615	390	316	256
Proceeds from Sale of Investments	469	2,116	2,789	1,200	1,170	708	492
Equity restructure	...	137	137	16	129	95	252
Advance Repayments Received	165	110	89	73	79	76	88
Purchases of Property, Plant & Equipment	(2,971)	(3,159)	(3,132)	(3,474)	(3,323)	(3,513)	(3,571)
Purchase of Investments	(3,874)	(3,010)	(3,977)	(1,469)	(1,751)	(2,081)	(2,361)
Advances Made	(44)	(54)	(63)	(54)	(54)	(56)	(56)
Other	75	...	1	2	...	...	...
Net Cash Flows from Investing Activities	(5,685)	(3,196)	(3,712)	(3,091)	(3,360)	(4,455)	(4,900)
Cash Flows from Financing Activities							
Proceeds from Borrowings and Advances	42	244	201	190	148	140	130
Repayments of Borrowings and Advances	(1,103)	(718)	(877)	(392)	(717)	(261)	(182)
Net Cash Flows From Financing Activities	(1,061)	(474)	(676)	(202)	(569)	(121)	(52)
Net Increase/(Decrease) in Cash	(558)	(241)	(290)	(45)	104	28	62
Opening Cash and Cash Equivalents	1,614	1,090	1,056	761	707	766	773
Reclassification of Cash Equivalents	...	...	(5)	(9)	(45)	(21)	(9)
CLOSING CASH AND CASH EQUIVALENTS BALANCE	1,056	849	761	707	766	773	826

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

	<i>2003-04 Budget \$m</i>	<i>2003-04 Revised \$m</i>	<i>2004-05 Budget \$m</i>
Accounting Based Operating Surplus/ (Deficit)	878	2,103	530
Accounting items not in the GFS Budget Result			
Depreciation and amortisation	1,791	1,816	1,861
Valuation items - (gains)/losses ^(a)	146	(812)	307
GFS items not in the Accounting Result			
Asset Acquisitions			
Purchases of non-financial assets	(3,152)	(3,102)	(3,455)
Assets acquired under finance lease	(347)	(315)	(159)
Asset sales and other movements in non-financial assets	727	347	537
GFS Based Budget Result	43	37	(379)

Note:

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

