Table of contents

[Overview 1](#_Toc371927792)

[General government sector outcome 2](#_Toc371927793)

[Financial performance 2](#_Toc371927794)

[Financial position 3](#_Toc371927795)

[Cash flows 3](#_Toc371927796)

[Financial statements for the general government sector 4](#_Toc371927797)

[Consolidated comprehensive operating statement for the period ended 30 September 4](#_Toc371927798)

[Consolidated balance sheet as at 30 September 6](#_Toc371927799)

[Consolidated cash flow statement for the period ended 30 September 7](#_Toc371927800)

[Consolidated statement of changes in equity for the period ended 30 September 8](#_Toc371927801)

[Results quarter by quarter – Victorian general government sector 26](#_Toc371927802)

[Consolidated operating statement for the past five quarters 26](#_Toc371927803)

[Consolidated balance sheet as at the end of the quarter 28](#_Toc371927804)

[Consolidated cash flow statement for the past five quarters 29](#_Toc371927805)

[Style conventions 30](#_Toc371927806)

# Overview

This financial report presents the Victorian general government sector financial statements prepared as a special purpose report for the three month period ending 30 September 2013.

Victoria’s economic fundamentals remain strong, as reflected in the outcomes presented in this quarterly report. However, Victoria is confronted by global and national economic conditions that remain uncertain.

The Victorian economy grew below trend last year, with growth expected to head towards trend in 2013‑14. Consumer spending is anticipated to pick up as household financial and property wealth improves. Improvements in the property market thus far in 2013 and lower interest rates are likely to support dwelling investment. Victoria’s exports look set to improve further as agricultural exports rise, reflecting good seasonal conditions and some improvement in prices. So far, business investment has remained subdued as increased business confidence has not yet resulted in strong business conditions.

Employment in Victoria is growing, inflation is low and the unemployment rate, while having increased slightly over the past year, remains at historically low levels. Victoria continues to have the highest labour participation rate of all the non‑mining states while net migration supports both population growth and economic activity.

There are some signs that the historic low level of interest rates is supporting interest‑sensitive spending and asset values, particularly in the housing market. While the pace of borrowing overall has remained fairly subdued, there has been indication of an increase in the demand for new loans by households.

In contrast to local economic trends, growth in the global economy is expected to remain well below trend for the next two years. Strengthening activity in Japan, China and encouraging prospects for the United States are being offset by the ongoing weakness in the euro area and moderating growth in several emerging economies.

While the outlook for the Australian economy is positive, some sectors are facing challenges. The most immediate is the rebalancing of the economy away from its reliance on mining investment as a significant driver of growth. Fluctuating commodity prices and exchange rates are also challenging Australian producers supplying global markets.

The Government continues to take action to maintain Victoria’s fiscal position and provide resilience to challenging economic conditions. Victoria’s public finances are now the strongest in Australia.

The Government’s commitment to a strong financial position provides a foundation for ongoing investment in Victorian infrastructure. The Government continues to make significant investments to deliver high quality services to the community, particularly in the transport, health and education sectors.

# General government sector outcome

## Financial performance

The general government sector net result from transactions for the three month period to 30 September 2013 was a deficit of $250 million. The Government continues to focus on more efficient operations and the 2013‑14 first quarter result is consistent with the achievement of a net operating surplus of at least $100 million. The first quarter result is influenced by seasonal factors such as the timing of certain revenue items, in particular:

* the majority of land tax revenue is not recognised until the March quarter;
* in contrast, the Fire Services Property Levy (FSPL) introduced in 2013‑14, is fully recognised in the September quarter;
* dividends from public authorities are not recognised as revenue until determined, which is generally in October and April of each year; and
* some Commonwealth capital grants are not received until later in the year.

The FSPL is the primary driver of the improvement in the net result from transactions from a deficit of $807 million for the first quarter of 2012‑13 to a deficit of $250 million in the first quarter 2013‑14. This reflects the fact that the FSPL is recognised in the first quarter of the financial year where in the past the insurance and property owner contributions to fire services were recognised throughout the year.

Revenue for the quarter totalled $12.3 billion. This represented 24.4 per cent of the full year estimates published in the *2013‑14 Budget*, and was in line with expectations.

Taxation revenue for the quarter represents 26.1 per cent of the *2013‑14 Budget* estimate. As mentioned above, the timing of land tax and the FSPL has significantly impacted on taxation revenue for the first quarter. In addition, land transfer duty, insurance and motor vehicle taxes were above pro rata, while payroll, gambling, growth areas infrastructure contribution and other taxes were below expectations.

Dividends and income tax equivalent and rate equivalent revenue for the first quarter is 9.6 per cent of the full year budget estimate. This is consistent with expectations and the usual pattern of receipt.

Interest and grants revenue were both approximately 23 per cent of their respective *2013‑14 Budget* estimates. This below pro rata result from grants is due to the timing of this revenue from the Commonwealth Government and is consistent with *2013‑14 Budget* expectations.

At 25 per cent of the full year budget estimate, total expenses from transactions of $12.5 billion for the three months to 30 September 2013 were consistent with the *2013‑14 Budget*, which moved to constrain expenditure growth to more sustainable levels, supporting Victoria’s triple‑A credit rating.

The comprehensive result showed a net gain of $1.1 billion for the three month period to 30 September 2013, compared to a net loss of $2.0 billion in the same period the previous year. This was mainly due to the net result from transactions discussed above and a $1.4 billion actuarial gain on defined benefit superannuation attributable to favourable movements in the bond rates that are used to value the superannuation liability as well as better than expected investment returns on superannuation assets.

In the *2013‑14 Budget*, the Victorian Government introduced the ‘government fiscal result’ measure to ensure that consistent, comprehensive and informed assessments can continue to be made of the State’s financial performance in light of the substantial change introduced by the revised Australian Accounting Standard AASB 119 *Employee Benefits* in reporting the State’s defined benefit superannuation interest expense. The government fiscal result is comparable to the ‘net result from transactions – net operating balance’ published in previous financial reports. The government fiscal result for the 2013 September quarter was a deficit of $115 million, compared to a deficit of $685 million for the same period last year. The 2013‑14 result cannot be extrapolated from the quarterly result because the quarterly result is influenced by seasonal factors.

## Financial position

Net assets increased by $1.1 billion to $121.1 billion for the three months to 30 September 2013. Total assets increased by $559 million to $189.2 billion in the quarter mainly driven by an increase on the value of the State’s equity investment in public non‑financial corporations and increased investment in infrastructure. Total liabilities decreased by $575 million, to $68.1 billion, primarily reflecting a decrease in the superannuation liability attributable to favourable movements in the bond rates. This was partially offset by an increase in borrowings which are helping to finance the infrastructure program consistent with the Government’s sustained program of infrastructure construction.

Net debt increased by $1.7 billion to $21.5 billion in the quarter due to additional borrowings to help delivery of the Government’s infrastructure program in 2013‑14. After allowing for timing differences affecting the net result for the September quarter, the increase is consistent with budget expectations for a total net debt of $23.0 billion as at 30 June 2014.

## Cash flows

Cash flow movements disclosed in the cash flow statement were consistent with the combined impact of the above mentioned drivers associated with the operating statement and balance sheet.

# Financial statements for the general government sector

## Consolidated comprehensive operating statement for the period ended 30 September

($ million)

| 2012‑13 |  |  |  | 2013‑14 | |  |
| --- | --- | --- | --- | --- | --- | --- |
| Actual  to Sept (a) |  |  | Notes | Actual  to Sept | Annual Budget | |
|  |  | **Revenue from transactions** |  |  |  | |
| 3 634.7 |  | Taxation revenue | 2 | 4 300.5 | 16 454.4 | |
| 96.4 |  | Interest |  | 204.3 | 867.0 | |
| 48.9 |  | Dividends and income tax equivalent and rate  equivalent revenue | 3 | 64.5 | 671.5 | |
| 1 568.6 |  | Sales of goods and services | 4 | 1 727.2 | 6 949.5 | |
| 5 039.8 |  | Grants | 5 | 5 453.1 | 23 310.5 | |
| 517.6 |  | Other revenue | 6 | 521.5 | 2 074.5 | |
| **10 906.1** |  | **Total revenue from transactions** |  | **12 271.0** | **50 327.5** | |
|  |  | **Expenses from transactions** |  |  |  | |
| 4 334.0 |  | Employee expenses |  | 4 388.4 | 17 947.1 | |
| 305.3 |  | Net superannuation interest expense (a) | 7 | 266.7 | 1 129.2 | |
| 458.7 |  | Other superannuation expenses | 7 | 478.7 | 1 901.8 | |
| 552.3 |  | Depreciation | 8 | 611.6 | 2 377.7 | |
| 326.6 |  | Interest expense |  | 525.9 | 2 176.9 | |
| 3 993.2 |  | Other operating expenses |  | 4 189.1 | 16 573.0 | |
| 1 742.9 |  | Grants and other transfers |  | 2 060.2 | 7 997.4 | |
|  |  |  |  |  |  | |
| **11 713.0** |  | **Total expenses from transactions** | 9 | **12 520.6** | **50 103.0** | |
| **( 806.9)** |  | **Net result from transactions – net operating balance** |  | **( 249.6)** | **224.5** | |
|  |  | **Other economic flows included in net result** |  |  |  | |
| 2.2 |  | Net gain/(loss) on disposal of non‑financial assets |  | ( 4.4) | 111.3 | |
| 0.8 |  | Net gain/(loss) on financial assets or liabilities at fair value |  | 22.2 | ( 0.4) | |
| ( 87.2) |  | Other gains/(losses) from other economic flows | 10 | ( 96.5) | ( 374.8) | |
| **( 84.3)** |  | **Total other economic flows included in net result** |  | **( 78.7)** | **( 264.0)** | |
| **( 891.2)** |  | **Net result** |  | **( 328.4)** | **( 39.6)** | |
|  |  | **Other economic flows – other comprehensive income** |  |  |  | |
|  |  | **Items that will not be reclassified to net result** |  |  |  | |
| 12.6 |  | Changes in non‑financial assets revaluation surplus |  | (72.9) | 3 918.0 | |
| ( 956.0) |  | Remeasurement of superannuation defined benefit plans (a) |  | 1 428.4 | 593.2 | |
| .. |  | Net gain/(loss) on equity investments in other sector entities at proportional share of the carrying amount of net assets |  | .. | 1 559.2 | |
| ( 178.0) |  | Other movements in equity |  | 103.5 | 2.3 | |
|  |  | **Items that may be reclassified subsequently to net result** |  |  |  | |
| 2.0 |  | Net gain/(loss) on financial assets at fair value |  | 3.4 | 1.0 | |
| **(1 119.4)** |  | **Total other economic flows – other comprehensive income** |  | **1 462.4** | **6 073.5** | |
| **(2 010.6)** |  | **Comprehensive result – total change in net worth** |  | **1 134.0** | **6 033.9** | |
|  |  |  |  |  |  | |
|  |  | **FISCAL AGGREGATES** |  |  |  | |
| **( 806.9)** |  | **Net operating balance** |  | **( 249.6)** | **224.5** | |
| 186.3 |  | Less: Net acquisition of non‑financial assets from transactions | 12 | 263.7 | 2 120.0 | |
| **( 993.2)** |  | **Net lending/(borrowing)** |  | **( 513.4)** | **(1 895.6)** | |
|  |  |  |  |  |  | |
|  |  | **GOVERNMENT FISCAL PARAMETER** |  |  |  | |
| **( 806.9)** |  | **Net operating balance** |  | **( 249.6)** | **224.5** | |
| 121.5 |  | Plus: Expected return on superannuation assets in excess of AASB 119 discount rate taken to other comprehensive income |  | 135.1 | 593.2 | |
| **( 685.4)** |  | **Government fiscal result** |  | **( 114.6)** | **817.6** | |

The accompanying notes form part of these financial statements.

Note:

*(a)* September 2012‑13 comparative figures have been restated to reflect a revised accounting standard, AASB 119 Employee Benefits, which changed the way defined benefit superannuation expenses are calculated and presented. Refer to Note 1(E).

## Consolidated balance sheet as at 30 September

($ million)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  |  | 2013‑14 |  |
| Actual 30 Sept (a) |  |  | Notes | Opening 1 Jul (a) | Actual 30 Sept | Budget 30 Jun (b) |
|  |  | **Assets** |  |  |  |  |
|  |  | **Financial assets** |  |  |  |  |
| 3 548.3 |  | Cash and deposits |  | 3 962.0 | 3 286.6 | 4 150.2 |
| 300.9 |  | Advances paid |  | 4 626.8 | 4 644.1 | 4 584.6 |
| 4 430.0 |  | Receivables | 11 | 5 061.0 | 4 954.7 | 4 885.5 |
| 2 253.7 |  | Investments, loans and placements |  | 3 383.4 | 3 672.7 | 3 467.4 |
| 44.3 |  | Investments accounted for using equity method |  | 49.4 | 49.4 | 49.4 |
| 67 988.8 |  | Investments in other sector entities |  | 69 489.5 | 70 051.7 | 73 328.9 |
| **78 566.0** |  | **Total financial assets** |  | **86 572.1** | **86 659.2** | **90 466.0** |
|  |  | **Non‑financial assets** |  |  |  |  |
| 230.6 |  | Inventories |  | 192.1 | 212.6 | 192.6 |
| 131.6 |  | Non‑financial assets held for sale |  | 142.1 | 72.2 | 135.5 |
| 97 734.7 |  | Land, buildings, infrastructure, plant and equipment | 13 | 100 804.0 | 101 082.5 | 106 072.6 |
| 1 108.9 |  | Other non‑financial assets | 14 | 954.3 | 1 196.4 | 918.8 |
| **99 205.9** |  | **Total non‑financial assets** |  | **102 092.5** | **102 563.7** | **107 319.6** |
| **177 771.9** |  | **Total assets** |  | **188 664.6** | **189 222.9** | **197 785.6** |
|  |  | **Liabilities** |  |  |  |  |
| 404.8 |  | Deposits held and advances received |  | 449.0 | 422.6 | 455.9 |
| 5 347.4 |  | Payables |  | 5 958.4 | 5 357.8 | 5 670.3 |
| 22 671.5 |  | Borrowing |  | 31 345.2 | 32 688.2 | 34 711.3 |
| 5 294.1 |  | Employee benefits | 15 | 5 208.8 | 5 273.7 | 5 401.7 |
| 33 685.0 |  | Superannuation |  | 25 142.5 | 23 782.8 | 24 932.5 |
| 616.0 |  | Other provisions |  | 603.3 | 606.6 | 622.9 |
| **68 018.8** |  | **Total liabilities** |  | **68 707.4** | **68 131.9** | **71 794.4** |
| **109 753.1** |  | **Net assets** |  | **119 957.2** | **121 091.0** | **125 991.2** |
| 32 807.9 |  | Accumulated surplus/(deficit) |  | 43 174.7 | 44 361.2 | 43 719.6 |
| 76 895.2 |  | Reserves |  | 76 732.5 | 76 679.8 | 82 221.6 |
| 50.0 |  | Non‑controlling interest |  | 50.0 | 50.0 | 50.0 |
| **109 753.1** |  | **Net worth** |  | **119 957.2** | **121 091.0** | **125 991.2** |
|  |  |  |  |  |  |  |
|  |  | **FISCAL AGGREGATES** |  |  |  |  |
| 10 547.2 |  | Net financial worth |  | 17 864.7 | 18 527.3 | 18 671.6 |
| 57 441.6 |  | Net financial liabilities |  | 51 624.7 | 51 524.3 | 54 657.3 |
| 16 973.3 |  | Net debt |  | 19 822.1 | 21 507.4 | 22 964.9 |

The accompanying notes form part of these financial statements.

Notes:

(a) Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

(b) Balances represent actual opening balances at 1 July 2013 plus 2013‑14 budgeted movements.

## Consolidated cash flow statement for the period ended 30 September

($ million)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| 2012‑13 |  | |  | | 2013‑14 | |  |
| Actual to Sept (a) |  | | Notes | | Actual to Sept | Annual Budget | |
|  | **Cash flows from operating activities** | |  | |  |  | |
|  | **Receipts** | |  | |  |  | |
| 3 969.8 | Taxes received | |  | | 4 120.9 | 16 450.9 | |
| 5 011.5 | Grants | |  | | 5 430.9 | 23 310.5 | |
| 1 714.8 | Sales of goods and services | |  | | 1 955.8 | 7 631.3 | |
| 98.1 | Interest received | |  | | 209.7 | 844.9 | |
| 72.7 | Dividends and income tax equivalent and rate equivalent receipts | | |  | 209.0 | 650.4 | |
| 282.2 | Other receipts | |  | | 482.1 | 1 784.9 | |
| **11 149.1** | **Total receipts** | |  | | **12 408.3** | **50 672.9** | |
|  | **Payments** | |  | |  |  | |
| (4 085.6) | Payments for employees | |  | | (4 313.6) | (17 757.4) | |
| ( 632.4) | Superannuation | |  | | ( 676.6) | (2 647.9) | |
| ( 325.6) | Interest paid | |  | | ( 497.3) | (2 133.0) | |
| (2 041.0) | Grants and subsidies | |  | | (2 325.4) | (8 118.3) | |
| (4 432.3) | Goods and services (b) | |  | | (4 915.3) | (16 662.0) | |
| ( 181.1) | Other payments | |  | | ( 181.9) | ( 622.8) | |
| **(11 698.0)** | **Total payments** | |  | | **(12 910.1)** | **(47 941.3)** | |
| **( 549.0)** | **Net cash flows from operating activities** | | 16b | | **( 501.9)** | **2 731.6** | |
|  | **Cash flows from investing activities** | |  | |  |  | |
| ( 764.5) | Purchases of non‑financial assets | |  | | ( 769.6) | (4 868.9) | |
| 25.9 | Sales of non‑financial assets | |  | | 24.3 | 420.2 | |
| ( 738.6) | Cash flows from investments in non‑financial assets | |  | | **( 745.3)** | **(4 448.7)** | |
| ( 450.5) | Net cash flows from investments in financial assets for policy purposes |  | | | ( 417.9) | (1 377.3) | |
| **(1 189.1)** | **Sub‑total** | |  | | **(1 163.2)** | **(5 826.0)** | |
| ( 28.0) | Net cash flows from investments in financial assets for liquidity management purposes (c) | |  | | ( 209.1) | ( 83.1) | |
| **(1 217.1)** | **Net cash flows from investing activities** | |  | | **(1 372.3)** | **(5 909.1)** | |
|  | **Cash flows from financing activities** | |  | |  |  | |
| 9.5 | Advances received (net) | |  | | .. | .. | |
| 74.4 | Net borrowings | |  | | 1 215.3 | 3 359.0 | |
| 29.1 | Deposits received (net) | |  | | ( 26.4) | 6.8 | |
| .. | Other financing (net) | |  | | .. | .. | |
| **113.0** | **Net cash flows from financing activities** | |  | | **1 188.8** | **3 365.7** | |
| **(1 653.0)** | **Net increase/(decrease) in cash and cash equivalents** | |  | | **( 685.4)** | **188.2** | |
| 5 001.3 | Cash and cash equivalents at beginning of reporting period | |  | | 3 962.0 | 3 962.0 | |
| **3 348.3** | **Cash and cash equivalents at end of reporting period** | | 16a | | **3 276.6** | **4 150.2** | |
|  |  | |  | |  |  | |
|  | **FISCAL AGGREGATES** | |  | |  |  | |
| ( 549.0) | Net cash flows from operating activities | |  | | ( 501.9) | 2 731.6 | |
| ( 738.6) | Net cash flows from investments in non‑financial assets | |  | | ( 745.3) | (4 448.7) | |
| **(1 287.6)** | **Cash surplus/(deficit)** | |  | | **(1 247.2)** | **(1 717.1)** | |

The accompanying notes form part of these financial statements.

Notes:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

*(b) These items are inclusive of goods and services tax.*

*(c) A review of cash investments in 2012‑13 reclassified some Australian dollar term deposits to cash and deposits.*

## Consolidated statement of changes in equity for the period ended 30 September

($ million)

|  |  |  |
| --- | --- | --- |
|  | Accumulated surplus/(deficit) | Non‑controlling Interest |
| **2013‑14** |  |  |
| Balance at 1 July 2013 | 43 174.7 | 50.0 |
| Net result for the quarter | ( 328.4) | .. |
| Other comprehensive income for the year | 1 514.9 | .. |
| Transactions with owners in their capacity as owners | .. | .. |
| **Total equity at end of period** | **44 361.2** | **50.0** |
| **Budget equity as at 30 June 2014** | **43 719.6** | **50.0** |
| **2012‑13** |  |  |
| Balance at 1 July 2012 | 34 808.2 | 50.0 |
| Net result for the quarter | ( 891.2) | .. |
| Other comprehensive income for the year | (1 109.1) | .. |
| Transactions with owners in their capacity as owners | .. | .. |
| **Total equity at end of period** | **32 807.9** | **50.0** |

|  |  |  |  |
| --- | --- | --- | --- |
| Land, buildings,  infrastructure, plant and  equipment revaluation surplus | Investment in other  sector entities  revaluation surplus | Other  reserves | Total |
|  |  |  |  |
| 37 663.1 | 38 148.1 | 921.3 | 119 957.2 |
| .. | .. | .. | ( 328.4) |
| (72.9) | .. | 20.2 | 1 462.4 |
| .. | .. | .. | .. |
| **37 590.2** | **38 148.1** | **941.5** | **121 091.0** |
| **41 581.0** | **39 707.3** | **933.3** | **125 991.2** |
|  |  |  |  |
| 36 962.6 | 38 958.4 | 984.5 | 111 763.7 |
| .. | .. | .. | ( 891.2) |
| 12.6 | .. | ( 22.9) | (1 119.4) |
| .. | .. | .. | .. |
| **36 975.2** | **38 958.4** | **961.6** | **109 753.1** |

Note 1: A summary of significant accounting policies

This *2013‑14 Quarterly Financial Report* presents the unaudited special purpose financial report for the Victorian general government sector for the three months ended 30 September 2013. The purpose of this report is to provide users with progressive information about the sector’s financial performance and financial position, compared with budget expectations.

The accounting policies applied are consistent with those applied for the financial statements published in the *2012‑13 Financial Report* *for the State of Victoria*, which should be read in conjunction with these financial statements.

1. Statement of compliance

The *2013‑14 Quarterly Financial Report* has been prepared in accordance with Section 26 of the *Financial Management Act 1994*, with reference to relevant Australian Accounting Standards (AAS) which include Interpretations, issued by the Australian Accounting Standards Board (AASB). In particular, the financial statements are presented in a manner consistent with the requirements of the AASB 1049 *Whole of Government and General Government Sector Financial Reporting*.

1. Basis of accounting, preparation and measurement

The accrual basis of accounting has been applied in the preparation of these financial statements, whereby assets, liabilities, equity, revenue and expenses are recognised in the reporting period to which they relate, regardless of when cash is received or paid.

1. Reporting entity

The Victorian general government sector includes all government departments, offices and other government bodies engaged in providing services free of charge or at prices significantly below their cost of production.

The Victorian general government sector is not a separate entity but represents a sector within the State of Victoria whole of government reporting entity. Unless otherwise noted, accounting policies applied by the State of Victoria apply equally to the Victorian general government sector.

The primary function of entities in the Victorian general government sector is to provide public services (outputs), which are mainly non‑market in nature, for the collective consumption of the community, and involve the transfer or redistribution of revenue that is financed mainly through taxes and other compulsory levies.

These entities are not for profit entities and apply, where appropriate, those AAS paragraphs applicable to not‑for‑profit entities.

1. Basis of consolidation

The *2013‑14 Quarterly Financial Report* presents the consolidated assets and liabilities of all reporting entities in the Victorian general government sector, and their revenue and expenses for the respective period.

In the process of reporting the Victorian general government sector as a single economic entity, all material transactions and balances in the sector are eliminated.

Information on entities consolidated for the general government sector is included in Note 19.

1. Change in superannuation comparative information

In accordance with the revised AASB 119 *Employee Benefits* (effective for the first time in the 2013‑14 reporting period), the net superannuation interest expense is calculated using the discount rate (a long‑term Commonwealth Government bond rate) without reference to the expected rate of investment return on plan assets, as was previously the case. As AASB 101 *Presentation of Financial Statements* requires the restatement of comparative information when a revised accounting standard is applied, this resulted in the net superannuation interest expense associated with the superannuation liabilities for the 2012‑13 comparative quarter to be restated from $184 million to $305 million, an increase of $121 million which also impacted on the net result from transactions.

In addition, the revised AASB 119 requires all re‑measurements of superannuation defined benefit plans to be recognised in ‘other economic flows – other comprehensive income’ rather than in the net result. This resulted in the net result for the 2012‑13 comparative period being restated to a deficit of $891 million, an improvement of $956 million, with a corresponding decrease in total ‘other economic flows – other comprehensive income’.

However, the overall expense relating to defined benefit superannuation liabilities for the 2012‑13 comparative quarter has not changed, as the comprehensive result for the period had remained at a deficit of $2.0 billion as previously published.

Note 2: Taxation revenue

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| **1 238.9** |  | **Taxes on employers' payroll and labour force** | **1 270.7** | **5 110.9** | |
|  |  |  |  |  | |
|  |  | **Taxes on property** |  |  | |
|  |  | **Taxes on immovable property** |  |  | |
| ( 3.0) |  | Land tax | 35.3 | 1 564.6 | |
| .. |  | Fire Services Property Levy | 610.9 | 610.9 | |
| ( 0.2) |  | Congestion levy | ( 0.5) | 93.5 | |
| 95.3 |  | Metropolitan improvement levy | 105.6 | 141.3 | |
| 9.5 |  | Property owners contribution to fire brigades | .. | .. | |
| **101.6** |  | **Total taxes on immovable property** | **751.3** | **2 410.2** | |
|  |  | **Financial and capital transactions** |  |  | |
| 782.0 |  | Land transfer duty | 950.9 | 3 459.5 | |
| 3.2 |  | Other property duties | 0.8 | 8.1 | |
| 26.6 |  | Financial accommodation levy | 29.3 | 132.8 | |
| 9.7 |  | Growth areas infrastructure contribution | 1.6 | 64.3 | |
| **821.5** |  | **Total financial and capital transactions** | **982.5** | **3 664.7** | |
| **923.1** |  | **Total taxes on property** | **1 733.8** | **6 074.9** | |
|  |  | **Taxes on the provision of goods and services** |  |  | |
|  |  | **Gambling taxes** |  |  | |
| 104.6 |  | Private lotteries | 96.3 | 410.1 | |
| 311.5 |  | Electronic gaming machines | 254.0 | 1 154.4 | |
| 46.0 |  | Casino | 48.5 | 230.6 | |
| 20.5 |  | Racing | 20.4 | 91.3 | |
| 3.8 |  | Other | 4.9 | 20.2 | |
| **486.4** |  | **Total gambling taxes** | **424.1** | **1 906.6** | |
| 13.9 |  | **Levies on statutory corporations** | 22.9 | 117.5 | |
| 452.9 |  | **Taxes on insurance** | 305.7 | 1 049.8 | |
| **953.2** |  | **Total taxes on the provision of goods and services** | **752.7** | **3 073.8** | |
|  |  | **Taxes on the use of goods and performance of activities** |  |  | |
|  |  | **Motor vehicle taxes** |  |  | |
| 300.3 |  | Vehicle registration fees | 314.3 | 1 239.7 | |
| 161.8 |  | Duty on vehicle registrations and transfers | 170.3 | 661.1 | |
| **462.1** |  | **Total motor vehicle taxes** | **484.7** | **1 900.8** | |
| .. |  | Liquor license fees | .. | 23.5 | |
| 57.4 |  | Other | 58.5 | 270.6 | |
| **519.5** |  | **Total taxes on the use of goods and performance of activities** | **543.3** | **2 194.8** | |
| **3 634.7** |  | **Total taxation revenue** | **4 300.5** | **16 454.4** | |

Note 3: Dividends and income tax equivalent and rate equivalent revenue

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual  to Sept |  |  | Actual to Sept | Annual Budget | |
| 10.4 |  | Dividends | 6.4 | 449.4 | |
| 38.6 |  | Income tax equivalent revenue | 58.1 | 216.8 | |
| .. |  | Local government rate equivalent revenue | .. | 5.3 | |
| **48.9** |  | **Total dividends and income tax equivalent and rate equivalent revenue** | **64.5** | **671.5** | |

Note 4: Sale of goods and services

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| 40.5 |  | Motor vehicle regulatory fees | 53.8 | 227.3 | |
| 97.5 |  | Other regulatory fees | 123.6 | 402.3 | |
| 25.5 |  | Sale of goods | 20.7 | 108.4 | |
| 1 042.9 |  | Provision of services | 1 133.0 | 4 565.1 | |
| 11.1 |  | Rental | 13.4 | 53.7 | |
| ( 0.9) |  | Refunds and reimbursements | 1.6 | 68.3 | |
| 352.0 |  | Inter‑sector capital asset charge | 381.1 | 1 524.4 | |
| **1 568.6** |  | **Total sales of goods and services** | **1 727.2** | **6 949.5** | |

Note 5: Grants

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| 2 768.1 |  | General purpose grants | 2 837.9 | 11 297.2 | |
| 576.3 |  | Specific purpose grants for on‑passing | 611.8 | 2 977.9 | |
| 1 664.1 |  | Grants for specific purposes | 1 985.2 | 8 904.6 | |
| **5 008.5** |  | **Total** | **5 434.9** | **23 179.8** | |
| 31.3 |  | Other contributions and grants | 18.2 | 130.7 | |
| **5 039.8** |  | **Total grants** | **5 453.1** | **23 310.5** | |

Note 6: Other revenue

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| 0.3 |  | Fair value of assets received free of charge or for nominal consideration | 4.3 | 1.8 | |
| 174.3 |  | Fines | 154.1 | 714.9 | |
| 13.2 |  | Royalties | 11.8 | 47.5 | |
| 55.8 |  | Donations and gifts | 62.9 | 235.7 | |
| 7.9 |  | Other non‑property rental | 6.5 | 21.0 | |
| 266.0 |  | Other miscellaneous income | 281.9 | 1 053.6 | |
| **517.6** |  | **Total other revenue** | **521.5** | **2 074.5** | |

Note 7: Superannuation

($ million)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | | 2013‑14 | | |  |
| Actual to Sept (a) |  |  | | | Actual to Sept | Annual Budget | |
|  |  | **Defined benefit plans** | |  | |  | |
| 305.3 |  | Net superannuation interest expense (a) | | 266.7 | | 1 129.2 | |
| 178.3 |  | Current service cost | | 181.4 | | 763.8 | |
|  |  | **Return on plan assets, excluding amount included in net superannuation interest** | |  | |  | |
| ( 121.5) |  | Expected return on superannuation assets excluding interest income | | ( 135.1) | | ( 593.2) | |
| ( 391.5) |  | Other actuarial (gain)/loss on superannuation assets | | ( 629.9) | | .. | |
| 1 468.9 |  | Actuarial and other adjustments to defined benefit obligation | | ( 663.5) | | .. | |
| **1 439.6** |  | **Total (gain)/costs recognised in respect of defined benefit plans** | | **( 980.3)** | | **1 299.8** | |
|  |  | **Defined contribution plans** | |  | |  | |
| 261.4 |  | Employer contributions to defined contribution plans | | 277.1 | | 1 078.4 | |
| 19.0 |  | Other (including pensions) | | 20.1 | | 59.6 | |
| **280.4** |  | **Total expense recognised in respect of defined contribution plans** | | **297.2** | | **1 138.0** | |
| **1 720.0** |  | **Total superannuation (gain)/expense recognised in operating statement** | | **( 683.0)** | | **2 437.9** | |
|  |  | **Represented by:** | |  | |  | |
| 305.3 |  | Net superannuation interest expense (a) | | 266.7 | | 1 129.2 | |
| 458.7 |  | Other superannuation | | 478.7 | | 1 901.8 | |
| **764.0** |  | **Superannuation expense from transactions** | | **745.4** | | **3 031.0** | |
| **956.0** |  | **Remeasurement recognised in other comprehensive income** | | **(1 428.4)** | | **( 593.2)** | |
| **1 720.0** |  | **Total superannuation (gain)/expense recognised in operating statement** | **( 683.0)** | | | **2 437.9** | |

Note:

(a) September 2012‑13 comparative figures have been restated to reflect a revised accounting standard, AASB 119 Employee Benefits, which changed the way defined benefit superannuation expenses are calculated and presented. Refer to Note 1(E).

Note 8: Depreciation

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| 245.5 |  | Buildings | 294.5 | 1 039.8 | |
| 141.5 |  | Plant, equipment and vehicles | 138.0 | 669.0 | |
| 7.3 |  | Infrastructure systems | 9.3 | 25.1 | |
| 131.4 |  | Road networks | 140.4 | 569.3 | |
| 5.5 |  | Cultural assets | 5.2 | 19.0 | |
| 21.1 |  | Intangible produced assets | 24.3 | 55.4 | |
| **552.3** |  | **Total depreciation** | **611.6** | **2 377.7** | |

Note 9: Total expenses by department

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual  to Sept |  |  | Actual  to Sept | Annual Budget | |
|  |  | **Expenses from transactions** |  |  | |
| 3 481.2 |  | Education and Early Childhood Development | 3 520.8 | 14 018.7 | |
| 302.8 |  | Environment and Primary Industries (a) | 615.9 | 2 353.1 | |
| 3 603.7 |  | Health | 3 963.1 | 15 469.7 | |
| 873.9 |  | Human Services | 922.7 | 3 666.4 | |
| 1 091.3 |  | Justice | 1 300.7 | 5 459.9 | |
| 41.5 |  | Parliament | 42.3 | 172.9 | |
| 163.7 |  | Premier and Cabinet | 178.4 | 671.3 | |
| 178.9 |  | State Development, Business and Innovation (a) | 258.6 | 1 108.5 | |
| 1 453.8 |  | Transport, Planning and Local Infrastructure (a) | 1 697.8 | 7 156.0 | |
| 1 510.0 |  | Treasury and Finance | 1 570.4 | 6 456.3 | |
| 473.5 |  | Regulatory bodies and other part funded agencies | 435.2 | 1 920.2 | |
| 206.8 |  | Planning and Community Development | .. | .. | |
| 111.5 |  | Primary Industries | .. | .. | |
| (1 779.6) |  | Less eliminations | (1 985.3) | (8 350.1) | |
| **11 713.0** |  | **Total expense from transactions** | **12 520.6** | **50 103.0** | |

Note:

(a) Effective 9 April 2013, several departments were renamed due to machinery of government changes:

* the Department of Sustainability and Environment became the Department of Environment and Primary Industries;
* the Department of Business and Innovation became the Department of State Development, Business and Innovation; and
* the Department of Transport became the Department of Transport, Planning and Local Infrastructure.

Note 10: Other gains/(losses) from other economic flows

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual to Sept |  |  | Actual to Sept | Annual Budget | |
| ( 82.4) |  | Net (increase)/decrease in provision for doubtful receivables | ( 78.1) | ( 267.7) | |
| ( 3.8) |  | Amortisation of intangible non‑produced assets | ( 2.6) | ( 10.5) | |
| ( 3.1) |  | Net (increase)/decrease in bad debts | ( 4.2) | ( 114.1) | |
| 2.1 |  | Other gains/(losses) | ( 11.6) | 17.4 | |
| **( 87.2)** |  | **Total other gains/(losses) from other economic flows** | **( 96.5)** | **( 374.8)** | |

Note 11: Receivables

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  | 2013‑14 |  |
| Actual 30 Sept (a) |  |  | Opening 1 Jul (a) | Actual 30 Sept | Budget 30 Jun |
|  |  | **Contractual** |  |  |  |
| 585.4 |  | Sales of goods and services | 718.9 | 687.0 | 709.5 |
| 52.9 |  | Accrued investment income | 223.9 | 79.3 | 245.1 |
| 1 396.0 |  | Other receivables | 1 093.4 | 1 020.3 | 1 055.0 |
| ( 68.3) |  | Provision for doubtful contractual receivables | ( 68.5) | ( 73.5) | ( 68.4) |
|  |  | **Statutory** |  |  |  |
| 9.2 |  | Sales of goods and services | 1.5 | 0.3 | 1.5 |
| 1 677.1 |  | Taxes receivables | 2 113.4 | 2 259.2 | 1 978.6 |
| 1 323.6 |  | Fines and regulatory fees | 1 518.1 | 1 602.4 | 1 763.8 |
| 203.6 |  | GST input tax credits recoverable | 285.7 | 242.5 | 286.4 |
| ( 749.5) |  | Provision for doubtful statutory receivables | ( 825.5) | ( 862.7) | (1 085.9) |
| **4 430.0** |  | **Total receivables** | **5 061.0** | **4 954.7** | **4 885.5** |
|  |  | **Represented by:** |  |  |  |
| 3 677.2 |  | Current receivables | 3 882.9 | 3 811.3 | 3 735.8 |
| 752.8 |  | Non‑current receivables | 1 178.1 | 1 143.4 | 1 149.6 |

Note:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

Note 12: Net acquisition of non‑financial assets from transactions

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual 30 Sept |  |  | Actual 30 Sept | Budget 30 Jun | |
| 764.5 |  | Purchases of non‑financial assets | 769.6 | 4 868.9 | |
| ( 25.9) |  | Less: Sales of non‑financial assets | ( 24.3) | ( 420.2) | |
| ( 552.3) |  | Less: Depreciation | ( 611.6) | (2 377.7) | |
| .. |  | Plus: Other movements in non‑financial assets | 130.0 | 48.9 | |
| **186.3** |  | **Total net acquisition of non‑financial assets** | **263.7** | **2 120.0** | |

Note 13: Land, buildings, infrastructure, plant and equipment

(a) Total land, buildings, infrastructure, plant and equipment

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012-13 |  |  |  | 2013-14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept (a) |  |  | 1 Jul (a) | 30 Sept | 30 Jun |
| 24 286.5 |  | Buildings | 24 418.1 | 24 755.0 | 26 954.9 |
| (3 461.2) |  | Buildings accumulated deprecation (b) | (2 707.9) | (2 970.8) | (3 744.9) |
| **20 825.3** |  | **Buildings (written down value) (b)** | **21 710.2** | **21 784.2** | **23 210.0** |
| 2 870.3 |  | Buildings leasehold | 2 696.8 | 2 697.3 | 2 833.8 |
| ( 386.3) |  | Buildings leasehold accumulated depreciation (b) | ( 405.0) | ( 426.8) | ( 492.2) |
| **2 484.0** |  | **Buildings leasehold (written down value) (b)** | **2 291.8** | **2 270.5** | **2 341.7** |
| 36 651.5 |  | Land and national parks | 37 465.7 | 37 546.3 | 37 746.4 |
| 2 316.8 |  | Infrastructure systems (written down value) | 2 291.0 | 2 298.1 | 2 335.1 |
| 2 421.6 |  | Plant, equipment and vehicles (written down value) | 2 920.0 | 3 035.3 | 2 802.5 |
| 20 302.2 |  | Roads and road networks (written down value) | 21 027.9 | 21 053.6 | 23 679.9 |
| 7 279.4 |  | Earthworks | 7 638.8 | 7 638.8 | 8 496.1 |
| 5 453.8 |  | Cultural assets (written down value) | 5 458.7 | 5 455.7 | 5 461.0 |
| **97 734.7** |  | **Total land, buildings, infrastructure, plant and equipment** | **100 804.0** | **101 082.5** | **106 072.6** |

Notes:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

*(b)* Accumulated depreciation of building leasehold assets is now separately disclosed from accumulated depreciation of buildings in line with the 2012‑13 Annual Financial Report.

(b) Land, national parks and buildings

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012-13 |  |  |  | 2013-14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept |  |  | 1 Jul (a) | 30 Sept | 30 Jun |
| 24 286.5 |  | Buildings | 24 418.1 | 24 755.0 | 26 954.9 |
| (3 461.2) |  | *Accumulated depreciation (a)* | (2 707.9) | (2 970.8) | (3 744.9) |
| **20 825.3** |  | **Buildings (written down value) (a)** | **21 710.2** | **21 784.2** | **23 210.0** |
| 2 870.3 |  | Buildings leasehold | 2 696.8 | 2 697.3 | 2 833.8 |
| ( 386.3) |  | *Buildings leasehold accumulated depreciation (a)* | ( 405.0) | ( 426.8) | ( 492.2) |
| **2 484.0** |  | **Buildings leasehold (written down value) (a)** | **2 291.8** | **2 270.5** | **2 341.7** |
| 34 963.5 |  | Land | 35 780.2 | 35 860.8 | 35 959.6 |
| 1 688.0 |  | National parks and other 'land only' holdings | 1 685.5 | 1 685.5 | 1 786.8 |
| 36 651.5 |  | **Land and national parks** | 37 465.7 | 37 546.3 | 37 746.4 |
| **59 960.9** |  | **Total land and buildings** | **61 467.7** | **61 601.0** | **63 298.1** |

Note:

*(a)* Accumulated depreciation of building leasehold assets is now separately disclosed from accumulated depreciation of buildings in line with the 2012‑13 Annual Financial Report.

Note 13: Land, buildings, infrastructure, plant and equipment *(continued)*

(c) Plant equipment and vehicles, and infrastructure systems

($ million)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | |  | 2013‑14 |  |
| Actual |  |  | | Opening | Actual | Budget |
| 30 Sept (a) |  |  | | 1 Jul | 30 Sept | 30 Jun |
| 2 730.7 |  | Infrastructure systems | | 2 744.4 | 2 761.3 | 2 813.3 |
| ( 414.0) |  | *Accumulated depreciation* | | ( 453.3) | ( 463.2) | ( 478.2) |
| **2 316.8** |  | **Infrastructure systems (written down value)** | | **2 291.0** | **2 298.1** | **2 335.1** |
| 5 496.2 |  | Plant, equipment and vehicles | | 6 000.9 | 6 114.5 | 6 352.8 |
| .. |  | *Accumulated depreciation* | | (3 203.5) | (3 315.8) | (3 670.5) |
| 368.2 |  | Leased plant, equipment and vehicles | | 289.3 | 426.3 | 314.0 |
| .. |  | *Accumulated depreciation* | | ( 166.7) | ( 189.7) | ( 193.8) |
| **2 421.6** |  | **Plant, equipment and vehicles (written down value)** | | **2 920.0** | **3 035.3** | **2 802.5** |
| **4 738.4** |  | **Total plant, equipment and vehicles, and infrastructure systems** | **5 211.0** | | **5 333.4** | **5 137.5** |

Note:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

(d) Road networks and earthworks

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  | 2013‑14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept (a) |  |  | 1 Jul | 30 Sept | 30 Jun |
| 35 099.9 |  | Roads and roads infrastructure | 36 219.2 | 36 385.3 | 41 226.3 |
| (14 797.7) |  | *Accumulated depreciation* | (15 191.3) | (15 331.6) | (17 546.3) |
| **20 302.2** |  | **Roads and roads infrastructure (written down value)** | **21 027.9** | **21 053.6** | **23 679.9** |
| 7 279.4 |  | Earthworks | 7 638.8 | 7 638.8 | 8 496.1 |
| **27 581.6** |  | **Total road networks and earthworks** | **28 666.6** | **28 692.4** | **32 176.1** |

Note:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

(e) Cultural assets

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  | 2013‑14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept |  |  | 1 Jul | 30 Sept | 30 Jun |
| 5 548.8 |  | Cultural assets | 5 569.8 | 5 571.2 | 5 590.8 |
| ( 95.0) |  | *Accumulated depreciation* | ( 111.1) | ( 115.5) | ( 129.8) |
| **5 453.8** |  | **Total cultural assets** | **5 458.7** | **5 455.7** | **5 461.0** |

Note 14: Other non‑financial assets

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  | 2013‑14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept |  |  | 1 Jul | 30 Sept | 30 Jun |
| 871.0 |  | Intangibles produced assets | 1 062.1 | 987.3 | 1 093.9 |
| ( 371.9) |  | *Accumulated depreciation* | ( 476.3) | ( 452.4) | ( 535.9) |
| 105.5 |  | Intangible non‑produced assets | 168.1 | 135.3 | 168.1 |
| ( 64.8) |  | *Accumulated amortisation* | ( 90.0) | ( 92.5) | ( 100.5) |
| **539.9** |  | **Total intangibles** | **663.8** | **577.7** | **625.5** |
| 42.2 |  | Investment properties | 53.5 | 53.5 | 53.6 |
| 6.8 |  | Biological assets (a) | 41.8 | 3.6 | 42.7 |
| 520.1 |  | Other assets | 195.1 | 561.5 | 197.1 |
| **1 108.9** |  | **Total other non‑financial assets** | **954.3** | **1 196.4** | **918.8** |

Note:

(a) The majority of biological assets comprises of commercial forests and also includes any living animal, plant or agricultural produce, which is the harvested product of biological assets.

Note 15: Employee benefits

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  |  | 2013‑14 |  |
| Actual |  |  | Opening | Actual | Budget |
| 30 Sept |  |  | 1 Jul | 30 Sept | 30 Jun |
|  |  | **Current** |  |  |  |
| 1 702.4 |  | Accrued salaries and wages (a) | 1 622.3 | 1 718.3 | 1 658.5 |
| 2 778.9 |  | Long service leave | 2 965.6 | 2 710.2 | 3 084.5 |
| **4 481.3** |  | **Total current employee benefits** | **4 588.0** | **4 428.5** | **4 743.0** |
|  |  | **Non‑current** |  |  |  |
| 812.8 |  | Long service leave | 620.9 | 845.2 | 658.7 |
| **812.8** |  | **Total non‑current employee benefits** | **620.9** | **845.2** | **658.7** |
| **5 294.1** |  | **Total other employee benefits** | **5 208.8** | **5 273.7** | **5 401.7** |

Note:

(a) Includes accrued annual leave, payroll tax and other similar on costs.

Note 16: Cash flow information

(a) Reconciliation of cash and cash equivalents

($ million)

|  |  |  |
| --- | --- | --- |
| 2012‑13 |  | 2013‑14 |
| Actual to Sept (a) |  | Actual  to Sept |
| 1 153.9 | Cash | 1 505.4 |
| 2 394.4 | Deposits at call | 1 781.2 |
| **3 548.3** | **Cash and cash equivalents** | **3 286.6** |
| ( 200.0) | Bank overdraft | ( 10.0) |
| **3 348.3** | **Balances as per cash flow statement** | **3 276.6** |

Note:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

(b) Reconciliation of net result to net cash flows from operating activities

($ million)

|  |  |  |
| --- | --- | --- |
| 2012‑13 |  | 2013‑14 |
| Actual to Sept (a) |  | Actual  to Sept |
| ( 891.2) | **Net result** | ( 328.4) |
|  | **Non‑cash movements** |  |
| 556.1 | Depreciation and amortisation | 614.2 |
| ( 1.1) | Revaluation of investments | ( 22.1) |
| .. | Assets (received)/provided free of charge | ( 0.1) |
| ( 0.7) | Assets not previously recognised | 9.7 |
| ( 3.9) | Revaluation of assets | 0.1 |
| 1.1 | Discount/premium on other financial assets/borrowings | 0.9 |
| .. | **Bad/doubtful debts** | .. |
| .. | Foreign currency dealings | .. |
| .. | Unrealised (gains)/losses on borrowings | .. |
| .. | **Discounting of assets and liabilities** | .. |
|  | Movements included in investing and financing activities |  |
| 0.3 | Net gain/loss from sale of investments | ( 2.4) |
| ( 2.2) | Net revenues from sale of non‑financial assets | 4.4 |
| .. | Net revenues from sale of investments | .. |
|  | Movements in assets and liabilities |  |
| 54.9 | Increase/(decrease) in provision for doubtful debts | 42.3 |
| 3 013.1 | Increase/(decrease) in payables | ( 659.8) |
| 251.0 | Increase/(decrease) in employee benefits | 64.9 |
| 131.6 | **Increase/(decrease) in superannuation** | 68.8 |
| **( 19.4**) | **Increase/(decrease) in other provisions** | **7.8** |
| .. | Increase/(decrease) in other liabilities | .. |
| (3 273.5) | (Increase)/decrease in receivables | 64.0 |
| ( 365.0) | (Increase)/decrease in other non‑financial assets | ( 366.4) |
| 859.4 | **Changes in assets and liabilities total** | ( 778.4) |
| **(549.0)** | **Net cash flows from operating activities** | **( 501.9)** |

Note:

*(a)* Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

Note 17: Public account

(a) Consolidated Fund receipts and payments

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual |  |  | Actual | Annual | |
| to Sept |  |  | to Sept | Budget | |
|  |  | **Receipts** |  |  | |
| 3 890.1 |  | Taxation | 4 104.9 | 16 783.6 | |
| 215.5 |  | Fines and regulatory fees | 162.7 | 799.4 | |
| 4 313.6 |  | Grants received | 3 767.3 | 16 020.8 | |
| 1 141.4 |  | Sales of goods and services | 1 327.4 | 5 347.7 | |
| 13.4 |  | Interest received | 137.4 | 490.1 | |
| 71.5 |  | Public authority receipts | 207.9 | 646.8 | |
| 54.0 |  | Other receipts | 78.2 | 388.4 | |
| **9 699.7** |  | **Total operating activities** | **9 786.0** | **40 476.7** | |
| 485.0 |  | Total inflows from investing and financing | 1 809.7 | 4 567.8 | |
| **10 184.6** |  | **Total receipts** | **11 595.7** | **45 044.5** | |
|  |  | **Payments to departments** |  |  | |
| 2 827.2 |  | Education and Early Childhood Development | 2 867.2 | 10 235.1 | |
| 300.4 |  | Environment and Primary Industries (a) | 924.0 | 2 459.5 | |
| 3 572.7 |  | Health | 2 956.2 | 9 515.8 | |
| 853.0 |  | Human Services | 876.3 | 3 699.7 | |
| 1 141.4 |  | Justice | 1 379.0 | 6 083.9 | |
| 208.8 |  | Planning and Community Development | .. | .. | |
| 141.4 |  | Premier and Cabinet | 142.1 | 591.9 | |
| 108.6 |  | Primary Industries | .. | .. | |
| 118.3 |  | State Development, Business and Innovation (a) | 207.3 | 993.9 | |
| 1 721.5 |  | Transport, Planning and Local Infrastructure (a) | 2 026.8 | 8 160.2 | |
| 905.9 |  | Treasury and Finance | 892.5 | 4 649.0 | |
| 36.6 |  | Parliament | 40.9 | 156.6 | |
| **11 935.7** |  | **Total payments** | **12 312.4** | **46 545.5** | |
| **(1 751.1)** |  | **Net receipts/(payments)** | **( 716.7)** | **(1 501.0)** | |

Note:

(a) Effective 9 April 2013 several departments were renamed due to machinery of government changes:

* the Department of Sustainability and Environment became the Department of Environment and Primary Industries;
* the Department of Business and Innovation became the Department of State Development, Business and Innovation; and
* the Department of Transport became the Department of Transport, Planning and Local Infrastructure.

Note 17: Public Account *(continued)*

(b) Trust Fund cash flow statement

($ million)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 | |  |
| Actual |  |  | Actual | Annual | |
| to Sept |  |  | to Sept | Budget | |
|  |  | **Cash flows from operating activities** |  |  | |
|  |  | **Receipts** |  |  | |
| 132.0 |  | Taxation | 153.7 | 292.8 | |
| 11.1 |  | Regulatory fees and fines | 12.9 | 47.8 | |
| 759.2 |  | Grants received | 3 233.0 | 6 892.6 | |
| 158.5 |  | Sale of goods and services | 177.1 | 907.2 | |
| 27.3 |  | Interest received | 24.2 | 102.1 | |
| 3 334.6 |  | Net transfers from consolidated fund | 3 043.0 | 9 518.3 | |
| 21.9 |  | Other receipts | 43.2 | 148.2 | |
| **4 444.7** |  | **Total receipts** | **6 687.2** | **17 909.1** | |
|  |  | **Payments** |  |  | |
| ( 30.8) |  | Employee benefits | ( 32.5) | ( 167.3) | |
| ( 3.2) |  | Superannuation | ( 2.9) | ( 12.2) | |
| (3 795.8) |  | Grants paid | (6 050.8) | (15 627.1) | |
| ( 531.0) |  | Supplies and consumables | ( 516.7) | (1 978.8) | |
| ( 3.2) |  | Interest paid | ( 2.4) | ( 14.8) | |
| **(4 363.9)** |  | **Total payments** | **(6 605.4)** | **(17 800.1)** | |
| **80.7** |  | **Net cash flows from operating activities** | **81.8** | **109.0** | |
|  |  | **Cash flows from investing activities** |  |  | |
| 11.0 |  | Proceeds from sale of property, plant and equipment | 6.1 | 39.7 | |
| ( 29.8) |  | Purchases of property, plant and equipment | ( 10.0) | ( 25.7) | |
| 32.7 |  | Other investing activities | 22.7 | ( 76.7) | |
| **14.0** |  | **Net cash flows from investing activities** | **18.8** | **( 62.7)** | |
|  |  | **Cash flows from financing activities** |  |  | |
| ( 315.1) |  | Net proceeds (repayments) from borrowings | ( 449.6) | ( 17.3) | |
| **( 315.1)** |  | **Net cash flows from financing activities** | **( 449.6)** | **( 17.3)** | |
| **( 220.4)** |  | **Net cash inflow/(outflow)** | **( 349.0)** | **29.0** | |

Note 17: Public Account *(continued)*

(c) Reconciliation of cash flows to balances held

($ million)

|  |  |  |  |
| --- | --- | --- | --- |
|  | Balances | Sept | Balances |
|  | held at | movement | held at |
|  | 30 Jun 2013 | YTD | 30 Sept 2013 |
| **Cash and deposits** |  |  |  |
| Cash balances outside the Public Account | ( 0.2) | ( 0.1) | ( 0.2) |
| Deposits held with the Public Account – specific trusts | 544.9 | 196.4 | 741.3 |
| Other balances held in the Public Account | 2 763.3 | (1 265.1) | 1 498.2 |
| **Total cash and deposits** | **3 308.1** | **(1 068.8)** | **2 239.3** |
| **Investments** |  |  |  |
| Investments held with the Public Account – specific trusts | 586.8 | ( 25.1) | 561.7 |
| **Total investments** | **586.8** | **( 25.1)** | **561.7** |
| **Total fund balances** | **3 894.9** | **(1 093.9)** | **2 801.0** |
| **Less funds held outside the Public Account** |  |  |  |
| Cash | ( 0.2) | ( 0.1) | ( 0.2) |
| **Total fund balances held outside the Public Account** | **( 0.2)** | **( 0.1)** | **( 0.2)** |
| **Total funds held in the Public Account (a)** | **3 895.0** | **(1 093.9)** | **2 800.8** |

Note:

(a) See Note 17 (d) below for details of securities and investments including amounts held in the Public Account on behalf of trust accounts.

(d) Details of securities held

($ million)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| 2012‑13 |  |  | 2013‑14 |  |
| Actual |  |  | Opening | Actual |
| to Sept |  |  | 1 Jul | 30 Sept |
| 1 166.7 |  | Amounts invested on behalf of specific trust accounts | 1 131.7 | 1 303.0 |
| 689.5 |  | General account balances | 2 763.3 | 1 497.8 |
| **1 856.2** |  | **Total public account** | **3 895.0** | **2 800.8** |
|  |  | **Represented by:** |  |  |
| 1 166.7 |  | Stocks and securities | 1 131.7 | 1 303.0 |
| 159.3 |  | Cash and investments | 2 269.1 | 1 244.9 |
| **1 326.0** |  | **Total stock, securities, cash and investments** | **3 400.9** | **2 547.9** |
|  |  | Add cash advanced for: |  |  |
| 530.2 |  | Advances pursuant to sections 36 and 37 of the *Financial Management Act 1994* | 494.2 | 252.8 |
| **1 856.2** |  | **Total public account** | **3 895.0** | **2 800.8** |

Note 18: Glossary of technical terms

The *2012‑13 Financial Report for the State of Victoria* (Note 39) contains a comprehensive summary of the major technical terms used in this report.

Note 19: Controlled entities

Note 41 Controlled entities in the *2012‑13 Financial Report for the State of Victoria* contains a list of significant controlled entities which have been consolidated for the purposes of the financial report.

The following is a list of changes from 1 July 2013, of general government sector entities which have been consolidated for the purposes of the financial report.

|  |  | Entities included as investments in other sectors | |
| --- | --- | --- | --- |
| Controlled entities (a) | General government | Public non‑financial corporation | Public financial corporation |
| **Department of Environment and Primary Industries** |  |  |  |
| Veterinary Practitioners Registration Board of Victoria (b) | \* |  |  |
| Agriculture Victoria Services Pty Ltd (b) |  | \* |  |
| Dairy Food Safety Victoria (b) |  | \* |  |
| Murray Valley Citrus Board (b) |  | \* |  |
| Murray Valley Wine Grape Industry Development Committee (b) |  | \* |  |
| Northern Victorian Fresh Tomato Industry Development Committee (b) |  | \* |  |
| Phytogene Pty Ltd (b) |  | \* |  |
| PrimeSafe (b) |  | \* |  |
| VicForests (b) |  | \* |  |
| Victorian Strawberry Industry Development Committee (b) |  | \* |  |
|  |  |  |  |
| **Department of Premier and Cabinet** |  |  |  |
| Shrine of Remembrance Trustees (c) | \* |  |  |
| Victorian Aboriginal Heritage Council (c) | \* |  |  |
| Victorian Veterans Council (c) | \* |  |  |
|  |  |  |  |
| **Department of State Development, Business and Innovation** |  |  |  |
| CeniTex (d) | \* |  |  |
| Energy Safe Victoria (e) | \* |  |  |
| Regional Development Victoria (f) | \* |  |  |
|  |  |  |  |
| **Department of Transport, Planning and Local Infrastructure (g)** |  |  |  |
| Architects Registration Board of Victoria (h) | \* |  |  |
| Building Commission (h) | \* |  |  |
| Growth Areas Authority (h) | \* |  |  |
| Heritage Council (h) | \* |  |  |
| Melbourne Cricket Ground Trust (h) | \* |  |  |
| Plumbing Industry Commission (h) | \* |  |  |
| Victorian Building Authority (h)(i) | \* |  |  |
| Victorian Institute of Sport Limited (h) | \* |  |  |
| Victorian Institute of Sport Trust (h) | \* |  |  |
| Melbourne and Olympic Parks Trust (h) |  | \* |  |
| State Sport Centres Trust (h) |  | \* |  |
| Urban Renewal Authority Victoria (Places Victoria) (h) |  | \* |  |
|  |  |  |  |

Notes:

(a) Effective 1 July 2013, the following departments ceased to exist and had their functions and operations transferred to other Victorian government departments:

* Department of Planning and Community Development; and
* Department of Primary Industries.

(b) Entities moved as a result of the machinery of government changes effective 1 July 2013 from the Department of Primary Industries to the Department of Environment and Primary Industries.

(c) Entities moved as a result of the machinery of government changes effective 1 July 2013 from the Department of Planning and Community Development to the Department of Premier and Cabinet.

Notes (continued):

(d) Effective from 29 August 2013, CenITex was transferred from the Department of Treasury and Finance to the Department of State Development, Business and Innovation.

(e) Entity moved as a result of the machinery of government changes effective 1 July 2013 from the Department of Primary Industries to the Department of State Development, Business and Innovation.

(f) Entity moved as a result of the machinery of government changes effective 1 July 2013 from the Department of Planning and Community Development to the Department of State Development, Business and Innovation.

(g) At 30 June 2013, the Public Transport Ticketing Body ceased to exist and its operations transferred to Public Transport Victoria, a general government entity.

(h) Entity moved as a result of the machinery of government changes effective 1 July 2013 from the Department of Planning and Community Development to the Department of Transport, Planning and Local Infrastructure.

(i) On 1 July 2013, Victorian Building Authority commenced operations.

# Results quarter by quarter – Victorian general government sector

## Consolidated operating statement for the past five quarters

($ million)

|  | | | |  | |  | 2012‑13 | |  | 2013‑14 |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | | | | Sept | | Dec | | Mar | Jun | Sept |
| **Revenue** | | | |  | |  | |  |  |  |
| Taxation revenue | | | | 3 634.7 | | 3 558.0 | | 4 791.6 | 3 546.4 | 4 300.5 |
| Interest | | | | 96.4 | | 160.7 | | 229.0 | 214.6 | 204.3 |
| Dividends and income tax equivalent and rate equivalent revenue | | | | 48.9 | | 648.8 | | 36.7 | 607.3 | 64.5 |
| Sales of goods and services | | | | 1 568.6 | | 2 023.1 | | 1 598.7 | 1 678.9 | 1 727.2 |
| Grants | | | | 5 039.8 | | 5 540.4 | | 5 976.2 | 5 345.8 | 5 453.1 |
| Other revenue | | | | 517.6 | | 522.9 | | 501.7 | 726.2 | 521.5 |
| **Total revenue** | | | | **10 906.1** | | **12 453.9** | | **13 133.7** | **12 119.2** | **12 271.0** |
| **Expenses** | | | |  | |  | |  |  |  |
| Employee expenses | | | | 4 334.0 | | 4 555.9 | | 4 279.6 | 4 619.0 | 4 388.4 |
| Net superannuation interest expense (a) | | | | 305.3 | | 238.9 | | 266.1 | 269.0 | 266.7 |
| Other superannuation expenses | | | | 458.7 | | 500.1 | | 491.0 | 474.2 | 478.7 |
| Depreciation | | | | 552.3 | | 540.4 | | 556.9 | 604.7 | 611.6 |
| Interest expense | | | | 326.6 | | 426.4 | | 488.3 | 534.0 | 525.9 |
| Other operating expenses | | | | 3 993.2 | | 3 937.1 | | 3 760.4 | 4 403.4 | 4 189.1 |
| Grants and other transfers | | | | 1 742.9 | | 2 115.9 | | 2 315.4 | 1 839.7 | 2 060.2 |
| **Total expenses** | | | | **11 713.0** | | **12 314.6** | | **12 157.7** | **12 744.1** | **12 520.6** |
| **Net result from transactions – net operating balance** | | | **( 806.9)** | | | **139.2** | | **976.0** | **( 624.9)** | **( 249.6)** |
| **Other economic flows included in net result** | | | |  | |  | |  |  |  |
| Net gain/(loss) on sale of non‑financial assets | | | | 2.2 | | 17.8 | | 2.8 | ( 2.0) | ( 4.4) |
| Net gain/(loss) on financial assets or liabilities at fair value | | | | 0.8 | | .. | | 1.5 | 17.1 | 22.2 |
| Net actuarial gains/(losses) on superannuation defined benefit plans (a) | | | | .. | | .. | | 18.3 | ( 18.3) | .. |
| Share of net profit/(loss) from associates/joint venture entities, excluding dividends | | | | .. | | 0.2 | | .. | 4.6 | .. |
| Other gains/(losses) from other economic flows | | | | ( 87.2) | | ( 87.1) | | ( 120.5) | 32.6 | ( 96.5) |
| **Total other economic flows included in net result** | **( 84.3)** | | | | | **( 69.2)** | | **( 97.9)** | **34.0** | **( 78.7)** |
| **Net result** | | | | **( 891.2)** | | **70.1** | | **878.1** | **( 590.8)** | **( 328.4)** |
| **Other economic flows – other comprehensive income** | | | |  | |  | |  |  |  |
| **Items that will not be reclassified to net result** | | | | |  |  | |  |  |  |
| Changes in non‑financial assets revaluation surplus | | 12.6 | | | | ( 2.1) | | 0.1 | 689.9 | (72.9) |
| Remeasurement of superannuation defined benefit plans (a) | | | | ( 956.0) | | 2 167.4 | | 2 837.3 | 3 899.0 | 1 428.4 |
| Net gain on equity investments in other sector entities at proportional share of net assets | | | | .. | | 158.1 | | 1 150.4 | (2 118.8) | .. |
| Other movements in equity | | | | ( 178.0) | | 148.8 | | ( 8.6) | 907.2 | 103.5 |
| **Items that may be reclassified subsequently to net result** | | | |  | |  | |  |  |  |
| Net gain/(loss) on financial assets at fair value | | | | 2.0 | | ( 6.2) | | 2.8 | 21.6 | 3.4 |
| **Total other economic flows – other comprehensive income** | | | | **(1 119.4)** | | **2 466.0** | | **3 982.1** | **3 398.9** | **1 462.4** |
| **Comprehensive result – total change in net worth** | | | **(2 010.6)** | | | **2 536.0** | | **4 860.2** | **2 808.0** | **1 134.0** |
|  | | | |  | |  | |  |  |  |
| **FISCAL AGGREGATES** | | | |  | |  | |  |  |  |
| **Net operating balance** | | | | **( 806.9)** | | **139.2** | | **976.0** | **( 624.9)** | **( 249.6)** |
| Less: Net acquisition of non‑financial assets from transactions | | | | 186.3 | | 238.6 | | 1 219.4 | 1 039.8 | 263.7 |
| **Net lending/(borrowing)** | | | | **( 993.2)** | | **( 99.4)** | | **( 243.4)** | **(1 664.6)** | **( 513.4)** |

Note:

(a) Quarterly figures for financial year 2012‑13 have been restated to reflect a revised accounting standard, AASB 119 Employee Benefits, which changed the way defined benefit superannuation expenses are calculated and presented. Refer to Note 1(E).

## Consolidated balance sheet as at the end of the quarter

($ million)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012‑13 | |  | 2013‑14 |
|  | Sept (a) | Dec | | Mar | Jun (a) | Sept |
| **Assets** |  |  | |  |  |  |
| **Financial assets** |  |  | |  |  |  |
| Cash and deposits | 3 548.3 | 4 850.8 | | 4 004.6 | 3 962.0 | 3 286.6 |
| Advances paid | 300.9 | 4 640.1 | | 4 631.9 | 4 626.8 | 4 644.1 |
| Receivables | 4 430.0 | 4 792.8 | | 5 730.3 | 5 061.0 | 4 954.7 |
| Investments, loans and placements | 2 253.7 | 2 389.2 | | 2 468.9 | 3 383.4 | 3 672.7 |
| Investments accounted for using equity method | 44.3 | 45.6 | | 45.6 | 49.4 | 49.4 |
| Investments in other sector entities | 67 988.8 | 68 957.6 | | 70 382.7 | 69 489.5 | 70 051.7 |
| **Total financial assets** | **78 566.0** | **85 676.2** | | **87 264.0** | **86 572.1** | **86 659.2** |
| **Non‑financial assets** |  |  | |  |  |  |
| Inventories | 230.6 | 235.8 | | 236.4 | 192.1 | 212.6 |
| Non‑financial assets held for sale | 131.6 | 127.2 | | 123.6 | 142.1 | 72.2 |
| Land, buildings, infrastructure, plant and equipment | 97 734.7 | 98 036.4 | | 99 254.6 | 100 804.0 | 101 082.5 |
| Other non‑financial assets | 1 108.9 | 1 045.3 | | 933.2 | 954.3 | 1 196.4 |
| **Total non‑financial assets** | **99 205.9** | **99 444.7** | | **100 547.8** | **102 092.5** | **102 563.7** |
| **Total assets** | **177 771.9** | **185 121.0** | | **187 811.8** | **188 664.6** | **189 222.9** |
|  |  |  | |  |  |  |
| **Liabilities** |  |  | |  |  |  |
| Deposits held and advances received | 404.8 | 380.1 | | 402.3 | 449.0 | 422.6 |
| Payables | 5 347.4 | 5 774.8 | | 5 329.5 | 5 958.4 | 5 357.8 |
| Borrowing | 22 671.5 | 29 414.0 | | 30 161.3 | 31 345.3 | 32 688.2 |
| Employee benefits | 5 294.1 | 5 034.3 | | 5 152.9 | 5 208.8 | 5 273.7 |
| Superannuation | 33 685.0 | 31 635.1 | | 28 902.2 | 25 142.5 | 23 782.8 |
| Other provisions | 616.0 | 593.6 | | 714.4 | 603.3 | 606.6 |
| **Total liabilities** | **68 018.8** | **72 831.9** | | **70 662.6** | **68 707.4** | **68 131.9** |
| **Net assets** | **109 753.1** | **112 289.0** | | **117 149.2** | **119 957.2** | **121 091.0** |
| Accumulated surplus/(deficit) | 32 807.9 | 35 161.0 | | 38 855.7 | 43 174.7 | 44 361.2 |
| Reserves | 76 895.2 | 77 078.0 | | 78 243.5 | 76 732.5 | 76 679.8 |
| Non‑controlling interest | 50.0 | 50.0 | | 50.0 | 50.0 | 50.0 |
| **Net worth** | **109 753.1** | **112 289.0** | | **117 149.2** | **119 957.2** | **121 091.0** |
|  |  |  | |  |  |  |
| **FISCAL AGGREGATES** |  |  | |  |  |  |
| Net financial worth | 10 547.2 | 12 844.3 | | 16 601.4 | 17 864.7 | 18 527.3 |
| Net financial liabilities | 57 441.6 | 56 113.3 | | 53 781.3 | 51 624.7 | 51 524.3 |
| Net debt | 16 973.3 | 17 914.0 | | 19 458.1 | 19 822.1 | 21 507.4 |

Note:

(a) Restated balances reflecting amendments disclosed in the 2012‑13 Annual Financial Report.

## Consolidated cash flow statement for the past five quarters

($ million)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012‑13 | |  | 2013‑14 |
|  | Sept | Dec | | Mar | Jun | Sept |
| **Cash flows from operating activities** |  |  | |  |  |  |
| **Receipts** |  |  | |  |  |  |
| Taxes received | 3 969.8 | 3 662.9 | | 3 471.2 | 4 128.0 | 4 120.9 |
| Grants | 5 011.5 | 5 538.5 | | 5 976.8 | 5 465.1 | 5 430.9 |
| Sales of goods and services (a) | 1 714.8 | 1 796.4 | | 1 674.2 | 1 947.0 | 1 955.8 |
| Interest received | 98.1 | 150.7 | | 204.4 | 221.6 | 209.7 |
| Dividends and income tax equivalent and rate equivalent receipts | 72.7 | 660.3 | | 31.1 | 434.9 | 209.0 |
| Other receipts | 282.2 | 494.4 | | 799.4 | 152.8 | 482.1 |
| **Total receipts** | **11 149.1** | **12 303.2** | | **12 157.0** | **12 349.4** | **12 408.3** |
| **Payments** |  |  | |  |  |  |
| Payments for employees | (4 085.6) | (4 795.5) | | (4 150.3) | (4 532.1) | (4 313.6) |
| Superannuation | ( 632.4) | ( 621.5) | | ( 634.4) | ( 622.2) | ( 676.6) |
| Interest paid | ( 325.6) | ( 400.5) | | ( 476.0) | ( 500.5) | ( 497.3) |
| Grants and subsidies | (2 041.0) | (2 144.6) | | (2 675.4) | (1 335.6) | (2 325.4) |
| Goods and services (a) | (4 432.3) | (3 809.8) | | (3 380.2) | (4 069.7) | (4 915.3) |
| Other payments | ( 181.1) | ( 153.1) | | ( 133.8) | ( 133.1) | ( 181.9) |
| **Total payments** | **(11 698.0)** | **(11 925.0)** | | **(11 450.0)** | **(11 193.3)** | **(12 910.1)** |
| **Net cash flows from operating activities** | **( 549.0)** | **378.2** | | **707.0** | **1 156.1** | **( 501.9)** |
| **Cash flows from investing activities** |  |  | |  |  |  |
| Purchases of non‑financial assets | ( 764.5) | ( 681.9) | | (1 031.5) | (1 655.2) | ( 769.6) |
| Sales of non‑financial assets | 25.9 | 46.4 | | 44.9 | 130.8 | 24.3 |
| Cash flows from investments in non‑financial assets | ( 738.6) | ( 635.5) | | ( 986.6) | (1 524.5) | ( 745.3) |
| Net cash flows from investments in financial assets for policy purposes | ( 450.5) | ( 505.4) | | ( 508.7) | 147.8 | ( 417.9) |
| **Sub‑total** | **(1 189.1)** | **(1 141.0)** | | **(1 495.2)** | **(1 376.7)** | **(1 163.2)** |
| Net cash flows from investments in financial assets for liquidity management purposes | ( 28.0) | ( 159.2) | | ( 81.1) | ( 905.7) | ( 209.1) |
| **Net cash flows from investing activities** | **(1 217.1)** | **(1 300.2)** | | **(1 576.4)** | **(2 282.3)** | **(1 372.3)** |
| **Cash flows from financing activities** |  |  | |  |  |  |
| Advances received (net) | 9.5 | ( 4.8) | | ( 1.9) | ( 3.0) | .. |
| Net borrowings | 74.4 | 2 449.2 | | ( 0.4) | 1 038.3 | 1 215.3 |
| Deposits received (net) | 29.1 | ( 19.9) | | 24.1 | 49.7 | ( 26.4) |
| Other financing (net) | .. | .. | | 1.4 | ( 1.4) | .. |
| **Net cash flows from financing activities** | **113.0** | **2 424.5** | | **23.2** | **1 083.6** | **1 188.8** |
| **Net increase/(decrease) in cash and cash equivalents** | (1 653.0) | 1 502.5 | | ( 846.2) | ( 42.6) | ( 685.4) |
| Cash and cash equivalents at beginning of reporting period | 5 001.3 | 3 348.3 | | 4 850.8 | 4 004.6 | 3 962.0 |
| **Cash and cash equivalents at end of reporting period** | **3 348.3** | **4 850.8** | | **4 004.6** | **3 962.0** | **3 276.6** |
|  |  |  | |  |  |  |
| **FISCAL AGGREGATES** |  |  | |  |  |  |
| Net cash flows from operating activities | ( 549.0) | 378.2 | | 707.0 | 1 156.1 | ( 501.9) |
| Net cash flows from investments in non‑financial assets | ( 738.6) | ( 635.5) | | ( 986.6) | (1 524.5) | ( 745.3) |
| **Cash surplus/(deficit)** | **(1 287.6)** | **( 257.4)** | | **( 279.6)** | **( 368.4)** | **(1 247.2)** |

Note:

(a) Inclusive of goods and services tax.

# Style conventions

Figures in the tables and in the text have been rounded. Discrepancies in tables between totals and sums of components reflect rounding. Percentage changes in all tables are based on the underlying unrounded amounts.

The notation used in the tables is as follows:

n.a. or na not available or not applicable

1 billion 1 000 million

1 basis point 0.01 per cent

.. zero, or rounded to zero

tbd to be determined

(xxx.x) negative numbers