

Introduction

The Western Australian Government's budget for 2000-01 will be presented on an accrual basis. It will feature three financial statements:

- An operating statement;
- A balance sheet; and
- A cash flow statement.

Such statements have been presented in the previous two budgets.

The difference this year is that these accrual statements will be consistent with Australian Bureau of Statistics' (ABS) accrual based Government Finance Statistics (GFS). These statistics have also been adopted by all Australian Governments as the basis for presenting their finances in a uniform manner.

The following section explains the features of the GFS and provides historical data on this basis from 1993-94. These data, together with the information which will be published in the Budget Papers (for 1999-2000 to 2003-04) will mean there will be 11 years of data available on this basis. Reconciliations to the Accounting Standards form of the three statements mentioned above are also provided in this paper.

The accrual GFS replace the cash based series of data of the same name which has been published by the ABS and dates back to 1961-62.

The presentation of the budget using GFS will also mean that the focus of the budget on the cash based Consolidated Fund will cease. The accrual budget presentation classifies government agencies into the general government sector and public financial and non-financial corporations. Most agencies in the general government sector are dependent on appropriations from the Parliament to meet their financial obligations and are therefore the group of agencies which are most subject to financial control by the government.

This change will offer the following advantages:

- The presentation will conform with national standards, enabling easy interpretation of the budget by commentators;
- It presents a coordinated view of all sectors of the Western Australian government;
- In clearly signalling the focus of the budget on the ABS classifications of general government, clarity is provided as to the meaning of the budget;

- Accountability of government financial management will be enhanced through the balance sheet which will recognise the impact of debt, financial leases, and provisions for employee entitlements and superannuation for all of government;
- The balance sheet will clearly indicate the assets, liabilities and net assets of government;
- The important role of hypothecated revenues and net appropriations will be more clearly identified and more consistently treated; and
- The cash position of government will include all cash flows of general government agencies not just the transactions between central government and an agency.

This change in presentation has no implications for the control of appropriations by the Parliament.

Virtually all Australian Governments have moved to present their budgets on an accrual basis using the three financial statements mentioned earlier, and focusing on the general government sector as their “budget” sectors.

GFS Accrual Framework

Developments in Statistical Series and Uniform Presentation

The Uniform Presentation Framework (UPF) is the result of a 1991 agreement between State, Territory and Commonwealth jurisdictions to present a common set of financial information in budgets, mid year and outturn reporting documents.

The UPF was revised earlier this year to accommodate accrual accounting concepts recently introduced into the GFS framework. The presentation of financial information throughout Budget Paper Number 3: *Economic and Fiscal Outlook* this year is consistent with the UPF and accrual GFS classifications.

Accruals Accounting Concepts in GFS

Recognising both the national and international moves toward accrual accounting, the largely cash-based analysis in GFS has moved to include accrual concepts. Treasuries and the ABS have worked together to effect this change. The new GFS series incorporates an operating statement, balance sheet and cash flow statement. The data presented in the previous net debt series is derivable directly from the accrual-based GFS balance sheet.

This change has been made possible following the commencement in recent years of accruals based accounts by all agencies, as required by Australian Accounting Standard (AAS) 29: Financial Reporting by Government Departments, and developments in the use of accounting standards more generally.

Western Australia has been presenting accrual whole of government accounts under accounting standards since 1993-94 and accrual general government and whole of government budgets since the 1998-99 Budget. The GFS accrual series produces operating and other results that differ from accounting standards in a very small number of areas. Reconciliation from GFS to accounting standards aggregates are provided in the budget papers.

The changes in GFS, and in government accounting generally, have a number of positive consequences. Balance sheets are an integral component of accrual accounting and are as important to governments as they are to other organisations. Knowledge of balance sheets encourages better management of assets and liabilities. Adoption of accrual accounting concepts brings public sector reporting more into line with that in the business world as well as giving a better indication of the economic and financial performance of the public sector. It improves government accountability and provide a more accurate and comprehensive basis for recording public sector operations, particularly in the area of unfunded liabilities and other non-cash transactions.

GFS provides an accrual basis for inter jurisdictional comparison and ensures balance sheets are available for jurisdictions complying with UPF.

Conceptual Framework

The objectives of accrual GFS are very similar to those of the accounting framework in assessing the public sector finances:

- measuring the impact of public sector activity on the rest of the economy;
- measuring the sustainability of public sector fiscal policy; and
- measuring the efficiency of public sector resource allocation.

There are some subtle differences in approach between GFS and accounting standards. In particular, the operating statement in the accrual GFS scheme only quantifies the result of transactions between entities (including individuals). It does not include the impact of other changes in the value of assets such as revaluations (eg. the profit or loss on the disposal of fixed assets). This distinction sets the operating statements of both series apart and can lead to significantly different results.

General structure

As with the accounting presentation of finances, accrual GFS consists of stocks and flow information.

Flows occur over time and include revenue and expenses (the operating statement) and payments and receipts of cash (the cash flow statement). The balance sheet measures stocks of assets and liabilities at 30 June balance dates.

Of note in the GFS operating statement is the inclusion of two bottom-line measures:

- the net operating balance (similar in concept and principle to the accounting net profit after abnormals and extraordinaries but including revaluation of assets and liabilities); and
- net lending which adjusts the accrual operating result by adding back depreciation expense and subtracting the total value of investment in physical assets. (The interpretation of this measure from a State financial perspective is difficult).

The net lending aggregate is closely related to National Accounting concepts such as the derivation of the current account deficit. A positive net lending result indicates a contribution to national savings. Negative indicates a borrowing requirement to fund transactions.

Uniform Presentation Framework Information

Statements are available for the general government, public non-financial corporations sector (formerly public trading enterprises), total non-financial public sector, public financial corporations sector (formerly public financial enterprises) and the total public sector.

Each sector is reported at the level of:

- operating statement;
- balance sheet/statement of financial position;
- cash flow statement; and
- net debt is available from the GFS balance sheet and is included as a memorandum item.

The cash surplus/deficit shown on the cash flow statement for the public corporations sectors will differ from previous published actuals. This is because the previous methodology for calculating the cash surplus/deficit used agency operating statements as its source of data and derived a split between cash and non-cash amounts.

Under the new GFS framework, the cash flow statements of agencies are the data source used in calculating the cash surplus/deficit.

The methodology used in calculating the cash surplus/deficit for the general government sector has not changed, ie the cash flow statements are the source of data.

In addition the following information forms part of the UPF:

- general government expenses split by functional purpose (the government purpose classification); and
- general government tax dissection.

At the time of publication, historical information in relation to the last two items was under completion. Readers may approach the Western Australian Treasury to ascertain the availability of this information.

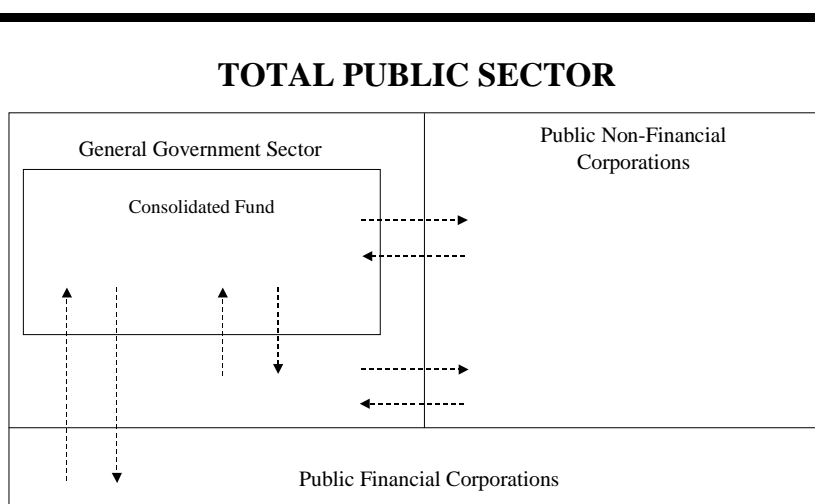
Western Australian information also includes reconciliations of the GFS net operating result and balance sheet net worth to the similar concept derived under accounting standards. Western Australia's budget information includes substantially more detailed revenue information than the UPF requires.

In the accrual GFS classification, general government is the 'holding company' or 'parent entity' for the total public sector and a fundamental variation between the net worth of the sector under GFS and accounting standards is the recognition of the net assets of public corporations in general government equity asset holdings.

Defining the Public Sector

Sector Relationships

The total public sector encompasses all State public sector agencies. It is divided into three main sub-sectors (general government, public non-financial corporations (PNFCs) and public financial corporations (PFCs)).



Dashed lines indicate transactions that are removed from the total public sector on consolidation.

The general government sector includes agencies which operate with funding from the Consolidated Fund and other agencies such as the Gaming Commission of Western Australia and some trust funds which are not reliant on the Consolidated Fund. For the most part, general government agencies are centrally funded and do not usually attempt to fully recover the cost of services they provide.

PNFC agencies charge for goods and services, and operate largely independently of central government. In Western Australia, the PNFC sector includes agencies such as Western Power, AlintaGas and the Water Corporation.

The PFC sector includes those agencies which largely incur financial liabilities and deal in financial assets. These include the State's central borrowing authority (the Western Australian Treasury Corporation), home lending schemes (through Keystart), the Insurance Commission of Western Australia, etc.

A comprehensive list of the State's agencies, classified by sector, is included below.

Agency Classification

General Government Sector Agencies

Aboriginal Affairs Department
Agricultural Practices Board of Western Australia
Agriculture Protection Board of Western Australia
Agriculture Western Australia
Anti-Corruption Commission
Anzac Day Trust
Betting Control Board
Botanic Parks and Gardens Authority
Building and Construction Industry Training Board
Central Metropolitan College of TAFE
Central West College of TAFE
Chemistry Centre (W.A.)
Commissioner of Main Roads
Commissioner of Workplace Agreements
Country High School Hostels Authority
Curriculum Council
Dairy Industry Authority of Western Australia
Department for Family and Children's Services
Department of Commerce and Trade
Department of Conservation and Land Management
Department of Contract and Management Services
Department of Education Services
Department of Environmental Protection
Department of Land Administration
Department of Local Government
Department of Minerals and Energy
Department of Productivity and Labour Relations
Department of Resources Development
Department of the Registrar, Western Australian Industrial Relations Commission
Department of Transport
Disability Services Commission
Eastern Pilbara College of TAFE
Education Department of Western Australia
Equal Opportunity Commission
Fire and Emergency Services Authority
Fisheries Western Australia
Gaming Commission of Western Australia
Gascoyne Development Commission
Goldfields-Esperance Development Commission
Government Projects Office
Governor's Establishment
Great Southern Development Commission
Great Southern Regional College of TAFE
Health Department of Western Australia
Heritage Council of Western Australia
Horticultural Produce Commission
Karratha College
Keep Australia Beautiful Council (W.A.)
Kimberley Development Commission
Kimberley Regional College of TAFE
Landcare Trust
Law Reform Commission of Western Australia
Legal Aid Commission of Western Australia
Legal Costs Committee
Legislative Assembly
Legislative Council
Local Health Authorities Analytical Committee
Midland College of TAFE
Mid-West Development Commission
Minerals and Energy Research Institute of Western Australia
Ministry for Culture and the Arts
Ministry for Planning
Ministry of Fair Trading
Ministry of Justice
Ministry of Sport and Recreation
Ministry of the Premier and Cabinet
Office of Citizenship and Multicultural Interests
Office of Energy
Office of Racing, Gaming and Liquor
Office of the Auditor General
Office of the Director of Public Prosecutions
Office of the Information Commissioner
Office of the Inspector of Custodial Services
Office of the Public Sector Standards Commissioner
Office of Water Regulation
Parliamentary Services Department
Peel Development Commission
Perth International Centre for Application of Solar Energy
Pilbara Development Commission
Police Service
Professional Standards Council
Racecourse Development Trust
Racing Penalties Appeal Tribunal of Western Australia
Recreation Camps and Reserve Board
Rural Adjustment and Finance Corporation of Western Australia
R&I Holdings
Salaries and Allowances Tribunal
Small Business Development Corporation
South East Metropolitan College of TAFE

South West Development Commission
South West Regional College of TAFE
State Revenue Department
State Supply Commission
Swan River Trust
The Aboriginal Affairs Planning Authority
The Burswood Park Board
The Coal Miner's Welfare Board of Western
Australia
The National Trust of Australia (W.A.)
The Parliamentary Commissioner for
Administrative Investigations
The Potato Growing Industry Trust Fund
Advisory Committee
The Poultry Industry Trust Fund Committee
The Treasury
Trustees of the Public Education Endowment
Valuer General's Office
Water and Rivers Commission
West Coast College of TAFE
Western Australian Boxing Commission

Western Australian Building Management
Authority
Western Australian Department of Training
and Employment
Western Australian Electoral Commission
Western Australian Greyhound Racing
Authority
Western Australian Health Promotion
Foundation
Western Australian Independent Gas Pipelines
Access Regulator
Western Australian Institute of Sport
Western Australian Meat Industry Authority
Western Australian Planning Commission
Western Australian Sports Centre Trust
Western Australian Tourism Commission
Wheatbelt Development Commission
Workers' Compensation and Rehabilitation
Commission
WorkSafe Western Australia
Zoological Gardens Board

Public Non-Financial Corporations

Albany Port Authority
Animal Resources Authority
Broome Port Authority
Bunbury Port Authority
Bunbury Water Board
Busselton Water Board
Dampier Port Authority
East Perth Redevelopment Authority
Electricity Corporation (Western Power
Corporation)
Esperance Port Authority
Forest Products Commission
Fremantle Cemetery Board
Fremantle Port Authority
Gas Corporation (AlintaGas)
Geraldton Port Authority
Gold Corporation
Government Employees Housing Authority
Lotteries Commission
Metropolitan (Perth) Passenger Transport
Trust

Metropolitan Cemeteries Board
Midland Redevelopment Authority
Perth Market Authority
Port Hedland Port Authority
Potato Marketing Corporation of Western
Australia
Rottnest Island Authority
Subiaco Redevelopment Authority
The Eastern Goldfields Transport Board
The Grain Pool of W.A.
The State Housing Commission
The Western Australian Government Railways
Commission
Totalisator Agency Board
Water Corporation
Western Australian Coastal Shipping
Commission
Western Australian Egg Marketing Board
Western Australian Land Authority

Public Financial Corporations

Country Housing Authority
Insurance Commission of Western Australia
Keystart Housing Scheme, comprising:
Keystart Bonds Ltd
Keystart Loans Ltd
Keystart Support Pty Ltd
Keystart Support (Subsidiary) Pty Ltd
Riskcover

Western Australian Treasury Corporation

Agencies Outside the State's Public Sector

The entities listed below, which administer superannuation and like funds and/or hold private funds in trust or fidelity type funds, are not included in the public sector used in this publication. This is because the assets are not available for the benefit of, and/or are not controlled by, the State.

Coal Industry Superannuation Board
Coal Mines Accident Relief Fund Trust
Construction Industry Long Service Leave Payments Board
Curtin University of Technology and its subsidiaries
Edith Cowan University
Government Employees Superannuation Board
Legal Contribution Trust
Murdoch University and its subsidiary
Parliamentary Superannuation Board
Public Trustee
The University of Western Australia and its subsidiary
Western Australian Fire Brigades Board
Other Professional and Trade Supervisory and Regulatory Boards

Table 1

GENERAL GOVERNMENT
Operating Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
REVENUE						
Taxation	2,153.3	2,334.7	2,533.8	2,698.5	3,053.5	3,270.2
Current grants and subsidies	2,845.4	3,046.0	3,077.6	3,103.3	3,177.6	3,299.7
Capital grants	216.7	155.5	362.4	161.4	157.6	188.9
Sales of goods and services	682.3	787.8	829.1	733.8	818.3	924.2
Interest income	137.9	174.6	176.2	143.3	113.9	106.5
Revenue from public corporations						
Dividends	153.8	173.5	212.6	242.7	240.7	340.3
Tax equivalent payments	-	0.5	123.7	146.8	245.9	234.6
Royalty income	332.3	460.3	399.1	390.7	413.8	419.4
Other	194.8	225.7	177.7	234.8	318.8	200.5
<i>Total</i>	6,716.6	7,358.5	7,892.1	7,855.3	8,540.0	8,984.3
EXPENSES						
Gross operating expenses						
Salaries	3,086.3	2,935.1	3,129.1	3,298.0	3,535.9	3,568.3
Depreciation and amortisation	293.7	251.2	286.8	353.6	383.6	419.9
Superannuation	140.5	137.1	207.4	288.4	321.9	322.7
Other	1,562.4	1,764.1	1,881.2	1,965.9	2,124.7	2,401.0
Nominal superannuation interest	212.8	216.5	207.2	234.7	268.1	275.9
Other interest	429.9	464.7	467.8	321.8	327.9	224.2
Current transfers	1,001.2	996.0	957.7	1,389.8	1,639.4	1,653.4
Capital transfers	348.6	176.6	453.8	201.0	202.0	253.9
<i>Total</i>	7,075.4	6,941.3	7,591.0	8,053.1	8,803.5	9,119.3
NET OPERATING BALANCE	-358.8	417.3	301.1	-197.9	-263.5	-135.0
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Gross fixed capital formation	378.2	491.8	2,036.3	342.3	595.2	657.0
less depreciation	293.7	251.2	286.8	353.6	383.6	419.9
plus change in inventories	-	-	-	-	-	12.0
plus other movements in non-financial assets	9.8	27.9	37.2	19.2	3.1	-29.4
<i>Total</i>	94.3	268.6	1,786.6	8.0	214.6	219.7
NET LENDING/BORROWING	-453.1	148.7	-1,485.5	-205.8	-478.1	-354.7
Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)						
NET OPERATING BALANCE	-358.8	417.3	301.1	-197.9	-263.5	-135.0
less provisions for doubtful debts	-	-	-	-	-	-
plus net gains on assets (including derivatives)	25.2	179.4	688.8	19.3	1,159.6	-14.4
plus capitalised interest	-	-	-	-	-	-
less revaluation of superannuation liabilities	16.4	13.6	-64.1	417.4	36.1	36.2
plus all other adjustments	-	-	-	-	-	-21.5
AAS OPERATING RESULT	-350.0	583.0	1,054.0	-596.0	860.0	-208.1

Note: Columns may not add due to rounding.

Table 2

GENERAL GOVERNMENT
Balance Sheet at 30 June

	1994	1995	1996	1997	1998	1999
	\$m	\$m	\$m	\$m	\$m	\$m
ASSETS						
<i>Financial assets</i>						
Cash and deposits	81.0	70.0	115.0	164.0	161.0	154.5
Advances paid	1,793.8	1,744.7	1,434.3	1,263.6	1,091.4	1,054.2
Investments, loans and placements	1,020.0	1,252.0	1,260.0	1,182.0	1,260.0	1,287.2
Other non-equity assets	203.6	351.0	466.4	481.5	712.0	650.3
Equity	4,925.6	11,207.0	12,664.0	13,766.2	14,331.6	14,671.7
<i>Total</i>	<i>8,024.0</i>	<i>14,624.7</i>	<i>15,939.8</i>	<i>16,857.3</i>	<i>17,556.0</i>	<i>17,817.9</i>
<i>Non-Financial assets</i>						
Land and fixed assets	17,426.5	18,317.9	19,802.9	22,186.0	21,751.0	22,679.1
Other non-financial assets	6.3	7.8	8.4	7.8	511.8	273.1
<i>Total</i>	<i>17,432.8</i>	<i>18,325.7</i>	<i>19,811.3</i>	<i>22,193.7</i>	<i>22,262.7</i>	<i>22,952.2</i>
TOTAL ASSETS	25,456.8	32,950.3	35,751.1	39,051.0	39,818.8	40,770.1
LIABILITIES						
Deposits held	585.7	649.3	501.3	411.5	301.0	278.1
Advances received	1,602.3	1,424.1	1,127.8	1,098.2	946.4	898.8
Borrowings	3,456.4	3,581.2	2,611.7	2,487.5	1,665.0	1,736.5
Unfunded superannuation liabilities	3,457.8	3,307.6	3,767.5	4,332.2	4,597.4	4,945.0
Other employee entitlements and provisions	595.9	673.6	747.9	895.9	911.5	907.3
Non-equity liabilities	263.4	325.5	167.8	89.5	477.2	518.2
TOTAL LIABILITIES	9,961.5	9,961.3	8,924.1	9,314.8	8,898.4	9,283.9
NET WORTH	15,495.4	22,989.0	26,827.0	29,736.2	30,920.3	31,486.2
<i>Memorandum Item: Net Debt</i>	<i>2,749.7</i>	<i>2,587.9</i>	<i>1,431.5</i>	<i>1,387.6</i>	<i>400.0</i>	<i>417.5</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)						
NET WORTH	15,495.4	22,989.0	26,827.0	29,736.2	30,920.3	31,486.2
<i>less</i> equity (net worth) of PNFC and PFC sectors	4,925.4	11,207.0	12,664.0	13,766.2	14,331.3	14,671.7
<i>plus</i> land vested with other sectors	-	-	-	-	-	-
<i>less</i> all other adjustments	-	-	-	-	-	-
AAS NET ASSETS	10,570.0	11,782.0	14,163.0	15,970.0	16,589.0	16,814.5

Note: Columns may not add due to rounding.

Table 3

GENERAL GOVERNMENT
Cash Flow Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
RECEIPTS FROM OPERATING ACTIVITIES						
Taxes received	2,219.5	2,394.2	2,585.4	2,687.9	3,049.3	3,242.8
Receipts from sales of goods and services	689.3	892.2	882.5	849.6	927.9	860.0
Grants and subsidies received	3,032.1	3,191.1	3,432.1	3,250.6	3,323.2	3,489.4
Other receipts	768.0	821.1	946.2	1,082.7	1,200.8	1,574.0
<i>Total</i>	<i>6,708.9</i>	<i>7,298.6</i>	<i>7,846.2</i>	<i>7,870.8</i>	<i>8,501.2</i>	<i>9,166.2</i>
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-4,685.8	-4,883.1	-5,197.7	-5,401.4	-5,851.3	-6,337.4
Grants and subsidies paid	-1,013.9	-1,003.1	-1,083.1	-1,594.8	-1,791.2	-1,884.9
Interest paid	-464.9	-476.8	-464.6	-347.4	-318.5	-231.9
Other payments	-306.0	-205.7	-195.5	-71.5	-191.6	-124.6
<i>Total</i>	<i>-6,470.7</i>	<i>-6,568.7</i>	<i>-6,940.9</i>	<i>-7,415.1</i>	<i>-8,152.5</i>	<i>-8,578.8</i>
Net Cash Flow from Operating Activities	238.2	729.9	905.3	455.7	348.7	587.4
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-456.9	-591.0	-803.5	-560.2	-602.6	-669.1
Sales of non-financial assets	70.0	73.9	103.5	197.3	93.9	121.0
<i>Total</i>	<i>-386.9</i>	<i>-517.0</i>	<i>-700.0</i>	<i>-362.9</i>	<i>-508.8</i>	<i>-548.1</i>
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-	-	551.8	-	1,171.1	133.7
Liquidity purposes	5.4	7.2	201.7	-16.0	-55.0	-8.3
<i>Total</i>	<i>5.4</i>	<i>7.2</i>	<i>753.5</i>	<i>-16.0</i>	<i>1,116.1</i>	<i>125.4</i>
Net Cash Flow from Investing Activities	-381.5	-509.8	53.5	-378.9	607.3	-422.7
FINANCING ACTIVITIES						
Advances received (net)	-0.9	-192.6	-209.9	160.0	-120.4	-9.5
Borrowings (net)	85.1	149.5	-1,060.6	-76.8	-666.2	24.8
Deposits received (net)	-	-	-	-	-	-
Other financing	87.2	-118.4	208.7	-10.0	-13.0	-59.6
<i>Total</i>	<i>171.3</i>	<i>-161.5</i>	<i>-1,061.8</i>	<i>73.2</i>	<i>-799.6</i>	<i>-44.2</i>
<i>Opening cash balance</i>	<i>330.5</i>	<i>358.6</i>	<i>417.2</i>	<i>314.2</i>	<i>464.1</i>	<i>620.5</i>
NET INCREASE IN CASH HELD^(a)	28.1	58.6	-103.0	150.0	156.4	120.5
<i>Closing cash balance</i>	<i>358.6</i>	<i>417.2</i>	<i>314.2</i>	<i>464.1</i>	<i>620.5</i>	<i>741.0</i>
<i>Net cash from operating activities and investments in non-financial assets</i>	<i>-148.7</i>	<i>212.9</i>	<i>205.3</i>	<i>92.8</i>	<i>-160.1</i>	<i>39.3</i>
<i>less finance leases and similar arrangements</i>	<i>-</i>	<i>0.7</i>	<i>3.1</i>	<i>0.5</i>	<i>-33.3</i>	<i>-58.5</i>
GFS Cash Surplus	-148.7	213.6	208.4	93.3	-193.4	-19.2

(a) The GFS concept of net increase in cash held is identical to the AAS 31 concept of net increase in cash held.

Note: Columns may not add due to rounding.

Table 4

PUBLIC NON-FINANCIAL CORPORATIONS
Operating Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
REVENUE						
Current grants and subsidies	263.3	277.7	142.7	422.4	404.4	491.2
Capital grants	357.0	302.8	223.1	176.5	144.4	100.5
Sales of goods and services	4,749.6	4,856.2	4,972.2	5,096.0	5,734.2	5,275.1
Interest income	68.7	83.3	90.9	80.1	71.9	81.2
Other	28.7	49.3	159.9	111.0	162.8	196.0
<i>Total</i>	<i>5,467.3</i>	<i>5,569.3</i>	<i>5,588.9</i>	<i>5,886.0</i>	<i>6,517.7</i>	<i>6,143.9</i>
EXPENSES						
Gross operating expenses						
Salaries	615.6	619.0	502.1	483.4	458.6	489.8
Depreciation and amortisation	354.3	464.0	495.4	498.6	498.0	502.0
Superannuation	28.4	29.3	33.5	42.7	41.9	45.2
Other	3,016.3	3,119.3	3,264.5	3,352.6	3,848.0	3,488.5
Nominal superannuation interest						
Other interest	647.2	625.8	635.9	598.9	600.6	558.8
Other property expenses	124.5	125.0	225.8	386.3	480.3	570.4
Current transfers	84.2	101.3	160.5	169.4	179.9	151.5
Capital transfers	7.2	16.2	65.4	53.0	21.2	-
<i>Total</i>	<i>4,877.7</i>	<i>5,099.8</i>	<i>5,383.1</i>	<i>5,584.8</i>	<i>6,128.6</i>	<i>5,806.3</i>
NET OPERATING BALANCE	589.6	469.5	205.8	301.2	389.1	337.6
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Gross fixed capital formation	601.6	434.4	634.3	1,078.6	-1,303.4	846.8
less depreciation	354.3	464.0	495.4	498.6	498.0	502.0
plus change in inventories	-	-	-	-	-	-78.8
plus other movements in non-financial assets	-35.0	-20.4	5.1	-62.3	-23.2	-94.3
<i>Total</i>	<i>212.2</i>	<i>-50.0</i>	<i>143.9</i>	<i>517.7</i>	<i>-1,824.6</i>	<i>171.8</i>
NET LENDING/BORROWING	377.4	519.5	61.9	-216.5	2,213.7	165.8
Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)						
NET OPERATING BALANCE	589.6	469.5	205.8	301.2	389.1	337.6
less provisions for doubtful debts	-	-	-	-	-	-
plus net gains on assets (including derivatives)	56.9	38.6	163.7	9.6	-34.0	-37.8
plus capitalised interest	-	-	-	-	-	-
less revaluation of superannuation liabilities	52.1	119.8	52.8	-322.3	26.1	20.5
less difference in assumed funding of PNFC transfers	-	-	-	-	-	-
plus all other adjustments	-	-	-	-	-	22.5
AAS OPERATING RESULT	594.5	388.3	316.7	633.0	329.0	301.8

Note: Columns may not add due to rounding.

Table 5

PUBLIC NON-FINANCIAL CORPORATIONS
Balance Sheet at 30 June

	1994	1995	1996	1997	1998	1999
	\$m	\$m	\$m	\$m	\$m	\$m
ASSETS						
<i>Financial assets</i>						
Cash and deposits	531.9	594.0	476.6	373.3	336.5	224.8
Advances paid	342.9	313.5	321.7	302.4	450.0	374.6
Investments, loans and placements	323.5	412.0	350.8	344.6	303.3	755.9
Other non-equity assets	708.5	709.1	697.2	671.5	641.2	729.2
Equity	12.8	13.3	8.5	2.7	2.5	2.1
<i>Total</i>	<i>1,919.6</i>	<i>2,041.8</i>	<i>1,854.8</i>	<i>1,694.5</i>	<i>1,733.5</i>	<i>2,086.6</i>
<i>Non-Financial assets</i>						
Land and fixed assets	11,528.7	17,356.2	19,282.9	20,281.8	20,129.8	20,280.2
Other non-financial assets	14.5	44.8	17.3	7.6	8.9	12.5
<i>Total</i>	<i>11,543.2</i>	<i>17,401.0</i>	<i>19,300.2</i>	<i>20,289.4</i>	<i>20,138.7</i>	<i>20,292.7</i>
TOTAL ASSETS	13,462.8	19,442.8	21,155.0	21,983.9	21,872.2	22,379.3
LIABILITIES						
Deposits held	11.1	8.6	5.7	5.5	8.7	7.8
Advances received	1,403.1	1,364.5	1,259.3	1,075.8	876.0	814.6
Borrowings	5,298.1	5,094.8	5,047.6	5,240.9	4,717.0	5,273.5
Unfunded superannuation liabilities	906.0	931.0	841.0	487.0	482.0	290.0
Other employee entitlements and provisions	166.8	176.0	214.9	236.6	313.0	259.1
Non-equity liabilities	880.3	954.7	834.6	852.9	866.4	952.7
TOTAL LIABILITIES	8,665.4	8,529.5	8,203.1	7,898.7	7,263.2	7,597.7
NET WORTH	4,797.4	10,913.3	12,951.9	14,085.1	14,608.9	14,781.6
<i>Memorandum Item: Net Debt</i>	<i>5,514.0</i>	<i>5,148.3</i>	<i>5,163.4</i>	<i>5,302.0</i>	<i>4,512.0</i>	<i>4,740.6</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)						
NET WORTH	4,797.4	10,913.3	12,951.9	14,085.1	14,608.9	14,781.6
<i>less difference in assumed funding of PNFC transfers</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>less all other adjustments</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
AAS NET ASSETS	4,797.4	10,913.3	12,951.9	14,085.1	14,608.9	14,781.6

Note: Columns may not add due to rounding.

Table 6

PUBLIC NON-FINANCIAL CORPORATIONS
Cash Flow Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
RECEIPTS FROM OPERATING ACTIVITIES						
Receipts from sales of goods and services	4,668.3	4,650.2	4,919.3	5,115.4	5,762.7	5,373.6
Grants and subsidies received	188.3	320.2	249.7	521.6	514.7	538.9
Other receipts	313.1	324.4	218.1	134.6	115.2	74.9
<i>Total</i>	<i>5,169.6</i>	<i>5,294.8</i>	<i>5,387.2</i>	<i>5,771.6</i>	<i>6,392.6</i>	<i>5,987.4</i>
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-3,674.8	-3,625.6	-3,846.3	-3,814.7	-4,174.3	-4,125.0
Grants and subsidies paid	-33.9	-32.2	-36.9	-79.0	-81.0	-103.0
Interest paid	-608.2	-622.2	-600.0	-611.6	-583.2	-542.9
Other payments	-55.6	-45.5	-45.7	-44.5	-81.5	-45.9
<i>Total</i>	<i>-4,372.5</i>	<i>-4,325.5</i>	<i>-4,528.9</i>	<i>-4,549.8</i>	<i>-4,920.0</i>	<i>-4,816.8</i>
Net Cash Flow from Operating Activities	797.2	969.3	858.3	1,221.8	1,472.6	1,170.6
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-836.6	-771.9	-926.3	-1,248.1	-1,300.1	-1,131.1
Sales of non-financial assets	270.0	351.5	335.3	276.9	2,637.0	367.8
<i>Total</i>	<i>-566.6</i>	<i>-420.4</i>	<i>-590.9</i>	<i>-971.2</i>	<i>1,336.9</i>	<i>-763.4</i>
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-	-	-	-	-986.0	-
Liquidity purposes	-2.5	5.2	-130.6	-3.3	-194.8	36.7
<i>Total</i>	<i>-2.5</i>	<i>5.2</i>	<i>-130.6</i>	<i>-3.3</i>	<i>-1,180.8</i>	<i>36.7</i>
Net Cash Flow from Investing Activities	-569.1	-415.2	-721.5	-974.5	156.2	-726.6
FINANCING ACTIVITIES						
Advances received (net)	-149.3	-34.8	-103.9	-185.5	-232.1	-44.2
Borrowings (net)	-108.8	-241.2	-26.0	183.4	-822.4	222.4
Deposits received (net)	-	-	-	-	-	-
Distributions paid	-122.8	-129.5	-142.1	-366.3	-418.1	-643.4
Other financing	185.6	14.1	56.3	-1.9	-209.8	-49.8
<i>Total</i>	<i>-195.3</i>	<i>-391.4</i>	<i>-215.7</i>	<i>-370.3</i>	<i>-1,682.4</i>	<i>-515.1</i>
<i>Opening cash balance</i>	<i>588.4</i>	<i>621.2</i>	<i>784.0</i>	<i>705.0</i>	<i>582.0</i>	<i>528.3</i>
NET INCREASE IN CASH HELD^(a)	32.8	162.8	-79.0	-123.0	-53.7	-71.2
<i>Closing cash balance</i>	<i>621.2</i>	<i>784.0</i>	<i>705.0</i>	<i>582.0</i>	<i>528.3</i>	<i>457.0</i>
<i>Net cash from operating activities, distributions paid and investments in non-financial assets</i>	<i>107.8</i>	<i>419.4</i>	<i>125.2</i>	<i>-115.7</i>	<i>2,391.4</i>	<i>-236.2</i>
<i>less finance leases and similar arrangements</i>	<i>-</i>	<i>8.7</i>	<i>14.6</i>	<i>8.0</i>	<i>9.1</i>	<i>10.8</i>
GFS Cash Surplus	107.8	428.1	139.8	-107.8	2,400.5	-225.5

(a) The GFS concept of net increase in cash held is identical to the AAS 31 concept of net increase in cash held.

Note: Columns may not add due to rounding.

Table 7

TOTAL NON-FINANCIAL PUBLIC SECTOR
Operating Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
REVENUE						
Taxation	2,105.3	2,288.5	2,491.5	2,659.3	3,012.9	3,226.1
Current grants and subsidies	2,845.4	3,046.0	3,077.6	3,103.3	3,177.6	3,299.7
Capital grants	391.0	332.3	414.2	228.4	200.7	188.9
Sales of goods and services	5,350.0	5,587.2	5,729.2	5,703.1	6,476.4	6,062.5
Interest income	100.1	147.8	170.9	155.8	133.6	162.5
Royalty income	332.3	460.3	399.1	390.7	413.8	419.4
Other	192.8	240.9	320.1	310.0	433.7	377.0
<i>Total</i>	<i>11,316.9</i>	<i>12,103.0</i>	<i>12,602.5</i>	<i>12,550.5</i>	<i>13,848.7</i>	<i>13,736.2</i>
EXPENSES						
Gross operating expenses						
Salaries	3,701.9	3,554.1	3,631.2	3,781.4	3,994.5	4,058.1
Depreciation and amortisation	648.1	715.2	782.2	852.1	881.6	921.9
Superannuation	114.2	106.3	185.9	302.8	338.9	350.4
Other	4,496.8	4,825.9	5,073.6	5,191.7	5,896.6	5,752.9
Nominal superannuation interest	212.8	216.5	207.2	234.7	268.1	275.9
Other interest	970.5	980.4	1,007.5	853.1	876.3	757.8
Other property expenses	-	-	-	-	-	-
Current transfers	768.8	751.0	923.2	1,092.0	1,366.3	1,263.4
Capital transfers	173.1	66.8	284.9	139.3	100.8	153.3
<i>Total</i>	<i>11,086.0</i>	<i>11,216.2</i>	<i>12,095.6</i>	<i>12,447.2</i>	<i>13,723.2</i>	<i>13,533.6</i>
NET OPERATING BALANCE	230.9	886.8	506.9	103.3	125.6	202.6
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Gross fixed capital formation	979.8	991.8	2,544.6	1,410.5	-750.7	1,503.9
<i>less</i> depreciation	648.1	715.2	782.2	852.1	881.6	921.9
<i>plus</i> change in inventories	-	-	-	-	-	-66.8
<i>plus</i> other movements in non-financial assets	-25.2	7.5	42.2	-43.1	-20.1	-123.6
<i>Total</i>	<i>306.5</i>	<i>284.1</i>	<i>1,804.6</i>	<i>515.3</i>	<i>-1,652.4</i>	<i>391.5</i>
NET LENDING/BORROWING	-75.7	602.6	-1,297.6	-411.9	1,778.0	-189.0
Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)						
NET OPERATING BALANCE	230.9	886.8	506.9	103.3	125.6	202.6
<i>less</i> provisions for doubtful debts	-	-	-	-	-	-
<i>plus</i> net gains on assets (including derivatives)	82.1	218.0	852.5	28.9	1,125.6	-52.2
<i>plus</i> capitalised interest	-	-	-	-	-	-
<i>less</i> revaluation of superannuation liabilities	68.5	133.4	-11.3	95.2	62.2	56.7
<i>less</i> difference in assumed funding of PNFC transfers	-	-	-	-	-	-
<i>plus</i> all other adjustments	-	-	-	-	-	-
AAS OPERATING RESULT	244.5	971.3	1,370.7	37.0	1,189.0	93.7

Note: Columns may not add due to rounding.

Table 8

TOTAL NON-FINANCIAL PUBLIC SECTOR
Balance Sheet at 30 June

	1994	1995	1996	1997	1998	1999
	\$m	\$m	\$m	\$m	\$m	\$m
ASSETS						
<i>Financial assets</i>						
Cash and deposits	120.9	113.1	178.3	207.4	371.8	252.5
Advances paid	704.5	661.0	464.4	460.3	664.8	614.3
Investments, loans and placements	1,323.8	1,650.0	1,601.3	1,520.8	1,554.2	2,034.9
Other non-equity assets	875.4	1,024.7	1,052.6	1,019.8	974.4	1,056.4
Equity	140.8	307.3	-279.4	-316.1	-274.8	-107.8
<i>Total</i>	<i>3,165.3</i>	<i>3,756.1</i>	<i>3,017.3</i>	<i>2,892.1</i>	<i>3,290.4</i>	<i>3,850.4</i>
<i>Non-Financial assets</i>						
Land and fixed assets	28,955.4	35,676.1	39,085.8	42,467.6	41,880.8	42,959.2
Other non-financial assets	20.8	52.5	25.6	15.4	520.6	285.5
<i>Total</i>	<i>28,976.3</i>	<i>35,728.6</i>	<i>39,111.5</i>	<i>42,483.0</i>	<i>42,401.4</i>	<i>43,244.7</i>
TOTAL ASSETS	32,141.5	39,484.8	42,128.7	45,375.1	45,691.8	47,095.1
LIABILITIES						
Deposits held	99.8	100.7	90.6	84.0	175.7	151.7
Advances received	1,572.6	1,391.3	1,095.4	1,068.3	945.8	898.8
Borrowings	8,740.4	8,668.4	7,653.0	7,725.7	6,381.3	7,009.3
Unfunded superannuation liabilities	4,363.8	4,238.6	4,608.6	4,819.2	5,079.4	5,235.0
Other employee entitlements and provisions	762.7	849.6	962.8	1,132.6	1,224.5	1,166.4
Non-equity liabilities	1,106.8	1,247.2	891.4	809.1	964.8	1,147.8
TOTAL LIABILITIES	16,646.2	16,495.7	15,301.8	15,638.9	14,771.4	15,609.0
NET WORTH	15,495.4	22,989.0	26,827.0	29,736.2	30,920.3	31,486.1
<i>Memorandum Item: Net Debt</i>	<i>8,263.7</i>	<i>7,736.3</i>	<i>6,594.9</i>	<i>6,689.6</i>	<i>4,912.0</i>	<i>5,158.0</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)						
NET WORTH	15,495.4	22,989.0	26,827.0	29,736.2	30,920.3	31,486.1
<i>less equity (net worth) of the PFC sector</i>	<i>128.0</i>	<i>293.8</i>	<i>-287.9</i>	<i>-318.9</i>	<i>-277.6</i>	<i>-110.0</i>
<i>plus land vested with other sectors</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>less difference in assumed funding of PNFC transfers</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>less all other adjustments</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
AAS NET ASSETS	15,367.4	22,695.3	27,114.9	30,055.1	31,197.9	31,596.1

Note: Columns may not add due to rounding.

Table 9

TOTAL NON-FINANCIAL PUBLIC SECTOR
Cash Flow Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
RECEIPTS FROM OPERATING ACTIVITIES						
Taxes received	2,170.2	2,349.9	2,545.9	2,646.8	3,007.4	3,196.9
Receipts from sales of goods and services	5,270.8	5,494.5	5,721.5	5,918.1	6,611.6	6,111.4
Grants and subsidies received	3,032.1	3,191.1	3,432.1	3,250.6	3,323.2	3,489.4
Other receipts	766.5	820.9	748.4	719.0	748.5	740.8
<i>Total</i>	11,239.5	11,856.4	12,447.8	12,534.5	13,690.7	13,538.6
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-8,219.2	-8,406.4	-8,906.6	-9,138.8	-9,921.9	-10,133.0
Grants and subsidies paid	-859.6	-715.0	-870.3	-1,152.3	-1,357.5	-1,449.1
Interest paid	-942.5	-960.2	-937.7	-861.0	-820.9	-721.4
Other payments	-305.7	-205.1	-194.8	-72.3	-189.1	-122.2
<i>Total</i>	-10,327.0	-10,286.7	-10,909.4	-11,224.4	-12,289.4	-12,425.7
Net Cash Flow from Operating Activities	912.6	1,569.7	1,538.4	1,310.2	1,401.3	1,112.9
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-1,293.4	-1,362.9	-1,636.8	-1,808.4	-1,902.7	-1,800.2
Sales of non-financial assets	340.0	359.8	345.9	474.2	2,730.9	488.7
<i>Total</i>	-953.5	-1,003.0	-1,290.9	-1,334.1	828.2	-1,311.5
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-	-	551.8	-	-	13.7
Liquidity purposes	2.9	12.4	71.1	-19.3	-249.7	28.4
<i>Total</i>	2.9	12.4	622.9	-19.3	-249.7	42.0
Net Cash Flow from Investing Activities	-950.6	-990.6	-668.0	-1,353.5	578.4	-1,269.4
CASH FLOWS FROM FINANCING ACTIVITIES						
Advances received (net)	-150.2	-227.4	-313.8	-25.5	-156.5	-19.7
Borrowings (net)	-23.7	-91.7	-1,086.7	106.6	-1,488.7	247.2
Deposits received (net)	-	-	-	-	-	-
Distributions paid	0.1	-	83.0	1.0	1.8	95.1
Other financing	272.8	-38.7	265.1	-12.0	-235.9	-116.7
<i>Total</i>	98.9	-357.8	-1,052.4	70.2	-1,879.2	205.8
<i>Opening cash balance</i>	<i>918.9</i>	<i>979.9</i>	<i>1,201.2</i>	<i>1,019.2</i>	<i>1,046.1</i>	<i>1,146.6</i>
NET INCREASE IN CASH HELD^(a)	60.9	221.3	-182.0	26.9	100.5	49.3
<i>Closing cash balance</i>	<i>979.9</i>	<i>1,201.2</i>	<i>1,019.2</i>	<i>1,046.1</i>	<i>1,146.6</i>	<i>1,195.9</i>
<i>Net cash from operating activities, distributions paid and investments in non-financial assets less finance leases and similar arrangements</i>						
	<i>-40.8</i>	<i>566.7</i>	<i>330.5</i>	<i>-22.9</i>	<i>2,231.3</i>	<i>-103.5</i>
	<i>-</i>	<i>9.4</i>	<i>17.7</i>	<i>8.5</i>	<i>-24.2</i>	<i>-47.7</i>
GFS Cash Surplus	-40.8	576.1	348.2	-14.4	2,207.1	-151.3

(a) The GFS concept of net increase in cash held is identical to the AAS 31 concept of net increase in cash held.

Note: Columns may not add due to rounding.

Table 10

PUBLIC FINANCIAL CORPORATIONS
Operating Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
REVENUE						
Current grants and subsidies	-	-	-	-	-	-
Capital grants	123.9	-	74.8	-	-	-
Sales of goods and services	552.6	483.3	420.5	447.2	465.7	484.8
Interest income	1,758.1	1,764.9	1,437.3	1,086.8	1,072.3	938.6
Other	6.7	-	9.8	-	88.8	17.7
<i>Total</i>	<i>2,441.3</i>	<i>2,248.2</i>	<i>1,942.3</i>	<i>1,534.0</i>	<i>1,626.8</i>	<i>1,441.1</i>
EXPENSES						
Gross operating expenses						
Salaries	129.8	131.5	62.7	13.7	14.8	16.1
Depreciation and amortisation	36.4	25.5	11.5	1.1	1.6	1.6
Superannuation	9.2	9.2	7.3	2.2	2.5	2.4
Other	599.8	432.9	358.5	375.4	693.7	480.6
Nominal superannuation interest	-	-	-	-	-	-
Other interest	1,363.1	1,414.7	1,261.9	895.3	848.2	641.2
Other property expenses	29.6	48.8	109.9	-	-	10.0
Current transfers	25.9	4.8	1.9	2.2	2.9	1.6
Capital transfers	-	-	1.6	-	12.0	-
<i>Total</i>	<i>2,193.8</i>	<i>2,067.5</i>	<i>1,815.2</i>	<i>1,289.8</i>	<i>1,575.8</i>	<i>1,153.4</i>
NET OPERATING BALANCE	247.5	180.7	127.1	244.2	51.1	287.7
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Gross fixed capital formation	0.9	-126.7	19.3	1.3	13.1	14.3
<i>less</i> depreciation	<i>36.4</i>	<i>25.5</i>	<i>11.5</i>	<i>1.1</i>	<i>1.6</i>	<i>1.6</i>
<i>plus</i> change in inventories	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>plus</i> other movements in non-financial assets	<i>9.6</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Total</i>	<i>-26.0</i>	<i>-152.3</i>	<i>7.8</i>	<i>0.2</i>	<i>11.6</i>	<i>12.8</i>
NET LENDING/BORROWING	273.5	333.0	119.3	244.0	39.5	274.9
<i>Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)</i>						
NET OPERATING BALANCE	247.5	180.7	127.1	244.2	51.1	287.7
<i>less</i> provisions for doubtful debts	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>plus</i> net gains on assets (including derivatives)	<i>63.6</i>	<i>-</i>	<i>-287.2</i>	<i>-3.0</i>	<i>-9.0</i>	<i>-120.2</i>
<i>plus</i> capitalised interest	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>less</i> revaluation of superannuation liabilities	<i>-0.1</i>	<i>-4.5</i>	<i>-36.3</i>	<i>-3.1</i>	<i>-0.2</i>	<i>-0.2</i>
<i>plus</i> all other adjustments	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
AAS OPERATING RESULT	311.3	185.2	-123.7	244.3	42.2	167.7

Note: Columns may not add due to rounding.

Table 11

PUBLIC FINANCIAL CORPORATIONS
Balance Sheet at 30 June

	1994	1995	1996	1997	1998	1999
	\$m	\$m	\$m	\$m	\$m	\$m
ASSETS						
<i>Financial assets</i>						
Cash and deposits	137.7	175.1	5.2	5.9	8.2	18.3
Advances paid	659.0	705.0	754.6	871.4	1,163.1	1,461.1
Investments, loans and placements	21,498.0	19,118.9	9,745.5	10,111.6	8,724.0	9,998.0
Other non-equity assets	1,539.3	1,387.8	210.3	212.2	358.7	349.5
Equity	100.0	104.2	197.4	310.8	351.9	442.2
<i>Total</i>	<i>23,934.0</i>	<i>21,491.0</i>	<i>10,913.0</i>	<i>11,511.9</i>	<i>10,605.9</i>	<i>12,269.1</i>
<i>Non-Financial assets</i>						
Land and fixed assets	501.3	332.3	215.4	234.4	253.3	265.7
Other non-financial assets	-	-	3.0	2.7	46.4	-
<i>Total</i>	<i>501.3</i>	<i>332.3</i>	<i>218.4</i>	<i>237.0</i>	<i>299.7</i>	<i>265.7</i>
TOTAL ASSETS	24,435.3	21,823.4	11,131.3	11,748.9	10,905.5	12,534.8
LIABILITIES						
Deposits held	3,669.0	2,218.3	-	-	-	-
Advances received	220.0	220.0	-	-	100.0	3.5
Borrowings	18,863.3	17,474.2	10,265.1	10,895.4	9,575.0	10,979.0
Unfunded superannuation liabilities	49.0	50.0	16.0	14.0	15.0	15.0
Other employee entitlements and provisions	25.0	29.3	3.1	3.7	3.7	4.3
Non-equity liabilities	1,481.0	1,537.8	1,135.0	1,154.8	1,489.5	1,643.0
TOTAL LIABILITIES	24,307.3	21,529.6	11,419.2	12,067.8	11,183.1	12,644.8
NET WORTH	128.0	293.8	-287.9	-318.9	-277.6	-110.0
<i>Memorandum Item: Net Debt</i>	<i>457.5</i>	<i>-86.5</i>	<i>-240.3</i>	<i>-93.5</i>	<i>-220.3</i>	<i>-494.9</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)						
NET WORTH	128.0	293.8	-287.9	-318.9	-277.6	-110.0
<i>less all other adjustments</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
AAS NET ASSETS	128.0	293.8	-287.9	-318.9	-277.6	-110.0

Note: Columns may not add due to rounding.

Table 12

PUBLIC FINANCIAL CORPORATIONS
Cash Flow Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
RECEIPTS FROM OPERATING ACTIVITIES						
Receipts from sales of goods and services	478.2	470.0	398.4	287.6	370.8	438.6
Grants and subsidies received	-	-	-	-	-	-
Other receipts	1,033.9	1,688.4	1,471.3	1,011.3	997.5	811.3
<i>Total</i>	<i>1,512.1</i>	<i>2,158.4</i>	<i>1,869.7</i>	<i>1,298.9</i>	<i>1,368.3</i>	<i>1,250.0</i>
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-473.5	-558.8	-364.1	-315.9	-394.2	-431.3
Grants and subsidies paid	-	-	-	-	-	-
Interest paid	-783.7	-1,316.3	-1,239.1	-907.7	-912.7	-664.7
Other payments	-8.9	-2.0	-1.6	-1.9	-3.3	-1.9
<i>Total</i>	<i>-1,266.1</i>	<i>-1,877.1</i>	<i>-1,604.8</i>	<i>-1,225.5</i>	<i>-1,310.2</i>	<i>-1,097.9</i>
Net Cash Flow from Operating Activities	246.1	281.3	264.9	73.4	58.1	152.0
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-11.6	-22.2	-20.0	-1.6	-1.5	-1.7
Sales of non-financial assets	1.1	148.9	0.7	0.3	0.4	0.4
<i>Total</i>	<i>-10.5</i>	<i>126.7</i>	<i>-19.3</i>	<i>-1.3</i>	<i>-1.1</i>	<i>-1.3</i>
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-	-	-	-	-	-
Liquidity purposes	-296.4	165.4	-135.9	-65.1	-271.4	-336.4
<i>Total</i>	<i>-296.4</i>	<i>165.4</i>	<i>-135.9</i>	<i>-65.1</i>	<i>-271.4</i>	<i>-336.4</i>
Net Cash Flow from Investing Activities	-306.8	292.2	-155.1	-66.4	-272.5	-337.6
FINANCING ACTIVITIES						
Advances received (net)	-	-	-	-	-	-
Borrowings (net)	-10.1	-675.5	468.7	-37.1	-357.0	729.5
Deposits received (net)	-	276.1	720.6	-	-	-
Distributions paid	-29.6	-49.0	-109.6	-	-0.1	-10.0
Other financing	398.3	-440.9	-39.6	110.2	326.8	130.9
<i>Total</i>	<i>358.6</i>	<i>-889.2</i>	<i>1,040.0</i>	<i>73.1</i>	<i>-30.3</i>	<i>850.3</i>
<i>Opening cash balance</i>	<i>1,151.7</i>	<i>1,449.5</i>	<i>1,133.7</i>	<i>2,283.4</i>	<i>2,363.6</i>	<i>2,118.8</i>
NET INCREASE IN CASH HELD^(a)	297.8	-315.8	1,149.8	80.2	-244.8	664.8
<i>Closing cash balance</i>	<i>1,449.5</i>	<i>1,133.7</i>	<i>2,283.4</i>	<i>2,363.6</i>	<i>2,118.8</i>	<i>2,783.6</i>
<i>Net cash from operating activities, distributions paid and investments in non-financial assets</i>						
	206.0	359.1	136.0	72.1	56.9	140.8
<i>less finance leases and similar arrangements</i>						
	-	-	-	-	-	-
GFS Cash Surplus	206.0	359.1	136.0	72.1	56.9	140.8

(a) The GFS concept of net increase in cash held is identical to the AAS 31 concept of net increase in cash held.

Note: Columns may not add due to rounding.

Table 13

TOTAL PUBLIC SECTOR
Operating Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
REVENUE						
Taxation	2,096.2	2,286.5	2,489.7	2,657.3	3,010.1	3,224.6
Current grants and subsidies	2,845.4	3,046.0	3,077.6	3,103.3	3,177.6	3,299.7
Capital grants	391.0	332.3	414.2	228.4	200.7	188.9
Sales of goods and services	5,902.6	6,070.5	6,149.7	6,142.6	6,859.4	6,458.4
Interest income	1,070.9	1,140.9	771.0	533.3	562.4	502.7
Royalty income	332.3	460.3	399.1	390.7	413.8	419.4
Other	492.4	647.3	617.6	699.8	861.1	802.5
<i>Total</i>	<i>12,798.4</i>	<i>13,523.6</i>	<i>13,519.7</i>	<i>13,364.7</i>	<i>14,671.4</i>	<i>14,476.8</i>
EXPENSES						
Gross operating expenses						
Salaries	3,831.7	3,685.6	3,694.0	3,795.1	4,009.4	4,074.3
Depreciation and amortisation	684.5	740.7	793.7	853.3	883.2	923.5
Superannuation	120.2	111.8	191.7	304.1	340.7	352.1
Other	5,096.6	5,258.9	5,432.1	5,559.4	6,445.1	6,143.4
Nominal superannuation interest	212.8	216.5	207.2	234.7	268.1	275.9
Other interest	1,546.3	1,623.3	1,432.2	1,039.1	1,080.9	800.6
Other property expenses	-	-	-	-	-	-
Current transfers	778.8	752.5	923.3	1,092.1	1,366.5	1,263.4
Capital transfers	49.1	66.8	211.6	139.3	100.8	153.3
<i>Total</i>	<i>12,320.0</i>	<i>12,456.1</i>	<i>12,885.7</i>	<i>13,017.2</i>	<i>14,494.7</i>	<i>13,986.5</i>
NET OPERATING BALANCE	478.4	1,067.5	634.1	347.5	176.6	490.3
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Gross fixed capital formation	980.7	865.1	2,563.8	1,411.8	-761.6	1,518.2
<i>less</i> depreciation	<i>684.5</i>	<i>740.7</i>	<i>793.7</i>	<i>853.3</i>	<i>883.2</i>	<i>923.5</i>
<i>plus</i> change in inventories	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-66.8</i>
<i>plus</i> other movements in non-financial assets	<i>-15.6</i>	<i>7.5</i>	<i>42.2</i>	<i>-43.1</i>	<i>-20.1</i>	<i>-123.6</i>
<i>Total</i>	<i>280.6</i>	<i>131.9</i>	<i>1,812.4</i>	<i>515.5</i>	<i>-1,664.9</i>	<i>404.3</i>
NET LENDING/BORROWING	197.8	935.6	-1,178.3	-167.9	1,841.5	86.0
<i>Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)</i>						
NET OPERATING BALANCE	478.4	1,067.5	634.1	347.5	176.6	490.3
<i>less</i> provisions for doubtful debts	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>plus</i> net gains on assets (including derivatives)	<i>145.8</i>	<i>218.0</i>	<i>565.4</i>	<i>25.9</i>	<i>1,116.6</i>	<i>-172.3</i>
<i>plus</i> capitalised interest	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>less</i> revaluation of superannuation liabilities	<i>68.4</i>	<i>128.9</i>	<i>-47.6</i>	<i>92.1</i>	<i>62.0</i>	<i>56.6</i>
<i>less</i> difference in assumed funding of PNFC transfers	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>plus</i> all other adjustments	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
AAS OPERATING RESULT	555.8	1,156.6	1,247.0	281.4	1,231.2	261.4

Note: Columns may not add due to rounding.

Table 14

TOTAL PUBLIC SECTOR
Balance Sheet at 30 June

	1994	1995	1996	1997	1998	1999
	\$m	\$m	\$m	\$m	\$m	\$m
ASSETS						
<i>Financial assets</i>						
Cash and deposits	258.6	288.2	183.5	213.3	380.0	260.0
Advances paid	1,143.5	1,146.0	1,219.1	1,331.7	1,727.9	1,971.9
Investments, loans and placements	14,889.8	12,862.5	4,407.3	4,306.0	4,097.3	4,820.7
Other non-equity assets	1,978.6	1,969.6	1,141.9	1,120.2	1,113.7	1,224.9
Equity	112.8	117.7	205.9	313.6	354.7	444.4
<i>Total</i>	<i>18,383.2</i>	<i>16,384.1</i>	<i>7,157.7</i>	<i>7,284.8</i>	<i>7,673.5</i>	<i>8,721.8</i>
<i>Non-Financial assets</i>						
Land and fixed assets	29,461.5	36,008.7	39,301.2	42,702.1	42,134.0	43,224.9
Other non-financial assets	20.8	52.5	28.6	18.0	567.1	285.5
<i>Total</i>	<i>29,482.3</i>	<i>36,061.2</i>	<i>39,329.8</i>	<i>42,720.0</i>	<i>42,701.1</i>	<i>43,510.4</i>
TOTAL ASSETS	47,865.6	52,445.3	46,487.5	50,004.9	50,374.5	52,232.2
LIABILITIES						
Deposits held	3,768.8	2,319.0	90.6	84.0	175.7	140.9
Advances received	1,572.6	1,391.3	1,095.4	1,068.3	945.8	898.8
Borrowings	19,676.6	18,236.4	10,978.5	11,294.8	9,775.3	10,676.0
Unfunded superannuation liabilities	4,412.8	4,288.6	4,624.6	4,833.2	5,094.4	5,250.0
Other employee entitlements and provisions	787.7	878.9	966.0	1,136.2	1,228.2	1,170.7
Non-equity liabilities	2,151.7	2,342.1	1,905.5	1,852.2	2,234.8	2,609.8
TOTAL LIABILITIES	32,370.3	29,456.3	19,660.5	20,268.6	19,454.2	20,746.1
NET WORTH	15,495.3	22,989.0	26,827.0	29,736.2	30,920.3	31,486.1
<i>Memorandum Item: Net Debt</i>	<i>8,726.2</i>	<i>7,650.0</i>	<i>6,354.7</i>	<i>6,596.1</i>	<i>4,691.7</i>	<i>4,663.1</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)						
NET WORTH	15,495.3	22,989.0	26,827.0	29,736.2	30,920.3	31,486.1
<i>less land vested with other sectors</i>	-	-	-	-	-	-
<i>less difference in assumed funding of PNFC transfers</i>	-	-	-	-	-	-
<i>less all other adjustments</i>	-	-	-	-	-	-
AAS NET ASSETS	15,495.3	22,989.0	26,827.0	29,736.2	30,920.3	31,486.1

Note: Columns may not add due to rounding.

Table 15

TOTAL PUBLIC SECTOR
Cash Flow Statement

	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99
	\$m	\$m	\$m	\$m	\$m	\$m
RECEIPTS FROM OPERATING ACTIVITIES						
Taxes received	2,161.4	2,347.9	2,544.2	2,645.0	2,999.4	3,195.1
Receipts from sales of goods and services	5,749.0	5,964.5	6,119.8	6,205.8	6,892.5	6,455.2
Grants and subsidies received	3,032.1	3,191.1	3,432.1	3,250.6	3,323.2	3,489.4
Other receipts	998.1	1,691.2	1,401.7	1,013.7	1,048.9	979.4
Total	11,940.6	13,194.7	13,497.9	13,115.0	14,264.0	14,119.1
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-8,689.5	-8,961.8	-9,268.9	-9,453.9	-10,220.4	-10,465.2
Grants and subsidies paid	-728.9	-713.7	-795.5	-1,152.3	-1,357.5	-1,449.1
Interest paid	-956.8	-1,510.7	-1,387.3	-1,052.9	-1,053.2	-864.3
Other payments	-305.7	-205.1	-194.8	-72.3	-178.6	-85.5
Total	-10,680.9	-11,391.4	-11,646.5	-11,731.4	-12,809.6	-12,864.2
Net Cash Flow from Operating Activities	1,259.7	1,803.3	1,851.4	1,383.6	1,454.4	1,254.9
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of new non-financial assets	-1,305.0	-1,385.1	-1,656.8	-1,810.0	-1,904.2	-1,801.8
Sales of non-financial assets	341.1	508.8	346.6	474.5	2,731.3	489.1
Total	-963.9	-876.3	-1,310.2	-1,335.5	827.1	-1,312.7
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-	-	-	-	-	13.6
Liquidity purposes	-293.5	177.9	-64.8	-84.4	-521.2	-308.0
Total	-293.5	177.9	-64.8	-84.4	-521.2	-294.3
Net Cash Flow from Investing Activities	-1,257.4	-698.4	-1,375.0	-1,419.8	305.9	-1,607.1
FINANCING ACTIVITIES						
Advances received (net)	-150.2	-227.4	-313.8	-25.5	-156.5	-19.7
Borrowings (net)	-33.8	-777.0	-618.0	69.5	-1,845.6	976.7
Deposits received (net)	-	276.1	720.6	-	-	-
Distributions paid	-27.4	-48.8	-109.6	1.0	1.8	95.1
Other financing	567.9	-422.2	812.1	98.2	95.7	14.1
Total	356.4	-1,199.3	491.3	143.3	-1,904.6	1,066.2
<i>Opening cash balance</i>	<i>2,070.6</i>	<i>2,429.3</i>	<i>2,334.9</i>	<i>3,302.6</i>	<i>3,409.7</i>	<i>3,265.4</i>
NET INCREASE IN CASH HELD^(a)	358.7	-94.4	967.7	107.1	-144.3	714.0
<i>Closing cash balance</i>	<i>2,429.3</i>	<i>2,334.9</i>	<i>3,302.6</i>	<i>3,409.7</i>	<i>3,265.4</i>	<i>3,979.4</i>
<i>Net cash from operating activities, distributions paid and investments in non-financial assets less finance leases and similar arrangements</i>	<i>268.3</i>	<i>878.3</i>	<i>431.7</i>	<i>49.2</i>	<i>2,283.3</i>	<i>37.3</i>
<i>less finance leases and similar arrangements</i>	<i>-</i>	<i>9.4</i>	<i>17.7</i>	<i>8.5</i>	<i>-24.2</i>	<i>-47.7</i>
GFS Cash Surplus	268.3	887.7	449.4	57.7	2,259.0	-10.5

(a) The GFS concept of net increase in cash held is identical to the AAS 31 concept of net increase in cash held.

Note: Columns may not add due to rounding.