

GOVERNMENT FINANCE STATISTICS

AUSTRALIA

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I N Q U I R I E S

For further information about these and related statistics, contact the National Information and Referral Service on 1300 135 070 or Robert Bourke on Canberra (02) 6252 7589.

ABOUT THIS PUBLICATION

This publication presents government finance statistics (GFS) on an accrual accounting basis for each jurisdiction for general government, the non-financial public sector and the total public sector as follows:

- Operating statements for 2003-04;
- Cash flow statements for 2003-04; and
- Balance sheets at 30 June 2004.

Users interested in quarterly GFS data for the current financial year should consult *Government Finance Statistics, Australia, Quarterly* (Cat. no. 5519.0.55.001).

ABOUT THIS ISSUE

This issue contains data for general government, the non-financial public sector and the total public sector. Due to space constraints, tables relating to public non-financial corporations and public financial corporations are not included. Time series data for all sectors can be accessed from AusStats (at www.abs.gov.au).

From 2002-03 NSW state insurance expenses are allocated across all government purpose classification (GPC) categories. NSW Treasury is unable to re-allocate insurance expenses from Other Economic Affairs for the years prior to 2002-03. Within the GPCs for Education, exact expenditures for Special Education in NSW were unknown for the years prior to 2002-03. In years prior to 2002-03 expenditure on Special Education will have been included in Primary and Secondary Education.

The Victorian Treasury has been reviewing its historic GPC allocation. While some revisions have been made to the time series data further revisions are expected to be incorporated in the release of the 2004-05 GFS data in 2006.

TERMINOLOGY

Within government finance statistics (GFS), the consolidated total of transactions of the general government, public non-financial corporations and public financial corporations sectors is referred to as the total public sector.

Wherever the term 'state' is used, this term includes the two territories. Therefore 'state' refers to 'state and territory' and 'state and local' refers to 'state, territory and local'.

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ABBREVIATIONS

ABS	Australian Bureau of Statistics
ASNA	Australian System of National Accounts
GDP	gross domestic product
GFS	Government Finance Statistics
n.e.c.	not elsewhere classified
PAYG	pay-as-you-go tax
SNA93	System of National Accounts 1993

Dennis Trewin
Australian Statistician

SUMMARY OF FINDINGS

ACCRUAL OPERATING RESULTS

The GFS net operating balance for all levels of government in 2003-04 was \$15,639 million and \$18,484 million for the general government sector and total public sector respectively. In the same year, GFS net lending was \$10,223 million and \$9,222 million for the two sectors respectively.

The following table shows these two measures and other GFS operating statement major aggregates across the various levels of government by sector in 2003-04.

OPERATING RESULTS—2003-04

	General Government	Non- financial Public Sector	Total Public Sector
	\$m	\$m	\$m
All levels of government			
GFS Revenue	310 256	352 725	360 417
GFS Expenses	294 617	333 494	341 933
GFS Net Operating Balance	15 639	19 231	18 484
Net acquisition of non-financial assets	5 415	9 258	9 262
GFS Net Lending(+)/Borrowing(-)	10 223	9 972	9 222
Commonwealth Government			
GFS Revenue	221 545	241 240	242 755
GFS Expenses	214 430	232 131	234 940
GFS Net Operating Balance	7 115	9 109	7 815
Net acquisition of non-financial assets	726	588	606
GFS Net Lending(+)/Borrowing(-)	6 389	8 521	7 209
State and local governments			
GFS Revenue	140 831	163 537	169 843
GFS Expenses	132 232	153 478	159 228
GFS Net Operating Balance	8 600	10 059	10 615
Net acquisition of non-financial assets	4 452	8 452	8 438
GFS Net Lending(+)/Borrowing(-)	4 148	1 606	2 177
Multi-jurisdictional(a)			
GFS Revenue	12 480	12 909	12 909
GFS Expenses	11 873	12 163	12 163
GFS Net Operating Balance	607	746	746
Net acquisition of non-financial assets	238	219	219
GFS Net Lending(+)/Borrowing(-)	369	527	527

(a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are the public universities.

CASH OPERATING RESULTS

In 2003-04 the general government sector and total public sector, for all levels of government, recorded surpluses of \$14,399 million and \$14,871 million respectively.

The following table presents the surplus/deficit results for each jurisdiction for 2003-04 for general government, the non-financial public sector and the total public sector.

SUMMARY OF FINDINGS *continued*

CASH OPERATING RESULTS *continued*

CASH OPERATING RESULTS—2003-04

	General Government	Non-financial Public Sector	Total Public Sector
	\$m	\$m	\$m
SURPLUS (+)/DEFICIT (–)			
Commonwealth Government	7 971	9 546	9 353
State and local governments			
New South Wales	1 423	1 136	356
Victoria	–56	–708	934
Queensland	3 544	3 623	3 130
South Australia	514	482	613
Western Australia	497	90	88
Tasmania	379	246	273
Northern Territory	7	21	35
Australian Capital Territory	300	248	248
Total	6 658	5 156	5 687
Multi-jurisdictional(a)	297	367	367
Total	14 399	14 527	14 871

(a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are public universities.

BALANCE SHEET RESULTS

GFS net worth reflects the contribution of governments to the wealth of Australia. The consolidated net worth as at 30 June 2004 for the general government sector for all levels of government was \$508,184 million. The consolidated net worth for the total public sector was \$459,167 million.

The following table presents selected balance sheet aggregates for the general government, the non-financial public sector and the total public sectors as at 30 June 2004 across the various levels of government.

SUMMARY OF FINDINGS *continued*

BALANCE SHEET RESULTS

continued

BALANCE SHEET RESULTS—AT 30 JUNE 2004

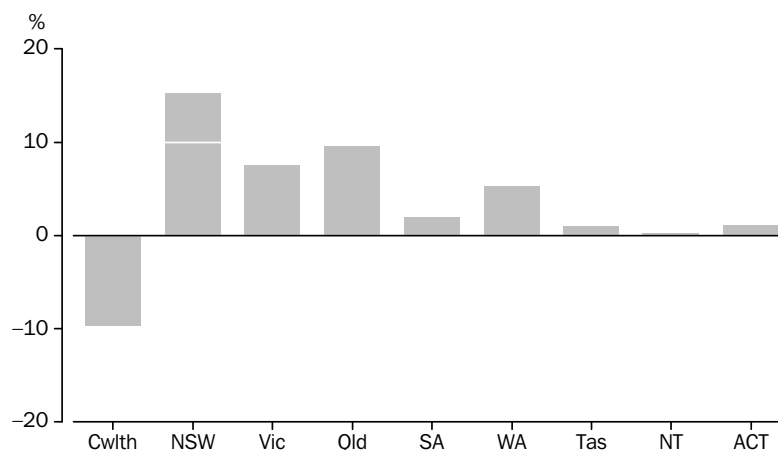
	General Government	Non-financial Public Sector	Total Public Sector
	\$m	\$m	\$m
All levels of government			
Total assets	830 800	880 828	973 042
Total liabilities	322 616	389 697	482 179
Shares and other contributed capital	—	31 965	31 697
GFS Net worth	508 184	459 166	459 167
Commonwealth government			
Total assets	159 484	159 795	215 120
Total liabilities	189 806	208 166	263 744
Shares and other contributed capital	—	31 105	30 853
GFS Net worth	–30 322	–79 477	–79 477
State and local governments			
Total assets	647 684	695 935	739 355
Total liabilities	132 670	180 878	224 313
GFS Net worth	515 014	515 013	515 014
Multi-jurisdictional(a)			
Total assets	30 091	31 769	31 769
Total liabilities	6 599	7 323	7 323
GFS Net worth	23 492	23 629	23 629

— nil or rounded to zero (including null cells)

(a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are public universities.

The following graph shows the total public sector GFS net worth as at 30 June 2004 as a percentage of gross domestic product (GDP) for all levels of government.

GFS NET WORTH AS A PERCENTAGE OF GDP



SUMMARY OF FINDINGS *continued*

EXPENSES BY PURPOSE

The following table shows general government expenses by selected purpose categories by level of government for 2003-04.

EXPENSES BY SELECTED PURPOSES—2003-04

	<i>All levels of government</i>	<i>Commonwealth government</i>	<i>State and local governments</i>	<i>Multi- jurisdictional(a)</i>
	\$m	\$m	\$m	\$m
Social security and welfare	86 706	80 102	8 414	—
Health	51 558	31 770	28 813	—
Education	43 611	13 398	31 251	11 718
General public services	18 100	10 584	8 459	116
Public debt transactions(b)	14 857	9 099	5 918	39
Transport and communications	16 340	2 827	14 883	—
Defence	12 949	12 949	—	—
Public order and safety	13 553	2 385	11 350	—
Housing and community amenities	9 445	1 633	8 722	—
Other economic affairs	7 302	4 224	3 107	—
Recreation and culture	7 897	2 165	5 795	—
Agriculture, forestry and fishing	3 991	2 021	2 395	—
Fuel and energy	4 685	3 556	1 189	—
Mining, manufacturing and construction	2 322	1 589	734	—
Other	1 301	36 127	1 200	—
Total	294 617	214 430	132 232	11 873

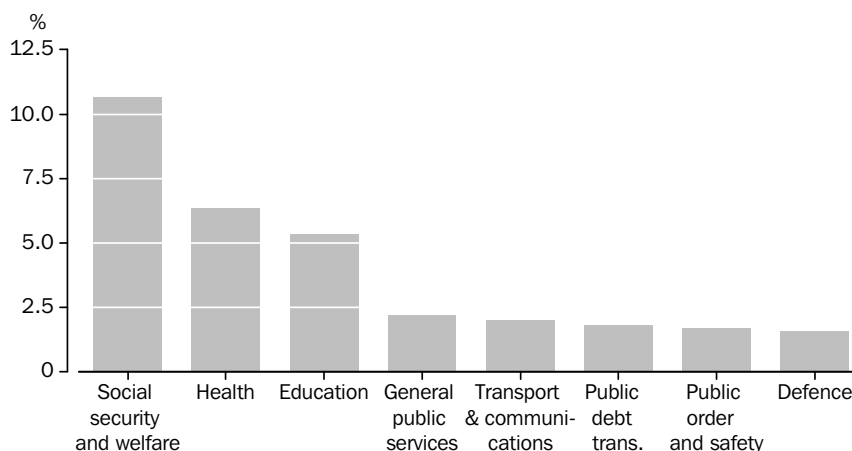
— nil or rounded to zero (including null cells)

(a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are the public universities.

(b) Includes nominal interest on superannuation.

The following graph shows the main general government expenses by purpose for all Australian governments for 2003-04 as a percentage of GDP.

GENERAL GOVERNMENT EXPENSES BY PURPOSE AS A PERCENTAGE OF GDP



TIME SERIES

The following tables show a time series of major aggregates for the general government and total public sector.

SUMMARY OF FINDINGS *continued*

MAJOR AGGREGATES: GENERAL GOVERNMENT, ALL LEVELS OF GOVERNMENT

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	226 621	242 795	257 002	262 619	286 484	310 256
GFS Expenses	216 210	226 465	249 143	262 231	275 027	294 617
GFS Net Operating Balance	10 411	16 331	7 860	387	11 456	15 639
Net acquisition of non-financial assets	3 648	2 499	3 128	4 125	3 572	5 415
GFS Net Lending(+)/Borrowing(-)	6 763	13 832	4 731	-3 737	7 884	10 223
Cash Surplus (+)/Deficit (-)	1 841	14 964	8 307	3 523	10 859	14 399
Total assets	652 967	671 323	683 164	711 791	768 906	830 800
Total liabilities	303 856	302 698	300 971	308 768	322 822	322 616
GFS Net worth	349 111	368 626	382 192	403 024	446 295	508 184

MAJOR AGGREGATES: GENERAL GOVERNMENT, COMMONWEALTH

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	153 263	166 643	185 431	189 799	206 299	221 545
GFS Expenses	148 391	156 105	180 770	193 682	200 159	214 430
GFS Net Operating Balance	4 872	10 538	4 662	-3 883	6 140	7 115
Net acquisition of non-financial assets	169	-1 226	-1 174	-371	-218	726
GFS Net Lending(+)/Borrowing(-)	4 703	11 765	5 836	-3 512	6 358	6 389
Cash Surplus (+)/Deficit (-)	3 934	12 944	5 906	-1 112	7 404	7 971
Total assets	155 260	149 974	145 678	142 173	146 075	159 484
Total liabilities	186 607	190 751	188 342	186 542	193 237	189 806
GFS Net worth	-31 348	-40 776	-42 664	-44 369	-47 162	-30 322

SUMMARY OF FINDINGS *continued*

MAJOR AGGREGATES: GENERAL GOVERNMENT, STATE GOVERNMENTS

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	91 844	95 227	101 268	106 829	113 852	123 969
GFS Expenses	88 140	90 823	99 676	104 198	109 620	117 312
GFS Net Operating Balance	3 705	4 404	1 592	2 631	4 232	6 657
New South Wales	1 059	2 036	1 545	1 569	1 800	1 126
Victoria	3 256	1 797	1 199	1 648	1 531	958
Queensland	142	1 062	-856	-895	17	3 339
South Australia	-208	-329	-298	-97	448	387
Western Australia	-134	-31	167	196	257	794
Tasmania	31	123	102	143	170	313
Northern Territory	-339	-329	-76	63	-1	-40
Australian Capital Territory	-137	53	-55	8	12	-203
Net acquisition of non-financial assets	2 420	2 649	3 013	3 094	2 318	2 594
GFS Net Lending(+)/Borrowing(-)	1 285	1 756	-1 420	-463	1 914	4 063
New South Wales	-13	1 431	667	569	638	6
Victoria	2 848	1 162	507	729	554	-81
Queensland	-581	-123	-1 669	-1 602	-139	2 838
South Australia	-227	-466	-385	-125	413	425
Western Australia	-346	-270	-420	-25	156	559
Tasmania	24	165	130	167	212	379
Northern Territory	-362	-303	-163	-249	-72	-21
Australian Capital Territory	-94	137	51	79	154	-25
Cash Surplus (+)/Deficit (-)	-2 558	1 861	2 724	4 247	4 273	6 981
New South Wales	-2 835	1 926	1 825	2 550	2 327	1 444
Victoria	-190	1 808	595	1 372	-102	309
Queensland	666	-1 571	353	196	645	3 491
South Australia	-212	-239	-106	-44	659	523
Western Australia	-19	-378	-127	-29	174	459
Tasmania	79	218	147	214	302	370
Northern Territory	-84	-64	-6	-242	23	36
Australian Capital Territory	21	188	241	263	257	300
Total assets	341 087	351 974	363 207	386 093	429 652	465 065
Total liabilities	110 537	105 133	105 522	113 453	120 481	122 736
GFS Net worth	230 549	246 841	257 685	272 639	309 172	342 329
New South Wales	78 947	88 068	91 810	98 431	121 039	124 283
Victoria	35 113	39 783	43 036	48 685	52 179	61 233
Queensland	58 468	57 775	57 623	58 092	64 893	77 724
South Australia	10 622	12 500	14 789	14 564	15 306	15 793
Western Australia	31 486	31 691	32 198	35 995	38 016	43 747
Tasmania	5 462	6 274	6 473	6 883	7 200	8 003
Northern Territory	3 623	3 537	4 407	2 165	1 909	2 166
Australian Capital Territory	6 827	7 214	7 350	7 825	8 629	9 380

MAJOR AGGREGATES: TOTAL PUBLIC SECTOR, ALL LEVELS OF GOVERNMENT

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	278 981	292 465	310 375	312 146	335 855	360 417
GFS Expenses	267 385	277 501	299 625	310 143	323 268	341 933
GFS Net Operating Balance	11 596	14 964	10 750	2 002	12 588	18 484
Net acquisition of non-financial assets	8 578	3 940	4 424	6 470	6 398	9 262
GFS Net Lending(+)/Borrowing(-)	3 018	11 024	6 325	-4 468	6 190	9 222
Cash Surplus (+)/Deficit (-)	-1 930	13 874	9 391	3 089	10 753	14 871
Total assets	737 681	779 692	825 650	848 123	909 734	973 042
Total liabilities	447 538	459 450	464 743	464 232	476 904	482 179
GFS Net worth	248 014	293 504	323 975	354 143	403 777	459 167

SUMMARY OF FINDINGS *continued*

MAJOR AGGREGATES: TOTAL PUBLIC SECTOR, COMMONWEALTH GOVERNMENT

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	178 336	187 592	208 532	211 907	227 649	242 755
GFS Expenses	172 585	178 843	201 558	215 779	220 613	234 940
GFS Net Operating Balance	5 751	8 750	6 975	-3 872	7 036	7 815
Net acquisition of non-financial assets	2 478	839	-567	-636	-741	606
GFS Net Lending(+)/Borrowing(-)	3 273	7 910	7 541	-3 236	7 777	7 209
Cash Surplus (+)/Deficit (-)	3 055	8 995	7 524	-1 291	7 893	9 353
Total assets	165 379	186 350	204 002	202 113	199 846	215 120
Total liabilities	255 651	275 399	267 944	265 201	261 203	263 744
GFS Net worth	-132 445	-115 898	-100 881	-93 255	-89 801	-79 477

MAJOR AGGREGATES: TOTAL PUBLIC SECTOR, STATE GOVERNMENTS

	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04
	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue	120 015	124 780	132 501	135 149	142 414	153 439
GFS Expenses	115 996	119 899	130 221	130 955	138 162	144 809
GFS Net Operating Balance	4 020	4 882	2 280	4 194	4 253	8 630
New South Wales	1 042	2 433	1 886	2 240	1 612	1 308
Victoria	2 118	1 527	1 024	2 392	1 675	2 678
Queensland	812	1 180	-538	-759	161	3 518
South Australia	-67	-233	-149	-116	169	496
Western Australia	499	314	432	378	375	1 171
Tasmania	57	-9	-80	-9	214	317
Northern Territory	-337	-297	-80	105	-24	8
Australian Capital Territory	-121	30	-22	34	138	-157
Net acquisition of non-financial assets	5 045	1 648	3 534	5 695	5 660	6 581
GFS Net Lending(+)/Borrowing(-)	-1 025	3 234	-1 253	-1 501	-1 407	2 049
New South Wales	-710	556	873	-55	-667	-948
Victoria	983	364	-129	751	-360	112
Queensland	-1 218	-567	-2 022	-1 829	-861	2 816
South Australia	48	3 273	959	8	88	468
Western Australia	103	-217	-492	-78	104	75
Tasmania	34	44	-21	-257	176	257
Northern Territory	-265	-289	-318	-193	-85	-7
Australian Capital Territory	-24	124	83	133	277	-41
Cash Surplus (+)/Deficit (-)	-5 426	5 185	2 523	4 041	3 394	5 970
New South Wales	-2 543	1 634	1 296	2 148	1 582	924
Victoria	-1 854	1 435	793	1 926	-76	1 298
Queensland	-1 080	-1 918	-316	13	387	3 119
South Australia	263	3 858	1 468	152	392	622
Western Australia	-3	-188	-661	-141	-53	49
Tasmania	38	300	147	43	398	254
Northern Territory	-156	-49	-207	-183	98	59
Australian Capital Territory	42	180	162	231	283	248
Total assets	420 739	427 706	452 482	467 409	523 603	559 475
Total liabilities	190 136	180 864	194 798	195 114	214 426	217 157
GFS Net worth	230 550	246 841	257 686	272 644	309 173	342 330
New South Wales	78 947	88 068	91 810	98 431	121 040	124 281
Victoria	35 113	39 783	43 036	48 685	52 179	61 233
Queensland	58 469	57 775	57 623	58 092	64 891	77 724
South Australia	10 623	12 500	14 788	14 564	15 306	15 793
Western Australia	31 486	31 691	32 197	35 996	38 016	43 747
Tasmania	5 462	6 274	6 473	6 887	7 200	8 003
Northern Territory	3 624	3 537	4 408	2 166	1 910	2 166
Australian Capital Territory	6 827	7 214	7 350	7 825	8 629	9 380

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ALL LEVELS OF GOVERNMENT, Operating Statement—General Government

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
GFS Revenue					
Taxation revenue	209 195	—	40 394	7 663	256 767
Current grants and subsidies	—	5 230	55 483	2 427	990
Sales of goods and services	4 310	6 240	11 078	6 178	25 926
Interest from public non-financial corporations	—	—	167	—	167
Interest from public financial corporations	625	15	919	60	1 620
Interest from other	677	243	3 304	445	4 459
Dividend income	4 199	84	2 932	29	7 245
Other	2 538	667	9 691	3 482	13 082
Total	221 545	12 480	123 969	20 283	310 256
less					
GFS Expenses					
Gross operating expenses					
Depreciation	1 639	826	5 864	3 847	12 176
Employee expenses	16 200	6 542	50 900	6 604	80 238
Other operating expenses	39 915	4 408	30 429	7 287	79 680
Total	57 755	11 775	87 194	17 737	172 095
Nominal superannuation interest expenses	4 898	—	3 381	—	8 278
Other interest expenses	4 201	39	2 218	364	6 616
Other property expenses	—	—	1	—	1
Current transfers					
Grant expenses to state governments	54 110	1	1 042	—	1 043
Grant expenses to the private sector	7 174	—1	11 082	108	18 364
Grant expenses to universities	4 893	—	240	—	—
Grant expenses to local governments	351	—	1 996	2	2
Grant expenses n.e.c.	—	—	3	—	1
Subsidy expenses to public corporations	809	—	4 221	5	5 035
Subsidy expenses to other	5 444	—	960	—	6 375
Other current transfers	71 762	55	1 214	13	73 023
Capital transfers					
Grant expenses to public non-financial corporations	17	—	1 191	—	1 208
Grant expenses to public financial corporations	—	—	28	—	28
Grant expenses to other levels of government	2 378	—	639	—	—
Grant expenses n.e.c.	639	—	1 158	19	1 815
Other capital transfers	—	4	744	14	736
Total	214 430	11 873	117 312	18 265	294 617
equals					
GFS Net Operating Balance	7 115	607	6 657	2 018	15 639
less					
Net acquisition of non-financial assets					
Gross fixed capital formation	2 104	1 060	8 488	5 512	17 166
less Depreciation	1 639	826	5 864	3 847	12 176
plus Change in inventories	780	—	—1	4	783
plus Other transactions in non-financial assets	—519	4	—29	187	—357
Total	726	238	2 594	1 857	5 415
equals					
GFS Net Lending(+)/Borrowing(—)	6 389	369	4 063	161	10 223

— nil or rounded to zero (including null cells)

(a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are the public universities.

(b) The sums of individual levels of government may not agree with total All levels of government figures due to transfers between levels of government.

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
.....					
GFS Revenue					
Taxation revenue	206 899	—	38 818	7 663	252 437
Current grants and subsidies	—	5 230	55 280	2 427	777
Sales of goods and services	28 113	6 667	37 658	6 199	76 749
Interest income	1 401	260	4 611	513	6 540
Other	4 826	751	10 496	3 492	16 222
<i>Total</i>	<i>241 240</i>	<i>12 909</i>	<i>146 863</i>	<i>20 293</i>	<i>352 725</i>
less					
GFS Expenses					
Gross operating expenses					
Depreciation	4 951	863	11 029	3 873	20 717
Employee expenses	21 410	6 631	56 959	6 618	91 609
Other operating expenses	47 434	4 461	44 689	7 200	101 010
<i>Total</i>	<i>73 795</i>	<i>11 955</i>	<i>112 678</i>	<i>17 692</i>	<i>213 337</i>
Property expenses					
Nominal superannuation interest expenses	4 898	—	3 381	—	8 278
Other interest expenses	4 989	75	4 523	390	9 735
Dividend expenses	—	—	—	—	—
Income tax equivalent expenses	—	—	—	11	—
Other property expenses	1 561	18	16	—	1 577
<i>Total</i>	<i>11 448</i>	<i>93</i>	<i>7 920</i>	<i>401</i>	<i>19 591</i>
Current transfers					
Grant expenses	66 528	—	13 803	108	18 845
Subsidy expenses	5 564	—	983	3	6 518
Tax expenses	—	57	—	—	—
Other current transfers	71 762	54	1 272	13	73 080
Capital transfers					
Grant expenses	3 021	—	1 240	19	1 883
Grants to local governments	12	—	626	—	—
Other capital transfers	—	4	264	14	240
<i>Total</i>	<i>232 131</i>	<i>12 163</i>	<i>138 786</i>	<i>18 250</i>	<i>333 494</i>
equals					
GFS Net Operating Balance	9 109	746	8 077	2 043	19 231
Net acquisition of non-financial assets					
Gross fixed capital formation	5 046	1 079	17 402	5 548	29 075
less Depreciation	4 951	863	11 029	3 873	20 717
plus Change in inventories	763	—	361	-6	1 118
plus Other transactions in non-financial assets	-270	3	-138	187	-218
<i>Total</i>	<i>588</i>	<i>219</i>	<i>6 595</i>	<i>1 855</i>	<i>9 258</i>
equals					
GFS Net Lending(+)/Borrowing(-)	8 521	527	1 482	188	9 972
.....					

— nil or rounded to zero (including null cells)

- (a) The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are the public universities.
- (b) The sums of individual levels of government may not agree with total All levels of government figures due to transfers between levels of government.

ALL LEVELS OF GOVERNMENT, Operating Statement—Total Public Sector

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
GFS Revenue					
Taxation revenue	206 893	—	38 794	7 663	252 406
Current grants and subsidies	—	5 230	55 279	2 427	776
Sales of goods and services	30 773	6 667	42 621	6 199	84 289
Interest income	2 515	260	6 325	513	9 067
Other	2 574	751	10 420	3 492	13 879
Total	242 755	12 909	153 439	20 293	360 417
less					
GFS Expenses					
Gross operating expenses					
Depreciation	4 977	863	11 071	3 873	20 785
Employee expenses	21 732	6 631	56 979	6 618	91 952
Other operating expenses	49 952	4 461	49 204	7 200	107 945
Total	76 661	11 955	117 254	17 692	220 681
Property expenses					
Nominal superannuation interest expenses	4 898	—	3 381	—	8 278
Other interest expenses	5 053	75	6 020	390	10 999
Dividend expenses	—	—	—	—	—
Income tax equivalent expenses	—	—	—	11	—
Other property expenses	1 561	18	16	—	1 577
Total	11 512	93	9 417	401	20 855
Current transfers					
Grant expenses	66 528	—	13 810	108	18 852
Subsidy expenses	5 444	—	960	3	6 375
Tax expenses	—	57	—	—	—
Other current transfers	71 762	54	1 266	13	73 075
Capital transfers					
Grant expenses	3 033	—	1 212	19	1 856
Grants to local governments	—	—	626	—	—
Other capital transfers	—	4	264	14	240
Total	234 940	12 163	144 809	18 250	341 933
equals					
GFS Net Operating Balance	7 815	746	8 630	2 043	18 484
Net acquisition of non-financial assets					
Gross fixed capital formation	5 088	1 079	17 431	5 548	29 147
less Depreciation	4 977	863	11 071	3 873	20 785
plus Change in inventories	767	—	360	-6	1 120
plus Other transactions in non-financial assets	-272	3	-138	187	-220
Total	606	219	6 581	1 855	9 262
equals					
GFS Net Lending(+)/Borrowing(-)	7 209	527	2 049	188	9 222

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- (b) The sums of individual levels of government may not agree with total All levels of government figures due to transfers between levels of government.

	Commonwealth	Multi-jurisdictional (a)	State	Local	All levels of government (b)
	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT					
Cash receipts from operating activities					
Taxes received	205 328	—	40 080	7 721	252 769
Receipts from sales of goods and services	4 199	5 483	11 549	6 246	25 691
Grants and subsidies received	—	5 228	57 944	2 684	1 074
Interest received from public non-financial corporations	—	—	186	—	186
Interest received from public financial corporations	537	1	863	62	1 464
Interest received from other	517	168	3 323	464	4 261
Other receipts	5 809	1 543	11 944	2 026	21 221
Total	216 391	12 424	125 889	19 203	306 665
Cash payments for operating activities					
Payments for goods and services	-55 144	-9 386	-81 356	-13 004	-157 106
Grants and subsidies paid to state governments	-56 331	-1	-2	—	—
Grants and subsidies paid to the private sector	-12 132	—	-13 538	-131	-25 801
Grants and subsidies paid to universities	-4 942	—	-270	—	—
Grants and subsidies paid to local governments	-364	—	-2 368	-3	-66
Grants and subsidies paid to public corporations	-673	—	-6 263	—	-6 937
Interest paid	-4 050	-42	-2 220	-340	-6 442
Other payments	-72 930	-1 635	-4 334	-1 496	-79 926
Total	-206 566	-11 064	-110 350	-14 974	-276 276
Net cash flows from operating activities	9 825	1 360	15 538	4 229	30 389
Net cash flows from investments in non-financial assets					
Sales of non-financial assets	832	196	1 526	735	3 288
Purchases of new non-financial assets	-2 681	-1 258	-9 771	-5 249	-18 958
Purchases of secondhand non-financial assets	—	—	—	—	—
Total	-1 849	-1 063	-8 245	-4 514	-15 670
Net cash flows from investments in financial assets for policy purposes	-452	3	-533	18	-1 192
Net cash flows from investments in financial assets for liquidity purposes	-3 040	-286	-3 106	-137	-6 589
Net cash flows from financing activities					
Advances received (net)	—	-4	-264	14	-25
Borrowing (net)	-2 458	13	-1 801	31	-4 229
Deposits received (net)	98	3	3	22	146
Other financing (net)	-2 878	192	-74	844	-569
Total	-5 238	204	-2 136	910	-4 678
Net Increase(+)/Decrease(-) in Cash Held	-754	219	1 519	506	2 260
SURPLUS (+)/DEFICIT (-)					
Net cash flows from operating activities and net cash flow from investments in non-financial assets	7 976	297	7 293	-286	14 719
Acquisitions of assets under finance leases and similar arrangements	-5	—	-312	-3	-320
Surplus(+)/Deficit(-)	7 971	297	6 981	-289	14 399

— nil or rounded to zero (including null cells)

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(b) The sums of individual levels of government may not agree with total All levels of government figures due to transfers between levels of government.

Note: Negative figures denote outflows.

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT					
Cash receipts from operating activities					
Taxes received	203 198	—	38 677	7 721	249 177
Receipts from sales of goods and services	30 796	5 963	39 124	6 269	80 255
Grants and subsidies received	—	5 228	57 808	2 685	893
Interest received	1 154	172	4 571	532	6 218
Other receipts	2 425	1 543	12 575	2 004	18 454
<i>Total</i>	<i>237 572</i>	<i>12 906</i>	<i>152 754</i>	<i>19 211</i>	<i>354 997</i>
Cash payments for operating activities					
Payments for goods and services	-69 796	-9 568	-101 961	-13 028	-192 395
Grants and subsidies paid	-73 919	-1	-16 801	-131	-26 555
Interest paid	-4 835	-76	-4 567	-365	-9 634
Other payments	-73 114	-1 672	-7 424	-1 497	-83 234
<i>Total</i>	<i>-221 665</i>	<i>-11 317</i>	<i>-130 753</i>	<i>-15 022</i>	<i>-311 818</i>
<i>Net cash flows from operating activities</i>	<i>15 907</i>	<i>1 588</i>	<i>22 001</i>	<i>4 189</i>	<i>43 179</i>
Net cash flows from investments in non-financial assets					
Sales of non-financial assets	1 060	197	2 794	735	4 801
Purchases of new non-financial assets	-5 860	-1 278	-18 639	-5 277	-31 054
Purchases of secondhand non-financial assets	—	—	—	—	—
<i>Total</i>	<i>-4 800</i>	<i>-1 082</i>	<i>-15 846</i>	<i>-4 542</i>	<i>-26 253</i>
Net cash flows from investments in financial assets for policy purposes	-439	3	1 434	-1	770
Net cash flows from investments in financial assets for liquidity purposes	-4 118	-286	-3 112	-145	-7 692
Net cash flows from financing activities					
Advances received (net)	—	-21	-283	14	-61
Borrowing (net)	-2 638	-33	-1 560	22	-4 223
Deposits received (net)	98	3	18	22	161
Distributions paid	-1 556	-140	-5	—	-1 701
<i>Other financing (net)</i>	<i>-3 596</i>	<i>192</i>	<i>-1 098</i>	<i>950</i>	<i>-2 289</i>
<i>Total</i>	<i>-7 693</i>	<i>1</i>	<i>-2 928</i>	<i>1 008</i>	<i>-8 113</i>
Net Increase(+)/Decrease(-) in Cash Held	-1 143	225	1 549	509	1 890
SURPLUS (+)/DEFICIT (-)					
Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	9 551	367	6 150	-353	15 225
Acquisitions of assets under finance leases and similar arrangements	-5	—	-690	-3	-699
Surplus(+)/Deficit(-)	9 546	367	5 460	-357	14 527

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Note: Negative figures denote outflows.

<i>Commonwealth</i>	<i>Multi-jurisdictional(a)</i>	<i>State</i>	<i>Local</i>	<i>All levels of government(b)</i>
\$m	\$m	\$m	\$m	\$m

CASH FLOW STATEMENT

Cash receipts from operating activities					
Taxes received	203 193	—	38 617	7 721	249 111
Receipts from sales of goods and services	33 486	5 963	44 072	6 269	87 810
Grants and subsidies received	—	5 228	57 799	2 685	884
Interest received	2 275	172	5 332	532	7 855
Other receipts	1 156	1 543	13 153	2 004	17 731
<i>Total</i>	<i>240 111</i>	<i>12 906</i>	<i>158 973</i>	<i>19 211</i>	<i>363 391</i>
Cash payments for operating activities					
Payments for goods and services	-72 609	-9 568	-105 067	-13 028	-198 283
Grants and subsidies paid	-73 788	-1	-16 758	-131	-26 378
Interest paid	-4 790	-76	-6 453	-365	-11 200
Other payments	-73 168	-1 672	-8 169	-1 497	-83 950
<i>Total</i>	<i>-224 355</i>	<i>-11 317</i>	<i>-136 447</i>	<i>-15 022</i>	<i>-319 811</i>
<i>Net cash flows from operating activities</i>	<i>15 756</i>	<i>1 588</i>	<i>22 525</i>	<i>4 189</i>	<i>43 559</i>
Net cash flows from investments in non-financial assets					
Sales of non-financial assets	1 061	197	2 829	735	4 859
Purchases of new non-financial assets	-5 903	-1 278	-18 680	-5 277	-31 138
Purchases of secondhand non-financial assets	—	—	—	—	—
<i>Total</i>	<i>-4 842</i>	<i>-1 082</i>	<i>-15 851</i>	<i>-4 542</i>	<i>-26 279</i>
Net cash flows from investments in financial assets for policy purposes	-218	3	1 473	-1	910
Net cash flows from investments in financial assets for liquidity purposes	-9 456	-286	-7 962	-145	-16 143
Net cash flows from financing activities					
Advances received (net)	—	-21	-828	14	-488
Borrowing (net)	-2 488	-33	1 994	22	-579
Deposits received (net)	3 461	3	756	22	4 044
Distributions paid	-1 556	-140	-15	—	-1 710
Other financing (net)	-1 861	52	-2 308	950	-1 412
<i>Total</i>	<i>-2 444</i>	<i>1</i>	<i>-401</i>	<i>1 008</i>	<i>-146</i>
Net Increase(+)/Decrease(-) in Cash Held	-1 205	225	-215	509	1 902

SURPLUS (+)/DEFICIT (-)

Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	9 357	367	6 660	-353	15 570
Acquisitions of assets under finance leases and similar arrangements	-5	—	-690	-3	-699
Surplus(+)/Deficit(-)	9 353	367	5 970	-357	14 871

— nil or rounded to zero (including null cells)

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Note: Negative figures denote outflows.

AT 30 JUNE 2004

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
Assets					
Financial Assets					
Cash and deposits	1 572	1 007	8 253	4 508	15 341
Advances paid	23 113	—	4 322	8	23 427
Investments, loans and placements	24 188	4 894	33 207	4 578	66 869
Other non-equity assets	20 571	3 485	14 086	1 763	37 433
Equity	49 560	91	157 409	645	207 705
<i>Total</i>	<i>119 004</i>	<i>9 478</i>	<i>217 277</i>	<i>11 501</i>	<i>350 775</i>
Non-financial Assets					
Land and fixed assets	40 284	20 488	244 702	169 350	474 824
Other non-financial assets	197	125	3 087	1 802	5 202
<i>Total</i>	<i>40 481</i>	<i>20 613</i>	<i>247 788</i>	<i>171 152</i>	<i>480 026</i>
<i>Total</i>	<i>159 484</i>	<i>30 091</i>	<i>465 065</i>	<i>182 654</i>	<i>830 800</i>
Liabilities					
Deposits held	2 591	17	1 379	490	4 478
Advances received	—	16	4 027	397	—
Borrowing	65 892	645	26 175	5 178	98 316
Unfunded superannuation liability and other employee entitlements	96 617	4 562	70 503	1 725	173 407
Other provisions	3 768	32	8 789	262	12 851
Other non-equity liabilities	20 938	1 328	11 863	1 917	33 565
<i>Total</i>	<i>189 806</i>	<i>6 599</i>	<i>122 736</i>	<i>9 969</i>	<i>322 616</i>
GFS Net Worth	−30 322	23 492	342 329	172 685	508 184
Net debt(c)	19 610	−5 225	−14 200	−3 029	−2 844
Net financial worth(d)	−70 803	2 879	94 540	1 532	28 158

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(b) The sums of individual levels of government may not agree with total All levels of government figures due to assets and liabilities held between levels of government.

(c) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(d) Equals total financial assets less total liabilities. While Net financial worth should add across levels of government, small discrepancies may remain due to the difficulties in accurately identifying the parties and the counter-parties associated with financial assets and liabilities.

ALL LEVELS OF GOVERNMENT, BALANCE SHEET—Non-financial Public Sector

AT 20 JUNE 2004

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
Assets					
Financial Assets					
Cash and deposits	2 947	1 018	11 229	4 547	19 741
Advances paid	23 113	—	1 564	7	20 668
Investments, loans and placements	25 490	4 941	37 701	4 642	72 769
Other non-equity assets	25 324	3 546	12 402	1 785	40 373
Equity	14 606	91	4 511	24	19 232
<i>Total</i>	<i>91 480</i>	<i>9 596</i>	<i>67 407</i>	<i>11 005</i>	<i>172 783</i>
Non-financial Assets					
Land and fixed assets	65 311	21 875	441 682	170 319	699 188
Other non-financial assets	3 004	297	3 763	1 803	8 857
<i>Total</i>	<i>68 315</i>	<i>22 172</i>	<i>445 446</i>	<i>172 122</i>	<i>708 046</i>
<i>Total</i>	<i>159 795</i>	<i>31 769</i>	<i>512 852</i>	<i>183 127</i>	<i>880 828</i>
Liabilities					
Reserve bank notes on issue	2 227	2 227
Deposits held	360	17	1 173	490	2 040
Advances received	—	16	4 207	396	—
Borrowing	77 618	1 154	64 891	5 543	149 803
Unfunded superannuation liability and other employee entitlements	98 540	4 598	73 911	1 734	178 783
Other provisions	7 079	79	17 009	285	24 453
Other non-equity liabilities	22 341	1 460	9 327	1 955	32 390
<i>Total</i>	<i>208 166</i>	<i>7 323</i>	<i>170 519</i>	<i>10 403</i>	<i>389 697</i>
Shares and other contributed capital	31 105	816	—	39	31 965
GFS Net worth	−79 477	23 629	342 329	172 685	459 166
Net debt(c)	28 656	−4 773	19 777	−2 767	40 893
Net financial worth(d)	−147 792	1 457	−103 117	563	−248 880

.. not applicable

— nil or rounded to zero (including null cells)

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(b) The sums of individual levels of government may not agree with total All levels of government figures due to assets and liabilities held between levels of government.

(c) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(d) Equals total financial assets less total liabilities less shares and other contributed capital. While Net financial worth should add across levels of government, small discrepancies may remain due to the difficulties in accurately identifying the parties and the counter-parties associated with financial assets and liabilities.

ALL LEVELS OF GOVERNMENT, Balance Sheet—Total Public Sector

AT 30 JUNE 2004

	Commonwealth	Multi-jurisdictional(a)	State	Local	All levels of government(b)
	\$m	\$m	\$m	\$m	\$m
Assets					
Financial Assets					
Cash and deposits	4 283	1 018	6 015	4 547	15 613
Advances paid	23 113	—	3 543	7	22 290
Investments, loans and placements	91 653	4 941	86 635	4 642	178 751
Other non-equity assets	24 812	3 546	13 853	1 785	41 304
Equity	2 560	91	3 383	24	6 057
<i>Total</i>	<i>146 422</i>	<i>9 596</i>	<i>113 429</i>	<i>11 005</i>	<i>264 014</i>
Non-financial Assets					
Land and fixed assets	65 693	21 875	442 236	170 319	700 124
Other non-financial assets	3 005	297	3 809	1 803	8 904
<i>Total</i>	<i>68 698</i>	<i>22 172</i>	<i>446 046</i>	<i>172 122</i>	<i>709 028</i>
<i>Total</i>	<i>215 120</i>	<i>31 769</i>	<i>559 475</i>	<i>183 127</i>	<i>973 042</i>
Liabilities					
Reserve Bank notes on issue	36 249	36 249
Deposits held	18 304	17	4 832	490	23 393
Advances received	—	16	6 649	396	—
Borrowing	80 037	1 154	84 400	5 543	164 699
Unfunded superannuation liability and other employee entitlements	99 071	4 598	74 009	1 734	179 412
Other provisions	8 711	79	31 801	285	40 877
Other non-equity liabilities	21 370	1 460	15 466	1 955	37 549
<i>Total</i>	<i>263 744</i>	<i>7 323</i>	<i>217 157</i>	<i>10 403</i>	<i>482 179</i>
Shares and other contributed capital	30 853	816	—	39	31 697
GFS Net Worth	-79 477	23 629	342 330	172 685	459 167
Net debt(c)	15 541	-4 773	-313	-2 767	7 688
Net financial worth(d)	-148 175	1 457	-103 716	563	-249 862

. . not applicable

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(b) The sums of individual levels of government may not agree with total All levels of government figures due to assets and liabilities held between levels of government.

(c) Equals Reserve Bank notes on issue, deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(d) Equals total financial assets less total liabilities less shares and other contributed capital. While Net financial worth should add across levels of government, small discrepancies may remain due to the difficulties in accurately identifying the parties and counter-parties associated with financial assets and liabilities.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
.....									
GFS Revenue									
Taxation revenue	17 422	12 134	8 176	3 486	4 923	815	318	753	48 028
Current grants and subsidies	16 982	12 231	11 056	4 933	5 632	1 976	2 050	1 033	55 882
Sales of goods and services	4 999	4 314	3 980	1 372	1 315	451	143	260	16 646
Interest income	1 104	434	2 829	191	171	45	24	99	4 886
Other	4 603	3 015	3 611	974	2 251	425	292	218	15 389
<i>Total</i>	<i>45 110</i>	<i>32 128</i>	<i>29 653</i>	<i>10 956</i>	<i>14 292</i>	<i>3 711</i>	<i>2 827</i>	<i>2 363</i>	<i>140 831</i>
less									
GFS Expenses									
Gross operating expenses									
Depreciation	3 065	1 784	2 561	708	957	301	201	134	9 711
Employee expenses	18 803	12 668	11 636	4 684	6 027	1 480	1 111	1 097	57 504
Other operating expenses	12 304	10 641	5 547	2 865	3 317	1 035	776	741	37 076
<i>Total</i>	<i>34 172</i>	<i>25 092</i>	<i>19 745</i>	<i>8 256</i>	<i>10 301</i>	<i>2 816</i>	<i>2 089</i>	<i>1 971</i>	<i>104 292</i>
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	877	583	390	280	172	76	144	54	2 575
Other property expenses	—	—	—	—	—	—	—	—	1
Current transfers									
Grant expenses	4 026	2 223	2 620	1 041	1 641	276	337	352	12 477
Subsidy expenses	1 668	900	1 396	527	395	69	73	130	5 157
Other current transfers	588	247	110	58	173	30	2	—	1 207
Capital transfers									
Grant expenses	1 078	526	393	29	278	—	76	30	2 410
Other capital transfers	23	493	81	8	52	2	67	8	734
<i>Total</i>	<i>43 291</i>	<i>30 981</i>	<i>25 484</i>	<i>10 553</i>	<i>13 294</i>	<i>3 380</i>	<i>2 872</i>	<i>2 566</i>	<i>132 232</i>
equals									
GFS Net Operating Balance	1 819	1 147	4 168	403	998	330	-44	-203	8 600
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	4 720	3 020	3 635	719	1 338	248	165	160	14 002
less Depreciation	3 065	1 784	2 561	708	957	301	201	134	9 711
plus Change in inventories	19	5	-7	-1	-12	—	-1	—	3
plus Other transactions in non-financial assets	116	131	132	-3	-9	-2	-2	-204	158
<i>Total</i>	<i>1 790</i>	<i>1 373</i>	<i>1 199</i>	<i>7</i>	<i>360</i>	<i>-56</i>	<i>-41</i>	<i>-178</i>	<i>4 452</i>
equals									
GFS Net Lending(+)/Borrowing(-)	29	-226	2 970	396	639	386	-3	-25	4 148
.....									

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue									
Taxation revenue	16 515	12 069	7 859	3 309	4 752	794	313	738	46 350
Current grants and subsidies	16 955	12 222	10 881	4 935	5 632	1 976	2 056	1 033	55 678
Sales of goods and services	14 763	6 605	10 449	2 653	6 351	1 564	473	521	43 173
Interest income	1 135	503	2 932	144	251	51	35	74	5 115
Other	3 867	3 319	2 941	666	1 736	268	271	154	13 219
Total	53 236	34 718	35 061	11 708	18 722	4 653	3 148	2 521	163 537
less									
GFS Expenses									
Gross operating expenses									
Depreciation	5 230	2 417	3 796	924	1 584	510	269	174	14 903
Employee expenses	21 721	13 191	13 161	4 867	6 576	1 750	1 143	1 168	63 577
Other operating expenses	16 746	12 490	8 445	3 636	6 536	1 428	1 045	891	51 066
Total	43 698	28 099	25 402	9 427	14 696	3 687	2 457	2 233	129 546
Property expenses									
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	1 636	792	1 149	341	552	195	189	52	4 906
Dividend expenses	—	—	—	—	—	—	—	—	—
Income tax equivalent expenses	—	—	—	—	—	—	—	—	—
Other property expenses	—	—	1	15	—	—	—	—	16
Total	2 496	1 708	1 900	710	835	307	274	73	8 302
Current transfers									
Grant expenses	3 766	2 244	2 557	950	1 547	239	294	356	11 915
Subsidy expenses	304	6	481	80	5	63	10	4	954
Tax expenses	—	—	—	—	—	—	—	—	—
Other current transfers	586	247	110	76	213	30	3	—	1 264
Capital transfers									
Grant expenses	415	225	375	29	150	—	54	11	1 259
Other capital transfers	6	56	81	8	15	2	69	—	238
Total	51 271	32 585	30 907	11 281	17 460	4 329	3 160	2 678	153 478
equals									
GFS Net Operating Balance	1 964	2 134	4 154	428	1 262	324	-12	-157	10 059
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	7 943	5 225	5 100	998	2 560	607	264	256	22 951
less Depreciation	5 230	2 417	3 796	924	1 584	510	269	174	14 903
plus Change in inventories	64	-62	-32	6	379	—	—	—	355
plus Other transactions in non-financial assets	126	153	110	-3	-134	-2	-3	-198	49
Total	2 902	2 899	1 382	78	1 222	95	-8	-116	8 452
equalsGFS Net									
Lending(+)/Borrowing(-)	-938	-765	2 772	350	41	229	-4	-41	1 606

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue									
Taxation revenue	16 514	12 060	7 854	3 302	4 751	794	312	738	46 327
Current grants and subsidies	16 955	12 222	10 881	4 935	5 632	1 976	2 055	1 033	55 677
Sales of goods and services	14 780	9 372	11 085	3 474	6 859	1 652	596	521	48 133
Interest income	697	863	3 303	677	623	273	65	74	6 564
Other	3 822	3 487	2 836	603	1 738	251	253	154	13 143
Total	52 769	38 004	35 959	12 992	19 603	4 946	3 282	2 521	169 843
less									
GFS Expenses									
Gross operating expenses									
Depreciation	5 232	2 431	3 814	926	1 588	510	270	174	14 945
Employee expenses	21 732	13 129	13 161	4 900	6 597	1 753	1 159	1 168	63 597
Other operating expenses	16 755	15 013	9 049	4 387	6 993	1 495	1 148	891	55 580
Total	43 719	30 573	26 024	10 212	15 178	3 759	2 577	2 233	134 122
Property expenses									
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	1 822	869	1 189	779	838	401	180	52	6 129
Dividend expenses	—	—	—	—	—	—	—	—	—
Income tax equivalent expenses	—	—	—	—	—	—	—	—	—
Other property expenses	—	—	1	15	—	—	—	—	16
Total	2 682	1 785	1 940	1 147	1 121	513	265	73	9 525
Current transfers									
Grant expenses	3 766	2 251	2 557	948	1 547	239	295	356	11 922
Subsidy expenses	287	—	481	80	5	63	10	4	931
Tax expenses	—	—	—	—	—	—	—	—	—
Other current transfers	586	247	110	83	201	30	3	—	1 259
Capital transfers									
Grant expenses	415	225	375	2	150	—	54	11	1 231
Other capital transfers	6	56	81	8	15	2	69	—	238
Total	51 461	35 136	31 570	12 480	18 216	4 606	3 273	2 678	159 228
equals									
GFS Net Operating Balance	1 309	2 867	4 389	512	1 387	339	9	-157	10 615
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	7 944	5 239	5 137	997	2 562	580	267	256	22 980
less Depreciation	5 232	2 431	3 814	926	1 588	510	270	174	14 945
plus Change in inventories	64	-62	-32	4	379	—	—	—	353
plus Other transactions in non-financial assets	126	153	110	-3	-134	-2	-3	-198	49
Total	2 902	2 900	1 401	73	1 220	67	-7	-116	8 438
equals									
GFS Net Lending(+)/Borrowing(-)	-1 593	-32	2 988	439	167	272	16	-41	2 177

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	17 352	12 062	8 152	3 477	4 846	819	316	763	47 785
Receipts from sales of goods and services	4 634	4 618	4 244	1 317	1 479	449	211	290	17 152
Grants and subsidies received	17 936	12 690	11 599	5 059	5 886	1 984	2 088	1 063	58 294
Other receipts	6 071	2 412	5 783	993	2 420	510	190	395	18 764
Total	45 992	31 781	29 778	10 846	14 631	3 762	2 804	2 511	141 995
Cash payments for operating activities									
Payments for goods and services	-29 228	-24 457	-17 301	-7 622	-9 286	-2 560	-1 920	-1 469	-93 724
Grants and subsidies paid	-6 861	-3 594	-4 412	-1 661	-2 481	-357	-478	-465	-20 270
Interest paid	-950	-472	-366	-286	-177	-102	-144	-54	-2 550
Other payments	-3 062	-421	-773	-107	-903	-137	-49	-267	-5 718
Total	-40 101	-28 944	-22 853	-9 676	-12 847	-3 154	-2 590	-2 255	-122 262
Net cash flows from operating activities	5 892	2 837	6 925	1 170	1 784	608	214	256	19 733
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	796	256	453	186	250	82	30	208	2 260
Purchases of new non-financial assets	-4 953	-3 148	-3 835	-838	-1 536	-311	-237	-164	-15 020
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
Total	-4 157	-2 892	-3 381	-653	-1 286	-229	-207	44	-12 759
Net cash flows from investments in financial assets for policy purposes	181	-170	-631	33	-105	185	17	-26	-515
Net cash flows from investments in financial assets for liquidity purposes	-1 669	964	-2 416	-27	-75	33	42	-95	-3 243
Net cash flows from financing activities									
Advances received (net)	-141	-2	-14	-46	2	-44	1	-11	-254
Borrowing (net)	433	-872	-356	-295	-134	-412	-75	-56	-1 768
Deposits received (net)	11	48	—	-21	2	—	-16	—	25
Other financing (net)	255	412	948	11	59	-130	42	-3	1 579
Total	558	-414	578	-352	-71	-585	-49	-70	-419
Net Increase(+)/Decrease(-) in Cash Held	805	324	1 075	171	247	12	17	109	2 796
SURPLUS(+)/DEFICIT(-)									
Net cash flows from operating activities and net cash flows from investments in non-financial assets	1 734	-56	3 544	517	497	379	7	300	6 973
Acquisitions of assets under finance leases and similar arrangements	-312	—	—	-4	—	—	—	—	-315
Surplus(+)/Deficit(-)	1 423	-56	3 544	514	497	379	7	300	6 658

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	16 665	12 037	7 834	3 303	4 687	798	312	747	46 382
Receipts from sales of goods and services	14 449	7 147	11 268	2 619	6 560	1 596	542	501	44 574
Grants and subsidies received	17 901	12 680	11 492	5 058	5 886	1 993	2 098	1 064	58 157
Other receipts	7 327	2 485	5 741	648	2 249	587	176	353	19 554
Total	56 341	34 349	36 335	11 628	19 382	4 973	3 127	2 665	168 668
Cash payments for operating activities									
Payments for goods and services	-36 719	-26 874	-21 852	-8 614	-12 932	-3 371	-2 227	-1 695	-114 172
Grants and subsidies paid	-4 513	-2 507	-3 442	-1 137	-1 971	-309	-351	-371	-14 564
Interest paid	-1 713	-679	-1 118	-374	-591	-208	-189	-53	-4 924
Other payments	-4 630	-567	-1 492	-110	-1 446	-248	-49	-241	-8 781
Total	-47 575	-30 627	-27 904	-10 235	-16 940	-4 135	-2 816	-2 360	-142 441
Net cash flows from operating activities	8 766	3 722	8 431	1 393	2 442	838	311	306	26 227
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	994	349	842	273	691	91	55	251	3 545
Purchases of new non-financial assets	-8 313	-4 314	-5 649	-1 181	-3 043	-766	-345	-309	-23 917
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
Total	-7 318	-3 966	-4 808	-908	-2 352	-675	-289	-58	-20 372
Net cash flows from investments in financial assets for policy purposes	1 210	-7	-30	7	30	175	38	10	1 434
Net cash flows from investments in financial assets for liquidity purposes	-1 632	861	-2 477	-32	-52	34	42	-59	-3 257
Net cash flows from financing activities									
Advances received (net)	-141	-2	-14	-46	-10	-44	-5	-11	-273
Borrowing (net)	938	-652	-1 123	-229	41	-357	-97	-58	-1 537
Deposits received (net)	27	48	3	-22	2	—	-18	—	40
Distributions paid	—	—	—	—	—	-5	—	—	-5
Other financing (net)	-1 019	365	996	10	107	40	37	-1	526
Total	-195	-242	-138	-288	140	-367	-83	-69	-1 248
Net Increase(+)/Decrease(-) in Cash Held	831	368	979	173	207	7	18	129	2 783
SURPLUS(+)/DEFICIT(-)									
Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	1 448	-244	3 623	485	90	158	22	248	5 850
Acquisitions of assets under finance leases and similar arrangements	-312	-465	—	-4	—	87	-1	—	-694
Surplus(+)/Deficit(-)	1 136	-708	3 623	482	90	246	21	248	5 156

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	16 664	12 028	7 830	3 295	4 649	798	311	747	46 322
Receipts from sales of goods and services	14 462	9 774	11 971	3 473	7 000	1 713	731	501	49 518
Grants and subsidies received	17 901	12 673	11 491	5 058	5 886	1 993	2 097	1 064	58 148
Other receipts	6 903	3 522	5 473	879	2 553	827	177	353	20 669
Total	55 931	37 997	36 765	12 705	20 089	5 330	3 316	2 665	174 657
Cash payments for operating activities									
Payments for goods and services	-36 738	-28 594	-21 904	-9 278	-13 321	-3 464	-2 396	-1 695	-117 278
Grants and subsidies paid	-4 496	-2 502	-3 441	-1 115	-1 971	-309	-353	-371	-14 519
Interest paid	-2 068	-958	-1 342	-656	-831	-464	-189	-53	-6 561
Other payments	-4 666	-565	-2 103	-132	-1 524	-247	-49	-241	-9 527
Total	-47 968	-32 619	-28 789	-11 182	-17 646	-4 484	-2 987	-2 360	-147 884
Net cash flows from operating activities	7 964	5 378	7 975	1 523	2 443	846	329	306	26 773
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	994	350	844	276	691	119	57	251	3 581
Purchases of new non-financial assets	-8 290	-4 329	-5 688	-1 182	-3 046	-766	-349	-309	-23 958
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
Total	-7 296	-3 979	-4 845	-906	-2 355	-648	-292	-58	-20 377
Net cash flows from investments in financial assets for policy purposes	1 279	-22	-30	7	30	175	23	10	1 472
Net cash flows from investments in financial assets for liquidity purposes	-159	-1 168	-3 771	-2 413	-107	-276	-25	-59	-7 921
Net cash flows from financing activities									
Advances received (net)	-141	-437	-127	-46	-10	-44	-2	-11	-818
Borrowing (net)	1 356	207	-31	69	319	53	-59	-58	1 855
Deposits received (net)	27	49	169	331	2	-50	28	—	556
Distributions paid	—	—	—	—	—	-13	-1	—	-15
Other financing (net)	-2 965	310	1 161	522	122	-38	29	-1	-860
Total	-1 723	129	1 171	876	433	-93	-5	-69	719
Net Increase(+)/Decrease(-) in Cash Held	65	337	501	-913	443	4	29	129	665
SURPLUS (+)/DEFICIT (-)									
Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	668	1 398	3 130	616	88	185	36	248	6 381
Acquisitions of assets under finance leases and similar arrangements	-312	-465	—	-4	—	87	-1	—	-694
Surplus(+)/Deficit(-)	356	934	3 130	613	88	273	35	248	5 687

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

AT 30 JUNE 2004

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	3 310	1 955	3 548	2 206	775	767	136	64	12 761
Advances paid	1 353	206	174	1 133	854	68	39	502	4 329
Investments, loans and placements	12 758	3 678	16 281	174	2 147	124	521	2 254	37 784
Other non-equity assets	6 513	2 347	4 663	494	1 093	346	125	258	15 816
Equity	68 067	34 859	14 978	11 835	18 278	4 505	1 636	3 895	158 054
<i>Total</i>	<i>92 001</i>	<i>43 045</i>	<i>39 644</i>	<i>15 842</i>	<i>23 147</i>	<i>5 811</i>	<i>2 457</i>	<i>6 972</i>	<i>228 743</i>
Non-financial assets									
Land and fixed assets	147 805	80 619	100 306	21 331	43 257	10 628	4 448	5 656	414 052
Other non-financial assets	2 385	1 819	137	84	87	9	17	352	4 889
<i>Total</i>	<i>150 191</i>	<i>82 438</i>	<i>100 443</i>	<i>21 416</i>	<i>43 344</i>	<i>10 637</i>	<i>4 465</i>	<i>6 008</i>	<i>418 941</i>
<i>Total</i>	<i>242 192</i>	<i>125 483</i>	<i>140 087</i>	<i>37 258</i>	<i>66 491</i>	<i>16 448</i>	<i>6 922</i>	<i>12 980</i>	<i>647 684</i>
Liabilities									
Deposits held	214	524	3	550	328	4	191	56	1 870
Advances received	1 684	17	500	1 104	564	273	19	262	4 423
Borrowing	12 242	6 063	5 318	2 812	2 065	736	1 636	633	31 352
Unfunded superannuation liability and other employee entitlements	21 358	14 990	14 978	7 247	6 933	2 596	1 788	2 338	72 228
Other provisions	7 188	805	990	16	5	5	21	22	9 051
Other non-equity liabilities	4 468	3 841	2 961	1 071	797	256	88	289	13 747
<i>Total</i>	<i>47 155</i>	<i>26 240</i>	<i>24 749</i>	<i>12 800</i>	<i>10 691</i>	<i>3 869</i>	<i>3 742</i>	<i>3 600</i>	<i>132 670</i>
GFS Net Worth	195 036	99 243	115 338	24 458	55 800	12 579	3 180	9 380	515 014
Net debt(b)	-3 281	766	-14 182	953	-819	53	1 151	-1 869	-17 229
Net financial worth(c)	44 846	16 805	14 895	3 042	12 456	1 942	-1 285	3 372	96 073

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities.

AT 30 JUNE 2004

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	4 538	2 393	4 603	2 277	881	857	140	88	15 777
Advances paid	266	258	157	186	411	70	194	27	1 570
Investments, loans and placements	13 249	4 813	17 333	184	3 965	163	521	2 319	42 338
Other non-equity assets	5 541	2 679	3 053	470	1 651	407	142	231	14 149
Equity	271	1 776	960	642	312	143	74	357	4 535
<i>Total</i>	<i>23 866</i>	<i>11 920</i>	<i>26 106</i>	<i>3 758</i>	<i>7 221</i>	<i>1 640</i>	<i>1 070</i>	<i>3 022</i>	<i>78 368</i>
Non-financial assets									
Land and fixed assets	232 534	115 993	128 101	34 782	67 419	17 279	6 424	9 470	612 002
Other non-financial assets	2 647	1 897	137	26	302	70	17	470	5 565
<i>Total</i>	<i>235 181</i>	<i>117 890</i>	<i>128 239</i>	<i>34 807</i>	<i>67 721</i>	<i>17 348</i>	<i>6 440</i>	<i>9 940</i>	<i>617 567</i>
<i>Total</i>	<i>259 047</i>	<i>129 810</i>	<i>154 345</i>	<i>38 566</i>	<i>74 942</i>	<i>18 988</i>	<i>7 511</i>	<i>12 962</i>	<i>695 935</i>
Liabilities									
Deposits held	388	604	87	363	155	2	55	9	1 664
Advances received	1 685	-95	484	1 104	564	277	322	262	4 602
Borrowing	24 810	9 775	17 682	4 194	8 891	2 656	1 996	636	70 429
Unfunded superannuation liability and other employee entitlements	23 115	15 208	15 522	7 317	7 320	2 976	1 807	2 380	75 645
Other provisions	10 522	2 097	4 425	16	125	26	60	24	17 294
Other non-equity liabilities	3 491	2 978	768	1 109	2 088	472	92	271	11 244
<i>Total</i>	<i>64 011</i>	<i>30 567</i>	<i>38 967</i>	<i>14 103</i>	<i>19 142</i>	<i>6 409</i>	<i>4 331</i>	<i>3 582</i>	<i>180 878</i>
Shares and other contributed capital	—	—	—	—	—	—	—	—	—
GFS Net Worth	195 037	99 243	115 338	24 457	55 800	12 579	3 179	9 380	515 013
Net debt(b)	8 829	2 820	-3 841	3 014	4 352	1 845	1 518	-1 527	17 011
Net financial worth(c)	-40 145	-18 647	-12 900	-10 350	-11 921	-4 770	-3 261	-560	-102 553

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing, less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities less shares and other contributed capital.

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	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	3 294	3 180	2 063	604	899	103	231	88	10 450
Advances paid	270	896	157	193	1 774	65	166	27	3 549
Investments, loans and placements	8 904	31 123	28 863	6 270	6 845	2 875	1 200	2 319	88 183
Other non-equity assets	5 518	3 522	3 085	693	1 910	445	222	231	15 600
Equity	603	—	63	982	904	479	18	357	3 406
Total	18 589	38 721	34 231	8 743	12 331	3 968	1 837	3 022	121 188
Non-financial assets									
Land and fixed assets	232 537	116 038	128 195	34 818	67 744	17 323	6 430	9 470	612 556
Other non-financial assets	2 641	1 950	137	25	302	70	17	470	5 611
Total	235 178	117 988	128 332	34 844	68 045	17 393	6 446	9 940	618 167
Total	253 768	156 709	162 563	43 586	80 377	21 361	8 283	12 962	739 355
Liabilities									
Deposits held	279	302	2 245	1 461	155	354	417	9	5 210
Advances received	1 685	1 769	552	1 631	564	272	309	262	7 044
Borrowing	19 523	22 115	21 805	4 511	12 466	4 053	1 956	636	86 848
Unfunded superannuation liability and other employee entitlements	23 118	15 246	15 550	7 324	7 338	2 978	1 810	2 380	75 743
Other provisions	10 603	14 164	6 154	16	126	589	410	24	32 086
Other non-equity liabilities	3 523	3 889	880	4 178	3 928	535	203	271	17 382
Total	58 731	57 484	47 185	19 121	24 576	8 782	5 104	3 582	224 313
Shares and other contributed capital	—	—	—	—	—	—	—	—	—
GFS Net Worth	195 037	99 243	115 339	24 457	55 800	12 579	3 180	9 380	515 014
Net debt(b)	9 019	-11 013	-6 482	536	3 667	1 636	1 084	-1 527	-3 080
Net financial worth(c)	-40 141	-18 745	-12 994	-10 386	-12 245	-4 814	-3 267	-560	-103 153

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities less shares and other contributed capital.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
.....									
GFS Revenue									
Taxation revenue	15 010	10 132	6 676	2 806	4 122	631	264	753	40 394
Current grants and subsidies	16 869	12 152	10 992	4 906	5 583	1 962	1 996	1 033	55 483
Sales of goods and services	3 004	3 459	2 104	1 165	942	230	99	260	11 078
Interest income	853	374	2 723	172	128	33	19	99	4 390
Other	3 831	2 381	2 717	906	1 979	381	212	218	12 624
<i>Total</i>	<i>39 567</i>	<i>28 498</i>	<i>25 212</i>	<i>9 956</i>	<i>12 753</i>	<i>3 237</i>	<i>2 591</i>	<i>2 363</i>	<i>123 969</i>
less									
GFS Expenses									
Gross operating expenses									
Depreciation	1 924	1 068	1 460	435	538	166	139	134	5 864
Employee expenses	16 520	11 214	10 003	4 312	5 426	1 322	1 007	1 097	50 900
Other operating expenses	10 285	8 734	4 268	2 404	2 686	822	640	741	30 429
<i>Total</i>	<i>28 728</i>	<i>21 016</i>	<i>15 731</i>	<i>7 151</i>	<i>8 650</i>	<i>2 309</i>	<i>1 787</i>	<i>1 971</i>	<i>87 194</i>
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	788	537	211	253	165	67	144	54	2 218
Other property expenses	—	—	—	—	—	—	—	—	1
Current transfers									
Grant expenses	4 548	2 784	2 972	1 161	1 876	311	398	352	14 364
Subsidy expenses	1 665	900	1 395	535	391	93	73	130	5 181
Other current transfers	595	247	110	58	173	30	2	—	1 214
Capital transfers									
Grants to local governments	160	121	225	19	97	—	2	—	625
Other capital transfers	1 096	1 019	479	37	324	1	140	38	3 134
<i>Total</i>	<i>38 441</i>	<i>27 540</i>	<i>21 874</i>	<i>9 568</i>	<i>11 959</i>	<i>2 924</i>	<i>2 631</i>	<i>2 566</i>	<i>117 312</i>
equals									
GFS Net Operating Balance	1 126	958	3 339	387	794	313	-40	-203	6 657
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	3 104	1 939	1 870	402	791	100	125	160	8 488
less Depreciation	1 924	1 068	1 460	435	538	166	139	134	5 864
plus Change in inventories	21	6	-13	-10	-4	—	-1	—	-1
plus Other transactions in non-financial assets	-80	162	105	5	-13	—	-4	-204	-29
<i>Total</i>	<i>1 121</i>	<i>1 039</i>	<i>501</i>	<i>-38</i>	<i>235</i>	<i>-66</i>	<i>-19</i>	<i>-178</i>	<i>2 594</i>
equals									
GFS Net Lending(+)/Borrowing(-)	6	-81	2 838	425	559	379	-21	-25	4 063
.....									

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue									
Taxation revenue	14 204	10 067	6 358	2 629	3 952	610	260	738	38 818
Current grants and subsidies	16 843	12 143	10 817	4 909	5 583	1 962	2 002	1 033	55 280
Sales of goods and services	12 704	5 750	8 622	2 447	5 981	1 344	429	521	37 658
Interest income	884	444	2 821	125	208	36	30	74	4 611
Other	3 133	2 684	2 061	598	1 463	229	191	154	10 496
Total	47 768	31 088	30 679	10 708	17 187	4 181	2 911	2 521	146 863
less									
GFS Expenses									
Gross operating expenses									
Depreciation	4 089	1 702	2 676	650	1 165	366	207	174	11 029
Employee expenses	19 438	11 738	11 519	4 496	5 976	1 586	1 039	1 168	56 959
Other operating expenses	14 839	10 583	7 302	3 176	5 911	1 235	915	891	44 689
Total	38 366	24 023	21 498	8 322	13 051	3 187	2 160	2 233	112 678
Property expenses									
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	1 547	745	951	315	545	180	188	52	4 523
Dividend expenses	—	—	—	—	—	—	—	—	—
Income tax equivalent expenses	—	—	—	—	—	—	—	—	—
Other property expenses	—	—	1	15	—	—	—	—	16
Total	2 407	1 662	1 701	683	828	292	273	73	7 920
Current transfers									
Grant expenses	4 297	2 804	2 912	1 069	1 782	274	356	356	13 803
Subsidy expenses	301	6	481	88	5	88	10	4	983
Tax expenses	—	—	—	—	—	—	—	—	—
Other current transfers	593	247	110	76	213	30	3	—	1 272
Capital transfers									
Grants to local governments	161	121	225	19	97	—	2	—	626
Other capital transfers	417	281	478	38	160	1	120	11	1 504
Total	46 542	29 143	27 405	10 296	16 136	3 873	2 924	2 678	138 786
equals									
GFS Net Operating Balance	1 226	1 945	3 274	412	1 051	309	-13	-157	8 077
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	6 327	4 144	3 305	682	2 012	453	224	256	17 402
less Depreciation	4 089	1 702	2 676	650	1 165	366	207	174	11 029
plus Change in inventories	65	-61	-28	-3	387	—	1	—	361
plus Other transactions in non-financial assets	-70	184	83	5	-137	—	-4	-198	-138
Total	2 233	2 566	683	33	1 097	87	14	-116	6 595
equals									
GFS Net Lending(+)/Borrowing(-)	-1 007	-621	2 591	379	-46	221	-27	-41	1 482

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue									
Taxation revenue	14 203	10 058	6 354	2 622	3 950	610	259	738	38 794
Current grants and subsidies	16 843	12 143	10 817	4 909	5 583	1 962	2 001	1 033	55 279
Sales of goods and services	12 721	8 517	9 262	3 268	6 489	1 431	552	521	42 621
Interest income	1 197	803	3 452	658	580	263	61	74	6 325
Other	3 089	2 853	1 956	535	1 466	213	173	154	10 420
Total	48 052	34 373	31 841	11 991	18 067	4 479	3 046	2 521	153 439
less									
GFS Expenses									
Gross operating expenses									
Depreciation	4 091	1 715	2 695	652	1 169	367	208	174	11 071
Employee expenses	19 448	11 676	11 519	4 528	5 997	1 589	1 055	1 168	56 979
Other operating expenses	14 860	13 106	7 906	3 927	6 368	1 303	1 018	891	49 204
Total	38 398	26 497	22 120	9 107	13 533	3 259	2 281	2 233	117 254
Property expenses									
Nominal superannuation interest expenses	860	916	750	354	283	112	85	20	3 381
Other interest expenses	1 734	822	1 246	752	836	398	179	52	6 020
Dividend expenses	—	—	—	—	—	—	—	—	—
Income tax equivalent expenses	—	—	—	—	—	—	—	—	—
Other property expenses	—	—	1	15	—	—	—	—	16
Total	2 594	1 739	1 997	1 120	1 119	510	265	73	9 417
Current transfers									
Grant expenses	4 297	2 811	2 912	1 068	1 782	274	357	356	13 810
Subsidy expenses	284	—	481	88	5	88	10	4	960
Tax expenses	—	—	—	—	—	—	—	—	—
Other current transfers	593	247	110	83	201	30	3	—	1 266
Capital transfers									
Grants to local governments	161	121	225	19	97	—	2	—	626
Other capital transfers	417	281	478	10	160	1	120	11	1 476
Total	46 744	31 695	28 323	11 495	16 897	4 162	3 037	2 678	144 809
equals									
GFS Net Operating Balance	1 308	2 678	3 518	496	1 171	317	8	-157	8 630
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	6 352	4 158	3 342	680	2 015	426	227	256	17 431
less Depreciation	4 091	1 715	2 695	652	1 169	367	208	174	11 071
plus Change in inventories	65	-61	-28	-4	387	—	1	—	360
plus Other transactions in non-financial assets	-70	184	83	5	-137	—	-4	-198	-138
Total	2 257	2 566	702	28	1 095	60	15	-116	6 581
equals									
GFS Net Lending(+)/Borrowing(-)	-948	112	2 816	468	75	257	-7	-41	2 049

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	14 980	9 962	6 635	2 802	4 047	630	262	763	40 080
Receipts from sales of goods and services	2 842	3 696	2 448	1 070	968	227	96	290	11 549
Grants and subsidies received	17 813	12 611	11 535	5 054	5 829	1 970	2 080	1 063	57 944
Other receipts	4 873	2 156	5 103	973	2 224	461	141	395	16 316
Total	40 509	28 424	25 720	9 899	13 068	3 288	2 579	2 511	125 889
Cash payments for operating activities									
Payments for goods and services	-25 618	-21 185	-14 306	-6 772	-8 238	-2 203	-1 685	-1 469	-81 356
Grants and subsidies paid	-7 507	-4 037	-4 954	-1 858	-2 685	-428	-546	-465	-22 441
Interest paid	-862	-429	-209	-258	-171	-93	-143	-54	-2 220
Other payments	-2 167	-296	-704	-107	-691	-101	-2	-267	-4 334
Total	-36 154	-25 947	-20 172	-8 994	-11 784	-2 825	-2 377	-2 255	-110 350
Net cash flows from operating activities	4 355	2 477	5 548	904	1 284	462	203	256	15 538
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	448	127	356	124	166	70	29	208	1 526
Purchases of new non-financial assets	-3 046	-2 295	-2 413	-506	-991	-162	-196	-164	-9 771
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
Total	-2 599	-2 169	-2 057	-382	-825	-92	-167	44	-8 245
Net cash flows from investments in financial assets for policy purposes	183	-170	-631	31	-122	185	17	-26	-533
Net cash flows from investments in financial assets for liquidity purposes	-1 545	951	-2 398	-27	-80	39	49	-95	-3 106
Net cash flows from financing activities									
Advances received (net)	-140	-2	-14	-46	-8	-44	—	-11	-264
Borrowing (net)	374	-848	-331	-299	-158	-409	-75	-56	-1 801
Deposits received (net)	6	37	—	-22	-2	—	-16	—	3
Other financing (net)	114	-89	—	—	62	-142	—	-3	-74
Total	355	-902	-345	-368	-105	-594	-91	-70	-2 136
Net Increase(+)/Decrease(-) in Cash Held	749	187	116	159	152	—	11	109	1 519
SURPLUS (+)/DEFICIT (-)									
Net cash flows from operating activities and net cash flows from investments in non-financial assets	1 756	309	3 491	523	459	370	36	300	7 293
Acquisitions of assets under finance leases and similar arrangements	-312	—	—	—	—	—	—	—	-312
Surplus(+)/Deficit(-)	1 444	309	3 491	523	459	370	36	300	6 981

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	14 293	9 937	6 318	2 628	3 888	608	258	747	38 677
Receipts from sales of goods and services	12 679	6 225	9 520	2 372	6 052	1 372	427	501	39 124
Grants and subsidies received	17 778	12 601	11 428	5 053	5 829	1 978	2 091	1 064	57 808
Other receipts	6 201	2 229	5 073	628	2 054	540	127	353	17 145
<i>Total</i>	50 952	30 992	32 338	10 681	17 823	4 499	2 903	2 665	152 754
Cash payments for operating activities									
Payments for goods and services	-33 232	-23 601	-18 885	-7 763	-11 885	-3 030	-1 998	-1 695	-101 961
Grants and subsidies paid	-5 232	-2 951	-3 986	-1 334	-2 175	-380	-420	-371	-16 801
Interest paid	-1 625	-636	-941	-346	-585	-192	-188	-53	-4 567
Other payments	-3 761	-442	-1 425	-110	-1 234	-212	-2	-241	-7 424
<i>Total</i>	-43 851	-27 629	-25 237	-9 553	-15 879	-3 815	-2 608	-2 360	-130 753
<i>Net cash flows from operating activities</i>	7 101	3 363	7 101	1 128	1 944	685	295	306	22 001
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	646	219	728	211	607	78	54	251	2 794
Purchases of new non-financial assets	-6 407	-3 461	-4 205	-848	-2 498	-611	-303	-309	-18 639
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
<i>Total</i>	-5 760	-3 242	-3 478	-637	-1 891	-533	-249	-58	-15 846
Net cash flows from investments in financial assets for policy purposes	24	-7	-30	6	15	175	38	10	1 434
Net cash flows from investments in financial assets for liquidity purposes	-1 491	848	-2 451	-32	-58	41	49	-59	-3 112
Net cash flows from financing activities									
Advances received (net)	-140	-2	-14	-46	-20	-44	-7	-11	-283
Borrowing (net)	873	-628	-1 094	-233	18	-349	-96	-58	-1 560
Deposits received (net)	22	36	3	-24	-2	—	-18	—	18
Distributions paid	—	—	—	—	—	-5	—	—	-5
Other financing (net)	146	-137	25	-1	105	26	—	-1	-1 098
<i>Total</i>	901	-731	-1 079	-304	100	-371	-120	-69	-2 928
Net Increase(+)/Decrease(-) in Cash Held	775	231	63	161	112	-4	12	129	1 549
SURPLUS (+)/DEFICIT (-)									
Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	1 341	121	3 623	490	54	146	46	248	6 150
Acquisitions of assets under finance leases and similar arrangements	-312	-465	—	—	—	87	-1	—	-690
Surplus(+)/Deficit(-)	1 029	-344	3 623	490	54	233	45	248	5 460

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	14 293	9 928	6 313	2 620	3 850	608	257	747	38 617
Receipts from sales of goods and services	12 699	8 852	10 227	3 226	6 493	1 490	616	501	44 072
Grants and subsidies received	17 778	12 594	11 426	5 053	5 829	1 978	2 090	1 064	57 799
Other receipts	6 488	3 266	5 024	858	2 359	784	129	353	18 485
Total	51 258	34 640	32 991	11 758	18 531	4 861	3 091	2 665	158 973
Cash payments for operating activities									
Payments for goods and services	-33 261	-25 321	-18 936	-8 428	-12 274	-3 123	-2 167	-1 695	-105 067
Grants and subsidies paid	-5 215	-2 945	-3 984	-1 313	-2 176	-380	-422	-371	-16 758
Interest paid	-1 981	-916	-1 400	-628	-828	-460	-188	-53	-6 453
Other payments	-3 804	-440	-2 036	-132	-1 311	-212	-2	-241	-8 169
Total	-44 261	-29 622	-26 356	-10 501	-16 589	-4 175	-2 779	-2 360	-136 447
Net cash flows from operating activities	6 997	5 018	6 634	1 257	1 942	686	313	306	22 525
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	646	220	729	214	607	105	55	251	2 829
Purchases of new non-financial assets	-6 408	-3 476	-4 244	-850	-2 501	-611	-307	-309	-18 680
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	—	—
Total	-5 762	-3 256	-3 515	-636	-1 893	-506	-252	-58	-15 851
Net cash flows from investments in financial assets for policy purposes	24	-22	-31	6	15	175	23	10	1 473
Net cash flows from investments in financial assets for liquidity purposes	1 976	-1 181	-3 929	-2 413	-111	-266	-25	-59	-7 962
Net cash flows from financing activities									
Advances received (net)	-140	-437	-127	-46	-20	-44	-3	-11	-828
Borrowing (net)	1 172	231	154	65	313	51	-59	-58	1 994
Deposits received (net)	22	37	390	330	-2	-50	28	—	756
Distributions paid	—	—	—	—	—	-13	-1	—	-15
Other financing (net)	-4 281	-191	359	511	105	-37	—	-1	-2 308
Total	-3 227	-360	776	860	395	-93	-36	-69	-401
Net Increase(+)/Decrease(-) in Cash Held	9	200	-64	-925	348	-4	23	129	-215
SURPLUS (+)/DEFICIT (-)									
Net cash flows from operating activities, net									
cash flows from investments in non-financial assets and distributions paid	1 236	1 763	3 119	622	49	167	60	248	6 660
Acquisitions of assets under finance leases and similar arrangements	-312	-465	—	—	—	87	-1	—	-690
Surplus(+)/Deficit(-)	924	1 298	3 119	622	49	254	59	248	5 970

— nil or rounded to zero (including null cells)

Note: Negative figures denote outflows.

(a) The sums of individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

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	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	1 820	1 301	1 729	2 178	414	685	63	64	8 253
Advances paid	1 352	205	173	1 133	853	65	39	502	4 322
Investments, loans and placements	9 578	3 043	16 157	155	1 702	13	458	2 254	33 207
Other non-equity assets	5 870	1 894	4 318	419	926	313	113	258	14 086
Equity	68 067	34 859	14 633	11 811	18 278	4 229	1 636	3 895	157 409
<i>Total</i>	<i>86 687</i>	<i>41 302</i>	<i>37 011</i>	<i>15 696</i>	<i>22 174</i>	<i>5 304</i>	<i>2 309</i>	<i>6 972</i>	<i>217 277</i>
Non-financial assets									
Land and fixed assets	80 384	43 321	61 981	11 835	31 629	6 343	3 553	5 656	244 702
Other non-financial assets	1 174	1 415	—	83	62	2	—	352	3 087
<i>Total</i>	<i>81 558</i>	<i>44 736</i>	<i>61 981</i>	<i>11 918</i>	<i>31 691</i>	<i>6 345</i>	<i>3 553</i>	<i>6 008</i>	<i>247 788</i>
<i>Total</i>	<i>168 245</i>	<i>86 037</i>	<i>98 991</i>	<i>27 613</i>	<i>53 864</i>	<i>11 649</i>	<i>5 862</i>	<i>12 980</i>	<i>465 065</i>
Liabilities									
Deposits held	69	446	—	309	309	—	191	56	1 379
Advances received	1 677	6	500	733	561	273	16	262	4 027
Borrowing	10 795	5 501	2 708	2 648	1 807	603	1 633	633	26 175
Unfunded superannuation liability and other employee entitlements	20 615	14 688	14 536	7 163	6 834	2 553	1 778	2 338	70 503
Other provisions	6 997	763	984	—	—	3	20	22	8 789
Other non-equity liabilities	3 809	3 402	2 539	968	606	215	59	289	11 863
<i>Total</i>	<i>43 962</i>	<i>24 804</i>	<i>21 267</i>	<i>11 820</i>	<i>10 117</i>	<i>3 647</i>	<i>3 696</i>	<i>3 600</i>	<i>122 736</i>
GFS Net Worth	124 283	61 233	77 724	15 793	43 747	8 003	2 166	9 380	342 329
Net debt(b)	-209	1 403	-14 851	224	-291	114	1 279	-1 869	-14 200
Net financial worth(c)	42 725	16 497	15 743	3 875	12 056	1 658	-1 387	3 372	94 540

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities.

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	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial Assets									
Cash and deposits	3 048	1 736	2 754	2 249	520	766	67	88	11 229
Advances paid	264	257	157	186	411	66	194	27	1 564
Investments, loans and placements	10 068	4 182	17 145	164	3 521	52	458	2 319	37 701
Other non-equity assets	4 883	2 226	2 695	395	1 485	364	130	231	12 402
Equity	271	1 776	960	618	312	143	74	357	4 511
<i>Total</i>	<i>18 534</i>	<i>10 178</i>	<i>23 711</i>	<i>3 612</i>	<i>6 248</i>	<i>1 391</i>	<i>922</i>	<i>3 022</i>	<i>67 407</i>
Non-financial Assets									
Land and fixed assets	165 112	78 695	89 141	25 285	55 791	12 660	5 529	9 470	441 682
Other non-financial assets	1 441	1 493	—	24	277	63	—	470	3 763
<i>Total</i>	<i>166 554</i>	<i>80 188</i>	<i>89 141</i>	<i>25 309</i>	<i>56 068</i>	<i>12 722</i>	<i>5 529</i>	<i>9 940</i>	<i>445 446</i>
<i>Total</i>	<i>185 088</i>	<i>90 365</i>	<i>112 852</i>	<i>28 921</i>	<i>62 316</i>	<i>14 113</i>	<i>6 451</i>	<i>12 962</i>	<i>512 852</i>
Liabilities									
Deposits held	243	525	84	122	136	–1	55	9	1 173
Advances received	1 677	–106	484	733	561	277	318	262	4 207
Borrowing	23 361	9 216	14 765	4 030	8 633	2 466	1 993	636	64 891
Unfunded superannuation liability and other employee entitlements	22 345	14 906	15 078	7 233	7 221	2 926	1 797	2 380	73 911
Other provisions	7 646	2 052	1 032	—	120	24	59	24	17 009
Other non-equity liabilities	5 533	2 538	3 686	1 006	1 897	420	63	271	9 327
<i>Total</i>	<i>60 806</i>	<i>29 132</i>	<i>35 128</i>	<i>13 123</i>	<i>18 569</i>	<i>6 111</i>	<i>4 285</i>	<i>3 582</i>	<i>170 519</i>
Shares and other contributed capital	—	—	—	—	—	—	—	—	—
GFS Net Worth	124 282	61 233	77 724	15 793	43 747	8 003	2 166	9 380	342 329
Net debt(b)	11 902	3 460	–4 723	2 285	4 879	1 858	1 647	–1 527	19 777
Net financial worth(c)	–42 271	–18 955	–11 417	–9 516	–12 321	–4 720	–3 363	–560	–103 117

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities less shares and other contributed capital.

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	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	3 595	2 586	235	576	538	43	158	88	6 015
Advances paid	268	896	157	193	1 773	62	166	27	3 543
Investments, loans and placements	13 389	30 511	31 559	6 250	6 421	2 894	1 144	2 319	86 635
Other non-equity assets	4 885	3 068	2 727	618	1 743	403	209	231	13 853
Equity	603	—	63	958	904	479	18	357	3 383
Total	22 740	37 061	34 740	8 596	11 379	3 880	1 695	3 022	113 429
Non-financial assets									
Land and fixed assets	165 115	78 740	89 234	25 322	56 115	12 704	5 535	9 470	442 236
Other non-financial assets	1 441	1 546	—	24	277	63	—	470	3 809
Total	166 557	80 286	89 234	25 346	56 392	12 767	5 535	9 940	446 046
Total	189 297	117 347	123 975	33 942	67 770	16 647	7 230	12 962	559 475
Liabilities									
Deposits held	1 302	283	2 263	1 220	136	382	417	9	4 832
Advances received	1 677	1 758	552	1 260	561	272	305	262	6 649
Borrowing	26 365	21 576	21 772	4 346	12 229	3 993	1 958	636	84 400
Unfunded superannuation liability and other employee entitlements	22 348	14 944	15 105	7 240	7 238	2 928	1 800	2 380	74 009
Other provisions	7 691	14 122	2 699	—	121	588	409	24	31 801
Other non-equity liabilities	5 634	3 449	3 860	4 075	3 738	482	174	271	15 466
Total	65 017	56 133	46 251	18 141	24 023	8 645	5 063	3 582	217 157
Shares and other contributed capital	—	—	—	—	—	—	—	—	—
GFS Net Worth	124 281	61 233	77 724	15 793	43 747	8 003	2 166	9 380	342 330
Net debt(b)	12 093	-10 376	-7 364	-193	4 194	1 649	1 213	-1 527	-313
Net financial worth(c)	-42 276	-19 053	-11 510	-9 553	-12 645	-4 764	-3 369	-560	-103 716

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities less shares and other contributed capital.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
GFS Revenue									
Taxation revenue	2 427	2 002	1 515	680	801	184	54	..	7 663
Current grants and subsidies	672	639	469	164	293	74	116	..	2 427
Sales of goods and services	2 251	863	2 217	206	395	223	44	..	6 199
Interest income	251	60	112	20	51	15	5	..	513
Other	1 016	756	1 132	87	369	50	82	..	3 492
Total	6 615	4 319	5 444	1 158	1 909	546	301	..	20 293
less									
GFS Expenses									
Gross operating expenses									
Depreciation	1 141	716	1 119	273	418	143	62	..	3 873
Employee expenses	2 283	1 453	1 642	371	601	164	104	..	6 618
Other operating expenses	2 289	1 916	1 555	460	647	196	137	..	7 200
Total	5 714	4 085	4 316	1 105	1 666	503	303	..	17 692
Property expenses									
Nominal superannuation interest expenses	—	—	—	—	—	—	—	..	—
Other interest expenses	89	47	198	27	14	15	—	..	390
Dividend expenses	—	—	—	—	—	—	—	..	—
Income tax equivalent expenses	—	—	9	—	—	2	—	..	11
Other property expenses	—	—	—	—	—	—	—	..	—
Total	89	47	207	27	14	17	—	..	401
Current transfers									
Grant expenses	37	—	51	10	9	1	—	..	108
Subsidy expenses	3	—	—	—	—	—	—	..	3
Tax expenses	—	—	—	—	—	—	—	..	—
Other current transfers	—	—	—	3	—	10	—	..	13
Capital transfers									
Grant expenses	—	—	14	—	3	—	2	..	19
Other capital transfers	6	—	3	—	2	1	1	..	14
Total	5 849	4 131	4 591	1 145	1 694	533	307	..	18 250
equals									
GFS Net Operating Balance	767	188	853	13	214	13	-6	..	2 043
less									
Net acquisition of non-financial assets									
Gross fixed capital formation	1 614	1 081	1 795	317	547	154	40	..	5 548
less Depreciation	1 141	716	1 119	273	418	143	62	..	3 873
plus Change in inventories	-2	-1	-4	9	-8	—	-1	..	-6
plus Other transactions in non-financial assets	196	-31	27	-7	4	-3	1	..	187
Total	668	334	699	45	124	8	-22	..	1 855
equals									
GFS Net Lending(+)/Borrowing(-)	99	-145	154	-32	90	5	16	..	188

.. not applicable

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
CASH FLOW STATEMENT									
Cash receipts from operating activities									
Taxes received	2 387	2 099	1 516	676	800	190	54	..	7 721
Receipts from sales of goods and services	2 047	931	2 178	247	526	226	115	..	6 269
Grants and subsidies received	779	558	690	213	268	99	77	..	2 685
Other receipts	1 281	256	668	21	204	57	49	..	2 536
Total	6 494	3 844	5 052	1 156	1 798	572	295	..	19 211
Cash payments for operating activities									
Payments for goods and services	-3 863	-3 281	-3 400	-851	-1 054	-343	-236	..	-13 028
Grants and subsidies paid	-9	-36	-65	-10	-9	-1	-1	..	-131
Interest paid	-88	-43	-177	-28	-15	-15	—	..	-365
Other payments	-993	-125	-71	-2	-213	-47	-47	..	-1 497
Total	-4 953	-3 485	-3 713	-891	-1 290	-407	-285	..	-15 022
Net cash flows from operating activities	1 541	359	1 339	266	508	165	10	..	4 189
Net cash flows from investments in non-financial assets									
Sales of non-financial assets	348	129	98	62	84	13	2	..	735
Purchases of new non-financial assets	-1 906	-853	-1 444	-332	-545	-155	-42	..	-5 277
Purchases of secondhand non-financial assets	—	—	—	—	—	—	—	..	—
Total	-1 558	-724	-1 346	-271	-461	-142	-40	..	-4 542
Net cash flows from investments in financial assets for policy purposes	-17	—	—	1	14	—	—	..	-1
Net cash flows from investments in financial assets for liquidity purposes	-124	13	-25	—	6	-6	-7	..	-145
Net cash flows from financing activities									
Advances received (net)	-1	—	2	—	10	—	3	..	14
Borrowing (net)	58	-24	-30	4	24	-8	—	..	22
Deposits received (net)	5	11	—	1	4	—	—	..	22
Distributions paid	—	—	—	—	—	—	—	..	—
Other financing (net)	151	502	252	11	-9	2	41	..	950
Total	214	489	224	16	28	-6	44	..	1 008
Net Increase(+)/Decrease(-) in Cash Held	56	137	192	12	96	11	6	..	509
SURPLUS(+)/DEFICIT(-)									
Net cash flows from operating activities, net cash flows from investments in non-financial assets and distributions paid	-17	-365	-6	-5	47	23	-30	..	-353
Acquisitions of assets under finance leases and similar arrangements	—	—	—	-4	—	—	—	..	-3
Surplus(+)/Deficit(-)	-17	-365	-6	-9	47	23	-30	..	-357

.. not applicable

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to transfers between jurisdictions.

Note: Negative figures denote outflows.

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	NSW	Vic.	Qld	SA	WA	Tas.	NT	ACT	Total(a)
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Assets									
Financial assets									
Cash and deposits	1 490	654	1 849	28	361	92	73	. .	4 547
Advances paid	2	1	1	—	1	3	—	. .	7
Investments, loans and placements	3 180	635	188	20	444	111	63	. .	4 642
Other non-equity assets	643	454	388	75	173	40	13	. .	1 785
Equity	—	—	—	24	—	—	—	. .	24
<i>Total</i>	5 315	1 743	2 426	146	979	246	148	. .	11 005
Non-financial assets									
Land and fixed assets	67 422	37 298	38 960	9 496	11 629	4 619	895	. .	170 319
Other non-financial assets	1 211	404	137	2	25	8	17	. .	1 803
<i>Total</i>	68 633	37 702	39 098	9 498	11 653	4 627	911	. .	172 122
<i>Total</i>	73 948	39 445	41 523	9 644	12 632	4 873	1 060	. .	183 127
Liabilities									
Deposits held	145	79	3	241	19	4	—	. .	490
Advances received	8	11	—	371	3	—	3	. .	396
Borrowing	1 447	563	2 918	164	257	190	3	. .	5 543
Unfunded superannuation liability and other employee entitlements	744	302	445	84	99	51	10	. .	1 734
Other provisions	191	42	29	16	5	2	1	. .	285
Other non-equity liabilities	660	440	476	103	197	51	29	. .	1 955
<i>Total</i>	3 195	1 435	3 870	980	579	297	46	. .	10 403
Shares and other contributed capital	—	—	39	—	—	—	—	. .	39
GFS Net Worth	70 753	38 010	37 614	8 665	12 053	4 576	1 013	. .	172 685
Net debt(b)	-3 072	-637	882	729	-527	-13	-129	. .	-2 767
Net financial worth(c)	2 121	308	-1 483	-833	399	-51	102	. .	563

. . not applicable

— nil or rounded to zero (including null cells)

(a) The sums of all individual state jurisdictions may not agree with total state figures, due to assets and liabilities held between jurisdictions.

(b) Equals deposits held, advances received and borrowing less cash and deposits, advances paid, and investments, loans and placements.

(c) Equals total financial assets less total liabilities less shares and other contributed capital.

	<i>Cwlth</i>	<i>NSW</i>	<i>Vic.</i>	<i>Qld</i>	<i>SA</i>	<i>WA</i>	<i>Tas.</i>	<i>NT</i>	<i>ACT</i>	<i>Total(a)</i>
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
General public services	10 584	1 003	1 022	1 348	413	1 239	175	154	490	18 100
Defence	12 949	—	—	—	—	—	—	—	—	12 949
Public order and safety	2 385	3 900	2 484	2 083	1 000	818	262	260	218	13 553
Education										
Primary and secondary	6 651	7 769	5 552	4 359	1 828	2 800	655	378	450	23 722
University	4 686	—	63	7	27	17	2	—	31	11 669
Technical and further education	1 295	1 311	1 256	572	354	443	84	70	72	4 359
Other tertiary	—	—	—	—	—	23	—	30	—	53
Other	766	1 159	584	685	230	457	52	54	25	3 808
Total	13 398	10 239	7 454	5 622	2 438	3 739	792	532	577	43 611
Health										
Acute care institutions	9 110	7 096	5 158	2 983	2 023	2 268	388	264	322	21 176
Other health institutions	—	276	—	155	45	—	13	8	4	499
Community health services	11 491	1 803	906	1 165	395	288	177	121	98	16 503
Pharmaceutical	6 752	—	—	3	—	—	—	6	9	6 365
Other	4 417	479	1 106	428	65	398	46	104	91	7 020
Total	31 770	9 653	7 167	4 733	2 528	2 954	624	503	523	51 558
Social security and welfare										
Social security	70 250	348	208	—	87	—	—	1	—	70 289
Welfare services	7 454	2 331	1 778	880	492	547	197	91	138	13 375
Other	2 398	215	—	9	—	—	—	—	—	3 042
Total	80 102	2 894	1 986	889	579	547	197	92	138	86 706
Housing and community amenities										
Housing and community development	1 363	978	839	747	350	361	132	39	137	3 943
Water supply	9	71	140	8	90	326	1	2	9	1 071
Sanitation and protection of the environment	261	375	130	75	130	48	14	2	12	2 622
Other community amenities	—	—	—	39	—	54	—	—	3	1 808
Total	1 633	1 424	1 109	869	569	789	147	42	162	9 445
Recreation and culture										
Recreational facilities and services	392	544	383	384	119	166	60	46	69	3 883
Cultural facilities and services	618	377	203	182	146	112	42	178	18	2 602
Broadcasting and film production	1 155	10	7	—	4	—	—	—	—	1 176
Other recreation and culture	—	—	149	—	2	—	6	3	8	235
Total	2 165	931	742	566	270	279	108	227	95	7 897
Fuel and energy	3 556	199	113	749	22	62	7	52	—	4 685
Agriculture, forestry and fishing	2 021	695	415	644	282	222	74	49	2	3 991
Mining, manufacturing and construction	1 589	85	20	91	60	86	8	109	—	2 322
Transport and communications										
Road transport	1 357	2 282	1 378	1 053	301	471	188	68	155	9 441
Water transport	204	62	10	71	16	—	5	2	—	367
Rail transport	451	1 082	1 673	677	30	150	—	7	—	4 057
Air transport	176	—	—	1	—	—	—	1	—	186
Communications and other transport	640	775	277	312	170	1	—	15	5	2 289
Total	2 827	4 201	3 338	2 113	517	622	193	93	161	16 340
Other economic affairs	4 224	969	235	672	201	155	123	85	33	7 302
Nominal interest on superannuation	4 898	860	916	750	354	283	112	85	20	8 278
Public debt transactions	4 201	794	537	166	253	165	67	144	54	6 578
Other	36 127	593	—	577	82	—	34	202	91	1 301
Total	214 430	38 441	27 540	21 874	9 568	11 959	2 924	2 631	2 566	294 617

— nil or rounded to zero (including null cells)

(a) Includes multi-jurisdictional sector (see Expenses by Selected Purposes table in the Summary of Findings) and local government expenses by purpose details shown in table 32.

GENERAL GOVERNMENT EXPENSES BY PURPOSE, Local

	<i>NSW</i>	<i>Vic.</i>	<i>Qld</i>	<i>SA</i>	<i>WA</i>	<i>Tas.</i>	<i>NT</i>	<i>ACT</i>	<i>Total</i>
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
General public services	977	443	842	167	170	70	100	. .	2 769
Public order and safety	187	81	75	16	63	5	3	. .	429
Education	10	42	3	—	12	—	1	. .	68
Health	69	118	47	22	32	13	7	. .	307
Social security and welfare	298	600	53	54	82	17	7	. .	1 110
Housing and community amenities	1 385	738	1 493	231	269	199	68	. .	4 382
Recreation and culture	831	720	490	196	384	66	28	. .	2 715
Fuel and energy	—	—	4	8	—	—	2	. .	13
Agriculture, forestry and fishing	—	2	23	7	3	—	—	. .	34
Mining, manufacturing and construction	107	42	78	18	26	—	7	. .	278
Transport and communications	1 454	918	1 173	277	561	126	34	. .	4 544
Other economic affairs	260	182	90	56	40	11	50	. .	688
Public debt transactions	89	47	180	27	14	9	—	. .	365
Other	182	198	50	66	50	16	—	. .	562
Total	5 849	4 131	4 599	1 145	1 704	530	307	. .	18 265

. . not applicable

— nil or rounded to zero (including null cells)

EXPLANATORY NOTES

INTRODUCTION

1 The main functions of government are the provision of non-market services, the regulation of economic and social conditions, and the redistribution of income between sections of the community. These activities are primarily financed by taxation and are carried out by entities in the general government sector. In addition to this core activity, governments can also own or control enterprises that sell goods or services to the public and which operate largely on a commercial (or market) basis (public non-financial corporations) or engage in financial intermediation (public financial corporations).

2 The term 'government finance statistics' refers to statistics that measure the financial activities of governments and reflect the impact of those activities on other sectors of the economy. The Australian system of GOVERNMENT FINANCE STATISTICS (GFS), which is used to derive the statistics presented here, is designed to provide statistical information on public sector entities in Australia classified in a uniform and systematic way.

3 GFS enables policy makers and users to analyse the financial operations and financial position of the public sector at either the level of a specific government, institutional sector or set of transactions. The system is based on international standards set out in the *System of National Accounts 1993* (SNA93) and the International Monetary Fund's *Government Finance Statistics Manual 2001*.

4 Detailed information on the concepts, sources and methods used in compiling GFS can be found in *Australian System of Government Finance Statistics: Concepts, Sources and Methods* (Cat. no. 5514.0.55.001), which is available on the ABS website via the Statistical Concepts Library.

SCOPE

5 The system of GFS provides details of revenues, expenses, cash flows and assets and liabilities of the Australian public sector and comprises units which are owned and/or controlled by the Commonwealth, state governments and local governments. These units are grouped as follows:

- General Government
- Public Non-financial Corporations
- Non-financial Public Sector
- Public Financial Corporations
- Total Public Sector.

General Government

6 The principal function of general government entities is to provide non-market goods and services (e.g. roads, hospitals, libraries) primarily financed by taxes, to regulate and influence economic activity, to maintain law and order, and to redistribute income by means of transfer payments.

7 This institutional sector covers the departments of the Commonwealth Government, state governments and local government municipalities. It also includes agencies and government authorities under departmental administration which are engaged in the provision of public administration, defence, law enforcement, welfare, public education, and health. Also included are non-departmental bodies which independently perform the government functions of regulation (e.g. Nurses Registration Boards and the Maritime Safety Authority), provision of non-market services (e.g. the Australian Broadcasting Corporation), and redistribution of income (e.g. the Aboriginal and Torres Strait Islander Commission). Some of these bodies may be corporations, but they are still considered part of the general government sector if they perform general government functions. Universities are also considered part of the general government sector.

8 Unincorporated government enterprises which provide goods and services to their governments and to the public at prices that are not economically significant are also included in this sector. In addition, government quasi-corporations which sell their output exclusively to other government units, while not in open competition with other producers, are also classified as general government units.

EXPLANATORY NOTES *continued*

Public Non-financial Corporations

9 The main function of Public Non-financial Corporations (PNFCs) is to provide goods and services which are predominantly market, non-regulatory and non-financial in nature, and financed through sales to consumers of these goods and services.

10 Enterprises in the PNFC sector differ from those in the general government sector in that all or most of their production costs are recovered from consumers, rather than being financed from the general taxation revenue of government. Some enterprises, however, do receive subsidies to make up for shortfalls incurred as a result of government policy, for example, in the provision of 'community service obligations' at concessional rates.

11 PNFCs vary in their degree of 'commercialism', from those which are quite heavily reliant on parent governments for subsidies, such as rail and bus transport undertakings, to those which are net contributors to government revenue. Governments may exercise control over PNFCs by either owning more than 50% of the voting stock or otherwise controlling more than half the shareholders' voting power, or through legislation, decree or regulation which empowers the government to determine corporate policy or to appoint the directors. Examples of PNFCs are Telstra, Australia Post, state rail authorities, and local bus and transport operations.

Non-financial Public Sector

12 The Non-financial Public Sector is a subsector formed by the consolidation of the General Government and Public Non-financial Corporations sectors.

Public Financial Corporations

13 Public Financial Corporations (PFCs) are government-owned or controlled enterprises which engage in financial intermediation (i.e. trade in financial assets and liabilities), such as the Reserve Bank of Australia, government-owned banks and insurance offices and home lending schemes. The inclusion of PFCs in GFS makes GFS consistent in scope with the Australian accounting standard for whole of government reporting *Australian Accounting Standard AAS31, Financial Reporting by Governments*.

Total Public Sector

14 The Total Public Sector is the consolidated total of the General Government, Public Non-financial Corporations and Public Financial Corporations sectors.

LEVELS OF GOVERNMENT

Commonwealth Government

16 The Commonwealth Government has exclusive responsibility under the Constitution for the administration of a wide range of functions including defence, foreign affairs and trade, and immigration. A distinctive feature of the Australian federal system is that the Commonwealth Government levies and collects all income tax, from individuals as well as from enterprises. It also collects a significant portion of other taxes, including taxes on the provision of goods and services. The Commonwealth distributes part of this revenue to other levels of government, principally the states.

State Governments

17 State and territory governments (referred to here as 'state' governments) perform the full range of government functions, other than those the Constitution deems the exclusive domain of the Commonwealth Government. The functions mainly administered by state governments include public order, health, education, administration, transport and maintenance of infrastructure. The revenue base of state governments consists of taxes on property, on employers' payrolls, and on the provision and use of goods and services. This revenue base is supplemented by grants from the Commonwealth Government, which includes an allocation of Goods and Services Tax (GST) revenue.

EXPLANATORY NOTES *continued*

Local Governments

18 Local government authorities are responsible for areas typically described as cities, towns, shires, boroughs and municipalities. Although the range of functions undertaken by local governments varies between the different jurisdictions, their powers and responsibilities are generally similar and cover such matters as:

- the construction and maintenance of roads, streets and bridges;
- water, sewerage and drainage systems;
- health and sanitary services;
- the regulation of building standards; and
- the administration of regulations relating to items such as slaughtering, weights and measures, and registration of dogs.

19 Local governments also provide transport facilities, hospitals, charitable institutions, recreation grounds, parks, swimming pools, libraries, museums and other business undertakings. Local governments' own-source revenue is derived mainly from property taxes. They also rely on grants from the Commonwealth and their parent state governments. The Australian Capital Territory has no separate local government.

Multi-jurisdictional

20 The multi-jurisdictional sector contains units where jurisdiction is shared between two or more governments, or the classification of a unit to a jurisdiction is otherwise unclear. The main type of units currently falling into this category are the public universities.

CLASSIFICATIONS

21 The main GFS classifications are:

- Economic Type Framework
- Type of Asset Classification
- Government Purpose Classification
- Taxes Classification
- Source/Destination Classification.

Economic Type Framework

22 The ECONOMIC TYPE FRAMEWORK is the main classification of stocks and flows. Stocks refer to the holdings of assets and liabilities at a point in time, ideally valued at current market prices. Flows are economic events and other occurrences, recorded in the period in which they occur, that cause changes in the value of stocks through the creation, transformation, exchange, transfer or extinction of value. Thus, the stock of assets and liabilities recorded at the beginning of a period changes as a result of flows during the period, moving to new levels at the end of the period.

23 The ECONOMIC TYPE FRAMEWORK resembles a set of financial statements, with sections for an operating statement, a cash flow statement and a balance sheet. In addition, there are sections for cash flows from operating activities and assets acquired under finance leases, intra-unit transfers, revaluations and other changes in the volume of assets.

Type of Asset Classification

24 The TYPE OF ASSET CLASSIFICATION is used to identify whether expenditure on non-financial assets (net) was on produced assets (e.g. dwellings and transport equipment) or non-produced assets (e.g. land). In accordance with SNA93 requirements, this classification distinguishes between produced (tangible and intangible) and non-produced (tangible and intangible) assets.

Government Purpose Classification

25 The GOVERNMENT PURPOSE CLASSIFICATION is used to group operating expenses and expenditure by purpose (education, health, etc.) with similar functions to facilitate the study of the broad function of public sector spending and the effectiveness of this spending in meeting government policy objectives.

Taxes Classification

26 The TAXES CLASSIFICATION dissects this major form of government revenue according to type of tax collected.

EXPLANATORY NOTES *continued*

Source/Destination Classification

27 The SOURCE/DESTINATION CLASSIFICATION identifies the source or destination of selected flows and stocks between units within and outside the public sector. It is used in compiling consolidated statistics.

SOURCES AND METHODS

Data sources

28 The statistics shown in this publication are based on information provided in, or underlying, the published accounting statements and reports of governments and their authorities plus additional dissections of reported transactions and balances. Stocks and flows are generally valued in accordance with requirements specified in accounting standards, which generally do not require universal or continual application of market values. However, for the most part, the divergences between the accounting values and market values are not materially significant. Exceptions occur for some interest flows and depreciation.

29 For the Commonwealth and state governments the primary data sources are:

- public accounts and budget management systems of state treasuries and the Commonwealth Department of Finance and Administration;
- annual reports of departments and authorities;
- budget papers; and
- reports of the Auditors-General.

30 For local government, the main data sources are annual statements of accounts completed by local authorities.

31 The GFS framework requires that stocks and flows be valued at current market prices. However, in compiling GFS estimates the ABS is dependent on the valuation methods used in the source data. In the 2003-04 Commonwealth Government budget released on 13 May 2003, the Commonwealth Government announced a change in the valuation basis of debt from a historic cost basis to the conceptually preferred market value basis, made possible by the introduction of the new debt valuation systems by the Australian Office of Financial Management. This change was introduced in the 2001-02 GFS publication and taken back to 1999-2000. As such, there is a break between 1998-99 and 1999-2000 for the affected balance sheet series, including net debt.

Consolidation

32 To compile statistics about the financial activities of a particular level of government, or any other grouping of public sector units, transactions and debtor/creditor relationships between units within the chosen grouping (sector or subsector) have to be matched and eliminated to avoid double counting. The process of matching and eliminating these items within the chosen group is known as 'consolidation'.

33 Consolidation is particularly important at the state government level where a significant proportion of total expenses/payments are financed by Commonwealth government grants. Similarly, an appreciable part of the expenditure undertaken by state public non-financial corporations is financed by grants from state governments.

Revisions

34 GFS data are revised on an annual basis. For this reason differences can occur between equivalent aggregates published in earlier years.

UNDERSTANDING THE STATEMENTS

35 The GFS conceptual framework is divided into a number of separate statements, each of which is designed to draw out analytical aggregates or balances of particular economic significance and which, taken together, provide for a thorough understanding of the financial positions of jurisdictions individually and collectively. These published statements are the Operating Statement, the Cash Flow Statement, and the Balance Sheet.

EXPLANATORY NOTES *continued*

Operating Statement

36 The Operating Statement presents details of transactions in GFS revenues, GFS expenses and the net acquisition of non-financial assets for an accounting period. GFS revenues are broadly defined as transactions that increase net worth and GFS expenses as transactions that decrease net worth. Net acquisition of non-financial assets equals gross fixed capital formation, less depreciation, plus changes in inventories plus other transactions in non-financial assets. Two key GFS analytical balances in the operating statement are GFS Net Operating Balance (NOB) and GFS Net Lending(+)/Borrowing(-).

37 GFS NOB is the difference between GFS revenues and GFS expenses. It reflects the sustainability of government operations. GFS Net Lending(+)/Borrowing(-) is equal to NOB minus the total net acquisition of non-financial assets. A positive result reflects a net lending position while a negative result reflects a net borrowing position.

Cash Flow Statement

38 The Cash Flow Statement identifies how cash is generated and applied in a single accounting period. 'Cash' means cash on hand (notes and coins held and deposits held at call with a bank or other financial institution) and cash equivalents (highly liquid investments which are readily convertible to cash on hand at the investor's option and overdrafts considered integral to the cash management function).

39 The Cash Flow Statement reflects a cash basis of recording (the other statements are on an accrual accounting basis) where the information has been derived indirectly from underlying accrued transactions and movements in balances. In effect, the transactions are captured when cash is received or when cash payments are made. Cash transactions are specially identified because they allow the compilation of the cash-based Surplus(+)/Deficit(-) measure and because the management of cash is often considered an integral function of accrual accounting.

40 The Surplus(+)/Deficit(-) is a broad indicator of a sector's cash flow requirements. When it is positive (i.e. in surplus), it reflects the extent to which cash is available to government to either increase its financial assets or decrease its liabilities (assuming that no revaluations and other changes occur). When it is negative (i.e. in deficit), it is a measure of the extent to which government requires cash, either by running down its financial assets or by drawing on the cash reserves of the domestic economy, or from overseas.

Balance Sheet

41 The Balance Sheet is the statement of an entity's financial position at a specific point in time. It shows the entity's stock of assets, liabilities and GFS Net Worth. GFS Net Worth is an economic measure of 'wealth' calculated as assets less liabilities for the general government sector and as assets less liabilities less shares and other contributed capital for the PNFCs and PFCs sectors.

42 The net debt measure, previously published in the now discontinued publication *Public Sector Financial Assets and Liabilities, Australia* (Cat. no. 5513.0), is included as a memorandum item in the balance sheet presentation together with net financial worth, which is the difference between total financial assets and total liabilities. In GFS balance sheets, shares and other contributed capital are treated as liabilities by convention.

INTERSTATE COMPARISONS

43 The statistics in this publication have been compiled using standard definitions, classifications and treatment of government financial transactions to facilitate comparisons between levels of government and between states within a level of government.

44 However, the statistics also reflect real differences between the administrative and accounting arrangements of the various governments and these differences need to be taken into account when making interstate comparisons. For example, only a state level of government exists in the Australian Capital Territory and a number of functions performed by it are undertaken by local government authorities in other jurisdictions.

EXPLANATORY NOTES *continued*

INTERSTATE COMPARISONS

continued

45 Interstate comparisons of data may also be significantly affected by differences in the mix of operations undertaken by state governments and local governments. For example:

- water and sewerage undertakings in Victoria, Western Australia and South Australia are operated exclusively by State authorities, but are run by local governments in other jurisdictions; and
- government transport undertakings are operated exclusively by state authorities in all states except Queensland where bus transport is operated by the local government sector.

RELATIONSHIP TO OTHER INFORMATION

*Uniform Presentation
Framework*

46 Following the May 1991 Premiers' Conference, the Commonwealth Government and the state governments resolved to implement a uniform presentation framework in their budget documents. The purpose of the uniform presentation framework was to introduce uniformity into the presentation of GFS so that users of the information could make valid comparisons between jurisdictions.

47 The Commonwealth and each state government have, since budget year 1992-93, presented information in their budget documents on the ABS GFS basis. The information presented in the budget documents of each jurisdiction is compiled with the advice and assistance of ABS officers and generally conforms with the standards applied by the ABS. Jurisdictions may present the information based on their interpretation of the GFS classifications, but must provide a reconciliation of this information with information reflecting the ABS decision on these issues. In 1999, the uniform presentation framework was revised from a cash to an accruals basis and the accrual uniform presentation framework was to be implemented beginning with most jurisdictions' Budgets for 2000-01.

48 Variations between ABS statistics and those presented by the jurisdictions can exist because the ABS may:

- disagree with classification treatments applied by jurisdictions;
- employ a different consolidation methodology to those used in the various Treasuries;
- apply reconciliation adjustments when it consolidates data for all jurisdictions and compares annual data with quarterly data used in compiling the ASNA; and
- include data from time to time which were not available when a jurisdiction's GFS presentations were published (e.g. major asset sales).

49 Differences caused as a result of the first three points above are generally minor. However, differences attributable to the last point can be significant.

AAS31

50 AAS31 *'Financial Reporting by Governments'* has been adopted by most Australian governments in the preparation of their financial statements. Accounting reports prepared under AAS31 and statistical reports prepared on a GFS basis serve different purposes and are aimed at different sets of users. Thus, differences between GFS and AAS31 analytical measures (GFS net operating balance and AAS31 operating surplus/deficit for example) can be expected. Descriptions of GFS/AAS31 reconciliations are outlined in Section 6 of the ABS publication *Information Paper: Accruals-based Government Finance Statistics* (Cat. no. 5517.0).

*Australian System of National
Accounts (ASNA)*

51 While GFS and ASNA share the same conceptual framework (SNA93), there are methodological differences between GFS and ASNA analytical measures (GFS and ASNA net worth and net lending/borrowing for example). The main differences in the net/lending borrowing measures relate to adjustments for market rates of interest, consumption of fixed capital and ownership transfer costs between the GFS and ASNA. Descriptions of GFS/ASNA reconciliations are outlined in Section 6 of the ABS

EXPLANATORY NOTES *continued*

*Australian System of National
Accounts (ASNA) continued*

publication *Information Paper: Accruals-based Government Finance Statistics* (Cat. no. 5517.0).

DATA AVAILABLE ON REQUEST

52 Accruals GFS estimates are available for the PNFC and PFC sectors and can be accessed by subscribing to AusStats or on request.

53 Some GFS data are available back to 1961-62. Prior to 1998-99, however, GFS were compiled on a cash basis. Cash data prior to 1998-99 are not directly comparable with data for 1998-99 onwards due to the different data sources adopted by some jurisdictions. The ABS has not established a quantitative measure of this break in series because the existing data sources do not permit this.

54 Generally, a charge is made for providing data available on request. Inquiries should be made to the officer whose name appears in the Inquiries section of the publication, or to the ABS National Information Service.

RELATED PUBLICATIONS

55 Users may refer to the following publications which contain related information:

- *Australian National Accounts: Financial Accounts* (Cat. no. 5232.0) - issued quarterly
- *Australian National Accounts: National Income, Expenditure and Product* (Cat. no. 5206.0) - issued quarterly
- *Australian System of Government Finance Statistics: Concepts, Sources and Methods* (Cat. no. 5514.0.55.001) - available in electronic form on the ABS Website via the Statistical Concepts Library
- *Australian System of National Accounts* (Cat. no. 5204.0) - issued annually
- *Government Finance Statistics: Australia, Quarterly* (Cat. no. 5519.0.55.001) - issued quarterly
- *Government Financial Estimates* (Cat. no. 5501.0.55.001) - issued annually
- *Information Paper: Accruals-based Government Finance Statistics* (Cat. no. 5517.0) - issued March 2000
- *Information Paper: Developments in Government Finance Statistics* (Cat. no. 5516.0) - issued February 1997
- *Taxation Revenue, Australia* (Cat. no. 5506.0) - issued annually

TECHNICAL NOTE

CHANGES IN GPC AVAILABILITY

- 1** The GOVERNMENT PURPOSE CLASSIFICATION (GPC) is used to classify selected transactions of government by the purpose or function for which they are made. It allows trends in government spending on particular policy areas to be analysed over time. It also allows comparisons on government activity to be made between different countries. It may be used to identify government expenditures on areas of interest for specific economic or social studies. The GPC has the same major groups, coverage and applicability as the UN'S CLASSIFICATION OF THE FUNCTIONS OF GOVERNMENT (COFOG) which is included in SNA93.
- 2** The GPC has a hierarchical structure which consists of a 2-digit level (major group), a 3-digit level (group) and a 4-digit level (subgroup). The major groups reflect the broad objectives of government and the groups and subgroups identify the means by which these objectives are met. The GPC is grouped according to type of government function or purpose. Government purposes include such services as general public services, defence, public order and safety, education, health, social security and welfare, housing and community amenities, recreation and culture, and other economic affairs. Some of these services are collective in nature and some are individual services. Collective services are provided by government to the community at large and individual services are provided to persons, households and particular groups within the community.
- 3** A revised GPC structure is presently being implemented and follows discussions in 2000 between the ABS, state and territory treasuries, the Commonwealth Department of Finance and the Commonwealth Grants Commission (CGC). The new structure is based on the level of detail included in the revised UNIFORM PRESENTATION FRAMEWORK (UPF). It therefore includes the level of detail needed to satisfy both CGC and ABS requirements. The new structure will consist of the 14 major groups at the 2-digit level. However, the lower level categories will reflect the detail in the UPF. For the most part these categories are 3-digit groups, or 4-digit subgroups or a combination of 4-digit subgroups from the current GPC.
- 4** The implementation of the revised classification will see a reduction of the availability of a number of the present four digit level subgroups in 2006 but the existing expenses by purpose tables (Tables 31 and 32) will be unaffected.

GLOSSARY

AAS31	Australian Accounting Standard 31 (Financial reporting by governments) is the principal accounting standard applicable to the Commonwealth and State governments.
<i>Accrual recording</i>	A recording method in which revenues, expenses, lending and borrowing are recorded as they are earned, accrued or incurred regardless of when payment is made or received.
<i>Advances paid (net)</i>	Lending by public authorities with the aim of achieving government policy objectives less repayment of past lending.
<i>Advances received (net)</i>	Borrowing, net of repayments, from other public authorities.
<i>Assets</i>	Instruments or entities over which ownership rights are enforced by institutional units and from which economic benefits may be derived by holding them, or using them, over a period of time. Assets are distinguished between non-financial and financial.
<i>Balance sheet</i>	A statement of an entity's financial position at a specific point in time. Contains information on assets, liabilities and owners' equity at a specific date.
<i>Benefits to households in goods and services</i>	Expenditure by government on goods and services produced by market producers that are provided directly to households as social transfers in kind.
<i>Borrowing (net)</i>	Net borrowing by public authorities from public and private bodies and individuals within Australia and from abroad. Net borrowing is gross borrowing less the repayment of past borrowing.
<i>Capital grant expenses</i>	Unrequited payments by government to finance the acquisition of non-financial capital assets by the recipient, or compensate the recipient for damage or destruction of capital assets, or increase the financial capital of the recipient.
<i>Change in net worth</i>	Change in net worth due to transactions is also equivalent to the net operating balance and excludes the impact of revaluations and other changes in volume of assets and liabilities.
<i>Current grant expenses</i>	Voluntary transfers intended to finance the current activities of the recipient. Includes grants for current purposes to private non-profit organisations serving households, grants made to foreign governments and organisations including grants made for aid projects, and current grants from one level of government to another (e.g. Commonwealth to State) and between units within the same level of government.
<i>Current monetary transfers to households</i>	Monetary transfers by government to individuals or households, who are not required to provide any significant amount of goods or services in return, e.g. old age pensions and unemployment benefits. 'Work for the dole' schemes are included as the main purpose of such schemes is the transfer of monetary benefits and acquisition of employment skills. Also refers to personal benefit payments to Australian citizens resident overseas.
<i>Deposits received (net)</i>	Net increase in cash held by a government unit as a result of a net change to its liabilities generated by taking deposits from a private body or other government unit.
<i>Depreciation</i>	Amounts charged to current operations in respect of the consumption of assets.
<i>Distributions paid</i>	Cash transfers by public enterprises to their parent entities and other shareholders in the form of dividends, transfer of profits or other similar distributions.
<i>Expenditure on non-financial assets (net)</i>	Net expenditure on new and second-hand fixed assets, land and intangible assets excluding capitalised interest. Fixed assets are durable goods intended to be employed in the production process for longer than a year.
<i>Finance leases</i>	Leases and other arrangements which effectively transfer most of the risks and benefits associated with ownership of the leased property from the lessor to the lessee.
<i>GFS net lending/borrowing (NLB)</i>	Net operating balance (NOB) less net acquisition of non-financial assets.
<i>GFS net worth (NW)</i>	Assets less liabilities and shares/contributed capital. For the general government sector, net worth is assets less liabilities since shares and contributed capital is zero.

GLOSSARY *continued*

<i>Grants and subsidies received</i>	Cash received from voluntary transfers by government and other entities.
<i>Gross domestic product (GDP)</i>	Total market value of goods and services produced in Australia within a given period after deducting the cost of goods and services used up in the process of production, but before deducting allowances for the consumption of fixed capital (depreciation).
<i>Interest expense</i>	Nominal interest on unfunded superannuation and other interest payable. Nominal interest on unfunded superannuation is the imputed interest accrued during the period on unfunded superannuation liabilities. See 'Superannuation expense' below.
<i>Interest income</i>	Income accrued by owners of financial assets such as deposits, securities other than shares, loans and accounts receivable in return for providing funds to other entities.
<i>Liabilities</i>	Legal obligations to make payments to other institutional units.
<i>Net debt</i>	Net debt, previously published in the now discontinued publication <i>Public Sector Financial Assets and Liabilities, Australia</i> (cat. no. 5513.0), is included in the balance sheet presentation for information. It is equal to (deposits held plus proceeds from advances plus borrowing) minus (cash and deposits plus investments plus advances outstanding).
<i>Net financial worth</i>	Net financial worth is equal to financial assets minus liabilities. It is a broader measure than net debt in that it incorporates provisions made (such as superannuation, but excluding depreciation and bad debts) as well as holdings of equity. Net financial worth includes all classes of financial assets and liabilities, only some of which are included in net debt.
<i>Net operating balance (NOB)</i>	This is calculated as GFS revenue minus GFS expenses. It is equivalent to the change in net worth arising from transactions.
<i>Other financing transactions</i>	Total financing less advances received (net), less borrowing (net), less deposits received (net) plus distributions paid. This is a residual calculation within cash flow statements and hence encompasses any errors and omissions in the components used to derive it.
<i>Sales of goods and services</i>	Revenue from the direct provision of goods and services by general government and public corporations.
<i>Savings</i>	Equal to NOB minus capital revenue (capital grants and assets acquired below fair value) and capital transfer expenses.
<i>Superannuation expense</i>	Superannuation expense is a component of 'compensation of employees'. Superannuation expense in a period represents the increase in superannuation liability due to services provided by employees in that period.
<i>Surplus(+)/Deficit(-)</i>	Net cash flows from operating activities plus net cash flows from investments in non-financial assets, less distributions paid, less assets acquired under finance leases and similar arrangements.
<i>Unrequited payments</i>	Payments made for which nothing is received directly in return.

FOR MORE INFORMATION . . .

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<i>DIAL-A-STATISTIC</i>	This service now provides only current Consumer Price Index statistics call 1900 986 400 (call cost 77c per minute).

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