

A1. STATEMENT OF FINANCES

This Appendix presents the financial aggregates for the 2023-24 Budget.

Financial aggregates in this Appendix are prepared in line with:

- the Uniform Presentation Framework (UPF) administered by the Council on Federal Financial Relations
- Australian Accounting Standard AASB 1049 Whole of Government and General Government Sector Financial Reporting, which adopts a harmonised Government Finance Statistics (GFS)/Generally Accepted Accounting Principles (GAAP) reporting basis.

A six-year time series is provided from 2021-22 to 2026-27 for the general government sector (GGS), public non-financial corporations (PNFC) sector, and consolidated non-financial public sector (NFPS).

An analysis of general government expenses is presented in Chapter 5 Expenditure and looks at each element of expenses by Classification of the Functions of Government-Australia (COFOG-A) category.

How to Read the Budget Papers outlines the accounting policies and forecast assumptions adopted in the Budget. The UPF tables quantify the impact of these policies and assumptions on the forward estimates from 2023-24 to 2026-27.

A1.1 Introduction

This Appendix presents financial aggregates for the GGS, PNFC sector and NFPS. These aggregates are prepared in line with the revised UPF agreed by the Council on Federal Financial Relations (CFFR) in February 2019.

The objective of the UPF is to facilitate a better understanding of individual government's budget and provide for more meaningful comparisons of each government's financial results and projections.

The format of the aggregates is based on reporting standards set out by the Australian Accounting Standards Board – AASB 1049 *Whole of Government and General Government Sector Financial Reporting*, which adopts a harmonised GFS-GAAP reporting basis.

The UPF financial aggregates:

- allow consistent comparisons between the financial position of Australian governments
- facilitate time series comparisons since they are relatively unaffected by changes in public sector administrative structures
- permit an assessment of how public sector transactions affect the economy by providing data classified by economic type.

A1.2 Uniform Presentation Framework

The NSW Government financial tables in this appendix are prepared under the UPF¹. Additional disclosures explain matters specific to New South Wales.

Framework

The UPF tables are in line with AASB 1049 which:

- adopts generally accepted accounting principles (GAAP) definitions, including recognition and measurement principles in almost all cases
- amends presentation requirements to encompass a comprehensive result that retains the GAAP classification system but overlays it with the transactions and other economic flows classification system based on GFS
- expands the disclosure requirements to include key fiscal aggregates required by GFS.

Due to differences in reporting classifications, GFS financial aggregates released by the ABS will differ from UPF aggregates. For more information on other differences, see the primary financial statements later in this appendix. For details and amounts of the key 2021-22 convergence differences, refer to *Note 37: Key Fiscal Aggregates and Reconciliations to Government Finance Statistics* in the *2021-22 Report on State Finances*.

¹ The complete Uniform Presentation Framework is available on the Australian Government Treasury website www.treasury.gov.au. Extracts from the manual are included in this appendix to explain key concepts while the glossary to *How to Read the Budget Papers* also includes key UPF terms.

Historical Series

To ensure a consistent historical series of fiscal aggregates, all jurisdictions have agreed to back cast published historical data on a best endeavours basis. For example, historic information in the consolidated operating statements has been recast on the basis of available dissections between GFS transactions and other economic flows.

Fiscal measures

UPF reporting measures evaluate the soundness of a government's fiscal position and the fiscal policy effect on the economy. The fiscal measures in the UPF framework are:

- net operating balance
- net lending/borrowing (fiscal balance)
- net worth
- change in net worth (comprehensive result)
- net debt
- net financial worth
- net financial liabilities
- cash surplus/(deficit).

Definitions of these measures are set out in the glossary in the *How to Read the Budget Papers* guide.

Flow measures (net operating balance, net lending/borrowing and change in net worth) show changes in the fiscal position during the reporting period, reflecting the impact of government decisions and actions, and re-measurement effects during that time. Flows represent the creation, transformation, exchange, transfer, or extinction of economic value.

Stock measures (net worth, net debt, net financial worth and net financial liabilities) highlight a government's fiscal position at a point in time, providing information on the aggregate results of past decisions.

A1.3 Primary Financial Statements

UPF Presentation

Public sector estimates and outcomes are presented on an accrual accounting basis in three AASB 1049 based primary statements: the operating statement, including other economic flows; the balance sheet; and the cash flow statement. AASB 1049 adopts GFS principles where this does not conflict with GAAP. Details of key convergence differences between GFS and GAAP are explained in this appendix. The following statements form the UPF's core reporting requirements.

Operating Statement

The operating statement:

- presents information on transactions (revenue and expenses) and other economic flows (revaluations and adjustments)
- captures the composition of revenues and expenses and the net cost of government activities within a fiscal year
- shows the full cost of resources consumed by the government in achieving its objectives and the extent that these costs are met from various revenue sources
- shows information on capital expenditure and asset sales to derive a net lending/borrowing position.

The operating statement also reports three major fiscal measures:

- net operating balance which is calculated as revenue minus expenses from transactions. New South Wales recognises its budget result as the net operating balance for the general government sector
- total change in net worth (comprehensive result) which starts with the net operating balance and includes other economic flows such as revaluations
- net lending/borrowing (fiscal balance) which starts with the net operating balance and includes net capital expenditure but excludes depreciation, giving the best indicator of a jurisdiction's call on financial markets.

The balance sheet:

- records the value of financial and non-financial assets and liabilities of the State, at the end of each financial year
- shows the resources at the State's disposal and the type and valuation of its liabilities
- reveals the make-up of the State's financial assets, its fixed asset holdings, and the extent of liabilities such as borrowings and unfunded superannuation.

The UPF balance sheet fiscal aggregates include net worth, net financial worth, net financial liabilities and net debt.

Cash Flow Statement

The cash flow statement reveals how a government obtains and expends cash. It shows how government cash inflows and outflows are allocated between various activities, and their net impact on cash held.

This statement requires cash flows to be categorised into:

- operating activities comprising activities linked to collecting taxes, distributing grants, and providing goods and services
- investing activities comprising activities linked to acquiring and disposing financial and non-financial assets
- financing activities comprising activities linked to changing the size and composition of a government's financial structure.

The sign convention within the cash flow statement is that all inflows carry a positive sign and all outflows carry a negative sign (regardless of whether they are gross or net cash flows).

The cash flow statement reports two fiscal measures:

- net increase in cash held which is the sum of net cash flows from all operating, investing and financing activities
- cash surplus/(deficit) which comprises net cash from operating activities, plus sales and less purchases of non-financial assets.

New South Wales uses the AASB 1049 cash result as its headline cash result.

Institutional sectors

Appendix A4 lists entities within the NSW public sector. These NSW-controlled entities have been classified according to their government sector. These sectors are defined in the ABS GFS manual.

A1.4 Uniform Presentation Tables

These tables are set out by institutional sectors showing the order of operating statement, balance sheet and cash flow statement.

In addition to the UPF minimum disclosure requirements, these tables include a historical and forward year time series. The tables for general government sector also include:

- tax revenues by type
- a dissection of grant revenue and expense
- dividend and income tax equivalent income by sector
- total expenses by function (COFOG-A)
- purchases of non-financial assets by function (COFOG-A).

Table A1.1: General government sector operating statement

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Est. Actual	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Taxation	39,007	39,861	44,862	46,474	47,737	49,297
Grants and Subsidies						
- Commonwealth General Purpose	23,298	26,024	26,193	27,246	27,680	28,896
- Commonwealth Specific Purpose Payments	11,100	12,286	12,644	13,306	14,003	14,736
- Commonwealth National Partnership Payments	9,220	5,837	6,279	6,354	5,344	4,076
- Other Commonwealth Payments	475	459	457	498	524	564
- Other Grants and Subsidies	795	967	1,044	912	946	940
Sale of Goods and Services	9,451	9,705	10,603	10,744	10,433	10,591
Interest	262	545	504	434	386	449
Dividend and Income Tax Equivalents from Other Sectors	454	612	752	816	1,116	1,212
Other Dividends and Distributions	2,442	1,467	2,637	3,285	3,684	4,102
Fines, Regulatory Fees and Other	6,982	8,409	6,405	7,238	6,853	6,707
Total Revenue from Transactions	103,486	106,171	112,379	117,307	118,706	121,571
Expenses from Transactions						
Employee	40,207	42,135	43,530	46,024	47,530	49,553
Superannuation						
- Superannuation Interest Cost	858	1,583	1,618	1,554	1,513	1,468
- Other Superannuation	3,736	4,038	4,162	4,349	4,447	4,606
Depreciation and Amortisation	7,101	7,837	8,551	8,829	9,267	9,878
Interest	2,527	4,230	5,501	5,900	6,309	6,978
Other Operating Expense	29,697	28,777	28,738	26,105	25,864	26,065
Grants, Subsidies and Other Transfers	34,689	27,675	28,125	23,704	22,195	21,515
Total Expenses from Transactions	118,815	116,275	120,227	116,463	117,124	120,063
BUDGET RESULT - SURPLUS/(DEFICIT)						
[Net Operating Balance]	(15,329)	(10,104)	(7,847)	844	1,582	1,508

Table A1.1: General government sector operating statement (cont)

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m	2024-25 \$m	2025-26 Forward Estimates \$m	2026-27 \$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	2,862	14	(667)	19	(0)	(0)
Other Net Gains/(Losses)	932	2,215	1,218	1,406	509	958
Share of Earnings/Losses from Equity Investments (excluding Dividends)	273	(13)	(25)	(233)	(122)	(291)
Dividends from Asset Sale Proceeds	85	42	39	40	41	65
Allowance for Impairment of Receivables	(81)	(90)	(42)	(42)	(42)	(42)
Deferred Income Tax from Other Sectors	191	129	(103)	47	181	69
Other	...	...	...	...	...	...
Other Economic Flows - included in Operating Result	4,261	2,297	421	1,237	566	758
Operating Result	(11,068)	(7,807)	(7,426)	2,082	2,148	2,267
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result	63,769	47,184	1,931	3,744	9,957	6,234
Revaluations	19,782	32,754	4,907	1,918	1,979	1,859
Actuarial Gain/(Loss) from Superannuation	15,108	3,230	(1,819)	955	919	882
Net Gain/(Loss) on Financial Assets at Fair Value through Other Comprehensive Income	28,705	10,645	(1,312)	786	6,975	3,407
Deferred Tax Direct to Equity	492	495	136	66	65	68
Other	(317)	60	20	20	19	19
Items that may be Reclassified Subsequently to Operating Result	959	2	...	...	...	...
Net Gain/(Loss) on Financial Instruments at Fair Value	0	0	...	...	...	...
Share of Associate's Other Comprehensive Income/(Loss) that may be Reclassified Subsequently to Operating Result	959	2	...	...	...	...
Other Economic Flows - Other Comprehensive Income	64,729	47,186	1,931	3,744	9,957	6,234
Comprehensive Result - Total Change in Net Worth	53,661	39,379	(5,495)	5,826	12,105	8,500
Key Fiscal Aggregates						
Comprehensive Result - Total Change in Net Worth	53,661	39,379	(5,495)	5,826	12,105	8,500
Less: Net Other Economic Flows	(68,990)	(49,483)	(2,352)	(4,982)	(10,523)	(6,992)
Equals: Budget Result - Net Operating Balance	(15,329)	(10,104)	(7,847)	844	1,582	1,508
Less: Net Acquisition of Non-Financials Assets						
Purchases of Non-Financials Assets ^(a)	18,853	20,882	20,329	21,349	19,633	18,763
Sales of Non-Financial Assets	(476)	(369)	(1,267)	(2,686)	(733)	(563)
Less: Depreciation	(7,101)	(7,837)	(8,551)	(8,829)	(9,267)	(9,878)
Plus: Change in Inventories	(819)	(117)	(50)	(41)	9	(15)
Plus: Other Movements in Non-Financials Assets						
- Assets Acquired Using Leases ^(a)	1,499	37	809	872	528	995
- Assets Acquired Using Service Concession Arrangements under						
- Financial Liability Model ^(a)	248	827	1,089	752	295	161
- Grant of Right to the Operator Model	517	273	441	620	230	...
- Other	(1,098)	31	(1,005)	(1,218)	(934)	(716)
Equals: Total Net Acquisition of Non-Financial Assets	11,624	13,726	11,794	10,820	9,760	8,747
Equals: Net Lending/(Borrowing) [Fiscal Balance]	(26,953)	(23,830)	(19,642)	(9,975)	(8,179)	(7,239)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(a)	20,600	21,746	22,227	22,973	20,456	19,919

(a) Capital expenditure comprises purchases of non-financial assets plus assets acquired using leases and assets acquired using Service Concession Arrangements under the Financial Liability Model.

Table A1.2: General government sector balance sheet

	June 2022 Actual \$m	June 2023 Est. Actual \$m	June 2024 Budget \$m	June 2025 \$m	June 2026 Forward Estimates \$m	June 2027 \$m
Assets						
Financial Assets						
Cash and Cash Equivalents	3,216	6,344	244	262	271	263
Receivables	12,093	12,161	11,691	12,224	14,772	14,617
Investments, Loans and Placements						
Financial Assets at Fair Value	44,572	48,383	49,393	54,454	61,570	69,567
Other Financial Assets	3,598	2,378	2,533	2,774	2,734	2,347
Advances Paid	1,185	936	995	1,045	983	940
Tax Equivalents Receivable	29	94	61	82	74	92
Deferred Tax Equivalents	2,985	3,607	3,407	3,478	3,550	3,628
Equity						
Investments in Other Public Sector Entities	117,025	127,384	125,876	125,728	132,703	136,110
Investments in Associates	8,805	8,841	8,831	8,598	8,477	8,245
Other	6	15	15	15	15	15
Total Financial Assets	193,513	210,143	203,046	208,662	225,149	235,824
Non-Financial Assets						
Contract Assets	53	77	499	500	501	501
Inventories	1,307	1,088	1,148	1,163	1,188	1,176
Forestry Stock and Other Biological Assets	23	16	16	16	16	16
Assets Classified as Held for Sale	62	151	151	151	151	151
Property, Plant and Equipment						
Land and Buildings	116,737	130,360	134,858	140,070	143,790	146,528
Plant and Equipment	13,530	14,894	15,097	14,949	14,640	14,061
Infrastructure Systems	171,990	204,162	216,252	225,261	233,985	242,534
Right of Use Assets	7,174	6,185	6,174	6,192	5,903	6,055
Intangibles	4,774	5,176	5,472	5,415	5,134	4,858
Other	1,386	2,073	1,906	1,897	1,898	1,899
Total Non-Financial Assets	317,036	364,183	381,572	395,613	407,205	417,779
Total Assets	510,549	574,325	584,618	604,275	632,355	653,603
Liabilities						
Deposits Held	353	327	328	328	327	327
Payables	9,700	9,956	9,876	10,000	10,143	10,159
Contract Liabilities	873	858	848	848	851	854
Borrowings and Derivatives at Fair Value	14	17	17	17	17	17
Borrowings at Amortised Cost	107,441	132,079	144,999	158,770	172,673	186,028
Advances Received	545	492	445	395	356	315
Employee Provisions	23,603	25,402	27,198	28,158	29,326	30,353
Superannuation Provision ^(a)	43,556	40,804	42,686	41,631	40,461	39,183
Tax Equivalents Payable	57	73	0	0	0	0
Deferred Tax Equivalent Provision	50	42	48	48	48	49
Other Provisions	15,355	16,572	16,225	16,179	16,178	16,357
Other	22,282	21,603	21,342	21,469	23,438	22,923
Total Liabilities	223,828	248,224	264,011	277,843	293,818	306,566
NET ASSETS	286,722	326,101	320,606	326,432	338,537	347,037
NET WORTH						
Accumulated Funds	76,924	72,606	63,348	66,371	69,423	72,557
Reserves	209,798	253,495	257,258	260,061	269,114	274,481
TOTAL NET WORTH	286,722	326,101	320,606	326,432	338,537	347,037
OTHER FISCAL AGGREGATES						
Net Debt^(b)	55,781	74,873	92,624	100,974	107,815	113,571
Net Financial Liabilities^(c)	147,340	165,465	186,841	194,909	201,372	206,852
Net Financial Worth^(d)	(30,315)	(38,081)	(60,966)	(69,181)	(68,668)	(70,742)

(a) The Superannuation Provision is reported net of prepaid superannuation contribution assets.

(b) Net debt comprises the sum of deposits held, borrowings and advances received, minus the sum of cash and cash equivalents, investments, loans and placements and advances paid.

(c) Net financial liabilities equals total liabilities less financial assets excluding equity investments in other public sector entities.

(d) Net financial worth equals total financial assets minus total financial liabilities.

Table A1.3: General government sector cash flow statement

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m	2024-25 \$m	2025-26 Forward Estimates \$m	2026-27 \$m
Cash Receipts from Operating Activities						
Taxation	38,275	39,841	44,825	46,438	47,720	49,281
Sales of Goods and Services	9,696	10,629	10,993	11,117	10,762	10,979
Grant and Subsidies Received	45,082	45,234	45,963	48,008	48,576	49,342
Interest	195	464	458	354	310	337
Dividends and Income Tax Equivalents from Other Sectors	536	507	933	741	1,063	1,351
Other	10,957	13,873	11,140	12,062	11,340	11,326
Total Cash Receipts from Operating Activities	104,742	110,549	114,312	118,719	119,771	122,616
Cash Payments from Operating Activities						
Employee Related	(38,405)	(40,035)	(42,569)	(45,220)	(46,539)	(48,728)
Superannuation	(3,521)	(5,128)	(5,717)	(6,003)	(6,211)	(6,470)
Payments for Goods and Services	(26,614)	(27,512)	(27,966)	(25,319)	(25,499)	(25,497)
Grants and Subsidies	(33,039)	(26,433)	(26,838)	(22,190)	(20,975)	(20,475)
Interest	(2,543)	(3,163)	(4,356)	(4,485)	(4,875)	(5,637)
Other	(5,554)	(8,689)	(6,770)	(6,230)	(6,028)	(6,115)
Total Cash Payments from Operating Activities	(109,677)	(110,969)	(114,210)	(109,447)	(110,127)	(112,920)
Net Cash Flows from Operating Activities	(4,935)	(420)	102	9,273	9,644	9,696
Cash Flows from Investments in Non-Financial Assets						
Proceeds from Sale of Non-Financial Assets	493	280	1,895	2,705	757	664
Purchases of Non-Financial Assets	(19,881)	(21,731)	(18,845)	(21,018)	(19,496)	(18,681)
Net Cash Flows from Investments in Non-Financial Assets	(19,387)	(21,451)	(16,950)	(18,313)	(18,739)	(18,017)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	10,794	190	192	227	242	718
Payments	(2,436)	(127)	(362)	(143)	(42)	(46)
Net Cash Flows from Investments in Financial Assets for Policy Purposes	8,358	63	(170)	83	201	673
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Proceeds from Sale of Investments	3,158	4,860	2,372	3,861	2,802	1,894
Purchase of Investments	(3,807)	(3,295)	(223)	(5,616)	(5,765)	(5,582)
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(650)	1,565	2,149	(1,756)	(2,963)	(3,688)
Net Cash Flows from Investing Activities	(11,679)	(19,824)	(14,971)	(19,985)	(21,501)	(21,032)
Cash Flows from Financing Activities						
Advances (Net)	(109)	(78)	(55)	(78)	(164)	(68)
Proceeds from Borrowings	27,011	28,457	12,174	12,317	14,144	13,800
Repayment of Borrowings	(10,921)	(4,983)	(3,350)	(1,510)	(2,115)	(2,407)
Deposits Received (Net)	70	(26)	...	...	...	...
Other (Net)	(0)	0	(0)	(0)	(0)	0
Net Cash Flows from Financing Activities	16,051	23,370	8,769	10,729	11,864	11,325
Net Increase/(Decrease) in Cash Held	(563)	3,126	(6,100)	16	7	(11)
Derivation of Cash Result						
Net Cash Flows from Operating Activities	(4,935)	(420)	102	9,273	9,644	9,696
Net Cash Flows from Investments in Non-Financial Assets	(19,387)	(21,451)	(16,950)	(18,313)	(18,739)	(18,017)
Cash Surplus/(Deficit)	(24,322)	(21,871)	(16,848)	(9,040)	(9,095)	(8,321)

Table A1.4: General government sector taxes

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m
Taxes on Employers' Payroll and Labour Force	9,297	11,850	12,804
Taxes on Property			
Land Taxes	4,838	5,999	6,948
Other	164	169	190
Total Taxes on Property	5,002	6,168	7,139
Taxes on the Provision of Goods and Services			
Excises and Levies	...	...	...
Taxes on Gambling	2,431	3,374	3,421
Taxes on Insurance	3,215	3,525	4,078
Stamp Duties on Financial and Capital Transactions	14,680	10,036	12,127
Total Taxes on the Provision of Goods and Services	20,326	16,935	19,626
Taxes on Use of Goods and Performance of Activities			
Motor Vehicle Taxes	3,508	3,858	4,251
Franchise Taxes	...	...	0
Other	874	1,050	1,043
Total Taxes on Use of Goods and Performance of Activities	4,382	4,908	5,293
Total Taxation Revenue	39,007	39,861	44,862

Table A1.5: General government sector grant revenue and expense^(a)

	2021-22	2022-23	2023-24
	Actual	Est. Actual	Budget
	\$m	\$m	\$m
Current Grants and Subsidies			
Current Grants from the Commonwealth ^(a)			
General Purpose Grants	23,298	26,024	26,193
Specific Purpose Payments	11,100	12,286	12,644
National Partnership Payments	7,326	3,230	2,439
Other Commonwealth Payments	475	449	457
Total	42,198	41,988	41,733
Other Grants and Subsidies	770	952	971
Total Current Grants and Subsidies Revenue	42,968	42,939	42,704
Capital Grants and Subsidies			
Capital Grants from the Commonwealth ^(a)			
General Purpose Payments	...	...	...
Specific Purpose Payments	...	...	...
National Partnership Payments	1,894	2,607	3,840
Other Commonwealth Payments	0	10	...
Total	1,894	2,617	3,840
Other Grants and Subsidies	25	16	72
Total Capital Grants and Subsidies Revenue	1,919	2,633	3,912
Total Grants and Subsidies Revenue	44,887	45,572	46,617
Current Grants, Subsidies and Transfer Payments Expense to:			
State/Territory Government	17	10	0
Local Government ^(a)	2,360	3,122	2,817
Private and Not-for-Profit Sector ^(a)	22,220	12,937	13,102
Other Sectors of Government	8,046	8,530	7,784
Total Current Grants, Subsidies and Transfer Payments Expense	32,643	24,599	23,703
Capital Grants, Subsidies and Transfer Payments to:			
State/Territory Government	0	0	0
Local Government ^(a)	347	315	1,695
Private and Not-for-Profit Sector ^(a)	449	396	1,019
Other Sectors of Government	1,250	2,365	1,708
Total Capital Grants, Subsidies and Transfer Payments Expense	2,046	3,076	4,422
Total Grants and Subsidies Expense	34,689	27,675	28,125
Transfer Receipts and Payments from the Commonwealth Government on-passed by New South Wales to Third Parties			
Transfer Receipts			
Current Transfer Receipts for Specific Purposes	6,241	6,748	6,306
Total Receipts	6,241	6,748	6,306
Current Transfer Payments to:			
Local Government	1,078	1,188	951
Private and Not-For-Profit Sector	5,163	5,560	5,354
Capital Transfer Payments to:			
Local Government	...	...	...
Private and Not-For-Profit Sector	...	...	...
Total Payments	6,241	6,748	6,306

(a) Grant revenue and expense above exclude the transfer payments from the Australian Government that New South Wales passes on to third parties. They are not recorded as New South Wales revenue and expense as the State has no control over the amounts that it passes on.

Table A1.6: General government sector dividend and income tax equivalent income

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m
Dividend and Income Tax Revenue from the PNFC Sector	317	399	404
Dividend and Income Tax Revenue from the PFC Sector	137	213	347
Other Dividend Income	2,442	1,467	2,637
Total Dividend and Income Tax Equivalent Income	2,896	2,079	3,389

Table A1.7: General government sector expenses by function

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m
General public services ^(a)	23,215	12,764	12,598
Defence	...	...	...
Public Order and Safety	9,883	11,051	10,794
Economic Affairs	5,165	6,138	6,874
Environmental Protection	2,005	2,436	2,012
Housing and Community Amenities	2,376	2,255	3,287
Health	29,433	29,002	30,528
Recreation, Culture and Religion	1,647	1,691	1,761
Education	20,079	21,924	21,664
Social Protection	8,923	9,317	10,893
Transport	16,089	19,698	19,815
Total Expenses	118,815	116,275	120,227

(a) 2023-24 Budget includes \$130m to the Treasurer for expenditure related to the Government's response to address a natural disaster or the impacts of a natural disaster in the Northern Rivers or Central West regions. There is an appropriation to the Treasurer of \$20 million to integrity agencies for the Budget Year.

Table A1.8: General government sector capital expenditure by function

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m
General public services ^(a)	1,477	(203)	1,546
Defence	...	...	...
Public order and safety	556	711	899
Economic affairs	498	600	1,529
Environmental protection	23	17	24
Housing and community amenities	599	513	489
Health	1,905	2,340	2,515
Recreation, culture and religion	363	208	175
Education	1,976	2,656	2,149
Social protection	196	115	362
Transport	13,008	14,790	12,539
Total Capital Expenditure	20,600	21,746	22,227

(a) 2023-24 Budget includes \$20m to the Treasurer for expenditure related to the Government's response to address a natural disaster or the impacts of a natural disaster in the Northern Rivers or Central West regions. 2022-23 estimated actual includes a \$844m reduction in capital expenditure due to the remeasurement of right of use assets that occurred during the year.

Table A1.9: Public non-financial corporation sector operating statement

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Est. Actual	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Grants and Subsidies						
- Other Commonwealth Payments	6	6	4	2	1	...
- Other Grants and Subsidies	5,082	7,394	5,954	5,525	4,982	5,160
Sale of Goods and Services	6,870	7,989	8,475	9,052	9,882	10,331
Interest	30	144	112	79	62	62
Other Dividends and Distributions	23	21	21	21	21	21
Fines, Regulatory Fees and Other	1,425	639	657	1,067	1,380	1,628
Total Revenue from Transactions	13,435	16,195	15,224	15,747	16,328	17,201
Expenses from Transactions						
Employee	2,471	2,606	2,689	2,696	2,755	2,787
Personnel Services Expense	467	285	331	339	350	358
Superannuation						
- Superannuation Interest Cost	33	38	49	46	43	41
- Other Superannuation	220	262	256	257	264	267
Depreciation and Amortisation	2,634	2,832	3,105	3,233	3,457	3,632
Interest	939	1,043	1,250	1,398	1,558	1,743
Income Tax Expense	116	159	285	248	309	521
Other Operating Expense	5,360	6,019	6,203	6,398	6,633	6,709
Grants, Subsidies and Other Transfers	95	76	74	66	66	67
Total Expenses from Transactions	12,335	13,321	14,241	14,681	15,435	16,125
Transactions from Discontinuing Operations	...	...	...	...	...	...
NET OPERATING BALANCE - SURPLUS/(DEFICIT) AFTER TAX	1,100	2,874	982	1,066	893	1,076

Table A1.9: Public non-financial corporation sector operating statement (cont)

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m	2024-25 \$m	2025-26 Forward Estimates \$m	2026-27 \$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	92	0	...	...	...	...
Other Net Gains/(Losses)	(261)	(32)	(205)	3	(115)	60
Allowance for Impairment of Receivables	(10)	0	(3)	(4)	(4)	(4)
Deferred Income Tax	(29)	(84)	103	(47)	(181)	(69)
Other Economic Flows - included in Operating Result	(207)	(115)	(105)	(48)	(299)	(13)
Operating Result	892	2,758	878	1,019	593	1,064
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result	12,570	5,769	(15)	2,108	2,216	2,321
Revaluations	12,313	6,028	479	2,151	2,266	2,380
Actuarial Gain/(Loss) from Superannuation	854	215	(116)	23	16	9
Share of Associate's Other Comprehensive Income/(Loss) that may be Reclassified Subsequently to Operating Result	...	...	...	...	...	...
Deferred Tax Direct to Equity	(492)	(495)	(136)	(66)	(65)	(68)
Other	(105)	20	(243)	0	0	(0)
Items that may be Reclassified Subsequently to Operating Result	7	(9)	(0)	...	...	...
Net Gain/(Loss) on Financial Instruments at Fair Value	7	(9)	(0)	...	...	...
Other	...	...	...	...	...	...
Other Economic Flows - Other Comprehensive Income	12,578	5,760	(15)	2,108	2,216	2,321
Comprehensive Result - Before Transactions with Owners in their capacity as Owners	13,470	8,518	862	3,127	2,810	3,384
Dividends Distributed	(286)	(333)	(323)	(404)	(629)	(519)
Net Equity Injections	2,542	(287)	(196)	(933)	...	...
Total Change in Net Worth	15,726	7,898	343	1,790	2,181	2,866
Key Fiscal Aggregates						
Comprehensive Result - Before Transactions with Owners in their capacity as Owners	13,470	8,518	862	3,127	2,810	3,384
Less: Net Other Economic Flows	(12,370)	(5,644)	120	(2,060)	(1,917)	(2,308)
Equals: Budget Result - Net Operating Balance	1,100	2,874	982	1,066	893	1,076
Less: Net Acquisition of Non-Financial Assets						
Purchases of Non-Financial Assets ^(a)	5,165	5,537	7,573	8,224	7,825	7,051
Sales of Non-Financial Assets	(544)	(293)	(211)	(423)	(386)	(316)
Less: Depreciation	(2,634)	(2,832)	(3,105)	(3,233)	(3,457)	(3,632)
Plus: Change in Inventories	3	(70)	393	(91)	407	73
Plus: Other Movements in Non-Financial Assets						
- Assets Acquired Using Leases ^(a)	50	63	65	87	61	73
- Assets Acquired Using Service Concession Arrangements under						
- Financial Liability Model ^(a)	...	...	...	...	...	...
- Grant of Right to the Operator Model	...	...	...	...	...	...
- Other	1,150	411	440	427	439	496
Equals: Total Net Acquisition of Non-Financial Assets	3,190	2,817	5,155	4,991	4,890	3,745
Equals: Net Lending/(Borrowing) [Fiscal Balance]	(2,090)	57	(4,173)	(3,925)	(3,997)	(2,669)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(a)	5,215	5,600	7,638	8,311	7,887	7,124
Dividends Accrued ^(b)	286	333	323	404	629	519

(a) Capital expenditure comprises purchases of non-financial assets plus assets acquired using leases and assets acquired using Service Concession Arrangements under the Financial Liability Model.

(b) Net borrowing for the PNFC sector excludes the impact of dividends accrued, and so may not fully reflect the sector's call on the financial markets.

Table A1.10: Public non-financial corporation sector balance sheet

	June 2022 Actual \$m	June 2023 Est. Actual \$m	June 2024 Budget \$m	June 2025 \$m	June 2026 Forward Estimates \$m	June 2027 \$m
Assets						
Financial Assets						
Cash and Cash Equivalents	3,066	4,134	2,497	1,613	556	279
Receivables	1,256	1,485	1,702	1,707	1,913	2,029
Investments, Loans and Placements						
Financial Assets at Fair Value	473	571	519	519	519	519
Other Financial Assets	612	785	767	752	705	723
Advances Paid	21	31	22	26	...	...
Tax Equivalents Receivable	45	73	...	...	...	0
Deferred Tax Equivalents	49	42	48	48	48	49
Equity						
Other	...	...	...	...	...	...
Total Financial Assets	5,524	7,121	5,556	4,666	3,741	3,600
Non-Financial Assets						
Contract Assets	9	12	14	...	...	...
Inventories	701	634	1,028	937	1,344	1,417
Forestry Stock and Other Biological Assets	624	626	626	626	626	626
Assets Classified as Held for Sale	26	9	6	6	6	6
Investment Properties	611	611	606	606	606	606
Property, Plant and Equipment						
Land and Buildings	81,594	85,968	85,914	86,958	88,652	90,127
Plant and Equipment	3,950	4,633	5,106	5,802	6,365	6,842
Infrastructure Systems	48,311	51,971	56,110	60,901	65,548	69,924
Right of Use Assets	2,615	2,483	4,015	3,850	3,655	3,472
Intangibles	895	958	1,241	1,389	1,574	1,686
Other	651	585	410	415	416	319
Total Non-Financial Assets	139,987	148,491	155,076	161,490	168,791	175,025
Total Assets	145,511	155,613	160,632	166,156	172,532	178,625
Liabilities						
Deposits Held	27	35	35	35	35	35
Payables	2,409	2,388	2,484	2,634	2,903	3,011
Contract Liabilities	132	143	92	95	88	89
Liabilities Directly Associated with Assets Held for Sale	...	...	...	...	...	...
Borrowings and Derivatives at Fair Value	1	3	3	3	3	3
Borrowings at Amortised Cost	30,332	31,905	36,907	40,391	44,099	47,293
Advances Received	312	297	282	267	250	232
Employee Provisions	1,213	1,262	1,285	1,303	1,329	1,356
Superannuation Provision ^(a)	1,426	1,232	1,278	1,208	1,139	1,073
Tax Equivalents Payable	8	83	47	67	57	74
Deferred Tax Equivalent Provision	2,984	3,607	3,407	3,478	3,550	3,628
Other Provisions	632	710	619	696	918	805
Other	326	342	243	240	239	239
Total Liabilities	39,802	42,006	46,682	50,417	54,612	57,839
NET ASSETS	105,709	113,606	113,950	115,739	117,921	120,786
NET WORTH						
Accumulated Funds	52,761	55,509	55,809	55,636	55,773	56,424
Reserves	52,948	58,098	58,141	60,104	62,147	64,362
TOTAL NET WORTH	105,709	113,606	113,950	115,739	117,921	120,786
OTHER FISCAL AGGREGATES						
Net Debt^(b)	26,499	26,719	33,422	37,785	42,608	46,042
Net Financial Liabilities^(c)	34,278	34,885	41,126	45,751	50,870	54,239
Net Financial Worth^(d)	(34,278)	(34,885)	(41,126)	(45,751)	(50,870)	(54,239)

(a) The Superannuation Provision is reported net of prepaid superannuation contribution assets.

(b) Net debt comprises the sum of deposits held, borrowings and advances received, minus the sum of cash and cash equivalents, investments, loans and placements and advances paid.

(c) Net financial liabilities equal total liabilities less financial assets excluding equity investments in other public sector entities.

(d) Net financial worth equals total financial assets minus total financial liabilities.

Table A1.11: Public non-financial corporation sector cash flow statement

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m	2024-25 \$m	2025-26 Forward Estimates \$m	2026-27 \$m
Cash Receipts from Operating Activities						
Sales of Goods and Services	7,012	8,003	8,575	9,398	10,001	10,935
Grant and Subsidies	5,132	7,393	5,949	5,513	4,979	5,156
Interest	9	118	90	55	36	35
Other	1,423	1,717	1,261	1,838	2,114	2,324
Total Cash Receipts from Operating Activities	13,576	17,231	15,876	16,804	17,130	18,449
Cash Payments from Operating Activities						
Employee Related	(2,605)	(2,739)	(2,881)	(2,848)	(2,901)	(2,935)
Personnel Services	(467)	(285)	(331)	(339)	(350)	(358)
Superannuation	(233)	(278)	(373)	(349)	(359)	(364)
Payments for Goods and Services	(5,324)	(5,759)	(6,281)	(6,406)	(7,166)	(7,211)
Grants and Subsidies	(85)	(70)	(74)	(66)	(66)	(67)
Interest	(870)	(948)	(1,230)	(1,316)	(1,470)	(1,652)
Income Tax Equivalents Paid	...	...	...	...	...	...
Distributions Paid	(39)	(69)	(480)	(270)	(492)	(564)
Other	(915)	(1,435)	(1,303)	(1,162)	(996)	(1,120)
Total Cash Payments from Operating Activities	(10,539)	(11,584)	(12,954)	(12,757)	(13,800)	(14,271)
Net Cash Flows from Operating Activities	3,037	5,647	2,922	4,047	3,330	4,179
Cash Flows from Investments in Non-Financial Assets						
Proceeds from Sale of Non-Financial Assets	508	292	211	423	386	316
Purchases of Non-Financial Assets	(4,934)	(5,485)	(7,614)	(7,913)	(7,514)	(7,039)
Net Cash Flows from Investments in Non-Financial Assets	(4,427)	(5,193)	(7,403)	(7,490)	(7,128)	(6,724)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	0	0	15	0	21	0
Payments	(30)	(10)	(6)	(4)	0	0
Net Cash Flows from Investments in Financial Assets for Policy Purposes	(30)	(10)	9	(4)	21	...
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Proceeds from Sale of Investments	4	7	59	16	52	21
Purchase of Investments	(102)	(137)	...	...	...	...
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(97)	(131)	59	16	52	21
Net Cash Flows from Investing Activities	(4,554)	(5,334)	(7,335)	(7,478)	(7,055)	(6,703)
Cash Flows from Financing Activities						
Advances (Net)	2,152	(31)	(31)	(30)	(31)	(33)
Proceeds from Borrowings	1,309	1,783	3,628	3,596	3,833	4,181
Repayment of Borrowings	(573)	(631)	(533)	(696)	(729)	(1,271)
Dividends Paid	(343)	(286)	(333)	(323)	(404)	(629)
Deposits Received (Net)	(0)	9	(0)	...	...	...
Other (Net)	(105)	(37)	(6)	(0)	(0)	(0)
Net Cash Flows from Financing Activities	2,441	807	2,725	2,547	2,668	2,248
Net Increase/(Decrease) in Cash Held	924	1,120	(1,689)	(884)	(1,058)	(276)
Derivation of Cash Result						
Net Cash Flows from Operating Activities	3,037	5,647	2,922	4,047	3,330	4,179
Net Cash Flows from Investments in Non-Financial Assets	(4,427)	(5,193)	(7,403)	(7,490)	(7,128)	(6,724)
Dividends Paid	(343)	(286)	(333)	(323)	(404)	(629)
Cash Surplus/(Deficit)	(1,732)	167	(4,815)	(3,766)	(4,202)	(3,174)

Table A1.12: Non-financial public sector operating statement

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Est. Actual	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Taxation	38,499	39,313	44,236	45,775	46,997	48,515
Grants and Subsidies						
- Commonwealth General Purpose	23,298	26,024	26,193	27,246	27,680	28,896
- Commonwealth Specific Purpose Payments	11,100	12,286	12,644	13,306	14,003	14,736
- Commonwealth National Partnership Payments	9,220	5,837	6,279	6,354	5,344	4,076
- Other Commonwealth Payments	480	465	461	500	525	564
- Other Grants and Subsidies	735	774	859	727	751	739
Sale of Goods and Services	12,620	14,569	15,365	16,537	17,504	18,179
Interest	224	525	493	419	354	409
Dividend and Income Tax Equivalents from Other Sectors	137	162	183	204	219	236
Other Dividends and Distributions	2,465	1,488	2,658	3,306	3,705	4,123
Fines, Regulatory Fees and Other	7,419	8,905	7,010	8,264	8,190	8,292
Total Revenue from Transactions	106,197	110,348	116,381	122,639	125,272	128,765
Expenses from Transactions						
Employee	42,673	44,730	46,172	48,679	50,258	52,322
Superannuation						
- Superannuation Interest Cost	891	1,621	1,666	1,599	1,556	1,509
- Other Superannuation	3,955	4,299	4,415	4,602	4,709	4,872
Depreciation and Amortisation	9,712	10,646	11,639	12,044	12,706	13,494
Interest	3,398	5,110	6,628	7,204	7,772	8,618
Other Operating Expense	31,179	31,231	30,834	28,788	29,183	29,477
Grants, Subsidies and Other Transfers	28,723	20,223	22,173	18,173	17,189	16,330
Total Expenses from Transactions	120,531	117,860	123,528	121,090	123,372	126,621
Transactions from Discontinuing Operations	...	...	...	...	...	...
NET OPERATING BALANCE - SURPLUS/(DEFICIT)	(14,334)	(7,513)	(7,146)	1,550	1,900	2,144

Table A1.12: Non-financial public sector operating statement (cont)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Est. Actual	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	2,955	15	(667)	19	(0)	(0)
Other Net Gains/(Losses)	665	2,185	1,014	1,409	394	1,019
Share of Earnings/Losses from Equity Investments (excluding Dividends)	273	(13)	(25)	(233)	(122)	(291)
Dividends from Asset Sale Proceeds	0	(0)	...	...	...	...
Allowance for Impairment of Receivables	(91)	(89)	(45)	(46)	(46)	(46)
Deferred Income Tax from Other Sectors	(0)	0	(0)	0	0	0
Dividends from Asset Sales and Surplus Funds	...	...	...	...	...	...
Discontinuing Operations - Other Economic Flows	...	...	...	...	...	...
Other Economic Flows - included in Operating Result	3,801	2,096	277	1,150	226	681
Operating Result	(10,533)	(5,416)	(6,869)	2,699	2,126	2,825
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result	63,225	44,803	1,374	3,127	9,979	5,676
Revaluations	32,095	38,782	5,386	4,069	4,244	4,239
Actuarial Gain/(Loss) from Superannuation	15,962	3,445	(1,935)	978	934	890
Net Gain/(Loss) on Financial Assets at Fair Value through Other Comprehensive Income	15,434	2,490	(1,858)	(1,944)	4,777	524
Deferred Tax Direct to Equity	...	0	(0)	0	(0)	0
Other	(266)	86	(219)	24	23	23
Items that may be Reclassified Subsequently to Operating Result	967	(7)	(0)	...	...	...
Net Gain/(Loss) on Available for Sale Financial Assets	...	...	...	...	...	...
Net Gain/(Loss) on Financial Instruments at Fair Value	7	(9)	(0)	...	...	...
Share of Associate's Other Comprehensive Income/(Loss) that may be Reclassified Subsequently to Operating Result	959	2	...	...	...	...
Other Economic Flows - Other Comprehensive Income	64,191	44,796	1,374	3,127	9,979	5,676
Total Change in Net Worth	53,659	39,379	(5,495)	5,826	12,105	8,500
Key Fiscal Aggregates						
Total Change in Net Worth	53,659	39,379	(5,495)	5,826	12,105	8,500
Less: Net Other Economic Flows	(67,992)	(46,892)	(1,651)	(4,276)	(10,205)	(6,357)
Equals: Budget Result - Net Operating Balance	(14,334)	(7,513)	(7,146)	1,550	1,900	2,144
Less: Net Acquisition of Non-Financial Assets						
Purchases of Non-Financial Assets ^(b)	24,018	26,419	27,902	29,572	27,458	25,815
Sales of Non-Financial Assets	(1,021)	(661)	(1,477)	(3,107)	(1,118)	(877)
Less: Depreciation	(9,712)	(10,646)	(11,639)	(12,044)	(12,706)	(13,494)
Plus: Change in Inventories	(816)	(187)	343	(132)	416	58
Plus: Other Movements in Non-Financial Assets						
- Assets Acquired Using Leases ^(b)	1,554	95	875	959	589	1,067
- Assets Acquired Using Service Concession Arrangements under						
- Financial Liability Model ^(b)	248	827	1,089	752	295	161
- Grant of Right to the Operator Model	517	273	441	620	230	...
- Other	83	453	(568)	(793)	(497)	(222)
Equals: Total Net Acquisition of Non-Financial Assets	14,872	16,575	16,965	15,828	14,667	12,508
Equals: Net Lending/(Borrowing) [Fiscal Balance]^(a)	(29,206)	(24,087)	(24,112)	(14,278)	(12,767)	(10,364)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(b)	25,820	27,341	29,865	31,284	28,342	27,043

(a) Net borrowing for the NFPS sector excludes the impact of dividends accrued, and so may not fully reflect the sector's call on the financial markets.

(b) Capital expenditure comprises purchases of non-financial assets plus assets acquired using leases and assets acquired using Service Concession Arrangements under the Financial Liability Model.

Table A1.13: Non-financial public sector balance sheet

	June 2022 Actual \$m	June 2023 Est. Actual \$m	June 2024 Budget \$m	June 2025 \$m	June 2026 Forward Estimates \$m	June 2027 Forward Estimates \$m
Assets						
Financial Assets						
Cash and Cash Equivalents	6,291	10,490	2,754	1,888	840	555
Receivables	12,155	12,437	12,309	12,698	15,191	15,227
Investments, Loans and Placements						
Financial Assets at Fair Value	45,048	48,954	49,912	54,974	62,089	70,086
Other Financial Assets	3,717	2,569	2,633	2,675	2,378	2,490
Advances Paid	894	671	736	805	733	708
Tax Equivalents Receivable	10	11	14	15	16	18
Deferred Tax Equivalents	(0)	(0)	(0)	(0)	(0)	(0)
Equity						
Investments in Other Public Sector Entities	11,351	13,840	11,983	10,039	14,816	15,339
Investments in Associates	8,805	8,841	8,831	8,598	8,477	8,245
Other	6	15	15	15	15	15
Total Financial Assets	88,275	97,829	89,187	91,707	104,554	112,683
Non-Financial Assets						
Contract Assets	62	90	513	500	500	501
Inventories	2,008	1,722	2,175	2,100	2,532	2,593
Forestry Stock and Other Biological Assets	646	642	642	642	642	642
Assets Classified as Held for Sale	88	161	157	157	157	157
Investment Properties	611	611	606	606	606	606
Property, Plant and Equipment						
Land and Buildings	198,331	216,328	220,772	227,029	232,441	236,654
Plant and Equipment	17,530	19,575	20,251	20,799	21,053	20,951
Infrastructure Systems	220,314	256,133	272,362	286,162	299,533	312,458
Right of Use Assets	9,532	8,434	9,973	9,843	9,376	9,361
Intangibles	5,669	6,134	6,713	6,804	6,707	6,544
Other	1,990	2,645	2,313	2,310	2,311	2,215
Total Non-Financial Assets	456,782	512,475	536,476	556,949	575,859	592,683
Total Assets	545,058	610,304	625,663	648,657	680,414	705,367
Liabilities						
Deposits Held	380	362	363	363	362	362
Payables	11,155	11,459	11,581	11,787	12,162	12,251
Contract Liabilities	996	989	938	942	937	941
Borrowings and Derivatives at Fair Value	14	20	20	20	20	20
Borrowings at Amortised Cost	137,224	163,336	181,184	198,254	215,656	232,687
Advances Received	545	492	445	395	356	315
Employee Provisions	24,805	26,652	28,471	29,448	30,643	31,696
Superannuation Provision ^(a)	44,982	42,036	43,964	42,839	41,600	40,256
Deferred Tax Equivalent Provision	0	(0)	0	0	0	0
Other Provisions	15,680	16,947	16,519	16,469	16,465	16,640
Other	22,555	21,909	21,572	21,707	23,675	23,160
Total Liabilities	258,336	284,203	305,057	322,224	341,877	358,329
NET ASSETS	286,722	326,101	320,606	326,432	338,537	347,037
NET WORTH						
Accumulated Funds	120,220	118,908	110,152	113,942	117,149	120,950
Reserves	166,501	207,193	210,454	212,491	221,388	226,087
TOTAL NET WORTH	286,722	326,101	320,606	326,432	338,537	347,037
OTHER FISCAL AGGREGATES						
Net Debt^(b)	82,213	101,526	125,978	138,691	150,356	159,546
Net Financial Liabilities^(c)	181,411	200,214	227,853	240,556	252,138	260,985
Net Financial Worth^(d)	(170,061)	(186,374)	(215,870)	(230,517)	(237,322)	(245,646)

(a) The Superannuation Provision is reported net of prepaid superannuation contribution assets.

(b) Net debt comprises the sum of deposits held, borrowings and advances received, minus the sum of cash and cash equivalents, investments, loans and placements and advances paid.

(c) Net financial liabilities equal total liabilities less financial assets excluding equity investments in other public sector entities.

(d) Net financial worth equals total financial assets minus total liabilities.

Table A1.14: Non-financial public sector cash flow statement

	2021-22 Actual \$m	2022-23 Est. Actual \$m	2023-24 Budget \$m	2024-25 \$m	2025-26 Forward Estimates \$m	2026-27 \$m
Cash Receipts from Operating Activities						
Taxation	37,804	39,311	44,253	45,814	47,024	48,538
Sales of Goods and Services	12,889	15,413	15,820	17,278	17,979	19,188
Grant and Subsidies	45,036	45,051	45,780	47,822	48,379	49,138
Interest	152	434	441	331	266	284
Dividends and Income Tax Equivalents	134	148	159	188	208	223
Other	12,223	15,581	12,294	13,874	13,427	13,623
Total Cash Receipts from Operating Activities	108,237	115,938	118,747	125,306	127,283	130,993
Cash Payments from Operating Activities						
Employee Related	(40,862)	(42,584)	(45,227)	(47,858)	(49,241)	(51,470)
Superannuation	(3,754)	(5,406)	(6,088)	(6,349)	(6,569)	(6,834)
Payments for Goods and Services	(27,991)	(29,868)	(30,371)	(28,225)	(29,572)	(29,625)
Grants and Subsidies	(27,930)	(19,066)	(20,886)	(16,659)	(15,969)	(15,290)
Interest	(3,360)	(3,963)	(5,479)	(5,722)	(6,265)	(7,201)
Other	(6,574)	(10,161)	(8,041)	(7,460)	(7,057)	(7,263)
Total Cash Payments from Operating Activities	(110,472)	(111,048)	(116,092)	(112,273)	(114,673)	(117,683)
Net Cash Flows from Operating Activities	(2,235)	4,890	2,655	13,033	12,611	13,310
Cash Flows from Investments in Non-Financial Assets						
Proceeds from Sale of Non-Financial Assets	1,002	572	2,105	3,126	1,141	978
Purchases of Non-Financial Assets	(24,890)	(27,157)	(26,389)	(28,925)	(27,009)	(25,718)
Net Cash Flows from Investments in Non-Financial Assets	(23,889)	(26,586)	(24,284)	(25,800)	(25,867)	(24,741)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	10,558	117	97	89	124	91
Payments	(162)	(137)	(368)	(147)	(42)	(46)
Net Cash Flows from Investments in Financial Assets for Policy Purposes	10,396	(21)	(271)	(58)	82	46
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Proceeds from Sale of Investments	3,151	4,860	2,429	3,874	2,851	1,913
Purchase of Investments	(3,909)	(3,432)	(223)	(5,616)	(5,765)	(5,582)
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(758)	1,428	2,206	(1,742)	(2,914)	(3,669)
Net Cash Flows from Investing Activities	(14,251)	(25,178)	(22,348)	(27,600)	(28,699)	(28,364)
Cash Flows from Financing Activities						
Advances (Net)	(109)	(78)	(16)	(10)	(97)	461
Proceeds from Borrowings	28,320	30,240	15,802	15,906	17,951	17,500
Repayment of Borrowings	(11,481)	(5,608)	(3,881)	(2,196)	(2,816)	(3,195)
Dividends Paid	...	...	...	...	...	...
Deposits Received (Net)	70	(17)	(0)	...	...	...
Other (Net)	55	0	(0)	(0)	0	(0)
Net Cash Flows from Financing Activities	16,855	24,537	11,905	13,700	15,037	14,767
Net Increase/(Decrease) in Cash Held	370	4,250	(7,788)	(867)	(1,051)	(287)
Derivation of Cash Result						
Net Cash Flows from Operating Activities	(2,235)	4,890	2,655	13,033	12,611	13,310
Net Cash Flows from Investments in Non-Financial Assets	(23,889)	(26,586)	(24,284)	(25,800)	(25,867)	(24,741)
Dividends Paid	...	...	...	...	...	...
Cash Surplus/(Deficit)	(26,123)	(21,695)	(21,629)	(12,767)	(13,256)	(11,431)