

3. HEALTH CLUSTER

3.1 Agency Expense Summary

Health cluster	Expenses ^(a)			Capital Expenditure		
	2019-20	2020-21	Change	2019-20	2020-21	Change
	Est.	Budget		Est.	Budget	
Actual	\$m	%	Actual	\$m	%	
Ministry of Health	24,566.1	26,397.4	7.5	3,020.8	2,858.4	(5.4)
Cluster Grants and other adjustments ^(b)	284.8	27.6	(90.3)	...	...	...
Total Principal Agency	24,850.9	26,425.1	6.3	3,020.8	2,858.4	(5.4)
Total excluding impact of one-off factors ^(c)	23,735.1	24,478.1	3.1	...	...	...
Total capital investment for the Health cluster ^(d) .....	...	...	...	2,700.7	3,043.7	12.7
Cluster Agencies						
Health Care Complaints Commission	20.5	20.7	0.8	1.1	2.4	131.4
Mental Health Commission of New South Wales ^(e)	13.2	10.3	(21.8)	0.0	0.0	0.0
Total Cluster Agencies	33.7	31.0	(8.1)	1.1	2.5	127.4

(a) This table shows expenses on an uneliminated basis.

(b) Total cluster grants for 2019-20 were \$30.6 million. Other adjustments include a long service leave valuation adjustment of \$255.5 million at year-end.

(c) The 2020-21 Ministry of Health's underlying growth rate is 3.1 per cent after adjusting for several one-off or time-limited variations, including the impact of the COVID-19 public health response and other time-limited programs.

(d) Total capital investment includes capital expensing relating to certain expenditure associated with the construction of capital projects, which falls below the capitalisation threshold and is not classified as capital expenditure under accounting standards (\$176.7 million in 2019-20 and \$185.2 million in 2020-21). Total capital investment in 2019-20 excludes one-off recognition of a \$496.7 million right-of-use asset for the building lease of 1 Reserve Road, St Leonards.

(e) 2020-21 expenses are lower for the Mental Health Commission, following the transfer of \$3.9 million for various NGO grants to be administered by the Ministry for Health. Excluding these grant payments, the Commission's base budget has increased from 2019-20.

Note: Some sub-totals in this table may not be exactly equal to the sum of agency totals due to rounding.

3.2 Financial Statements

Ministry of Health

Operating Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Expenses Excluding Losses			
Operating Expenses -			
Employee Related	14,633,657	14,988,747	15,755,185
Personnel Services Expenses	...	...	...
Other Operating Expenses	6,772,670	7,195,808	7,864,659
Grants and Subsidies	1,428,963	1,475,516	1,559,661
Appropriation Expense	...	...	...
Depreciation and Amortisation	1,035,455	1,075,956	1,113,980
Finance Costs	120,821	114,833	131,584
Other Expenses	...	...	...
TOTAL EXPENSES EXCLUDING LOSSES	23,991,566	24,850,859	26,425,069
Revenue			
Appropriation Revenue	14,601,021	14,926,529	15,740,003
Cluster Grant Revenue	...	...	...
Acceptance by Crown Entity of Employee Benefits and Other Liabilities	500,208	680,534	466,061
Transfers to the Crown Entity	...	...	...
Sales of Goods and Services	2,833,076	2,674,356	2,692,286
Grants and Contributions	7,704,607	9,553,140	8,902,749
Investment Revenue	25,421	19,478	33,097
Retained Taxes, Fees and Fines	...	...	...
Other Revenue	168,431	168,888	155,170
Total Revenue	25,832,763	28,022,925	27,989,366
Gain/(Loss) on Disposal of Non Current Assets	...	(13,891)	...
Other Gains/(Losses)	(10,283)	(44,605)	(10,283)
Net Result	1,830,914	3,113,570	1,554,014

Balance Sheet

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Assets			
Current Assets			
Cash Assets	1,407,138	2,603,269	2,565,696
Taxes Receivable	...	...	...
Receivables	825,102	1,393,746	1,295,716
Contract Assets	...	2,031	2,031
Inventories	157,131	921,934	880,404
Financial Assets at Fair Value	43,712	113,548	113,191
Other Financial Assets	314,786	100,592	100,592
Other	...	...	...
Assets Held For Sale	2,652	9,087	9,087
Total Current Assets	2,750,522	5,144,208	4,966,718
Non Current Assets			
Taxes Receivable	...	...	...
Contract Assets	...	...	...
Receivables	9,073	113,793	113,793
Inventories	...	...	...
Financial Assets at Fair Value	30,184	32,005	28,870
Equity Investments	...	...	...
Property, Plant and Equipment -			
Land and Building	20,033,243	19,793,783	21,774,490
Plant and Equipment	1,434,772	1,264,800	1,536,769
Infrastructure Systems	463,099	510,076	484,187
Investment Properties	...	...	...
Right of Use Assets	556,954	1,186,467	1,090,120
Intangibles	696,045	715,886	765,564
Other Assets	65,754	71,791	83,950
Total Non Current Assets	23,289,123	23,688,600	25,877,742
Total Assets	26,039,644	28,832,808	30,844,460
Liabilities			
Current Liabilities			
Taxes Payable	...	...	...
Payables	1,750,365	1,916,560	1,916,557
Contract Liabilities	...	364,469	364,469
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	156,993	172,814	211,033
Provisions	2,170,812	2,560,498	2,562,296
Other	26,064	103,819	122,299
Liabilities Associated with Assets Held for Sale	...	...	...
Total Current Liabilities	4,104,234	5,118,159	5,176,654
Non Current Liabilities			
Taxes Payable	...	...	...
Payables	...	...	...
Contract Liabilities	...	97	97
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	1,486,564	2,089,885	1,977,379
Provisions	45,576	44,025	44,781
Other	161,124	264,011	313,427
Total Non Current Liabilities	1,693,264	2,398,018	2,335,683
Total Liabilities	5,797,499	7,516,177	7,512,337
Net Assets	20,242,146	21,316,631	23,332,123
Equity			
Accumulated Funds	12,891,740	14,027,375	15,663,386
Reserves	7,350,406	7,289,256	7,668,737
Capital Equity	...	...	...
Total Equity	20,242,146	21,316,631	23,332,123

Cash Flow Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Cash Flows From Operating Activities			
Payments			
Employee Related	14,130,987	13,955,039	15,286,570
Personnel Services	...	...	...
Grants and Subsidies	1,428,963	1,470,512	1,559,661
Finance Costs	120,821	124,922	131,584
Equivalent Income Tax	...	...	...
Other Payments	8,162,884	11,190,343	9,237,973
Total Payments	23,843,654	26,740,816	26,215,788
Receipts			
Appropriation	14,601,021	14,926,529	15,740,003
Cluster Grant Revenue	...	...	...
Cash reimbursements from the Crown Entity	...	...	...
Sale Proceeds Transfers to the Crown Entity	...	...	...
Cash transfers to the Crown Entity	...	...	...
Sale of Goods and Services	2,813,594	2,731,326	2,702,425
Retained Taxes, Fees and Fines	...	...	...
Interest Received	25,421	20,891	31,325
Grants and Contributions	7,704,607	9,899,815	8,887,998
Other Receipts	1,578,089	2,816,536	1,658,998
Total Receipts	26,722,731	30,395,096	29,020,749
Net Cash Flows From Operating Activities	2,879,077	3,654,280	2,804,961
Cash Flows From Investing Activities			
Proceeds from Sale of Property, Plant and Equipment	48,718	49,071	99,000
Purchases of Property, Plant and Equipment	(2,597,359)	(2,350,003)	(2,658,516)
Proceeds from Sale of Investments	3,771	249,703	3,492
Purchases of Investments	...	(87,097)	...
Advances Repayments Received	...	...	...
Advances made	...	...	...
Other Investing	(64,648)	(84,081)	(120,861)
Net Cash Flows From Investing Activities	(2,609,518)	(2,222,407)	(2,676,885)
Cash Flows From Financing Activities			
Proceeds from Borrowings and Advances	...	8,080	14,500
Repayment of Borrowings and Advances	(157,558)	(153,533)	(180,148)
Dividends Paid	...	...	...
Other Financing	...	...	...
Capital Appropriation - Equity Appropriation	...	...	...
Cash Equity Injection to For-Profit Entities	...	...	...
Net Cash Flows From Financing Activities	(157,558)	(145,453)	(165,649)
Net Increase/(Decrease) in Cash	112,001	1,286,420	(37,573)
Opening Cash and Cash Equivalents	1,295,137	1,316,849	2,603,269
Reclassification of Cash Equivalents	...	...	...
Cash transferred in (out) as a Result of Administrative Restructuring	...	...	...
Closing Cash and Cash Equivalents	1,407,138	2,603,269	2,565,696

Health Care Complaints Commission

Operating Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Expenses Excluding Losses			
Operating Expenses -			
Employee Related	15,241	14,897	16,152
Personnel Services Expenses	...	...	...
Other Operating Expenses	2,948	4,141	3,129
Grants and Subsidies	...	...	...
Appropriation Expense	...	...	...
Depreciation and Amortisation	1,347	1,379	1,410
Finance Costs	31	118	10
Other Expenses	...	...	...
TOTAL EXPENSES EXCLUDING LOSSES	19,567	20,535	20,701
Revenue			
Appropriation Revenue	...	...	...
Cluster Grant Revenue	18,787	18,787	19,608
Acceptance by Crown Entity of Employee Benefits and Other Liabilities	289	644	290
Transfers to the Crown Entity	...	...	...
Sales of Goods and Services	...	...	...
Grants and Contributions	...	...	...
Investment Revenue	...	...	...
Retained Taxes, Fees and Fines	...	...	...
Other Revenue	500	1,472	650
Total Revenue	19,576	20,903	20,547
Gain/(Loss) on Disposal of Non Current Assets	...	...	...
Other Gains/(Losses)	...	(908)	...
Net Result	9	(540)	(154)

Balance Sheet

	2019-20		2020-21
	Budget \$000	Est. Actual \$000	Budget \$000
Assets			
Current Assets			
Cash Assets	352	686	938
Taxes Receivable	...	...	...
Receivables	446	295	295
Contract Assets	...	...	...
Inventories	...	...	...
Financial Assets at Fair Value	...	...	...
Other Financial Assets	...	...	...
Other	...	...	...
Assets Held For Sale	...	...	...
Total Current Assets	798	981	1,233
Non Current Assets			
Taxes Receivable	...	...	...
Contract Assets	...	...	...
Receivables	140	472	472
Inventories	...	...	...
Financial Assets at Fair Value	...	...	...
Equity Investments	...	...	...
Property, Plant and Equipment -			
Land and Building	1,046	1,842	1,501
Plant and Equipment	283	95	117
Infrastructure Systems	...	...	...
Investment Properties	...	...	...
Right of Use Assets	790	4,566	5,917
Intangibles	117	94	84
Other Assets	...	...	...
Total Non Current Assets	2,376	7,069	8,091
Total Assets	3,174	8,050	9,324
Liabilities			
Current Liabilities			
Taxes Payable	...	...	...
Payables	416	538	628
Contract Liabilities	...	...	...
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	810	904	576
Provisions	1,340	1,633	1,633
Other	...	...	...
Liabilities Associated with Assets Held for Sale	...	...	...
Total Current Liabilities	2,566	3,075	2,837
Non Current Liabilities			
Taxes Payable	...	...	...
Payables	...	...	...
Contract Liabilities	...	...	...
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	...	4,639	6,305
Provisions	370	420	420
Other	...	...	...
Total Non Current Liabilities	370	5,059	6,725
Total Liabilities	2,936	8,134	9,562
Net Assets	238	(84)	(238)
Equity			
Accumulated Funds	238	(84)	(238)
Reserves	...	...	...
Capital Equity	...	...	...
Total Equity	238	(84)	(238)

Cash Flow Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Cash Flows From Operating Activities			
Payments			
Employee Related	15,076	13,932	15,995
Personnel Services	...	...	...
Grants and Subsidies	...	...	...
Finance Costs	31	118	10
Equivalent Income Tax	...	...	...
Other Payments	3,318	4,536	2,906
Total Payments	18,425	18,586	18,911
Receipts			
Appropriation	...	...	...
Cluster Grant Revenue	18,787	18,787	19,608
Cash reimbursements from the Crown Entity	...	...	...
Sale Proceeds Transfers to the Crown Entity	...	...	...
Cash transfers to the Crown Entity	...	...	...
Sale of Goods and Services	142	(95)	...
Retained Taxes, Fees and Fines	...	...	...
Interest Received	...	...	...
Grants and Contributions	...	...	...
Other Receipts	799	2,084	650
Total Receipts	19,728	20,776	20,257
Net Cash Flows From Operating Activities	1,303	2,190	1,346
Cash Flows From Investing Activities			
Proceeds from Sale of Property, Plant and Equipment	...	...	...
Purchases of Property, Plant and Equipment	(325)	(1,051)	(65)
Proceeds from Sale of Investments	...	...	...
Purchases of Investments	...	...	...
Advances Repayments Received	...	...	...
Advances made	...	...	...
Other Investing	...	...	...
Net Cash Flows From Investing Activities	(325)	(1,051)	(65)
Cash Flows From Financing Activities			
Proceeds from Borrowings and Advances	...	...	...
Repayment of Borrowings and Advances	(928)	(869)	(1,029)
Dividends Paid	...	...	...
Other Financing	...	...	...
Capital Appropriation - Equity Appropriation	...	...	...
Cash Equity Injection to For-Profit Entities	...	...	...
Net Cash Flows From Financing Activities	(928)	(869)	(1,029)
Net Increase/(Decrease) in Cash	50	270	252
Opening Cash and Cash Equivalents	302	416	686
Reclassification of Cash Equivalents	...	...	...
Cash transferred in (out) as a Result of Administrative Restructuring	...	...	...
Closing Cash and Cash Equivalents	352	686	938

Mental Health Commission of New South Wales

Operating Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Expenses Excluding Losses			
Operating Expenses -			
Employee Related	5,527	4,396	5,880
Personnel Services Expenses	...	...	...
Other Operating Expenses	3,761	3,288	3,894
Grants and Subsidies	4,084	5,371	372
Appropriation Expense	...	...	...
Depreciation and Amortisation	40	162	176
Finance Costs	...	(7)	3
Other Expenses	...	...	...
TOTAL EXPENSES EXCLUDING LOSSES	13,412	13,210	10,325
Revenue			
Appropriation Revenue	...	...	...
Cluster Grant Revenue	11,822	11,822	8,037
Acceptance by Crown Entity of Employee Benefits and Other Liabilities	69	35	90
Transfers to the Crown Entity	...	...	...
Sales of Goods and Services	...	...	...
Grants and Contributions	1,360	1,531	1,738
Investment Revenue	...	...	...
Retained Taxes, Fees and Fines	...	...	...
Other Revenue	...	2	...
Total Revenue	13,251	13,390	9,866
Gain/(Loss) on Disposal of Non Current Assets	...	...	...
Other Gains/(Losses)	...	...	...
Net Result	(161)	180	(460)

Balance Sheet

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Assets			
Current Assets			
Cash Assets	373	1,582	1,124
Taxes Receivable	...	...	...
Receivables	304	328	327
Contract Assets	...	...	...
Inventories	...	...	...
Financial Assets at Fair Value	...	...	...
Other Financial Assets	...	...	...
Other	...	...	...
Assets Held For Sale	...	...	...
Total Current Assets	677	1,910	1,451
Non Current Assets			
Taxes Receivable	...	...	...
Contract Assets	...	...	...
Receivables	...	...	...
Inventories	...	...	...
Financial Assets at Fair Value	...	...	...
Equity Investments	...	...	...
Property, Plant and Equipment -			
Land and Building	23	1	(0)
Plant and Equipment	(6)	24	24
Infrastructure Systems	...	...	...
Investment Properties	...	...	...
Right of Use Assets	...	268	134
Intangibles	48	67	52
Other Assets	...	...	...
Total Non Current Assets	65	360	210
Total Assets	742	2,270	1,662
Liabilities			
Current Liabilities			
Taxes Payable	...	...	...
Payables	592	926	911
Contract Liabilities	...	...	...
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	...	134	140
Provisions	157	462	462
Other	...	...	...
Liabilities Associated with Assets Held for Sale	...	...	...
Total Current Liabilities	749	1,521	1,512
Non Current Liabilities			
Taxes Payable	...	...	...
Payables	...	...	...
Contract Liabilities	...	...	...
Other Financial Liabilities at Fair Value	...	...	...
Borrowings	...	139	(1)
Provisions	280	145	145
Other	...	...	...
Total Non Current Liabilities	280	284	144
Total Liabilities	1,029	1,805	1,656
Net Assets	(287)	465	5
Equity			
Accumulated Funds	(287)	465	5
Reserves	...	...	...
Capital Equity	...	...	...
Total Equity	(287)	465	5

Cash Flow Statement

	2019-20		2020-21
	Budget	Est. Actual	Budget
	\$000	\$000	\$000
Cash Flows From Operating Activities			
Payments			
Employee Related	5,458	4,269	5,791
Personnel Services	...	...	...
Grants and Subsidies	4,084	5,371	372
Finance Costs	...	(7)	3
Equivalent Income Tax	...	...	...
Other Payments	3,615	4,457	3,884
Total Payments	13,157	14,090	10,050
Receipts			
Appropriation	...	...	...
Cluster Grant Revenue	11,822	11,822	8,037
Cash reimbursements from the Crown Entity	...	...	...
Sale Proceeds Transfers to the Crown Entity	...	...	...
Cash transfers to the Crown Entity	...	...	...
Sale of Goods and Services	...	(0)	...
Retained Taxes, Fees and Fines	...	...	...
Interest Received	...	...	...
Grants and Contributions	1,360	1,531	1,738
Other Receipts	...	943	...
Total Receipts	13,182	14,296	9,775
Net Cash Flows From Operating Activities	25	206	(275)
Cash Flows From Investing Activities			
Proceeds from Sale of Property, Plant and Equipment	...	...	...
Purchases of Property, Plant and Equipment	(25)	(24)	(50)
Proceeds from Sale of Investments	...	...	...
Purchases of Investments	...	...	...
Advances Repayments Received	...	...	...
Advances made	...	...	...
Other Investing	1	(5)	1
Net Cash Flows From Investing Activities	(24)	(30)	(49)
Cash Flows From Financing Activities			
Proceeds from Borrowings and Advances	...	...	...
Repayment of Borrowings and Advances	...	(129)	(134)
Dividends Paid	...	...	...
Other Financing	...	...	...
Capital Appropriation - Equity Appropriation	...	...	...
Cash Equity Injection to For-Profit Entities	...	...	...
Net Cash Flows From Financing Activities	...	(129)	(134)
Net Increase/(Decrease) in Cash	1	47	(458)
Opening Cash and Cash Equivalents	372	1,535	1,582
Reclassification of Cash Equivalents	...	...	...
Cash transferred in (out) as a Result of Administrative Restructuring	...	...	...
Closing Cash and Cash Equivalents	373	1,582	1,124