

A1. STATEMENT OF FINANCES

This appendix presents the financial aggregates for the 2018-19 Budget.

Financial aggregates in this appendix are prepared in line with:

- the Uniform Presentation Framework (UPF) endorsed by the Australian Loan Council
- 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.

UPF Tables also include disclosures that identify 'convergence' differences as explained on pages A1-4 and A1-5.

A six-year time series is provided from 2016-17 to 2021-22 for the general government sector (GGS), public non-financial corporations (PNFC) sector, and consolidated non-financial public sector (NFPS).

The Australian Bureau of Statistics (ABS) released a revised GFS-based Government Finance Estimates publication in December 2015 became effective from 1 July 2017.

The UPF is currently under review following the ABS' release of their revised GFS publication. The presentation requirements of the current UPF have been adopted in this chapter with the exception of the expenses by function tables that are now presented using the COFOG-A hierarchy. The tables that previously showed the derivation of the GFS cash surplus/(deficit) have also been excluded as under the new GFS framework there is no longer a distinction between the AASB 1049 and GFS derived cash surplus/(deficit).

An analysis of general government expenses is presented in Chapter 6: Expenditure, and looks at each element of expenses by COFOG-A category.

Appendix A2 outlines the accounting policies and forecast assumptions adopted in the Budget. The Operating Statements as per Table A1.1, Table A1.9 and Table A1.12 quantifies the impact on the forward estimates from 2018-19 to 2021-22.

The Commonwealth Treasurer wrote to all State and Territory Premiers and Chief Ministers, seeking their agreement to several changes concerning the Australian Loan Council and Uniform Presentation Framework (UPF). This has resulted in the removal of the Loan Council reporting requirements from the UPF, and the transfer of the administration of the UPF to the Council on Federal Financial Relations. Commonwealth Treasury has confirmed they will not be seeking Loan Council nominations for 2018-19. Following these decisions, Loan Council reporting was removed from the UPF publication for Budget 2018-19.

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 Australian Loan Council in March 2008.

The objective of the UPF is to facilitate a better understanding of individual government's budget papers 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.

Uniform Presentation Framework

The NSW Government financial tables in this appendix are prepared under the UPF.¹ 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. These 'convergence' differences are not generally material for New South Wales, apart from GFS's treatment of prepayments and the exclusion of deferred tax, settlement provisions and obligation payments. For more information on other differences, see the primary financial statements later in this appendix. For details and amounts of the key 2016-17 convergence differences, see pages 7-141 to 7-146 of the 2016-17 *Report on State Finances*.

¹ The complete Uniform Presentation Framework 2008 is available on the Commonwealth Treasury website www.treasury.gov.au. Extracts from the manual are included in this appendix to explain key concepts while the glossary to this budget paper also includes key UPF terms.

Historical Series

To ensure a consistent historical series of fiscal aggregates, all jurisdictions have agreed to backcast 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 to this budget paper.

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.

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. Appendix A2 sets out the significant accounting policies and forecast assumptions adopted by New South Wales.

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 (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.

Convergence differences in the Operating Statement

The main differences in treatment between the NSW GFS operating statement and the harmonised AASB 1049 operating statement presented are below:

- the harmonised aggregates exclude selected Australian Government transfer payment revenues and expenses that pass through the State's accounts. The ABS requires such payments to be grossed up in GFS reports. However, they are excluded from the AASB 1049 UPF reports as the NSW Government has no control over them. For information on the gross value of these grants see footnotes to the grants revenue and expense Table A1.5
- grants are recognised when the State gains control over the assets. Control is normally obtained when the cash is received
- dividends paid by the PNFC and PFC sectors to the GGS are recognised as an expense in GFS (in the PNFC and PFC sector operating statements), but they are treated as an equity transaction for AASB 1049
- GFS may treat a transaction as a repayment of equity in circumstances where accounting standards would record a dividend payment
- a liability is recognised in the UPF balance sheet for prepaid licence concession receipts. Income is subsequently recognised from amortising the prepaid licence over the concession period. GFS treats this as a sale of a non-produced intangible asset in the period that the prepayment is received.

Balance Sheet

The balance sheet:

- records the value of financial and non-financial assets and liabilities of governments, at the end of each financial year
- shows the resources at the government's disposal and the type and valuation of its liabilities
- reveals the make-up of the government's financial assets, its fixed asset holdings, and the extent of liabilities such as borrowings and unfunded superannuation
- allows comparisons of asset and liability levels between jurisdictions and time periods.

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

Convergence differences in the Balance Sheet

The main differences in treatment between the GFS balance sheet and the harmonised AASB 1049 balance sheet presented here include the following:

- allowance for doubtful debts is recognised and reported in the UPF balance sheet, but is excluded from the GFS balance sheet, as GFS does not recognise an economic event has occurred
- a prepaid income liability is recognised in the UPF balance sheets for unamortised prepaid licences. This liability is excluded from the GFS balance sheet, which treats the prepaid income as an upfront sale of a non-produced intangible asset
- GFS balance sheets exclude deferred tax assets and deferred tax liabilities, but they are reported in accounting balance sheets. The convergence difference only affects GGS, PNFC and PFC sector balance sheets, as the assets and liabilities are eliminated for the consolidated non-financial public sector and Total Public Sector balance sheets
- GFS balance sheets also do not recognise other settlement provisions and obligation payments as there is no present counterparty to the transactions
- net financial worth and net financial liabilities aggregates are affected by the differing treatments for prepayments. Prepayments are treated in GFS as a receivable (financial asset), but in the UPF they are classified as a non-financial asset under AASB 1049. While this difference affects net financial liabilities and net financial worth, it does not affect net debt and net worth aggregates
- the revised ABS GFS Manual presents debt in a matrix format, with no single net debt aggregate identified. In this publication net debt is reported in accordance with the current UPF as the sum of deposits held, government securities, loans and other borrowing, minus the sum of cash and deposits, advances paid and investments, loans and placements
- by definition, GFS net worth for the PNFC and PFC sectors will always be zero, as owner's equity is classified as equivalent to a liability. However, under the UPF, liabilities exclude owner's equity.

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 (less dividends paid for the PNFC and PFC sectors).

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

Institutional sectors

Appendix A3 lists NSW-controlled entities. The NSW-controlled entities have been classified according to their government sector. These sectors are defined in the ABS GFS manual.

Emerging Issues

Market/non-market agency classification

The ABS applies a principles-based approach in classifying agencies as either market or non-market. The principle is that market operators make decisions about what to produce and how much to produce in response to expected levels of demand and expected costs of supply. A market producer should therefore earn a significant amount from sales, but other factors may need to be taken into account.

Applying the market/non-market definition may result in some public sector agencies moving between the public corporations and general government sectors.

Revised GFS Manual

The International Monetary Fund's (IMF) *Government Finance Statistics Manual 2001* (GFSM 2001) was revised to reflect the 2008 System of National Accounts. The IMF released the final version of the international Government Finance Statistics Manual in December 2014. The ABS GFS manual has been updated to reflect the new international standards (where applicable).

The revised Australian GFS Manual was released in December 2015 and took effect from 1 July 2017. The publication of GFS data under the revised ABS GFS manual began from the September quarter 2017 and will be used in the Annual GFS publications from 2017-18.

Revised Uniform Presentation Framework (UPF)

A revised framework has been circulated amongst the jurisdictions and discussion is currently included on the agenda for meetings of the Heads of Treasuries Accounting and Reporting Advisory Committee (HoTARAC). This review was prompted by the release of the revised Australian GFS Manual.

The requirements of the current UPF have been adopted in this chapter where this presentation remains consistent with AASB 1049 and the revised Australian GFS Manual. The following changes proposed in the revised UPF have been adopted in this publication:

- The expenses by function tables are presented using the Classification of the Functions of Government – Australia (COFOG-A) hierarchy rather than the Government Purpose Classification (GPC).
- The derivation of the GFS cash surplus/ (deficit) tables have been excluded as there is no longer a distinction between the AASB 1049 and GFS derived cash surplus/(deficit) under the revised GFS. This is due to the inclusion of finance leases and other similar financing arrangements in the calculation of the GFS cash surplus/ (deficit).

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 also 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
- purchases of non-financial assets by function.

Table A1.1: General government sector operating statement

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Taxation	30,789	31,164	31,146	33,048	34,365	35,838
Grants and Subsidies						
- Commonwealth General Purpose	17,202	17,921	18,475	18,849	19,681	20,462
- Commonwealth Specific Purpose Payments	9,435	9,747	9,851	10,460	11,111	11,782
- Commonwealth National Partnership Payments	4,121	3,273	3,043	2,393	2,215	2,086
- Other Commonwealth Payments	(0)	430	362	364	369	376
- Other Grants and Subsidies	592	453	379	492	456	417
Sale of Goods and Services	8,159	8,711	9,513	9,299	9,381	9,829
Interest	769	528	323	292	273	264
Dividend and Income Tax Equivalents from Other Sectors	1,102	1,514	1,823	1,641	1,271	791
Other Dividends and Distributions	1,267	1,903	1,322	1,273	1,199	1,180
Fines, Regulatory Fees and Other	4,703	4,817	4,843	5,598	5,407	5,643
Total Revenue from Transactions	78,139	80,461	81,081	83,709	85,728	88,668
Expenses from Transactions						
Employee	30,585	31,302	31,613	33,434	34,476	35,463
Superannuation						
- Superannuation Interest Cost	1,334	1,442	1,470	1,464	1,443	1,388
- Other Superannuation	2,992	3,033	3,006	2,984	2,999	3,063
Depreciation and Amortisation	4,614	4,965	4,989	5,346	5,674	5,759
Interest	2,149	2,011	2,044	2,295	2,665	2,766
Other Operating	18,312	19,985	21,600	21,132	21,194	22,482
Grants, Subsidies and Other Transfer Expenses	12,565	13,785	14,934	15,526	15,866	15,892
Total Expenses from Transactions	72,551	76,522	79,656	82,181	84,316	86,814
Transactions from Discontinuing Operations ^(a)	136	...	...	...	...	...
BUDGET RESULT - SURPLUS/(DEFICIT)						
[Net Operating Balance]	5,724	3,939	1,425	1,528	1,412	1,855

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	367	224	175	175	(4)	188
Other Net Gains/(Losses)	12,444	163	493	519	1,161	622
Share of Earnings from Associates (excluding Dividends)	48	(128)	...	...	...	...
Dividends from Asset Sale Proceeds	115	(0)	81	25	...	...
Allowance for Impairment of Receivables	0	(54)	(38)	(38)	(38)	(36)
Deferred Income Tax from Other Sectors	(1,611)	151	(7)	20	34	37
Other	(78)	83	84	84	84	81
Discontinuing Operations - Other Economic Flows	...	...	...	...	...	...
Other Economic Flows - included in Operating Result	11,285	440	789	785	1,238	893
Operating Result	17,009	4,378	2,214	2,313	2,650	2,747
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result						
Revaluations	2,354	18,083	2,794	4,021	5,022	4,349
Share of Earnings from Associates from Revaluations	361	...	...	...	...	...
Superannuation Actuarial Gain/(Loss)	12,011	7,053	4,120	3,729	1,368	3,365
Deferred Tax Adjustment through Equity	...	56	61	56	92	123
Items that may be Reclassified Subsequently to Operating Result						
Net Gain/(Loss) on Equity Investments in Other Sectors	4,381	4,964	71	1,172	3,705	1,398
Net Gain/(Loss) on Financial Instruments at Fair Value	...	...	...	...	...	...
Other	53	69	(209)	(122)	(150)	(89)
Other Economic Flows - Other Comprehensive Income	19,160	30,226	6,837	8,856	10,036	9,145
Comprehensive Result - Total Change in Net Worth^(b)	36,168	34,604	9,052	11,169	12,687	11,893
Key Fiscal Aggregates						
Comprehensive Result - Total Change in Net Worth^(b)	36,168	34,604	9,052	11,169	12,687	11,893
Less: Net Other Economic Flows	(30,444)	(30,665)	(7,626)	(9,641)	(11,274)	(10,038)
Equals: Budget Result - Net Operating Balance	5,724	3,939	1,425	1,528	1,412	1,855
Less: Net Acquisition of Non-Financial Assets						
Purchases of Non-Financial Assets	10,419	12,103	15,405	15,623	16,400	14,331
Sales of Non-Financial Assets	(3,500)	(491)	(650)	(833)	(1,936)	(2,163)
Less: Depreciation	(4,614)	(4,965)	(4,989)	(5,346)	(5,674)	(5,759)
Plus: Change in Inventories	7	24	(42)	(42)	(32)	(26)
Plus: Other Movements in Non-Financial Assets						
- Assets Acquired Using Finance Leases	127	182	1,925	1,706	186	132
- Other	246	75	40	281	447	450
Equals: Total Net Acquisition of Non-Financial Assets	2,685	6,928	11,688	11,389	9,390	6,965
Equals: Net Lending/(Borrowing) [Fiscal Balance]	3,039	(2,989)	(10,263)	(9,861)	(7,978)	(5,111)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(c)	10,546	12,285	17,329	17,329	16,585	14,463

(a) Discontinuing Operations for 2016-17 includes 35-year concession of Land and Property Information's (LPI) titling and registry services.

(b) 'Total change in net worth' is before transactions with owners as owners, and before revisions to accounting policies. The actual movement in balance sheet net worth may therefore differ.

(c) Capital expenditure comprises purchases of non-financial assets plus assets acquired using finance leases.

Table A1.2: General government sector balance sheet

	June 2017	June 2018	June 2019	June 2020	June 2021	June 2022
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Assets						
Financial Assets						
Cash and Cash Equivalents	8,731	5,140	1,593	1,246	1,225	1,514
Receivables	6,216	6,678	6,738	6,901	7,214	7,372
Tax Equivalents Receivable	91	82	116	35	32	43
Investments, Loans and Placements						
Financial Assets at Fair Value	26,561	32,018	28,374	22,818	18,425	14,986
Other Financial Assets	6,778	5,136	1,330	1,478	1,179	1,187
Advances Paid	1,005	961	1,280	1,559	1,738	1,854
Deferred Tax Equivalent Assets	2,049	2,281	2,328	2,397	2,515	2,668
Equity						
Investments in Other Public Sector Entities	107,117	112,421	114,545	117,531	122,978	126,147
Investments in Associates	5,870	5,870	5,870	5,870	5,870	5,870
Other Equity Investments	700	732	746	764	783	800
Equity Investments Held for Sale	4,196	...	...	...	...	...
Total Financial Assets	169,315	171,320	162,920	160,600	161,958	162,440
Non-Financial Assets						
Inventories	296	312	270	228	196	170
Forestry Stock and Other Biological Assets	10	10	10	10	10	10
Assets Classified as Held for Sale	155	200	295	264	269	254
Investment Properties	...	...	...	...	...	...
Property, Plant and Equipment						
Land and Buildings	72,752	84,775	88,640	92,128	94,673	94,619
Plant and Equipment	11,300	10,255	11,203	10,133	10,006	9,202
Infrastructure Systems	92,147	105,097	117,140	127,342	139,096	150,736
Intangibles	3,448	3,797	3,898	3,700	3,390	3,167
Other Non-Financial Assets	4,935	7,135	5,273	9,352	9,803	10,979
Total Non-Financial Assets	185,043	211,580	226,728	243,157	257,443	269,136
Total Assets	354,358	382,900	389,648	403,757	419,402	431,576
Liabilities						
Deposits Held	106	93	79	80	84	89
Payables	6,385	6,395	6,412	6,743	7,108	7,322
Tax Equivalents Payable	18	...	...	...	...	...
Borrowings and Derivatives at Fair Value	905	5	3	2	2	2
Borrowings at Amortised Cost	31,909	32,673	34,376	40,365	43,722	47,110
Advances Received	812	688	678	787	966	1,000
Employee Provisions	16,842	16,810	17,047	17,314	17,763	17,960
Superannuation Provision ^(a)	56,285	49,529	45,553	41,835	40,315	36,594
Deferred Tax Equivalent Provision	59	88	85	83	82	80
Other Provisions	8,815	9,198	9,019	9,126	9,318	9,553
Other Liabilities	5,752	6,346	6,269	6,127	6,059	5,990
Total Liabilities	127,887	121,825	119,521	122,461	125,419	125,700
NET ASSETS	226,471	261,075	270,127	281,296	293,983	305,876
NET WORTH						
Accumulated Funds	74,462	84,352	91,311	97,400	101,473	107,573
Reserves	152,009	176,723	178,816	183,896	192,510	198,303
TOTAL NET WORTH	226,471	261,075	270,127	281,296	293,983	305,876
OTHER FISCAL AGGREGATES						
Net Debt^(b)	(9,344)	(9,797)	2,559	14,133	22,207	28,660
Net Financial Liabilities^(c)	65,690	62,925	71,146	79,393	86,438	89,407
Net Financial Worth^(d)	41,428	49,495	43,399	38,139	36,539	36,740

(a) Superannuation liabilities are 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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Cash Receipts from Operating Activities						
Taxes Received	31,291	31,172	31,176	33,066	34,372	35,861
Receipts from Sales of Goods and Services	8,487	9,336	10,014	9,718	9,756	9,955
Grant and Subsidies Received	31,202	31,817	32,105	32,553	33,828	35,117
Interest Receipts	698	506	342	255	224	235
Dividends and Income Tax Equivalents	1,321	1,092	1,733	1,787	1,245	828
Other Receipts	10,333	9,023	9,389	9,709	8,413	7,663
Total Cash Receipts from Operating Activities	83,332	82,946	84,760	87,089	87,839	89,659
Cash Payments from Operating Activities						
Payments for Employees	(30,232)	(31,258)	(31,155)	(32,949)	(34,061)	(35,160)
Payments for Superannuation	(3,898)	(4,313)	(4,479)	(4,585)	(4,719)	(4,958)
Payments for Goods and Services	(20,751)	(21,246)	(22,568)	(22,748)	(21,290)	(23,104)
Grants and Subsidies Paid	(10,599)	(12,118)	(13,239)	(13,782)	(14,251)	(14,118)
Interest Paid	(1,642)	(1,494)	(1,467)	(1,614)	(1,946)	(2,016)
Other Payments	(5,645)	(4,582)	(5,583)	(5,391)	(4,222)	(3,291)
Total Cash Payments from Operating Activities	(72,767)	(75,012)	(78,493)	(81,068)	(80,489)	(82,647)
Net Cash Flows from Operating Activities	10,565	7,934	6,267	6,021	7,350	7,013
Cash Flows from Investments in Non-Financial Assets						
Sales of Non-Financial Assets	3,262	572	733	922	1,936	2,163
Purchases of Non-Financial Assets	(10,255)	(11,923)	(15,531)	(16,004)	(15,944)	(13,825)
Net Cash Flows from Investments in Non-Financial Assets	(6,992)	(11,351)	(14,799)	(15,083)	(14,008)	(11,662)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	14,185	856	296	9	153	174
Payments	(2,917)	(1,347)	(3,118)	(2,054)	(2,020)	(2,026)
Net Cash Flows from Investments in Financial Assets for Policy Purposes	11,268	(491)	(2,822)	(2,045)	(1,867)	(1,853)
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Receipts from Sale/Maturity of Investments	21,112	14,136	12,619	7,962	6,562	4,855
Payments for the Purchase of Investments	(33,262)	(13,044)	(4,377)	(1,899)	(1,160)	(804)
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(12,150)	1,092	8,242	6,064	5,402	4,051
Net Cash Flows from Investing Activities	(7,874)	(10,750)	(9,379)	(11,064)	(10,473)	(9,464)
Cash Flows from Financing Activities						
Advances Received	0	7	15	252	228	34
Advances Repaid	(70)	(170)	(98)	(203)	(161)	(55)
Proceeds from Borrowings	4,040	1,173	204	5,278	4,083	3,542
Repayment of Borrowings	(3,411)	(1,917)	(609)	(706)	(1,172)	(918)
Deposits Received - Net	(21)	(13)	(14)	1	4	5
Other Financing Receipts/(Payments)	(0)	85	58	54	91	121
Net Cash Flows from Financing Activities	538	(835)	(443)	4,676	3,073	2,730
Net Increase/(Decrease) in Cash Held	3,228	(3,651)	(3,555)	(367)	(51)	278
Derivation of Cash Result						
Net Cash Flows From Operating Activities	10,565	7,934	6,267	6,021	7,350	7,013
Net Cash Flows from Investments in Non-Financial Assets	(6,992)	(11,351)	(14,799)	(15,083)	(14,008)	(11,662)
Cash Surplus/(Deficit)	3,573	(3,416)	(8,532)	(9,062)	(6,658)	(4,650)

Table A1.4: General government sector taxes

	2016-17 Actual \$m	2017-18 Revised \$m	2018-19 Budget \$m
Taxes on Employers' Payroll and Labour Force	8,282	8,976	9,307
Taxes on Property			
Land Taxes	3,171	3,833	4,293
Other	298	289	307
Total Taxes on Property	3,469	4,122	4,600
Taxes on the Provision of Goods and Services			
Excises and Levies	...	...	...
Taxes on Gambling	2,271	2,342	2,447
Taxes on Insurance	2,358	2,468	2,489
Taxes on Financial & Capital Transactions	10,102	8,961	8,006
Total Taxes on the Provision of Goods and Services	14,731	13,770	12,942
Taxes on Use of Goods and Performance of Activities			
Motor Vehicle Taxes	3,377	3,518	3,680
Franchise Taxes	...	15	18
Other	930	763	598
Total Taxes on Use of Goods and Performance of Activities	4,307	4,296	4,296
Total Taxation Revenue	30,789	31,164	31,146

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

	2016-17 Actual \$m	2017-18 Revised \$m	2018-19 Budget \$m
Current Grants and Subsidies Revenue			
Current Grants from the Commonwealth ^(a)			
General Purpose Grants	17,202	17,921	18,475
Specific Purpose Payments	9,435	9,747	9,851
National Partnership Payments	809	841	1,198
Other Commonwealth Payments	0	430	362
Total	27,446	28,939	29,886
Other Grants and Subsidies	545	383	371
Total Current Grants and Subsidies Revenue	27,991	29,322	30,257
Capital Grants and Subsidies Revenue			
Capital Grants from the Commonwealth ^(a)			
General Purpose Grants	...	...	...
Specific Purpose Payments	0	...	...
National Partnership Payments	3,312	2,432	1,845
Other Commonwealth Payments	0	0	...
Total	3,312	2,432	1,845
Other Grants and Subsidies	47	70	8
Total Capital Grants and Subsidies Revenue	3,359	2,502	1,853
Total Grant Revenue	31,350	31,824	32,110
Current Grant, Subsidies, and Transfer Payments Expense to:			
State/Territory Government	0	0	...
Local Government ^(a)	624	876	1,386
Private and Not-for-Profit Sector ^(a)	7,461	7,351	7,027
Other Sectors of Government	3,643	4,546	5,440
Total Current Grants, Subsidies, and Transfer Payments Expense	11,729	12,758	13,852
Capital Grant, Subsidies, and Transfer Payments Expense to:			
State/Territory Government	...	...	...
Local Government ^(a)	179	319	369
Private and Not-for-Profit Sector ^(a)	342	239	349
Other Sectors of Government	315	469	364
Total Capital Grants, Subsidies, and Transfer Payments Expense	837	1,027	1,082
Total Grant Expense	12,565	13,785	14,934
Note:			
(a) Grant revenue and expenses above exclude the following transfer payments from the Commonwealth that New South Wales passes on to third parties. They are not recorded as NSW revenue and expense elsewhere in Budget Papers as the State has no control over the amounts that it passes on. Details are as follows:			
Transfer Receipts			
Current Transfer Receipts for Specific Purposes	4,663	4,170	4,059
Capital Transfer Receipts for Specific Purposes	...	...	...
Total Receipts	4,663	4,170	4,059
Current Transfer Payments to			
Local Government	1,080	368	382
Private and Not-for Profit Sector	3,583	3,802	3,678
Capital Transfer Payments to			
Local Government	...	...	...
Private and Not-for Profit Sector	...	...	...
Total Payments	4,663	4,170	4,059

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

	2016-17 Actual	2017-18 Revised	2018-19 Budget
	\$m	\$m	\$m
Dividend and Income Tax Revenue from the PNFC Sector	979	1,489	1,680
Dividend and Income Tax Revenue from the PFC Sector	123	25	143
Other Dividend Income	1,267	1,903	1,322
Total Dividend and Income Tax Equivalent Income	2,369	3,417	3,145

Table A1.7: General government sector expenses by function^(a)

	2017-18 Revised	2018-19 Budget ^(b)
	\$m	\$m
General Public Services	7,948	6,408
Public Order and Safety	7,595	8,010
Economic Affairs	2,201	2,327
Environmental Protection	1,028	1,291
Housing and Community Amenities	1,053	1,180
Health	21,707	22,792
Recreation, Culture and Religion	1,329	1,315
Education	16,543	18,149
Social Protection	7,558	7,447
Transport	9,561	10,737
Total Expenses	76,522	79,656

(a) 2016-17 Actuals are not able to be recast to COFOG-A presentation and this data is not required to be presented under the UPF.

(b) 2018-19 includes \$100.0 million Advance to the Treasurer, which will be allocated across functions as the funds are expended in the Budget Year.

Table A1.8: General government sector purchases of non-financial assets by function^(a)

	2017-18 Revised \$m	2018-19 Budget \$m
General Public Services	256	928
Public Order and Safety	980	1,384
Economic Affairs	128	316
Environmental Protection	5	18
Housing and Community Amenities	86	456
Health	1,549	2,164
Recreation, Culture and Religion	212	294
Education	945	1,793
Social Protection	232	184
Transport	7,709	7,868
Total Purchases of Non-Financial Assets	12,103	15,405
Assets Acquired under Finance Leases		
Transport	182	1,925
Total Assets Acquired under Finance Leases	182	1,925
Total Capital Expenditure	12,285	17,329

- (a) 2016-17 Actuals are not able to be recast to COFOG-A presentation and this data is not required to be presented under the UPF.
- (b) 2018-19 includes \$20.0 million Advance to the Treasurer, which will be allocated across functions as the funds are expended on capital in the Budget Year.

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Grants and Subsidies						
- Other Commonwealth Payments	4	4	4	4	4	4
- Other Grants and Subsidies	3,071	2,804	2,990	2,827	3,146	3,507
Sale of Goods and Services	8,105	8,226	8,049	8,381	8,487	8,781
Interest	115	99	61	49	39	43
Fines, Regulatory Fees and Other	629	767	790	768	742	739
Total Revenue from Transactions	11,925	11,901	11,894	12,029	12,417	13,073
Expenses from Transactions						
Employee	2,644	2,805	2,958	2,941	2,921	2,961
Superannuation						
- Superannuation Interest Cost	56	57	54	52	49	47
- Other Superannuation	214	181	198	193	186	189
Depreciation and Amortisation	2,544	2,750	2,899	3,257	3,487	3,600
Interest	1,060	1,173	1,255	1,359	1,392	1,514
Income Tax Expense	343	376	339	287	236	230
Other Operating	5,656	5,991	5,795	5,765	6,013	6,651
Grants, Subsidies and Other Transfer Expenses	110	142	323	63	63	63
Total Expenses from Transactions	12,627	13,475	13,822	13,918	14,347	15,255
Transactions from Discontinuing Operations ^(a)	537	...	...	...	...	...
NET OPERATING BALANCE - SURPLUS AFTER TAX	(165)	(1,574)	(1,927)	(1,889)	(1,930)	(2,181)

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	4	...	...	...	...	...
Other Net Gains/(Losses)	6,801	653	327	366	51	351
Allowance for Impairment of Receivables	...	(0)	(2)	(4)	(4)	(4)
Deferred Income Tax	...	(12)	8	(19)	(34)	(36)
Other	(33)	...	...	...	...	...
Discontinuing Operations - Other Economic Flows	(853)	...	...	...	...	...
Other Economic Flows - included in Operating Result	5,920	641	333	342	12	311
Operating Result	5,754	(933)	(1,594)	(1,547)	(1,918)	(1,870)
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result						
Revaluations	7,437	5,214	2,241	2,844	4,927	2,465
Superannuation Actuarial Gain/(Loss)	5,104	4,945	1,997	2,631	4,899	2,353
Deferred Tax Adjustment through Equity	841	326	305	268	120	236
	1,492	(56)	(61)	(56)	(92)	(123)
Items that may be Reclassified Subsequently to Operating Result						
Net Gain/(Loss) on Financial Instruments at Fair Value	6,851	(394)	652	502	619	1,108
Other	36	40	0	...	...	...
	6,815	(434)	652	502	619	1,108
Other Economic Flows - Other Comprehensive Income	14,288	4,820	2,893	3,346	5,546	3,573
Comprehensive Result - Total Change in Net Worth^(b)	20,042	3,887	1,299	1,799	3,629	1,703
Key Fiscal Aggregates						
Comprehensive Result - Total Change in Net Worth^(b)	20,042	3,887	1,299	1,799	3,629	1,703
Less: Net Other Economic Flows	(20,207)	(5,461)	(3,226)	(3,688)	(5,559)	(3,885)
Equals: Budget Result - Net Operating Balance	(165)	(1,574)	(1,927)	(1,889)	(1,930)	(2,181)
Less: Net Acquisition of Non-Financials Assets						
Purchases of Non-Financials Assets	6,312	6,129	7,142	5,200	4,457	4,684
Sales of Non-Financial Assets	(486)	(704)	(485)	(1,006)	(523)	(647)
Less: Depreciation	(2,544)	(2,750)	(2,899)	(3,257)	(3,487)	(3,600)
Plus: Change in Inventories	(65)	(47)	120	93	208	(27)
Plus: Other Movements in Non-Financials Assets						
- Assets Acquired Using Finance Leases	1,339	...	...	19	...	...
- Other	560	248	87	318	323	324
Equals: Total Net Acquisition of Non-Financial Assets	5,116	2,875	3,965	1,367	976	734
Equals: Net Lending/(Borrowing) [Fiscal Balance]	(5,281)	(4,449)	(5,892)	(3,256)	(2,907)	(2,915)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(c)	7,651	6,129	7,142	5,219	4,457	4,684
Dividends Accrued ^(d)	434	863	747	689	629	463

(a) Discontinuing operations for 2016-17 includes long term lease of Ausgrid and Endeavour Energy.

(b) 'Total change in net worth' is before transactions with owners as owners, and before revisions to accounting policies. The actual movement in balance sheet net worth may therefore differ.

(c) Capital expenditure comprises purchases of non-financial assets plus assets acquired using finance leases.

(d) 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 corporations sector balance sheet

	June 2017	June 2018	June 2019	June 2020	June 2021	June 2022
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Assets						
Financial Assets						
Cash and Cash Equivalents	2,773	3,627	2,797	2,041	1,269	2,276
Receivables	1,247	1,112	1,099	1,092	1,103	1,132
Tax Equivalents Receivable	17	0	0	0	0	0
Investments, Loans and Placements						
Financial Assets at Fair Value	416	416	415	415	415	415
Other Financial Assets	1,170	913	373	333	351	379
Advances Paid	...	1	1	1	1	1
Deferred Tax Equivalent Assets	59	88	85	83	82	80
Equity						
Other Equity Investments	...	...	...	...	...	...
Total Financial Assets	5,682	6,157	4,770	3,965	3,221	4,282
Non-Financial Assets						
Inventories	543	466	521	563	745	708
Forestry Stock and Other Biological Assets	992	968	968	968	993	993
Assets Classified as Held for Sale	183	407	48	49	49	50
Investment Properties	534	615	615	615	615	615
Property, Plant and Equipment						
Land and Buildings	70,075	74,195	75,377	76,876	78,775	79,734
Plant and Equipment	5,513	6,359	7,774	8,388	8,945	9,648
Infrastructure Systems	54,838	57,331	60,364	62,225	65,242	66,583
Intangibles	972	1,098	1,192	1,236	1,249	1,245
Other Non-Financial Assets	272	237	243	245	251	258
Total Non-Financial Assets	133,922	141,677	147,102	151,164	156,865	159,833
Total Assets	139,604	147,834	151,873	155,129	160,086	164,116
Liabilities						
Deposits Held	33	33	33	33	33	33
Payables	2,199	2,349	2,161	2,076	2,138	2,186
Tax Equivalents Payable	81	78	110	28	25	35
Liabilities Directly Associated with Assets Held for Sale	4	...	...	...	...	...
Borrowings and Derivatives at Fair Value	677	2,301	3,086	3,278	3,278	4,434
Borrowings at Amortised Cost	21,651	24,167	26,541	28,287	29,689	30,995
Advanced Received	389	374	478	463	358	342
Employee Provisions	1,088	1,045	1,061	1,058	1,055	1,061
Superannuation Provision ^(a)	2,316	2,039	1,776	1,541	1,445	1,219
Deferred Tax Equivalent Provision	2,049	2,281	2,328	2,397	2,515	2,668
Other Provisions	1,129	1,499	1,347	1,214	1,165	1,010
Other Liabilities	450	244	228	232	234	277
Total Liabilities	32,067	36,410	39,149	40,607	41,935	44,261
NET ASSETS	107,537	111,424	112,723	114,523	118,151	119,854
NET WORTH						
Accumulated Funds	51,477	38,589	35,622	33,235	30,466	28,339
Reserves	56,060	72,835	77,101	81,287	87,685	91,515
TOTAL NET WORTH	107,537	111,424	112,723	114,523	118,151	119,854
OTHER FISCAL AGGREGATES						
Net Debt^(b)	18,392	21,918	26,552	29,271	31,322	32,734
Net Financial Liabilities^(c)	26,385	30,253	34,379	36,642	38,714	39,979
Net Financial Worth^(d)	(26,385)	(30,253)	(34,379)	(36,642)	(38,714)	(39,979)

(a) Superannuation liabilities are 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 A1.11: Public non-financial corporations sector cash flow statement

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Cash Receipts from Operating Activities						
Receipts from Sales of Goods and Services	10,399	9,046	8,476	8,626	8,779	9,341
Grant and Subsidies Received	3,061	2,806	2,990	2,827	3,145	3,507
Interest Receipts	109	94	55	42	32	35
Other Receipts	1,764	1,141	1,041	1,055	1,028	1,026
Total Cash Receipts from Operating Activities	15,333	13,087	12,563	12,549	12,984	13,909
Cash Payments from Operating Activities						
Payments for Employees	(2,879)	(2,966)	(3,061)	(3,065)	(3,042)	(3,075)
Payments for Superannuation	(475)	(185)	(208)	(211)	(210)	(225)
Payments for Goods and Services	(6,707)	(5,623)	(5,487)	(5,824)	(6,073)	(6,439)
Grants and Subsidies Paid	(108)	(67)	(66)	(62)	(62)	(62)
Interest Paid	(1,399)	(1,025)	(1,120)	(1,221)	(1,294)	(1,342)
Income Tax Equivalents Paid	(512)	...	...	...	...	...
Other Payments	(1,135)	(835)	(627)	(565)	(577)	(583)
Total Cash Payments from Operating Activities	(13,214)	(10,700)	(10,570)	(10,947)	(11,259)	(11,725)
Net Cash Flows from Operating Activities	2,118	2,387	1,993	1,602	1,725	2,184
Cash Flows from Investments in Non-Financial Assets						
Sales of Non-Financial Assets	479	706	485	1,005	523	647
Purchases of Non-Financial Assets	(6,246)	(6,111)	(7,566)	(5,227)	(4,424)	(4,682)
Net Cash Flows from Investments in Non-Financial Assets	(5,767)	(5,405)	(7,082)	(4,221)	(3,901)	(4,035)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	15,264	309	248	89	43	39
Payments	(32)	0	(0)	0	0	0
Net Cash Flows from Investments in Financial Assets for Policy Purposes	15,231	309	248	89	43	39
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Receipts from Sale/Maturity of Investments	303	257	244	82	5	5
Payments for Purchase of Investments	(561)	(35)	(40)	(11)	(15)	(25)
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(258)	222	203	71	(10)	(20)
Net Cash Flows from Investing Activities	9,206	(4,873)	(6,630)	(4,061)	(3,868)	(4,017)
Cash Flows from Financing Activities						
Advances Received	2,591	1,215	2,627	1,804	1,791	1,749
Advances Repaid	(175)	(742)	(112)	(56)	(151)	(31)
Proceeds from Borrowings	2,087	4,154	3,395	2,361	2,209	2,514
Repayment of Borrowings	(14,922)	(135)	(234)	(609)	(987)	(323)
Dividends Paid	(758)	(784)	(1,557)	(1,423)	(1,245)	(845)
Deposits Received (net)	(1)	(0)	(0)	0	0	0
Other Financing Receipts/(Payments)	...	(367)	(311)	(374)	(246)	(225)
Net Cash Flows from Financing Activities	(11,178)	3,341	3,807	1,703	1,372	2,839
Net Increase/(Decrease) in Cash Held	146	855	(830)	(756)	(772)	1,007
Derivation of Cash Result						
Net Cash Flows from Operating Activities	2,118	2,387	1,993	1,602	1,725	2,184
Net Cash Flows from Investments in Non-Financial Assets	(5,767)	(5,405)	(7,082)	(4,221)	(3,901)	(4,035)
Dividends Paid	(758)	(784)	(1,557)	(1,423)	(1,245)	(845)
Cash Surplus/(Deficit)	(4,407)	(3,801)	(6,645)	(4,043)	(3,420)	(2,697)

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Revenue from Transactions						
Taxation	30,104	30,704	30,676	32,545	33,828	35,268
Grants and Subsidies						
- Commonwealth General Purpose	17,202	17,921	18,475	18,849	19,681	20,462
- Commonwealth Specific Purpose Payments	9,439	9,747	9,851	10,460	11,111	11,782
- Commonwealth National Partnership Payments	4,121	3,273	3,043	2,393	2,215	2,086
- Other Commonwealth Payments	(0)	434	366	367	372	380
- Other Grants and Subsidies	655	234	279	363	281	276
Sale of Goods and Services	13,130	14,190	13,514	14,245	14,748	15,582
Interest	789	537	313	264	234	221
Dividend and Income Tax Equivalents from Other Sectors	123	25	143	89	94	97
Other Dividends and Distributions	1,267	1,903	1,322	1,273	1,199	1,180
Fines, Regulatory Fees and Other	5,265	5,549	5,602	6,340	6,123	6,356
Total Revenue from Transactions	82,096	84,517	83,584	87,189	89,885	93,690
Expenses from Transactions						
Employee	32,671	33,517	34,071	35,874	36,886	37,902
Superannuation						
- Superannuation Interest Cost	1,390	1,499	1,524	1,517	1,493	1,435
- Other Superannuation	3,205	3,213	3,203	3,176	3,184	3,251
Depreciation and Amortisation	7,158	7,714	7,888	8,603	9,161	9,360
Interest	3,113	3,093	3,228	3,577	3,978	4,194
Other Operating	20,857	23,350	23,368	23,452	24,054	26,052
Grants, Subsidies and Other Transfer Expenses	9,653	10,876	12,142	12,612	12,584	12,284
Total Expenses from Transactions	78,047	83,261	85,424	88,811	91,340	94,477
Transactions from Discontinuing Operations ^(a)	1,036	...	...	...	...	...
NET OPERATING BALANCE - SURPLUS/(DEFICIT)	5,085	1,255	(1,840)	(1,622)	(1,455)	(786)

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Other Economic Flows - Included in the Operating Result						
Gain/(Loss) from Other Liabilities	370	224	175	175	(4)	188
Other Net Gains/(Losses)	6,966	816	820	885	1,212	974
Share of Earnings from Associates (excluding Dividends)	48	(128)	0	0	0	0
Allowance for Impairment of Receivables	0	(54)	(40)	(42)	(42)	(40)
Others	(73)	83	84	84	84	81
Discontinuing Operations - Other Economic Flows	(1,008)	...	...	...	...	...
Other Economic Flows - included in Operating Result	6,302	941	1,040	1,102	1,250	1,203
Operating Result	11,387	2,197	(801)	(521)	(205)	416
Other Economic Flows - Other Comprehensive Income						
Items that will not be Reclassified to Operating Result	20,881	30,575	9,211	10,643	11,400	10,291
Revaluations	7,649	23,196	4,786	6,645	9,913	6,690
Share of Earnings from Associates from Revaluations	380	...	0	...	...	...
Superannuation Actuarial Gain/(Loss)	12,852	7,379	4,425	3,997	1,487	3,600
Deferred Tax Adjustment through Equity	...	...	(0)	(0)	0	(0)
Items that may be Reclassified Subsequently to Operating Result	4,776	2,302	860	998	1,480	1,171
Net Gain/(Loss) on Equity Investments in Other Sectors	4,753	1,965	948	1,134	1,835	1,440
Net Gain/(Loss) on Financial Instruments at Fair Value	36	40	0	...	...	...
Other	(13)	297	(88)	(136)	(355)	(269)
Other Economic Flows - Other Comprehensive Income	25,657	32,877	10,071	11,641	12,880	11,461
Comprehensive Result - Total Change in Net Worth^(b)	37,044	35,074	9,270	11,120	12,676	11,878
Key Fiscal Aggregates						
Comprehensive Result - Total Change in Net Worth^(b)	37,044	35,074	9,270	11,120	12,676	11,878
Less: Net Other Economic Flows	(31,959)	(33,818)	(11,111)	(12,743)	(14,131)	(12,664)
Equals: Budget Result - Net Operating Balance	5,085	1,255	(1,840)	(1,622)	(1,455)	(786)
Less: Net Acquisition of Non-Financials Assets						
Purchases of Non-Financials Assets	16,732	18,232	22,547	20,823	20,856	19,016
Sales of Non-Financial Assets	(3,982)	(1,196)	(1,135)	(1,838)	(2,460)	(2,810)
Less: Depreciation	(7,158)	(7,714)	(7,888)	(8,603)	(9,161)	(9,360)
Plus: Change in Inventories	(58)	(23)	78	51	175	(53)
Plus: Other Movements in Non-Financials Assets						
- Assets Acquired Using Finance Leases	1,466	182	1,925	1,725	186	132
- Other	805	314	120	596	767	771
Equals: Total Net Acquisition of Non-Financial Assets	7,806	9,794	15,646	12,753	10,364	7,696
Equals: Net Lending/(Borrowing) [Fiscal Balance]	(2,721)	(8,539)	(17,486)	(14,375)	(11,819)	(8,483)
OTHER FISCAL AGGREGATES						
Capital Expenditure ^(c)	18,198	18,414	24,471	22,547	21,042	19,147
Dividends Accrued	0	100	100	100	245	216

(a) Discontinuing operations for 2016-17 includes 35-year concession of Land and Property Information's (LPI) titling and registry services, long term lease of Ausgrid and Endeavour Energy.

(b) 'Total change in net worth' is before transactions with owners as owners, and before revisions to accounting policies. The actual movement in balance sheet net worth may therefore differ.

(c) Capital expenditure comprises purchases of non-financial assets plus assets acquired using finance leases.

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

	June 2017	June 2018	June 2019	June 2020	June 2021	June 2022
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Assets						
Financial Assets						
Cash and Cash Equivalents	11,504	8,768	4,390	3,287	2,495	3,790
Receivables	6,064	6,048	6,229	7,013	6,618	7,183
Tax Equivalent Receivable	...	5	6	7	7	7
Investments, Loans and Placements						
Financial Assets at Fair Value	26,977	32,433	28,790	23,234	18,840	15,401
Other Financial Assets	7,490	5,628	1,702	1,811	1,530	1,566
Advances Paid	616	588	802	1,096	1,411	1,542
Deferred Tax Equivalent Assets	...	...	...	...	...	...
Equity						
Investments in Other Public Sector Entities	2,149	4,073	5,121	6,267	8,083	9,545
Investments in Associates	5,870	5,870	5,870	5,870	5,870	5,870
Other Equity Investments	700	732	746	764	783	800
Equity Investments Held for Sale	4,196	...	...	...	...	...
Total Financial Assets	65,565	64,145	53,657	49,349	45,635	45,704
Non-Financial Assets						
Inventories	838	779	791	791	942	878
Forestry Stock and Other Biological Assets	1,003	977	977	977	1,002	1,002
Assets Classified as Held for Sale	338	607	343	313	318	303
Investment Properties	534	615	615	615	615	615
Property, Plant and Equipment						
Land and Buildings	143,382	159,543	164,616	169,629	174,097	175,028
Plant and Equipment	16,813	16,614	18,977	18,521	18,951	18,850
Infrastructure Systems	146,985	162,927	177,997	191,894	206,799	219,922
Intangibles	4,420	4,895	5,090	4,936	4,640	4,412
Other Non-Financial Assets	4,863	6,458	4,548	6,162	7,176	7,936
Total Non-Financial Assets	319,176	353,416	373,955	393,839	414,541	428,946
Total Assets	384,741	417,560	427,612	443,188	460,176	474,651
Liabilities						
Deposits Held	139	126	112	113	117	123
Payables	7,961	8,222	8,048	8,268	8,650	8,888
Liabilities Directly Associated with Assets Held for Sale	4	...	...	...	...	...
Borrowings and Derivatives at Fair Value	1,582	2,306	3,090	3,280	3,280	4,436
Borrowings at Amortised Cost	53,102	56,419	60,917	68,652	73,412	78,105
Advanced Received	812	688	678	787	996	1,030
Employee Provisions	17,912	17,835	18,088	18,352	18,798	19,001
Superannuation Provision ^(a)	58,601	51,568	47,329	43,376	41,761	37,813
Deferred Tax Equivalent Provision	...	...	...	...	...	...
Other Provisions	9,180	9,504	9,280	9,308	9,500	9,736
Other Liabilities	6,198	6,569	6,476	6,338	6,272	6,250
Total Liabilities	155,491	153,237	154,018	158,474	162,786	165,382
NET ASSETS	229,250	264,324	273,594	284,714	297,390	309,268
NET WORTH						
Accumulated Funds	99,613	123,656	126,937	130,638	131,943	135,915
Reserves	129,637	140,668	146,657	154,076	165,448	173,353
TOTAL NET WORTH	229,250	264,324	273,594	284,714	297,390	309,268
OTHER FISCAL AGGREGATES						
Net Debt^(b)	9,048	12,121	29,111	43,404	53,530	61,395
Net Financial Liabilities^(c)	92,075	93,165	105,482	115,392	125,233	129,223
Net Financial Worth^(d)	(89,926)	(89,092)	(100,361)	(109,125)	(117,150)	(119,678)

(a) Superannuation liabilities are 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 liabilities.

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

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22
	Actual	Revised	Budget	Forward Estimates		
	\$m	\$m	\$m	\$m	\$m	\$m
Cash Receipts from Operating Activities						
Taxes Received	30,402	30,721	30,715	32,582	33,870	35,309
Receipts from Sales of Goods and Services	15,753	15,077	14,402	14,287	16,156	15,950
Grant and Subsidies Received	31,054	31,593	32,002	32,425	33,653	34,977
Interest Receipts	724	526	343	238	197	204
Dividends and Income Tax Equivalents	66	110	24	144	90	95
Other Receipts	12,236	10,069	10,412	10,755	9,432	8,680
Total Cash Receipts from Operating Activities	90,235	88,096	87,898	90,432	93,399	95,215
Cash Payments from Operating Activities						
Payments for Employees	(32,410)	(33,503)	(33,597)	(35,392)	(36,474)	(37,592)
Payments for Superannuation	(4,348)	(4,498)	(4,687)	(4,796)	(4,929)	(5,183)
Payments for Goods and Services	(24,011)	(23,721)	(24,115)	(24,652)	(25,113)	(26,296)
Grants and Subsidies Paid	(7,838)	(9,136)	(10,191)	(10,867)	(10,969)	(10,509)
Interest Paid	(2,958)	(2,444)	(2,533)	(2,776)	(3,181)	(3,292)
Other Payments	(6,764)	(4,326)	(4,883)	(4,704)	(3,871)	(3,417)
Total Cash Payments from Operating Activities	(78,329)	(77,628)	(80,006)	(83,187)	(84,538)	(86,288)
Net Cash Flows from Operating Activities	11,906	10,468	7,892	7,244	8,860	8,927
Cash Flows from Investments in Non-Financial Assets						
Sales of Non-Financial Assets	3,737	1,279	1,217	1,927	2,459	2,810
Purchases of Non-Financial Assets	(16,502)	(18,073)	(23,097)	(21,231)	(20,369)	(18,507)
Net Cash Flows from Investments in Non-Financial Assets	(12,765)	(16,794)	(21,880)	(19,304)	(17,909)	(15,698)
Cash Flows from Investments in Financial Assets for Policy Purposes						
Receipts	29,274	424	463	48	76	182
Payments	(1,271)	(132)	(492)	(225)	(259)	(277)
Net Cash Flows from Investments in Financial Assets for Policy Purposes	28,002	291	(29)	(177)	(183)	(95)
Cash Flows from Investments in Financial Assets for Liquidity Purposes						
Receipts from Sale/Maturity of Investments	21,194	14,292	12,863	8,045	6,566	4,860
Payments for Purchase of Investments	(33,644)	(13,044)	(4,418)	(1,910)	(1,175)	(829)
Net Cash Flows from Investments in Financial Assets for Liquidity Purposes	(12,450)	1,248	8,445	6,135	5,391	4,031
Net Cash Flows from Investing Activities	2,788	(15,255)	(13,464)	(13,346)	(12,701)	(11,762)
Cash Flows from Financing Activities						
Advances Received	913	7	84	221	227	34
Advances Repaid	(70)	(170)	(198)	(203)	(161)	(55)
Proceeds from Borrowings	6,127	4,214	2,258	6,375	5,352	5,593
Repayment of Borrowings	(18,292)	(1,947)	(842)	(1,315)	(2,159)	(1,241)
Dividends Paid	0	(100)	(100)	(100)	(245)	(216)
Deposits Received (net)	(22)	(13)	(14)	1	4	6
Other Financing Receipts/ (Payments)	(1)	0	0	0	0	0
Net Cash Flows from Financing Activities	(11,344)	1,991	1,187	4,979	3,018	4,121
Net Increase/(Decrease) in Cash Held	3,350	(2,796)	(4,385)	(1,123)	(823)	1,286
Derivation of Cash Result						
Net Cash Flows from Operating Activities	11,906	10,468	7,892	7,244	8,860	8,927
Net Cash Flows from Investments in Non-Financial Assets	(12,765)	(16,794)	(21,880)	(19,304)	(17,909)	(15,698)
Dividends Paid	0	(100)	(100)	(100)	(245)	(216)
Cash Surplus/(Deficit)	(859)	(6,426)	(14,088)	(12,160)	(9,294)	(6,987)