



2009-10 Quarterly Financial Results Report

September 2009



2009-10

**Quarterly Financial
Results Report**

SEPTEMBER 2009

2009–10 Quarterly Financial Results Report
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2009-10

**QUARTERLY FINANCIAL RESULTS REPORT
Three Months Ended 30 September 2009**

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Foreword

This *Quarterly Financial Results Report* (QFRR) provides financial results for the Western Australian public sector for the three months to 30 September 2009.

Care should be exercised in extrapolating the likely outcome for the 2009-10 year based on the quarterly results to date, particularly in light of the seasonal and other timing factors that impact the State's finances. The timing of grant revenue (from the Commonwealth) and grant payments can also be volatile, making comparisons between monthly and quarterly reporting periods difficult. The impact of Commonwealth stimulus spending, where it is on-passed through the State, also distorts both revenue and spending.

The focus of the State budget is the net operating balance for the general government sector. The presentation in this report is consistent with the presentation of public sector financial projections reflected in the 2009-10 Budget Papers released on 14 May 2009.

The financial statements in this report have been prepared in accordance with applicable Australian Accounting Standards including AASB 134: *Interim Financial Reporting* and AASB 1049: *Whole of Government and General Government Sector Financial Reporting*.

This report also includes Appendix 4: *Public Ledger* which summarises information on the Consolidated Account, Treasurer's Special Purpose Accounts and the Treasurer's Advance.

Information presented in this QFRR, is not audited.

Overview

Summary

The Western Australian public sector results for the first quarter of 2009-10 continued the trend evident in recent publications. The general government sector recorded an operating deficit driven by subdued revenue performance and extraordinary spending, impacting the first months of this year. However, the public corporations sectors recorded operating surpluses for the three months to 30 September 2009.

The general government sector recorded an operating deficit of \$778 million for the three months to 30 September 2009, compared with a \$220 million surplus for the same period in 2008-09.

General government revenue in the first quarter of 2009-10 declined by 0.2% compared with the same period last year, reflecting the impact of the global economic downturn on the national and State economies, and Western Australia's declining share of national GST collections.

At the same time, general government expenses grew by a very strong 22.6%, reflecting extraordinary items such as the impact of Commonwealth stimulus spending, and the timing of Enterprise Bargaining Agreements (EBAs) on public sector wages.

Total public sector net worth decreased by \$166 million over the three months to 30 September 2009 to stand at \$107 billion. This largely reflects the impact of the operating deficit in the general government sector and lower investments, loans and placements. At \$7.4 billion, total public sector net debt at 30 September 2009 was \$710 million higher than the \$6.7 billion recorded at 30 June 2009. Users should note that balance sheet aggregates can move significantly in the State's interim financial reporting series.

General Government Sector

The general government sector is the focus of the State's financial management, and the general government net operating balance is the headline measure of budget performance in Western Australia. The general government sector is responsible for the collection of central revenue such as taxation, royalties and Commonwealth grants, and for the provision of key services to the community such as health, education and law and order.

The general government sector recorded an operating deficit of \$778 million for the three months to 30 September 2009.

Table 1

SUMMARY OF GENERAL GOVERNMENT FINANCES
Western Australia

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
Net operating balance	-778	409	220	318
Net worth	106,996	96,533	93,239	107,162
Net increase in cash and cash equivalents	-1,395	-511	4	98
<i>Memorandum items</i>				
Net lending	-1,082	-2,418	3	-987
Net debt	-1,439	747	-3,383	-2,618
Cash surplus/-deficit	-1,043	-2,308	68	-375

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

This very substantial turn around on the \$220 million surplus recorded in the September quarter last year reflects:

- subdued revenue, particularly for State taxes, Commonwealth grants and royalty income; and
- extraordinary spending which has boosted monthly expense growth in each of the first three months of 2009-10.

The following table summarises extraordinary spending and significant timing differences for the three months to 30 September 2009 compared with the same period in 2008-09.

Table 2

EXTRAORDINARY EXPENSE GROWTH 2009-10
Three Months to 30 September

	\$m
Commonwealth spending (stimulus, grants on-passed to local governments and non-governments schools, etc.)	304
Community Service Obligation payment to Synergy	65
Internal building and works prepayments ^(a)	73
Extraordinary expenses	442

(a) The Department of Treasury and Finance (DTF) routinely adjusts revenue and expense prepayments data for building and works activities that are capitalised by State agencies. The Building and Works function became a part of DTF in February 2009. The adjustment for this item occurred in October 2008 in the 2008-09 series, but has been made in July 2009 in the 2009-10 series. The timing change in recognising this accounting adjustment has the effect of bringing forward \$73 million spending into the results for the three months to 30 September 2009.

These very substantial extraordinary items introduce unusually large volatile movements in monthly and quarterly reports for Western Australia in 2009-10. However, it is important to note that the full-year impact of most of these items was reflected in the 2009-10 Budget projections. In particular:

- stimulus funding from the Commonwealth government is subject to minor timing variations between revenue and spending (e.g. First Home Owner Boost (FHOB) funding is paid in arrears to the State by the Commonwealth, with none of this revenue received by 30 September 2009);
- some stimulus initiatives began in late 2008-09 and are already well underway in early 2009-10 (e.g. Commonwealth non-government schools and local government programs); and
- higher Community Service Obligation (CSO) payments in support of below-cost electricity tariffs were budgeted to commence in 2009-10.

Abstracting from these extraordinary items, the September 2009 quarter recorded an ‘underlying’ operating deficit of around \$336 million, largely attributable to soft revenue performance on the back of subdued national and international conditions.

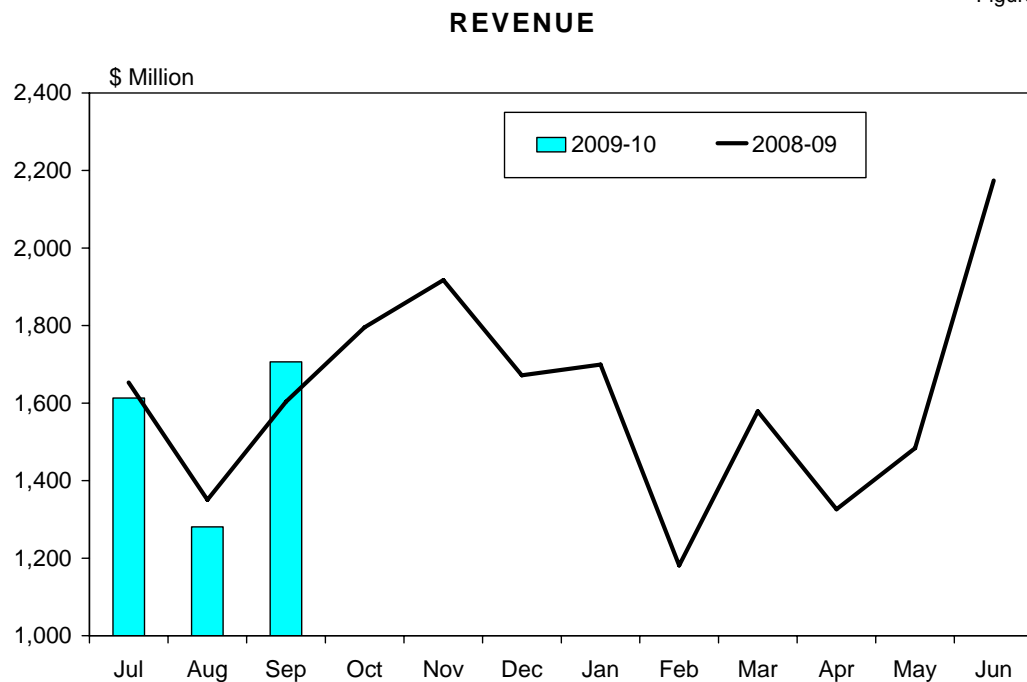
Revenue

Revenue for the three months to 30 September 2009 totalled \$4,600 million, or 22.2% of the full-year budget estimate for 2009-10. This was broadly unchanged from the \$4,607 million recorded for the same period in 2008-09. This flat outcome primarily reflects:

- lower interest income (down \$48 million), as a result of lower interest rates over the last year (notwithstanding recent increases), and lower holdings of interest earning assets;
- lower royalty income (down \$47 million), due primarily to lower prices and volumes for nickel and iron ore;
- higher grants and subsidies from the Commonwealth (up \$28 million), mainly due to the combined effect of:
 - lower North West Shelf petroleum grants (down \$146 million), reflecting lower prices and volumes for domestic gas and crude oil, partially offset by higher condensate, LNG and LPG production volumes;
 - higher funding for social and indigenous housing, and the National Affordable Housing program (up \$109 million);
 - higher funding for non-government schools (up \$93 million), reflecting indexation and higher enrolment numbers;
 - higher funding for the education sector (up \$79 million), principally for the National Schools Program, National Skills and Workforce Development Program, and Secondary Schools Computer Program;
 - completion of the New Perth-Bunbury Highway with an end to grants supporting this project (down \$60 million); and
 - lower GST grants (down \$54 million), reflecting Western Australia's lower share of national GST revenue; and
- higher dividends (up \$52 million), primarily due to the timing of the declaration of Synergy's final dividend for the 2008-09 financial year.

Of particular note, tax collections in the September quarter were almost unchanged from the same time last year. Subdued growth reflects the weaker economic conditions over the last year, particularly in the housing market. Detailed operating revenue information is shown in Appendix 2 of this report.

Figure 1



Expenses

Including the extraordinary items noted earlier, expenses for the three months to 30 September 2009 totalled \$5,379 million. This was \$991 million (or 22.6%) higher than the same period in 2008-09. As noted earlier, this includes substantial timing issues and other extraordinary spending that have been reflected in the full-year projections for 2009-10. Excluding these extraordinary items, expenses were \$550 million (or 12.5%) higher than the September quarter last year.

The quarterly spending increase primarily reflects:

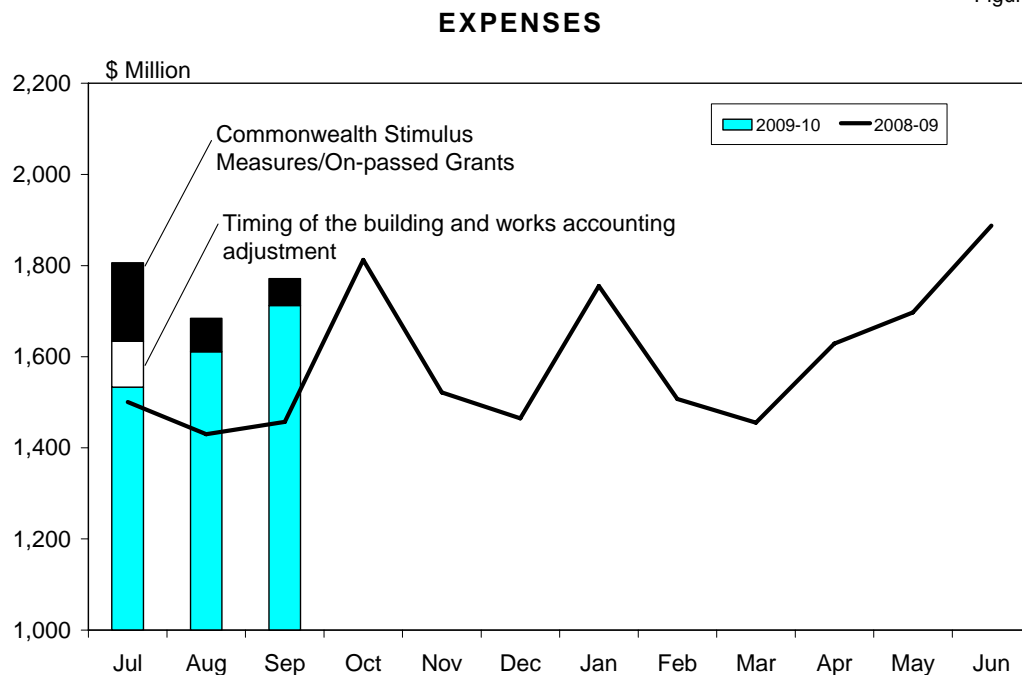
- higher current and capital transfers (up \$480 million), largely reflecting:
 - higher payments to the Housing Authority for the Commonwealth's National Affordable Housing program and investments in social and indigenous housing (up \$101 million);
 - on-passing of higher Commonwealth grants to non-government schools (up \$141 million) mainly due to growth in student enrolments and the impact of Commonwealth stimulus spending;
 - higher First Home Owners' Grants (up \$78 million) which is primarily a result of the Commonwealth's FHOB initiative;
 - higher CSO payments to Synergy (up \$65 million) for tariff adjustments and energy rebates, and higher payments to the Water Corporation (up \$14 million) for country water, sewerage and drainage;
 - on-passing of higher general purpose Commonwealth funding to local governments (up \$50 million); and

- higher grant payments supporting science, innovation and business (up \$31 million), as well as increased funding under the National Disability Agreement;
- higher 'other' gross operating expenses (up \$216 million), primarily due to increased spending on maintenance costs for schools, increases in prison service costs, court security and custodial services, and the timing of the building and works prepayments adjustment noted in Table 2 above;
- higher salaries (up \$221 million, or 12.3%), mainly due to increases in:
 - the health sector (up \$59 million, or 9.4%), reflecting higher pay rates for nurses (from 1 July 2009) of 4% and doctors (from 1 October 2008) of 3%, and an increase in employee numbers (up 7%, or an additional 1,085 positions from the same period last year, mainly to accommodate demand from factors such as the swine flu);
 - the education and training sector (up \$54 million, or 10.7%), largely due to finalisation of the teachers EBA in September 2008, growth in employee numbers (up 1,024 positions), largely driven by a 4,300 increase in student enrolments in public schools for 2009, an increase in education assistants for higher numbers of students with a verified eligible diagnosed disability, and increased levels of relief staff for sick leave and other leave cover;
 - the Department of Corrective Services and the Department of the Attorney General (up a combined \$29 million, or 32.2%) as a result of moving cash-based salaries data to full accrual accounting in monthly data from this year, a 4% pay increase for prison officers (effective from July 2009), and an increase in the number of Corrective Services personnel driven by the rising prisoner population;
 - Western Australia Police (up \$12 million, or 8.1%), reflecting an increase of approximately 289 positions, with numbers of sworn officers up 145 positions and unsworn staff up 120 positions, and a 4% pay increase (effective from 1 July 2009) for sworn officers under the Police EBA; and
 - the Department for Child Protection (up \$8 million, or 26.7%), due to an increase in approved positions and the continued improvement and reform of the department's residential care services.

The remaining salaries increase (\$59 million, or 14.9%) includes the impact of the Public Service General Agreement (with two pay rises averaging around 4% each during the last year, reflecting the timing of settlement of the Agreement), and the Government's voluntary severance program¹.

¹ For the first quarter of 2009-10, around 270 voluntary severance payments were processed. These payments totalled \$26 million of the total \$48 million set aside for this program in the 2009-10 Budget.

Figure 2



Balance Sheet

The net worth of the general government sector decreased by \$166 million in the three months to 30 September 2009, to stand at \$107.0 billion. This decrease largely reflects the net impact of:

- a \$1.4 billion decline in investments, loans and placements, largely reflecting the impact of the operating deficit discussed above;
- a \$0.2 billion increase in liabilities for deposits held on behalf of third parties, matched by higher cash investments;
- a \$0.2 billion increase in employee entitlements, mainly for accrued leave;
- higher general government ownership value in the public corporations sectors (up \$0.7 billion), due mainly to the operating surpluses recorded by these sectors during the quarter (discussed below); and
- a \$0.4 billion increase in land and other holdings of physical assets, reflecting high levels of infrastructure spending by State agencies.

The general government sector continued to be net debt-free during the first three months of 2009-10, with financial assets exceeding borrowings and other debt liabilities by \$1.4 billion at 30 September 2009.

Cash Flow

A cash deficit of \$1.0 billion was recorded for the three months ended 30 September 2009. This was a \$1.1 billion turnaround on the cash surplus for the same period in 2008-09 and was mainly due to the impact on cash of the operating statement issues noted above.

Net cash outflows for infrastructure spending totalled \$503 million, up \$99 million from the same period in 2008-09. This increase was mainly for spending on land acquisitions by the State Planning Commission, and spending on the Fiona Stanley Hospital and other health infrastructure.

Total Public Sector²

The total public sector also recorded a deterioration in operating performance for the September 2009 quarter. However, operating surpluses in the public corporations sectors partially offset the general government deficit described above.

Table 3

SUMMARY OF TOTAL PUBLIC SECTOR FINANCES
Western Australia

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
Net operating balance	-206	556	359	87
Net worth	106,996	96,533	93,239	107,162
Net increase in cash and cash equivalents	-748	-738	567	335
<i>Memorandum items</i>				
Net lending	-861	-5,083	-389	-3,681
Net debt	7,398	12,364	3,665	6,688
Cash surplus/-deficit	-973	-5,374	-42	-2,439

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Operating Statement

A total public sector operating deficit of \$206 million was recorded for the first three months of 2009-10, compared with a \$359 million surplus recorded for the same period in 2008-09. This includes the \$778 million operating deficit for the general government sector (see above).

The PNC sector recorded an operating surplus of \$180 million for the three months ended 30 September 2009, \$132 million higher than the surplus recorded for the same period in 2008-09. The stronger result largely reflects an improvement in profitability for Verve Energy.

The PFC sector recorded an operating surplus of \$392 million for the three months ended 30 September 2009, compared with a \$92 million surplus recorded in the same period last year. This \$300 million increase in the surplus is mainly due to stronger investment returns for the Insurance Commission of Western Australia following the substantial weakening in markets during 2008-09.

Balance Sheet

The value of the total public sector balance is identical to that of the general government sector in terms of net worth. This is because the net worth of the public corporations are recognised as an investment asset of the general government sector (discussed earlier).

² The total public sector (also known as the whole-of-government) consolidates the general government sector (discussed in the previous section), the public non-financial corporations (PNC) sector (which includes entities such as the electricity utilities, Water Corporation, ports and the Public Transport Authority), and the public financial corporations (PFC) sector (including agencies such as the Western Australian Treasury Corporation and the Insurance Commission of Western Australia).

Net debt of the total public sector increased by \$710 million during the first three months of 2009-10, standing at \$7.4 billion at 30 September 2009. This outcome reflects the impact of the State's substantial Asset Investment Program which is projected to be a record \$8.3 billion in 2009-10.

Cash Flow

A cash deficit of \$973 million was recorded for the three months ended 30 September 2009 (compared with a \$42 million deficit for the same period in 2008-09). This reflects the cash impact of the operating deficit outlined above, and record net cash outflows for infrastructure spending of \$1.2 billion in the September 2009 quarter.

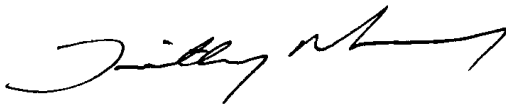
Interim Financial Statements

Statement of Responsibility

The following Interim Financial Statements and accompanying notes for the general government sector and whole-of-government have been prepared by the Department of Treasury and Finance from information provided by agencies.

In our opinion, the statements are a true and fair presentation of the operating statements and cash flows of these sectors for the three months ended 30 September 2009 and of the balance sheets of these reporting entities at 30 September 2009. The statements have been prepared in accordance with applicable Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and where there is no conflict with these standards, they are also consistent with the Australian Bureau of Statistics' *Government Finance Statistics Concepts, Sources and Methods 2005*.

Differences between accounting and economic aggregates are detailed in the notes as Convergence Differences, consistent with the requirements of AASB 1049: *Whole of Government and General Government Sector Financial Reporting*.



TIMOTHY MARNEY
UNDER TREASURER



ROY PICARDO
ASSISTANT DIRECTOR
FINANCIAL REPORTING

26 November 2009

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Table 1.1

GENERAL GOVERNMENT OPERATING STATEMENT
For the three months ended 30 September 2009

	Note	2009-10		2008-09	
		Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
<i>Results from Transactions</i>					
REVENUE					
Taxation		1,374	5,775	1,385	5,706
Current grants and subsidies		1,952	7,838	1,913	8,089
Capital grants		98	1,560	108	411
Sales of goods and services		397	1,627	372	1,410
Interest Income		47	144	94	285
Dividends from other sector entities		89	536	37	466
Tax equivalent income		73	319	78	355
Royalty income		481	2,577	528	2,348
Other		89	324	91	364
Total	2	4,600	20,700	4,607	19,435
EXPENSES					
Salaries		2,019	7,953	1,798	7,764
Superannuation					
Concurrent costs		193	760	174	746
Superannuation interest cost		87	349	77	330
Other employee costs		73	311	69	326
Depreciation and amortisation		199	839	187	764
Services and contracts		299	1,458	280	1,339
Other gross operating expenses		823	3,007	607	2,575
Other interest		38	128	27	118
Other property expenses		-	-	-	-
Current transfers	3	1,398	5,078	1,074	4,554
Capital transfers	3	250	408	94	600
Total		5,379	20,291	4,387	19,117
NET OPERATING BALANCE	4	-778	409	220	318
<i>Other economic flows</i>					
Gains on net assets		-	263	14	52
Net actuarial gains - superannuation		-	303	-	-1,277
Provision for doubtful debts		-	-	-	24
All other		-	-	-	-
<i>Total other economic flows</i>		-	566	14	-1,201
OPERATING RESULT		-779	975	234	-883
<i>All other movements in equity</i>					
Revaluations		56	1,294	42	3,563
Gains recognised directly in equity		-8	18	-6	6
Changes in accounting policy/correction of prior period errors		22	-	-	-204
Change in net worth of the public corporations sectors		543	935	189	11,901
All other		-	-	-	-
<i>Total all other movements in equity</i>		613	2,248	226	15,266
TOTAL CHANGE IN NET WORTH		-166	3,223	459	14,382
KEY FISCAL AGGREGATES					
NET OPERATING BALANCE	4	-778	409	220	318
<i>Less Net acquisition of non-financial assets</i>					
Purchase of non-financial assets		523	3,912	466	2,255
Changes in inventories		-2	-	-1	13
Other movement in non-financial assets		-	-3	-	-36
<i>less:</i>					
Sales of non-financial assets		20	243	62	164
Depreciation		199	839	187	764
<i>Total net acquisition of non-financial assets</i>		303	2,827	216	1,305
NET LENDING-BORROWING	4	-1,082	-2,418	3	-987

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.2

GENERAL GOVERNMENT BALANCE SHEET
As at 30 September 2009

	Note	2009-10		2008-09	
		As at 30 Sept \$m	Budget Estimate ^(a) \$m	As at 30 Sep \$m	Actual ^(b) \$m
ASSETS					
<i>Financial assets</i>					
Cash and deposits		658	533	486	380
Advances paid		738	688	740	716
Investments, loans and placements	5	2,749	2,998	3,908	4,168
Receivables	6	1,617	1,578	1,569	1,549
Investment property		-	9	9	8
Shares and other equity					
Investments in other public sector entities - equity method		41,496	30,414	29,241	40,952
Investments in other public sector entities - direct injections		3,318	4,212	2,849	3,164
Investments in other entities		-	-	-	-
Other financial assets		-	-	-	-
Total financial assets		50,575	40,432	38,801	50,937
<i>Non-financial assets</i>					
Land		39,395	38,698	37,836	39,389
Property, plant and equipment		29,971	33,092	26,659	29,657
Biological assets		2	2	2	2
Inventories					
Land inventories		96	88	101	96
Other inventories		70	68	57	72
Intangibles		340	259	256	336
Non-current assets held for sale		25	31	31	18
Other		156	51	195	117
Total non-financial assets		70,056	72,289	65,139	69,686
TOTAL ASSETS		120,631	112,721	103,940	120,624
LIABILITIES					
Deposits held		592	228	327	391
Advances received		496	491	510	496
Borrowings	7	1,705	4,335	1,002	1,847
Unfunded superannuation		7,107	7,420	5,788	7,086
Other employee benefits		2,231	2,071	1,885	2,072
Payables		434	472	355	481
Other liabilities		1,069	1,172	834	1,088
TOTAL LIABILITIES		13,635	16,188	10,701	13,462
NET ASSETS		106,996	96,533	93,239	107,162
<i>Of which:</i>					
Contributed equity		-	-	-	-
Accumulated surplus		7,693	8,601	9,594	8,516
Other reserves		99,304	87,932	83,645	98,646
NET WORTH	4	106,996	96,533	93,239	107,162
MEMORANDUM ITEMS					
<i>Net financial worth</i>		<i>36,940</i>	<i>24,244</i>	<i>28,100</i>	<i>37,476</i>
<i>Net financial liabilities</i>		<i>7,873</i>	<i>10,383</i>	<i>3,989</i>	<i>6,641</i>
<i>Net debt</i>					
Gross debt liabilities		2,794	5,053	1,839	2,734
less: liquid financial assets		4,145	4,219	5,134	5,264
less: convergence differences impacting net debt		88	88	88	88
Net debt		-1,439	747	-3,383	-2,618

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes from part of these statements

Table 1.3

GENERAL GOVERNMENT STATEMENT OF CHANGES IN EQUITY^(a)
 For the three months ended 30 September 2009

	Accumulated surplus/deficit	Reserves	Total Equity
	\$m	\$m	\$m
<i>Balance as at 1 July 2009</i>	8,516	98,646	107,162
Net Operating Balance	-778	-	-778
Revaluations	-	56	56
Change in net worth of the other sectors	-	543	543
All other	-45	59	13
Balance as at 30 September 2009	7,693	99,304	106,996

(a) Accounting Standard AASB 2008-9: *Amendments to AASB 1049 for consistency with AASB 101* released in September 2008 requires all financial statements for reporting periods beginning on or after 1 January 2009 to include a Statement of Changes in Equity.

Note: Columns/rows may not add due to rounding.

Table 1.4

GENERAL GOVERNMENT CASH FLOW STATEMENT
For the three months ended 30 September 2009

	Note	2009-10		2008-09	
		Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CASH FLOWS FROM OPERATING ACTIVITIES					
<i>Cash received</i>					
Taxes received		1,333	5,743	1,493	5,865
Grants and subsidies received		1,998	9,369	2,016	8,538
Receipts from sales of goods and services		425	1,663	435	1,556
Interest receipts		37	131	87	295
Dividends and tax equivalents		54	871	79	877
Other		866	3,873	888	3,692
<i>Total cash received</i>		<i>4,713</i>	<i>21,650</i>	<i>4,998</i>	<i>20,822</i>
<i>Cash paid</i>					
Wages, salaries and supplements, and superannuation		-2,110	-8,958	-1,972	-8,595
Payments for goods and services		-1,488	-4,791	-1,244	-4,441
Interest paid		-29	-119	-25	-131
Grants and subsidies paid		-1,214	-5,092	-968	-4,650
Dividends and tax equivalents		-	-	-	-
Other		-411	-1,329	-317	-1,289
<i>Total cash paid</i>		<i>-5,252</i>	<i>-20,289</i>	<i>-4,526</i>	<i>-19,106</i>
NET CASH FLOWS FROM OPERATING ACTIVITIES		-540	1,361	472	1,717
CASH FLOWS FROM INVESTING ACTIVITIES					
<i>Cash flows from investments in non-financial assets</i>					
Purchase of non-financial assets		-523	-3,912	-466	-2,255
Sales of non-financial assets		20	243	62	164
<i>Total cash flows from investments in non-financial assets</i>		<i>-503</i>	<i>-3,669</i>	<i>-404</i>	<i>-2,091</i>
<i>Cash flows from investments in financial assets</i>					
<i>Cash received</i>					
For policy purposes		1	-	-	1
For liquidity purposes		47	-	16	25
<i>Cash paid</i>					
For policy purposes		-155	-931	-53	-368
For liquidity purposes		-	-2	-3	-3
<i>Total cash flows from investments in financial assets</i>		<i>-107</i>	<i>-934</i>	<i>-40</i>	<i>-345</i>
NET CASH FLOWS FROM INVESTING ACTIVITIES		-611	-4,603	-444	-2,437
CASH FLOWS FROM FINANCING ACTIVITIES					
<i>Cash received</i>					
Advances received		-	10	-	14
Borrowings		-9	2,934	133	1,012
Deposits received		-	-	-	-
Other financing receipts		8	31	6	30
<i>Total cash received</i>		<i>-1</i>	<i>2,975</i>	<i>139</i>	<i>1,056</i>
<i>Cash paid</i>					
Advances paid		-	-9	-	-14
Borrowings repaid		-225	-189	-152	-182
Deposits paid		-	-	-	-
Other financing payments		-19	-45	-11	-43
<i>Total cash paid</i>		<i>-244</i>	<i>-244</i>	<i>-163</i>	<i>-239</i>
NET CASH FLOWS FROM FINANCING ACTIVITIES		-245	2,732	-24	818
Net increase in cash and cash equivalents		-1,395	-511	4	98
Cash and cash equivalents - opening balance		4,334	3,919	4,236	4,236
Cash and cash equivalents - closing balance		2,938	3,408	4,240	4,334
KEY FISCAL AGGREGATES					
Net cash flows from operating activities		-540	1,361	472	1,717
Net cash flows from investing in non-financial assets		-503	-3,669	-404	-2,091
Cash surplus/-deficit	4	-1,043	-2,308	68	-375

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.5

TOTAL PUBLIC SECTOR OPERATING STATEMENT
For the three months ended 30 September 2009

	Note	2009-10		2008-09	
		Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
<i>Results from Transactions</i>					
REVENUE					
Taxation		1,307	5,516	1,332	5,432
Current grants and subsidies		1,952	7,838	1,913	8,089
Capital grants		98	1,560	108	411
Sales of goods and services		2,770	11,221	2,363	10,797
Interest Income		136	534	281	648
Royalty income		481	2,577	528	2,348
Other		186	677	200	926
<i>Total</i>	2	6,929	29,923	6,726	28,651
EXPENSES					
Salaries		2,253	8,842	1,998	8,634
Superannuation					
Concurrent costs		215	845	194	829
Superannuation interest cost		87	349	77	330
Other employee costs		52	213	52	248
Depreciation and amortisation		543	1,878	420	2,088
Services and contracts		429	1,932	399	1,889
Other gross operating expenses		2,087	9,928	2,047	9,498
Other interest		240	1,097	272	1,000
Other property expenses		-	-	-	-
Current transfers	3	1,042	3,960	837	3,477
Capital transfers	3	186	323	69	570
<i>Total expenses</i>		7,135	29,367	6,366	28,564
NET OPERATING BALANCE	4	-206	556	359	87
<i>Other economic flows</i>					
Gains on net assets		25	413	38	-122
Net actuarial gains - superannuation		-	303	-	-1,301
Provision for doubtful debts		-3	-10	-2	3
All other		-	-	-	-
<i>Total other economic flows</i>		21	707	36	-1,420
OPERATING RESULT		-184	1,262	395	-1,332
<i>All other movements in equity</i>					
Revaluations		-459	1,988	-296	15,724
Gains recognised directly in equity		257	-27	361	452
Changes in accounting policy/correction of prior period errors		220	-	-	-461
All other		-	-	-	-
<i>Total all other movements in equity</i>		18	1,961	64	15,715
TOTAL CHANGE IN NET WORTH		-166	3,223	459	14,382
KEY FISCAL AGGREGATES					
NET OPERATING BALANCE	4	-206	556	359	87
<i>Less Net acquisition of non-financial assets</i>					
Purchase of non-financial assets		1,339	8,272	1,177	5,795
Changes in inventories		13	-29	123	714
Other movement in non-financial assets		-11	94	-11	-79
<i>less:</i>					
Sales of non-financial assets		142	821	120	574
Depreciation		543	1,878	420	2,088
<i>Total net acquisition of non-financial assets</i>		656	5,638	749	3,768
NET LENDING/-BORROWING	4	-861	-5,083	-389	-3,681

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 Annual Report on State Finances, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.6

**TOTAL PUBLIC SECTOR BALANCE SHEET
AS AT 30 SEPTEMBER 2009**

	Note	2009-10		2008-09	
		As at 30 Sept \$m	Budget Estimate ^(a) \$m	As at 30 Sep \$m	Actual ^(b) \$m
ASSETS					
<i>Financial assets</i>					
Cash and deposits		1,161	865	889	916
Advances paid		3,371	2,909	1,942	2,871
Investments, loans and placements	5	8,741	4,612	11,012	9,528
Receivables	6	3,256	3,658	3,690	3,293
Investment property		412	366	417	386
Equity - investments in other entities		1,134	1,021	1,020	1,004
Other financial assets		25	12	19	26
Total financial assets		18,102	13,443	18,990	18,024
<i>Non-financial assets</i>					
Land		52,864	49,910	48,641	52,850
Property, plant and equipment		69,329	67,308	54,861	68,921
Biological assets		380	381	357	364
Inventories					
Land inventories		1,458	1,547	1,365	1,483
Other inventories		1,785	1,160	1,180	1,771
Intangibles		620	452	429	580
Non-current assets held for sale		27	39	40	19
Other		305	86	367	204
Total non-financial assets		126,767	120,885	107,240	126,192
TOTAL ASSETS		144,869	134,327	126,230	144,216
LIABILITIES					
Deposits held		154	123	131	141
Advances received		496	491	510	496
Borrowings	7	20,110	20,223	16,956	19,453
Unfunded superannuation		7,235	7,530	5,908	7,221
Other employee benefits		2,539	2,351	2,153	2,382
Payables		3,420	3,162	3,445	3,387
Other liabilities		3,918	3,914	3,889	3,973
TOTAL LIABILITIES		37,873	37,794	32,991	37,054
NET ASSETS		106,996	96,533	93,239	107,162
<i>Of which:</i>					
Contributed equity		-	-	-	-
Accumulated surplus		27,114	27,645	28,783	27,194
Other reserves		79,882	68,888	64,456	79,968
NET WORTH	4	106,996	96,533	93,239	107,162
MEMORANDUM ITEMS					
<i>Net financial worth</i>		-19,771	-24,352	-14,002	-19,030
<i>Net financial liabilities</i>		20,905	25,372	15,022	20,034
<i>Net debt</i>					
Gross debt liabilities		20,760	20,837	17,596	20,091
less: liquid financial assets		13,274	8,385	13,843	13,315
less: convergence differences impacting net debt		88	88	88	88
Net debt		7,398	12,364	3,665	6,688

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes from part of these statements

Table 1.7

TOTAL PUBLIC SECTOR STATEMENT OF CHANGES IN EQUITY^(a)
 For the three months ended 30 September 2009

	Accumulated surplus/deficit \$m	Reserves \$m	Total Equity \$m
<i>Balance as at 1 July 2009</i>	27,194	79,968	107,162
Net Operating Balance	-206	-	-206
Revaluations	-	-459	-459
All other	127	372	499
Balance as at 30 September 2009	27,114	79,882	106,996

(a) Accounting Standard AASB 2008-9: *Amendments to AASB 1049 for consistency with AASB 101* released in September 2008 requires all financial statements for reporting periods beginning on or after 1 January 2009 to include a Statement of Changes in Equity.

Note: Columns/rows may not add due to rounding.

Table 1.8

TOTAL PUBLIC SECTOR CASH FLOW STATEMENT
For the three months ended 30 September 2009

	2009-10		2008-09		
	Note	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CASH FLOWS FROM OPERATING ACTIVITIES					
<i>Cash received</i>					
Taxes received		1,292	5,446	1,461	5,559
Grants and subsidies received		1,998	9,369	2,016	8,538
Receipts from sales of goods and services		3,115	11,380	2,954	11,978
Interest receipts		121	486	222	729
Other receipts		1,171	4,662	1,070	4,431
Total cash received		7,698	31,343	7,724	31,234
<i>Cash paid</i>					
Wages, salaries and supplements, and superannuation		-2,375	-10,102	-2,192	-9,516
Payments for goods and services		-3,150	-11,829	-2,972	-12,122
Interest paid		-159	-1,066	-129	-914
Grants and subsidies paid		-1,018	-4,055	-848	-3,658
Other payments		-770	-2,213	-569	-2,243
Total cash paid		-7,474	-29,266	-6,709	-28,453
NET CASH FLOWS FROM OPERATING ACTIVITIES		224	2,077	1,015	2,782
CASH FLOWS FROM INVESTING ACTIVITIES					
<i>Cash flows from investments in non-financial assets</i>					
Purchase of non-financial assets		-1,339	-8,272	-1,177	-5,795
Sales of non-financial assets		142	821	120	574
Total cash flows from investments in non-financial assets		-1,197	-7,451	-1,057	-5,221
<i>Cash flows from investments in financial assets</i>					
<i>Cash received</i>					
For policy purposes		1	-9	-	1
For liquidity purposes		947	1,177	734	4,242
<i>Cash paid</i>					
For policy purposes		-1	-	-	-1
For liquidity purposes		-1,244	-1,445	-820	-5,402
Total cash flows from investments in financial assets		-297	-277	-86	-1,160
NET CASH FLOWS FROM INVESTING ACTIVITIES		-1,494	-7,728	-1,143	-6,381
CASH FLOWS FROM FINANCING ACTIVITIES					
<i>Cash received</i>					
Advances received		-	1	-	-
Borrowings		5,184	18,396	2,860	16,230
Deposits received		-	-	-	-
Other financing receipts		11	40	6	47
Total cash received		5,195	18,437	2,866	16,277
<i>Cash paid</i>					
Advances paid		-	-9	-	-14
Borrowings repaid		-4,642	-13,425	-2,148	-12,231
Deposits paid		-	-	-	-
Other financing payments		-31	-89	-23	-98
Total cash paid		-4,673	-13,524	-2,171	-12,343
NET CASH FLOWS FROM FINANCING ACTIVITIES		522	4,913	695	3,934
Net increase in cash and cash equivalents		-748	-738	567	335
Cash and cash equivalents - opening balance		6,986	6,569	6,652	6,652
Cash and cash equivalents - closing balance		6,238	5,831	7,219	6,987
KEY FISCAL AGGREGATES					
Net cash flows from operating activities		224	2,077	1,015	2,782
Net cash flows from investing in non-financial assets		-1,197	-7,451	-1,057	-5,221
Cash surplus/-deficit	4	-973	-5,374	-42	-2,439

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding. The accompanying notes from part of these statements.

Notes to the Financial Statements

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) General Statement

The financial statements constitute general purpose financial statements for the whole-of-government and the general government sectors. The whole-of-government sector is also known as the total public sector.

The financial statements are a requirement of the *Government Financial Responsibility Act 2000*.

(b) The reporting entity

The reporting entity is the Government of Western Australia (the total public sector) and includes entities under its control.

The total public sector includes the general government sector and the public corporations sector (which seek to recover the majority of costs of their operations through user charges and other revenue sources).

The general government sector consists of those agencies and Crown entities that provide services that are predominantly funded from central revenue.

(c) Basis of Preparation

The financial statements for the three months ended 30 September 2009 have been prepared in accordance with Australian Accounting Standards, in particular AASB 134: *Interim Financial Reporting*, and AASB 1049: *Whole of Government and General Government Sector Financial Reporting* and other authoritative pronouncements of the AASB.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the audited Consolidated Financial Statements for the year ended 30 June 2009, presented in Appendix 1 of the *2008-09 Annual Report on State Finances (ARSF)* released on 24 September 2009. The accounting policies adopted in this publication are consistent with those outlined in the 2008-09 ARSF. The specific accounting policies of the Government of Western Australia are described in Note 3: *Summary of Significant Accounting Policies* in Appendix 1 of the 2008-09 ARSF.

The Interim Financial Statements are presented in Australian dollars and all amounts are rounded to the nearest million dollars (\$m). As a consequence, columns may not add due to rounding.

(d) Unaudited data

The Interim Financial Statements are not subject to audit.

NOTE 2: OPERATING REVENUE

A detailed dissection of general government and total public sector operating revenue is included in Appendix 2: *Operating Revenue*.

NOTE 3: TRANSFER EXPENSES

Transfer expenses are defined as the provision of something of value for no specific return or consideration and include grants, subsidies, donations, transfers of assets free of charge, etc.

The following tables provide detail of current and capital transfer expenses of the general government sector and total public sector.

TRANSFER EXPENSES (a)

General Government				
	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate (b) \$m	Three Months to 30 Sept \$m	Actual \$m
<i>CURRENT TRANSFERS</i>				
Local Government	35	220	25	215
Local Government on-passing	60	136	33	131
Private and Not-for-profit sector	580	2,075	493	1,875
Private and Not-for-profit sector on-passing	215	653	147	666
Other sectors of Government	507	1,991	377	1,663
<i>Total Current Transfers</i>	<i>1,398</i>	<i>5,078</i>	<i>1,074</i>	<i>4,554</i>
<i>CAPITAL TRANSFERS</i>				
Local Government	7	84	14	170
Local Government on-passing	39	91	22	88
Private and Not-for-profit sector	108	138	28	276
Private and Not-for-profit sector on-passing	31	-	5	17
Other sectors of Government	64	93	25	46
<i>Total Capital Transfers</i>	<i>250</i>	<i>408</i>	<i>94</i>	<i>600</i>
Total Public Sector				
	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate (b) \$m	Three Months to 30 Sept \$m	Actual \$m
<i>CURRENT TRANSFERS</i>				
Local Government	95	221	22	216
Local Government on-passing	60	136	33	132
Private and Not-for-profit sector	669	2,909	629	2,419
Private and Not-for-profit sector on-passing	214	653	147	667
Other sectors of Government	3	39	7	43
<i>Total Current Transfers</i>	<i>1,042</i>	<i>3,960</i>	<i>837</i>	<i>3,477</i>
<i>CAPITAL TRANSFERS</i>				
Local Government	7	86	14	188
Local Government on-passing	39	91	22	89
Private and Not-for-profit sector	108	145	28	276
Private and Not-for-profit sector on-passing	31	-	5	18
Other sectors of Government	-	-	-	-
<i>Total Capital Transfers</i>	<i>186</i>	<i>323</i>	<i>69</i>	<i>570</i>

(a) Includes grants, subsidies and other transfer expenses.

(b) Estimate published in the 2009-10 Budget, released 14 May 2009.

NOTE 4: CONVERGENCE DIFFERENCES

Where possible, AASB 1049 harmonises GFS and accounting concepts into a single presentation. Where harmonisation cannot be achieved (e.g. the recognition of a doubtful debts provision is excluded from GFS net worth), a convergence difference arises.

The following tables detail convergence differences reflected in the September 2009 results.

AASB 1049 TO GFS CONVERGENCE DIFFERENCES Net Operating Balance

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate \$m	Three Months to 30 Sept \$m	Actual \$m
<u>General government</u>				
AASB1049 net operating balance	-778	409	220	318
<i>Plus GFS revenue adjustments</i>				
Capital grants - prepaid AusLink road grants	3	83	37	199
Goods and services revenue - intersector equity/asset transfers recorded as revenue	-	-	-	-
All other	-	-	-	-
<i>Total GFS revenue adjustments</i>	3	83	37	199
<i>Less GFS expense adjustments</i>				
Capitalised interest	-	-	-	-
All other	-	-	-	-
<i>Total GFS expense adjustments</i>	-	-	-	-
<i>Total GFS adjustments to AASB 1049 net operating balance</i>	3	83	37	199
GFS net operating balance	-776	492	257	517
<u>Total public sector</u>				
AASB1049 net operating balance	-206	556	359	87
<i>Plus GFS revenue adjustments</i>				
Capital grants - prepaid AusLink road grants	3	83	37	199
Goods and services revenue - intersector equity/asset transfers recorded as revenue	-	-	-	-
All other	-	-	-	-
<i>Total GFS revenue adjustments</i>	3	83	37	199
<i>Less GFS expense adjustments</i>				
Capitalised interest	11	32	11	43
All other	-	-	-	-
<i>Total GFS expense adjustments</i>	11	32	11	43
<i>Total GFS adjustments to AASB 1049 net operating balance</i>	-8	51	26	157
GFS net operating balance	-214	607	385	244

AASB 1049 TO GFS CONVERGENCE DIFFERENCES
Net Lending/- Borrowing

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate \$m	Three Months to 30 Sept \$m	Actual \$m
<i>General government</i>				
AASB1049 net lending/-borrowing	-1,082	-2,418	3	-987
Plus Net operating balance convergence differences (noted above)	3	83	37	199
GFS net lending/-borrowing	-1,079	-2,335	41	-787
<i>Total public sector</i>				
AASB1049 net lending/-borrowing	-861	-5,083	-389	-3,681
Plus Net operating balance convergence differences (noted above)	-8	51	26	157
GFS net lending/-borrowing	-870	-5,032	-363	-3,524

AASB 1049 TO GFS CONVERGENCE DIFFERENCES
Net Worth

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate \$m	Three Months to 30 Sept \$m	Actual \$m
<i>General government</i>				
AASB1049 net worth	106,996	96,533	93,239	107,162
Plus	-	-	-	-
Dampier to Bunbury Natural Gas Pipeline loan asset	88	88	88	88
Provision for doubtful debts	-	-	-	-
General government sector	159	184	183	158
Impact on public corporations net worth	32	11	53	29
Impact of AusLink Road grants prepayments	-69	-7	-234	-72
All other	-	-	-	-
<i>Total GFS net worth adjustments</i>	<i>210</i>	<i>276</i>	<i>91</i>	<i>204</i>
GFS net worth	107,206	96,809	93,329	107,366
<i>Total public sector</i>				
AASB1049 net worth	106,996	96,533	93,239	107,162
Plus	-	-	-	-
Dampier to Bunbury Natural Gas Pipeline loan asset	88	88	88	88
Provision for doubtful debts	191	194	236	187
Impact of AusLink Road grants prepayments	-69	-7	-234	-72
All other	-	-	-	-
<i>Total GFS net worth adjustments</i>	<i>210</i>	<i>276</i>	<i>91</i>	<i>204</i>
GFS net worth	107,206	96,809	93,329	107,366

AASB 1049 TO GFS CONVERGENCE DIFFERENCES Cash Surplus/-Deficit

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate \$m	Three Months to 30 Sept \$m	Actual \$m
<i>General government</i>				
AASB1049 cash surplus/-deficit	-1,043	-2,308	68	-375
Less Acquisitions under finance leases and similar arrangements	-	1	-	7
GFS cash surplus/-deficit	-1,043	-2,309	68	-382
<i>Total public sector</i>				
AASB1049 cash surplus/-deficit	-973	-5,374	-42	-2,439
Less Acquisitions under finance leases and similar arrangements	-	130	-	7
GFS cash surplus/-deficit	-973	-5,504	-42	-2,447

NOTE 5: INVESTMENTS, LOANS AND PLACEMENTS

General Government

	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
<i>Investments</i>				
Term deposits	2,610	2,864	3,724	3,981
Government securities	129	126	185	176
<i>Total</i>	<i>2,739</i>	<i>2,990</i>	<i>3,908</i>	<i>4,157</i>
<i>Loans and advances</i>				
Loans	10	7	-	10
Financial Assets held for trading/available for sale	-	1	-	1
<i>Total</i>	<i>10</i>	<i>8</i>	<i>-</i>	<i>11</i>
Total	2,749	2,998	3,908	4,168

Total Public Sector

	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
<i>Investments</i>				
Term deposits	7,009	3,816	8,293	7,883
Government securities	283	175	412	362
<i>Total</i>	<i>7,292</i>	<i>3,991</i>	<i>8,705</i>	<i>8,245</i>
<i>Loans and advances</i>				
Loans	1,342	619	2,261	1,279
Financial Assets held for trading/available for sale	108	2	46	4
<i>Total</i>	<i>1,449</i>	<i>621</i>	<i>2,307</i>	<i>1,283</i>
Total	8,741	4,612	11,012	9,528

NOTE 6: RECEIVABLES

General Government				
	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
Accounts Receivable	1,776	1,761	1,752	1,708
Provision for impairment of receivables	-159	-184	-183	-158
Total	1,617	1,578	1,569	1,549
Total Public Sector				
	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
Accounts Receivable	3,447	3,852	3,927	3,481
Provision for impairment of receivables	-191	-194	-236	-187
Total	3,256	3,658	3,690	3,293

NOTE 7: BORROWINGS

General Government				
	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
Bank overdrafts	-	-	72	13
Finance leases	286	231	284	288
Derivative Financial Instruments	-	4,103	-	-
Domestic and foreign borrowings	1,420	-	646	1,546
Total	1,705	4,335	1,002	1,847
Total Public Sector				
	2009-10		2008-09	
	As at 30 Sept \$m	Budget Estimate \$m	As at 30 Sept \$m	Actual \$m
Bank overdrafts	3	1	75	14
Finance leases	804	879	809	809
Derivative Financial Instruments	19,132	527	15,169	18,439
Domestic and foreign borrowings	171	18,816	903	191
Total	20,110	20,223	16,956	19,453

NOTE 8: DETAILS OF AGENCIES CONSOLIDATED

The agencies included in these financial statements were detailed in Note 31, Composition of Sectors in the 2008-09 *Annual Report on State Finances*. Changes since that date are:

- With effect from 30 October 2009, the designation of the Department of Education and Training has been altered to the Department of Education, and the Department of Training and Workforce Development has been established.
- The Community Insurance Fund ceased operations with effect from 31 January 2009.
- The Office of the Environmental Protection Authority has been established to come into effect from 27 November 2009.

NOTE 9: CONTINGENT LIABILITIES

There have been no material changes in contingent liabilities since the release of the 2008-09 *Annual Report on State Finances*.

APPENDIX 2

Operating Revenue

The tables below detail operating revenue of the general government and total public sectors. They provide detailed revenue information consistent with the operating statements presented in Appendix 1: *Interim Financial Statements*.

The total public sector consolidates internal transfers between the general government sector and agencies in the public corporation sectors.

Accordingly, some total public sector revenue aggregates may be **smaller** than the general government equivalent. For example, the general government sector collects payroll tax from some public corporations. These collections are not shown in the total public sector taxation revenue data which is thus smaller than the general government taxation revenue aggregate.

Table 2.1

GENERAL GOVERNMENT
Operating Revenue

	2009-10			2008-09		
	Month of Sept \$m	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Month of Sept \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
TAXATION						
Taxes on employers' payroll and labour force						
<i>Payroll tax</i>	179	591	2,216	189	584	2,246
Property taxes						
<i>Land tax</i>	-	1	547	-1	-	568
Transfer Duty	102	319	1,186	137	358	1,102
Landholder Duty	7	7	37	-	-	24
<i>Total duty on transfers</i>	109	326	1,223	137	358	1,126
Mortgages	-	-	-	-	3	4
Other stamp duties	-	-	1	-2	-	1
Metropolitan Region Improvement Tax	-	-	81	-	-	82
Emergency Services Levy	52	57	168	10	58	157
Loan guarantee fees	2	6	26	1	4	19
<i>Total other property taxes</i>	54	63	275	9	66	264
Taxes on provision of goods and services						
Lotteries Commission	11	32	126	10	29	134
Video lottery terminals	-	-	1	-	-	-
Casino Tax	10	25	84	6	20	91
TAB betting tax	2	9	37	-	5	32
<i>Total taxes on gambling</i>	23	65	248	15	54	257
Insurance Duty	33	111	388	30	97	377
Other	3	6	18	3	5	21
<i>Total taxes on insurance</i>	36	117	407	33	102	397
Taxes on use of goods and performance of activities						
Vehicle Licence Duty	26	75	323	28	86	318
Permits - Oversize Vehicles and Loads	-	1	4	-	1	4
Motor Vehicle recording fee	3	11	41	3	10	40
Motor Vehicle registrations	41	126	490	37	123	486
<i>Total motor vehicle taxes</i>	71	212	859	68	221	848
Total Taxation	471	1,374	5,775	451	1,385	5,706
CURRENT GRANTS AND SUBSIDIES						
General Purpose Grants						
GST Revenue grants	277	833	3,332	188	887	3,529
North West Shelf grants	47	143	930	101	290	844
Compensation for Crude Oil Excise Condensate	4	10	60	9	9	23
Grants through the State						
Schools assistance – non-government schools	53	215	654	3	147	751
Local government financial assistance grants	-	60	137	-	33	132
Local government roads	-	39	92	-	22	89
First Home Owners' Boost	-	-	31	-	-	100
Other	-	-	25	-	-	-
National Specific Purpose Payment Agreement Grants						
National Health Care Agreement	284	284	1,136	94	262	1,056
National Education Agreement	27	82	329	32	61	318
National Agreement for Skills and Workforce Development	11	33	132	-	24	131
National Disability Agreement	6	19	78	4	15	75
National Affordable Housing Agreement	10	31	125	4	20	122
Nation Building and Jobs Plan						
Schools	-	14	77	-	-	78
Housing	-	2	40	-	-	15
Transport	-	-	10	-	-	15
Other Grants/National Partnerships						
Housing	30	47	127	-	-	26
Roads	-	-	52	-	9	53
Other	-175	139	474	49	133	732
Total Current Grants and Subsidies	576	1,952	7,838	484	1,913	8,089

Table 2.1 (cont.)

GENERAL GOVERNMENT
Operating Revenue

	2009-10			2008-09		
	Month of Sept \$m	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Month of Sept \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CAPITAL GRANTS						
Grants through the State						
Schools assistance – non-government schools	-	31	-	2	5	18
Nation Building and Jobs Plan						
Schools	-	-	628	-	-	-
Housing	9	25	387	-	-	4
Transport	-	-	5	-	-	-
Other Grants/National Partnerships						
Housing	15	4	87	9	24	39
Roads	-	-	198	53	60	238
Other	17	37	255	-3	19	112
Total Capital Grants	42	98	1,560	61	108	411
SALES OF GOODS AND SERVICES	130	397	1,627	112	372	1,410
INTEREST INCOME	22	47	144	37	94	285
REVENUE FROM PUBLIC CORPORATIONS						
Dividends	89	89	536	37	37	466
Tax Equivalent Regime	20	73	319	22	78	355
Total Revenue from Public Corporations	109	162	855	59	116	821
ROYALTY INCOME	326	481	2,577	366	528	2,348
OTHER						
Lease Rentals	6	19	64	6	18	65
Fines	11	34	129	12	34	138
Revenue not elsewhere counted	13	36	130	17	39	161
Total Other	31	89	324	34	91	364
GRAND TOTAL	1,706	4,600	20,700	1,603	4,607	19,434

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding.

Table 2.2

TOTAL PUBLIC SECTOR
Operating Revenue

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept	Actual ^(b) \$m
TAXATION				
Taxes on employers' payroll and labour force				
<i>Payroll tax</i>	581	2,506	576	2,204
Property taxes				
<i>Land tax</i>	-11	455	-6	523
Transfer Duty	319	1,475	358	1,102
Landholder Duty	7	46	-	24
<i>Total duty on transfers</i>	326	1,521	358	1,126
Mortgages				
Other stamp duties	-	1	-	1
Metropolitan Region Improvement Tax	-	67	-	82
Emergency Services Levy	57	194	58	154
Loan guarantee fees	-	29	-	1
<i>Total other property taxes</i>	57	290	61	243
Taxes on provision of goods and services				
Lotteries Commission	-	131	-	-
Video lottery terminals	-	1	-	-
Casino Tax	25	92	20	91
TAB betting tax	-	40	-	-
<i>Total taxes on gambling</i>	25	263	20	91
Insurance Duty	111	431	97	377
Other	6	20	5	21
<i>Total taxes on insurance</i>	117	451	102	397
Taxes on use of goods and performance of activities				
Vehicle Licence Duty	75	353	86	318
Permits - Oversize Vehicles and Loads	1	4	1	4
Motor Vehicle recording fee	11	43	10	40
Motor Vehicle registrations	126	515	123	486
<i>Total motor vehicle taxes</i>	212	915	221	848
Total Taxation	1,307	5,516	1,332	5,432
CURRENT GRANTS AND SUBSIDIES				
General Purpose Grants				
GST Revenue grants	833	3,332	887	3,529
North West Shelf grants	143	930	290	844
Compensation for Crude Oil Excise Condensate	10	60	9	23
Grants through the State				
Schools assistance – non-government schools	215	654	147	751
Local government financial assistance grants	60	137	33	132
Local government roads	39	92	22	89
First Home Owners' Boost	-	31	-	100
Other	-	25	-	-
National Specific Purpose Payment Agreement Grants				
National Health Care Agreement	284	1,136	262	1,056
National Education Agreement	82	329	61	318
National Agreement for Skills and Workforce Development	33	132	24	131
National Disability Agreement	19	78	15	75
National Affordable Housing Agreement	31	125	20	122
Nation Building and Jobs Plan				
Schools	14	77	-	78
Housing	2	40	-	15
Transport	-	10	-	15
Other Grants/National Partnerships				
Housing	47	127	-	26
Roads	-	52	9	53
Other	139	474	133	732
Total Current Grants and Subsidies	1,952	7,838	1,913	8,089

TOTAL PUBLIC SECTOR
Operating Revenue

Table 2.2 (cont.)

	2009-10		2008-09	
	Three Months to 30 Sept \$m	Budget Estimate ^(a) \$m	Three Months to 30 Sept	Actual ^(b) \$m
CAPITAL GRANTS				
Grants through the State				
Schools assistance – non-government schools	31	-	5	18
Nation Building and Jobs Plan				
Schools	-	628	-	-
Housing	25	387	-	4
Transport	-	5	-	-
Other Grants/National Partnerships				
Housing	4	87	24	39
Roads	-	198	60	238
Other	37	255	19	112
Total Capital Grants	98	1,560	108	411
SALES OF GOODS AND SERVICES	2,770	11,221	2,363	10,797
INTEREST INCOME	136	534	281	648
ROYALTY INCOME	481	2,577	528	2,348
OTHER				
Lease Rentals	19	66	18	65
Fines	35	129	35	140
Revenue not elsewhere counted	132	482	147	721
Total Other	186	677	200	926
GRAND TOTAL	6,929	29,923	6,726	28,651

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding.

Monthly Report of General Government Finances – September 2009

This appendix provides a summary of the Western Australian general government sector's finances for the month of September 2009. Care should be taken in interpreting monthly results, which can vary significantly from month to month due to various seasonal and other timing factors.

Operating Statement

The general government sector recorded an operating deficit of \$92 million for the month of September 2009, a \$239 million turnaround on the \$147 million surplus recorded in September 2008. Timing issues and other factors summarised earlier in this report were largely responsible for this outcome.

Revenue in September 2009 totalled \$1,706 million, \$103 million higher than the same month the previous year. The increase primarily reflects:

- higher Commonwealth grants (up \$73 million), mainly due to the timing of GST grants (up \$89 million) and funding for social housing and non-government schools (up \$65 million and \$50 million respectively). These increases were partially offset by lower North West Shelf petroleum grants (down \$53 million), due mainly to lower energy prices and production volumes, and lower capital grants (down \$53 million), due largely to the completion of the New Perth-Bunbury Highway;
- higher dividends (up \$52 million), reflecting the earlier declaration this year of Synergy's final dividend for the 2008-09 financial year; and
- lower royalty income (down \$40 million), mainly as a result of lower iron ore contract prices this year, partially offset by the impact of a weaker exchange rate compared to this time last year, and higher production volumes.

Expenses for the month of September 2009 totalled \$1,798 million, up \$341 million from September 2008. This included the monthly impact of extraordinary spending and timing issues noted earlier in this report. In particular, the following items were significant for the month of September 2009:

- higher current transfers (up \$142 million), primarily due to:
 - on-passing of higher Commonwealth grants to non-government schools as a result of growth in student enrolment numbers and indexation (up \$98 million);
 - higher Community Service Obligation payments to Synergy for tariff adjustment and energy rebates (up \$29 million); and

- higher local government road grants (up \$13 million), reflecting the timing of various road projects;
- higher capital transfers (up \$86 million), particularly First Home Owners' Grants (up \$28 million) and an increase in capital projects for indigenous and social housing;
- higher salaries (up \$62 million, or 10.1%), mainly reflecting, higher employee numbers in the health and education sectors and higher pay rates for teachers, nurses, doctors and general public servants (see quarterly discussion in the main part of this publication); and
- higher 'services and contracts' and 'other gross operating expenses' (up an aggregate \$25 million), due primarily to increased spending on direct patient costs in the health sector (up \$9 million), and the impact of a range of smaller changes in the operating activities of other agencies mainly due to timing.

Cash Flow Statement

A cash deficit of \$248 million was recorded in September 2009, compared to a \$137 million cash surplus recorded in September 2008. This reflects the impact of the operating activities above and a \$69 million increase in monthly infrastructure spending, mainly for land acquisitions by the Western Australian Planning Commission.

Table 3.1

GENERAL GOVERNMENT Operating Statement

	2009-10			2008-09	
	Month of Aug \$m	Month of Sept \$m	Budget Estimate ^(a) \$m	Month of Sept \$m	Actual ^(b) \$m
Results from Transactions					
REVENUE					
Taxation	427	471	5,775	451	5,706
Current grants and subsidies	604	576	7,838	484	8,089
Capital grants	49	42	1,560	61	411
Sales of goods and services	117	130	1,627	112	1,410
Interest Income	12	22	144	37	285
Dividends from other sector entities	-	89	536	37	466
Tax equivalent income	26	20	319	22	355
Royalty income	15	326	2,577	366	2,348
Other	30	31	324	34	364
Total	1,281	1,706	20,700	1,603	19,435
EXPENSES					
Salaries	671	678	7,953	616	7,764
Superannuation					
Concurrent costs	64	65	760	57	746
Superannuation interest cost	29	29	349	26	330
Other employee costs	23	29	311	24	326
Depreciation and amortisation	66	65	839	62	764
Services and contracts	88	95	1,458	100	1,339
Other gross operating expenses	287	284	3,007	253	2,575
Other interest	13	16	128	10	118
Other property expenses	-	-	-	-	-
Current transfers	404	436	5,078	294	4,554
Capital transfers	84	101	408	15	600
Total	1,730	1,798	20,291	1,457	19,117
NET OPERATING BALANCE	-449	-92	409	147	318

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 Annual Report on State Finances, released 24 September 2009.

Note: Columns may not add due to rounding.

Table 3.2

GENERAL GOVERNMENT Cash Flow Statement

	2009-10			2008-09	
	Month of Aug \$m	Month of Sept \$m	Budget Estimate ^(a) \$m	Month of Sept \$m	Actual ^(b) \$m
CASH FLOWS FROM OPERATING ACTIVITIES					
<i>Cash received</i>					
Taxes received	447	439	5,743	438	5,865
Grants and subsidies received	661	607	9,369	542	8,538
Receipts from sales of goods and services	139	151	1,663	149	1,556
Interest receipts	10	14	131	29	295
Dividends and tax equivalents	2	-4	871	6	877
Other receipts	152	464	3,873	473	3,692
Total cash received	1,411	1,671	21,650	1,636	20,822
<i>Cash paid</i>					
Wages, salaries and supplements, and superannuation	-714	-697	-8,958	-660	-8,595
Payments for goods and services	-376	-509	-4,791	-397	-4,441
Interest paid	-6	-8	-119	2	-131
Grants and subsidies paid	-371	-346	-5,092	-225	-4,650
Dividends and tax equivalents	-	-	-	-	-
Other payments	-124	-160	-1,329	-109	-1,289
Total cash paid	-1,591	-1,719	-20,289	-1,389	-19,106
NET CASH FLOWS FROM OPERATING ACTIVITIES	-180	-47	1,361	247	1,717
CASH FLOWS FROM INVESTING ACTIVITIES					
<i>Cash flows from investments in non-financial assets</i>					
Purchase of non-financial assets	-167	-195	-3,912	-126	-2,255
Sales of non-financial assets	11	-5	243	16	164
Total cash flows from investments in non-financial assets	-156	-200	-3,669	-110	-2,091
<i>Cash flows from investments in financial assets</i>					
<i>Cash received</i>					
For policy purposes	-	-	-	-	1
For liquidity purposes	-	19	-	-	25
<i>Cash paid</i>					
For policy purposes	-42	-56	-931	-8	-368
For liquidity purposes	-	-	-2	-3	-3
Total cash flows from investments in financial assets	-41	-36	-934	-11	-345
NET CASH FLOWS FROM INVESTING ACTIVITIES	-197	-237	-4,603	-122	-2,437
CASH FLOWS FROM FINANCING ACTIVITIES					
<i>Cash received</i>					
Advances received	1	-2	10	-2	14
Borrowings	138	-366	2,934	-4	1,012
Deposits received	-	-	-	-	-
Other financing receipts	2	6	31	6	30
Total cash received	141	-361	2,975	-1	1,056
<i>Cash paid</i>					
Advances paid	-1	2	-9	2	-14
Borrowings repaid	26	-121	-189	-131	-182
Deposits paid	-	-	-	-	-
Other financing payments	-5	-4	-45	38	-43
Total cash paid	19	-123	-244	-91	-239
NET CASH FLOWS FROM FINANCING ACTIVITIES	160	-485	2,732	-92	818
Net increase in cash and cash equivalents	-217	-769	-511	34	98
Cash and cash equivalents - opening balance	3,925	3,708	3,919	4,206	4,236
Cash and cash equivalents - closing balance	3,708	2,938	3,408	4,240	4,334
KEY FISCAL AGGREGATES					
Net cash flows from operating activities	-180	-47	1,361	247	1,717
Net cash flows from investing in non-financial assets	-156	-200	-3,669	-110	-2,091
Cash surplus/-deficit	-336	-248	-2,308	137	-375

(a) Estimate published in the 2009-10 Budget, released 14 May 2009.

(b) Consistent with final audited data contained in the 2008-09 *Annual Report on State Finances*, released 24 September 2009.

Note: Columns may not add due to rounding.

APPENDIX 4

Public Ledger

The Public Ledger, established by section 7 of the *Financial Management Act 2006* (FMA), includes those transactions and operations that are conducted through the Public Bank Account and maintained by the Treasurer. The Public Ledger comprises the Consolidated Account, the Treasurer's Advance Account and the Treasurer's Special Purpose Accounts.

Table 4.1 shows that the aggregate balance of the Public Ledger at 30 September 2009 decreased by \$1,316 million compared with 30 September 2008. This mainly reflects the combined impact of a \$2,180 million increase in the Consolidated Account deficit and a \$915 million increase in the Treasurer's Special Purpose Accounts.

Table 4.1

PUBLIC LEDGER BALANCES AT 30 SEPTEMBER

	2009	2008
	\$m	\$m
THE PUBLIC LEDGER		
Consolidated Account ^(a)	-6,036	-3,856
Treasurer's Special Purpose Accounts	6,014	5,099
Treasurer's Advance Account – Net Advances	-57	-6
Total	-79	1,237

(a) The balance of the Consolidated Account at 30 September 2009 includes non-cash appropriations of \$4,236 million (30 September 2008: \$3,470 million), representing the non-cash cost of agency services. These appropriations are credited to agency holding accounts that are included in the Treasurer's Special Purpose Accounts balance.

Consolidated Account

The *Constitution Act* requires that all revenue of the Crown that is not permanently appropriated by legislation to another entity, shall be credited to the Consolidated Account, and that payments out of the Account must be appropriated by Parliament.

Accordingly, Consolidated Account revenue is not available for use by agencies that collect it, and such receipts must be paid directly to the credit of the Account. Expenditure is authorised by Parliament, with both the amount and the expressed purpose of the relevant appropriation clearly specified.

The Consolidated Account recorded an accumulated deficit of \$6,036 million at 30 September 2009. This included \$4,236 million in non-cash Holding Account balances for agencies, associated with accrual (non-cash) appropriations for depreciation and leave entitlements.

In cash terms, the Consolidated Account recorded a cash deficit of \$1,800 million at 30 September 2009, compared with a cash deficit of \$386 million in September 2008.

Cash balances vary significantly through the year, depending on the timing of receipts into, and payments from, the Account.

Table 4.2		
CONSOLIDATED ACCOUNT TRANSACTIONS		
For the three months ended 30 September		
	2009	2008
	\$m	\$m
REVENUE		
<i>Operating Activities</i>		
Taxation	1,130	1,294
Commonwealth Grants ^(a)	1,111	899
Government Enterprises	59	81
Revenue from other agencies ^(a)	801	1,229
Other	57	41
<i>Total Operating Activities</i>	3,158	3,544
<i>Financing Activities</i>		
Repayments of Recoverable Advances	3	3
Transfers from:		
Public Bank Account Interest Earned Account	-	-
Bankwest Pension Trust	-	-
Other Receipts	1	-
Revenue recoverables	-	-
<i>Total Financing Activities</i>	4	3
TOTAL REVENUE	3,162	3,547
EXPENDITURE		
<i>Recurrent</i>		
Authorised by Other Statutes	291	296
Appropriation Act (No. 1)	4,226	3,775
Recurrent Expenditure under the Treasurer's Advance	-	-
<i>Total Recurrent Expenditure</i>	4,517	4,071
<i>Investing Activities</i>		
Authorised by Other Statutes	16	26
Appropriation Act (No. 2)	821	711
Investing Expenditure under the Treasurer's Advance	-	-
<i>Total Investing Activities</i>	837	737
<i>Financing Activities</i>		
Loan repayments	-	-
Other financing	-	-
<i>Total Financing Activities</i>	-	-
TOTAL EXPENDITURE	5,354	4,808
NET MOVEMENT (REVENUE LESS EXPENDITURE)	-2,192	-1,261
Consolidated Account Balance		
Opening balance at 1 July	-3,844	-2,595
Closing balance at 30 September	-6,036	-3,856
Of which:		
Appropriations payable	-4,236	-3,470
Cash balance at 30 September	-1,800	-386

(a) From January 2009, reflecting a national move to streamline the administration of grants, most Commonwealth funding is now received centrally by the Department of Treasury and Finance (DTF). Under these arrangements, most grants are received by a Special Purpose Account and then on-passed to the agencies that spend the funds. Prior to 1 January 2009, these grants were disclosed as Commonwealth grants revenue in the financial statements of the individual agencies that received the funding.

A limited number of grants received by DTF are paid into the Consolidated Account. This mirrors the arrangements prior to 1 January 2009. Examples include the National Health Care Agreement (previously administered by the Department of Health), the First Home Owners Boost grant, and funds received under the Commonwealth's *Nation Building and Jobs Plan* (which are by and large used to construct assets such as public housing and schools facilities and are generally appropriated from the Consolidated Account as capital contributions).

Note: Columns may not add due to rounding.

Treasurer's Special Purpose Accounts

The Treasurer's Special Purpose Accounts (TSPA) consists of:

- any account established by the Treasurer as a TSPA for the purposes determined by the Treasurer;
- suspense accounts established for the purposes of section 26 of the FMA;
- any account established to hold money transferred under section 39(5) of the FMA;
- the Public Bank Account Interest Earned Account established for the purpose of holding money credited to that account under section 38(9) of the FMA pending its allocation and payment as required or permitted under the FMA or another written law;
- any account established under written law and determined by the Treasurer to be a TSPA; and
- any account established to hold other money and determined by the Treasurer to be a TSPA.

The \$915 million increase in the TSPA largely reflects higher Holding Account balances for accrual appropriations to agencies (up \$766 million, including appropriations payable for depreciation and accrued leave entitlements), and an increase of \$179 million in Other Special Purpose Accounts (mainly for higher Commonwealth grants yet to be drawn by agencies).

TREASURER'S SPECIAL PURPOSE ACCOUNTS		
AT 30 SEPTEMBER		
	2009	2008
	\$m	\$m
Agency Holding Accounts	4,236	3,470
Fiona Stanley Hospital Construction Account	1,293	1,349
Royalties for Regions Special Purpose Account	26	-
Other Special Purpose Accounts	459	280
TREASURER'S SPECIAL PURPOSE ACCOUNTS AT 30 September	6,014	5,099

Table 4.3

Treasurer's Advance

The Treasurer's Advance allows for short-term repayable advances to agencies for working capital purposes (known as 'net recoverable advances') and the provision of supplementary appropriation funding for unforeseen and/or extraordinary events during the year (known as 'excesses and new items').

A total of \$469.2 million is authorised under section 29 of the FMA for the year ended 30 June 2010, compared with a total of \$437.7 million authorised limit applying at the same time last year.

Of the \$469.2 million authorised limit for 2009-10, \$57.2 million was held at 30 September 2009 in the form of net recoverable advances (see Table 4.4). There has been no draw-down of monies to 30 September 2009 against supplementary funding requirements approved during the quarter (see Table 4.5).

TREASURER'S ADVANCE AT 30 SEPTEMBER		
	2009	2008
	\$m	\$m
AUTHORISED LIMIT	469.2	437.7
Total Drawn Against Treasurer's Advance Account	57.2	6.0
Comprising:		
Net recoverable advances as at 30 September (see below)	57.2	6.0
Excesses and New Items		
- recurrent (see Table 4.5)	-	-
- capital	-	-
NET RECOVERABLE ADVANCES		
Building Management and Works	51.0	-
Public Sector Standards Commissioner – CEO selection	0.5	0.5
Electoral Distribution Commission	1.0	0.3
Energy Smart Government Program	1.1	1.6
Gas Review Board	0.5	0.5
Suitors Fund	1.1	1.1
Transport	2.0	2.0
TOTAL RECOVERABLE TREASURER'S ADVANCES	57.2	6.0

Transfers, Excesses and New Items

Table 4.5 outlines transfers of appropriations between agencies, authorised under section 25 of the FMA (and which have no impact on the Treasurer's Advance), and excesses and/or new items approved by the Treasurer (under the authority of section 27 of the FMA).

Transfer of appropriations between agencies were for the following purposes:

- \$0.1 million from Public Sector Commission to the Department of Local Government for the transfer of accommodation at Dumas House; and
- \$48.7 million (including the transfer of both recurrent and capital appropriations) from the Department of Planning to the Department of Transport in support of spending on coastal infrastructure, transport policy and support of the National Transport Commission.

Table 4.5

TRANSFERS, EXCESSES AND NEW ITEMS For the three months to 30 September 2009

	Treasurer's Advance					Drawn against Treasurer's Advance to date \$m
	Budget \$m	Transfers ^(a) \$m	New Items \$m	Excesses \$m	Revised Appropriation \$m	
Recurrent Appropriations						
<i>Public Sector Commission</i>						
Item 6: Delivery of Services	20.7	-0.1	-	-	20.6	-
<i>Transport</i>						
Item 39: Delivery of Services	92.4	36.9	-	-	129.3	-
<i>Western Australian Sports Centre Trust</i>						
Item 78: Delivery of Services	8.2	-	-	2.4	10.6	-
<i>Planning</i>						
Item 81: Delivery of Services	63.5	-36.9	-	-	26.6	-
<i>Local Government</i>						
Item 103: Delivery of Services	16.6	0.1	-	-	16.7	-
Total Recurrent		-	-	2.4	-	-
Capital Appropriations						
<i>Transport</i>						
Item: 130: Capital Appropriation	3.4	11.8	-	-	15.2	-
<i>Planning</i>						
Item 156: Capital Appropriation	33.9	-11.8	-	-	22.1	-
<i>Child Protection</i>						
Item 168: Capital Appropriation	6.1	-	-	1.5	7.6	-
Total Capital		-	-	1.5	-	-
TOTAL		-	-	3.9		-

(a) Authorised under section 25 of the FMA.

Approved excesses were for the following items.

Western Australian Sports Centre Trust

Item 78: **Net amount appropriated to deliver services** (\$2.4 million) for operating costs for the State Athletics Stadium and the State Basketball Centre (AK Reserve).

Child Protection

Item 168: **Capital Appropriation** (\$1.5 million) for expansion and reform of residential care services.

