



New South Wales
TREASURY

General Government Financial Statement

For the twelve months ended

30 June 2008

GENERAL GOVERNMENT MONTHLY FINANCIAL STATEMENT FOR THE TWELVE MONTHS ENDED 30 JUNE 2008

The Budget Surplus for the twelve months ended 30 June 2008, based on the new Australian Accounting Standard AASB 1049, *Whole of Government and General Government Sector Financial Reporting*, is a surplus of \$73 million. The 2008-09 Budget was presented on this basis.

The Net Operating Surplus, based on Government Finance Statistics (GFS) principles, for the twelve months ended 30 June 2008 was \$386 million. The Original 2007-08 Budget was framed under these GFS principles.

In June 2006 a specific Australian road transport grant of \$960 million was received from the Commonwealth Government. Under the GFS principles, the grant must be brought to account progressively over the financial years in which the related capital expenditure is incurred. This amount is \$313 million in 2007-08. Under Australian Accounting Standards the grant must be brought to account as revenue in full in 2005-06, the year it was received.

	2007-08 \$M
Budget Result – GFS basis	386
Road transport grant adjustment	313
Budget Result – AASB 1049 basis	73

At 30 June 2008, the General Government Net Worth, including the value of equity in Public Trading Enterprises and Public Financial Enterprises, was \$146,780 million.

NSW Treasury

General Government Sector Operating Statement
Australian Accounting Standard
AASB 1049 Basis *

	12 Months to 30/06/2008	12 Months to 30/06/2008
	Budget	Actual
	\$m	\$m
Revenue from Transactions		
Taxation	17,553	18,548
Grant Revenue		
- Commonwealth - general purpose	11,926	11,942
- Commonwealth - specific purpose	6,854	7,577
- Other grants and contributions	812	1,115
Sale of goods and services	3,423	3,611
Interest income	720	(196)
Dividend and income tax equivalent income from other sectors	1,766	2,063
Fines, regulatory fees and other revenue	1,591	1,829
Total Revenue	44,645	46,489
Expenses from Transactions		
Employee expenses	20,034	20,386
Superannuation expenses		
- Superannuation interest cost	501	477
- Other superannuation expenses	1,880	1,894
Depreciation and amortisation	2,429	2,466
Interest expenses	1,321	1,299
Other property expenses	0	0
Other operating expenses	9,268	9,485
Grant expenses		
- Current grant and subsidies	7,531	8,138
- Capital grants	1,641	2,271
Total Expenses	44,605	46,416
Budget Result	40	73

General Government Sector Operating Statement (Cont)
Australian Accounting Standard
AASB 1049 Basis *

	12 Months to 30/06/2008	12 Months to 30/06/2008
	Budget	Actual
	\$m	\$m
Other economic flows included in the operating result		
Other revenue (dividends from asset sale proceeds)	0	0
Share of net profit/(loss) from associates excluding dividends	97	77
Net actuarial superannuation gains/(losses)	(169)	(3,104)
Other net gains/(losses)	(4)	(187)
Operating result (accounting basis)	(36)	(3,141)
Other economic flows - other movements in equity		
Revaluations	822	6,683
Net gain/(loss) on equity investments in other sectors	871	7,234
Net gain/(loss) on financial instruments at fair value	0	574
Other	0	0
Comprehensive result - total change in net worth	1,657	11,350
Key Fiscal Aggregates		
Comprehensive result - total change in net worth	1,657	11,350
less: Net other economic flows	1,617	11,277
equals: Budget Result - net operating balance	40	73
less: Net acquisition of non-financial assets		
Purchase of non-financial assets	4,691	4,419
Sales of non-financial assets	(469)	(495)
less: Depreciation	(2,429)	(2,466)
plus: Change in inventories	(2)	(7)
plus: Other movements in non-financial assets		
- Assets acquired under finance leases	245	251
- Other	16	229
equals: Total Net acquisition of non-financial assets	2,052	1,931
equals: Net Lending/(borrowing) [Fiscal Balance]	(2,012)	(1,858)
OTHER AGGREGATES		
Capital Expenditure	4,937	4,670

* The 2008-09 Budget was presented in accordance with Australian Accounting Standard AASB 1049, *Whole of Government and General Government Sector Financial Reporting*. The above statement is comparable with the estimates published in the 2008-09 Budget.

Operating Statement (Profit and Loss Statement)
GFS Basis *

	12 Months to 30/06/2008	12 Months to 30/06/2008
	Budget	Actual
	\$m	\$m
State Revenues		
Taxation	17,562	18,557
Commonwealth Grants	19,116	19,833
Financial Distributions	1,764	2,062
Fines, Regulatory Fees and Other	1,189	1,364
Total State Revenues	39,631	41,816
Operating Revenues		
Sale of Goods and Services	3,433	3,618
Investment Income	781	(172)
Grants and Contributions	824	812
Other Revenue	325	736
Total Operating Revenues	5,363	4,994
Expenses		
Superannuation Expense	2,409	2,410
Other Employee Related Expenses	20,000	20,379
Depreciation and Amortisation	2,429	2,466
Recurrent Grants and Subsidies	7,429	7,990
Capital Grants and Subsidies	1,650	2,278
Finance	1,321	1,294
Other Operating	9,380	9,607
Total Expenses	44,618	46,424
BUDGET RESULT	376	386
Capital Expenditure	4,937	4,670

* This statement is comparable to the estimates published in the 2007-08 Budget published in June 2007. The above figures are not comparable to the estimates published in the 2008-09 Budget.

Statement of Financial Position (Balance Sheet)
GFS Basis

	As at 30/06/2008	As at 30/06/2008
	Budget	Actual
	\$m	\$m
ASSETS		
Financial Assets		
Cash and Deposits	2,933	2,299
Advances Paid	926	1,645
Investments, Loans & Placements	7,043	6,074
Other Non-Equity assets	10,176	11,663
PTE/PFE Equity	67,770	74,371
Other Equity Assets	1,666	809
Total Financial Assets	90,514	96,861
Non-Financial Assets		
Land and Fixed Assets	95,459	100,804
Other Non-Financial assets	1,214	1,442
Total Non-Current Assets	96,673	102,246
Total Assets	187,187	199,107
Liabilities		
Deposits Held	94	98
Advances Received	865	864
Borrowing	15,297	13,151
Provisions	30,196	31,350
Other Non Equity Liabilities	4,731	6,864
Total Liabilities	51,183	52,327
Net Worth	136,004	146,780
Net Debt	5,354	4,095
Net Financial Liabilities	28,439	29,837

Statement of Cash Flows (GFS Basis)

	12 Months to 30/06/2008	12 Months to 30/06/2008
	Budget	Actual
	\$m	\$m
Cash receipts from operating activities		
Taxes Received	17,569	18,112
Receipts from sale of goods & services	3,710	3,842
Grants & Subsidies Received	19,249	20,003
Other Receipts	5,750	5,754
Total Cash receipts from operating activities	46,278	47,711
Cash payments from operating activities		
Payments for sale of goods & services	(32,890)	(33,216)
Grants & Subsidies Paid	(7,384)	(8,455)
Interest Paid	(956)	(927)
Other Payments	(2,570)	(2,813)
Total Cash payments from operating activities	(43,800)	(45,411)
Net Cash Flows from operating activities	2,478	2,300
Cash Flows from investments in Non-Financial Assets		
Purchases of Non-Financial Assets	(4,695)	(4,313)
Sale of Non Financial Assets	486	505
Total Cash Flows from investments in Non-Financial Assets	(4,209)	(3,808)
Cash Flows from investments in Financial Assets		
Financial Assets for Policy Purposes	58	57
Financial Assets for Liquidity Purposes	39	1,156
Cash Flows from investments in Financial Assets	97	1,213
Cash Flows from Financing Activities		
Advances Received (Net)	(51)	(49)
Borrowing (Net)	2,408	209
Deposits Received (Net)	0	5
Distributions Paid	0	0
Other Financing (Net)	0	0
Total Cash Flows from Financing Activities	2,357	165
Net Increase/(Decrease) in Cash Held	723	(130)
Net Cash from Operating Activities and Investments in Non-Financial Assets	(1,731)	(1,508)
Assets acquired under finance leases	(245)	(250)
Surplus/(Deficit)	(1,976)	(1,758)