

QUARTERLY FINANCIAL REPORT FOR THE VICTORIAN GENERAL GOVERNMENT SECTOR – SEPTEMBER 2014

OVERVIEW

This financial report presents the Victorian general government sector financial statements prepared as a special purpose report for the three month period ending 30 September 2014.

Economic growth is forecast to strengthen in 2014-15. Victoria is well positioned to benefit from the national shift in activity towards the non-resources sectors. This shift in activity, supported by the depreciation in the exchange rate and ongoing low interest rates, is expected to underpin the performance of the Victorian economy over coming years.

Household consumption growth is expected to improve in 2014-15 as strengthening employment and wages growth lead to a recovery in labour income. Low interest rates and increased household wealth, which have supported consumption growth amid the recent softness in labour income, are expected to further contribute to household spending. The pick-up in retail sales in 2013-14 has continued into the start of this financial year despite subdued consumer sentiment.

Dwelling investment is expected to strengthen in the near term. Confidence is positive and the construction of significant multi-unit dwellings is expected to underpin strong growth in 2014-15. Recent strength in building approvals, as well as continued population growth, will continue to support dwelling investment.

Business investment picked up in the June quarter and surveys indicate business conditions have improved in the September quarter. Businesses have reported signs of optimism and the exchange rate has recently fallen, encouraging investment by exporters and firms facing import competition. Public investment is expected to strengthen in 2014-15 and thereafter, driven by infrastructure projects.

Victoria's exports look set to improve with the recent depreciation of the exchange rate. The depreciation of the exchange rate, if sustained, is expected to support the competitive position of Victorian exports in international markets.

GENERAL GOVERNMENT SECTOR OUTCOME

Financial performance

The general government sector net result from transactions for the three month period to 30 September 2014 was an operating surplus of \$427 million. The 2014-15 first quarter result is consistent with achieving a full year estimated operating surplus of \$1.1 billion in 2014-15, as forecast in the *2014-15 Victorian Economic and Financial Update*.

The first quarter result is influenced by seasonal factors such as the timing of certain revenue items, in particular:

- the majority of land tax revenue, which is not recognised until the March quarter;
- dividends from public authorities, which are not recognised as revenue until determined, which is generally in October and April of each year; and
- some Commonwealth capital grants, which are not received until later in the year.

The timing of these revenue items is partially offset by the revenue from the Fire Services Property Levy, which is fully recognised in the September quarter.

Revenue for the quarter totalled \$12.9 billion. This represented 24.3 per cent of the full year revised budget, in line with expectations.

Taxation revenue for the quarter represents 26.4 per cent of the revised budget estimate. Land transfer duty, insurance taxes and payroll tax were above pro rata, while other taxes and levies on statutory corporations were slightly below pro rata expectations.

Dividends and income tax equivalent and rate equivalent revenue for the first quarter is 4.7 per cent of the full year budget estimate. This is consistent with expectations and the usual pattern of receipt.

Grants revenue for the first quarter was 23.2 per cent of the revised budget estimate. This reflects the timing of this revenue from the Commonwealth Government and is consistent with the revised budget estimates.

Interest revenue was 24.6 per cent of the revised budget estimates, in line with expectations.

Other revenue was 26.4 per cent of the revised budget estimates, in line with expectations.

The improvement in the net result from transactions from a deficit of \$250 million for the first quarter of 2013-14 to a surplus of \$427 million in the first quarter of 2014-15, was driven by a combination of increased revenues (mainly taxation revenues) and a decrease in expenditure compared with the equivalent quarter in the previous year.

The year on year decrease in expenditure mainly reflects the change in public transport arrangements with the cessation of the ticketing guarantee payment to the metropolitan train and tram operators on 1 January 2014 following full *myki* implementation. During the ticketing guarantee payment period, all fare revenue was received by the State and paid to train and tram operators. Metropolitan train and tram operators now receive a percentage of fare revenue directly resulting in lower expenses paid to the operators compared to September 2013.

At 24 per cent of the full year budget estimate, expenses from transactions totalled \$12.4 billion for the three months to 30 September 2014. This result primarily reflects the timing of expenditure items that are forecast to be recorded later in the year. This result is in line with the \$1.1 billion operating surplus forecast in the revised budget.

The comprehensive result showed an increase in net worth of \$516 million for the three month period to 30 September 2014, compared to an increase of \$1.1 billion in the same period the previous year. For 2014-15, the increase in net worth was mainly due to the net result from transactions discussed above.

Financial position

Net assets increased by \$516 million to \$128 billion for the three months to 30 September 2014. Total assets remained stable at around \$198 billion. Total liabilities decreased by \$428 million to \$70.3 billion, primarily reflecting a decrease in payables in the education sector (mainly relating to the timing of grants paid to non-government schools) and the decrease of various payables in the transport and environment sectors reflecting timing factors.

Net debt increased by \$297 million to \$21.5 billion in the quarter, reflecting a decrease in cash and deposits and an associated reduction in payables. After allowing for timing differences, the increase in net debt is consistent with budget expectations for a total net debt of \$22.1 billion as at 30 June 2015.

Cash flows

Cash flow movements disclosed in the cash flow statement were consistent with the combined impact of the above mentioned drivers associated with the operating statement and balance sheet.

FINANCIAL STATEMENTS FOR THE GENERAL GOVERNMENT SECTOR

Consolidated comprehensive operating statement for the period ended 30 September

(\$ million)

2013-14			2014-15	
Actual to Sept ^(a)		Notes	Actual to Sept	Revised budget
	Revenue from transactions			
4 300.5	Taxation revenue	2	4 710.7	17 871.1
204.3	Interest		205.1	834.4
64.5	Dividends and income tax equivalent and rate equivalent revenue	3	51.0	1 088.8
1 727.2	Sales of goods and services	4	1 656.6	6 556.3
5 453.1	Grants	5	5 665.0	24 432.6
521.5	Other revenue	6	566.4	2 141.7
12 271.0	Total revenue from transactions		12 854.7	52 924.9
	Expenses from transactions			
4 388.4	Employee expenses		4 510.1	18 509.3
266.7	Net superannuation interest expense	7	258.1	1 014.8
478.7	Other superannuation expenses	7	483.9	1 936.3
611.6	Depreciation	8	586.2	2 454.9
525.9	Interest expense		523.4	2 119.6
2 060.2	Grants and other transfers		2 002.6	8 241.7
4 189.1	Other operating expenses		4 063.3	17 585.9
12 520.6	Total expenses from transactions	9	12 427.5	51 862.6
(249.6)	Net result from transactions – net operating balance		427.2	1 062.3
	Other economic flows included in net result			
(4.4)	Net gain/(loss) on disposal of non-financial assets		5.1	63.8
22.2	Net gain on financial assets or liabilities at fair value		19.3	6.5
(96.5)	Other (losses) from other economic flows	10	(90.1)	(286.2)
(78.7)	Total other economic flows included in net result		(65.8)	(215.9)
(328.4)	Net result		361.4	846.3
	Other economic flows – other comprehensive income			
	Items that will not be reclassified to net result			
(73.0)	Changes in non-financial assets revaluation surplus		(369.9)	3 871.6
1 428.4	Remeasurement of superannuation defined benefit plans		121.2	(177.2)
..	Net gain/(loss) on equity investments in other sector entities at proportional share of the carrying amount of net assets		..	2 884.3
103.4	Other movements in equity		405.8	(0.8)
	Items that may be reclassified subsequently to net result			
3.5	Net gain/(loss) on financial assets at fair value		(2.2)	1.1
1 462.4	Total other economic flows – other comprehensive income		154.9	6 579.1
1 134.0	Comprehensive result – total change in net worth		516.3	7 425.5

2013-14 Actual to Sept ^(a)		Notes	2014-15 Actual to Sept	Revised budget
FISCAL AGGREGATES				
(249.6)	Net operating balance		427.2	1 062.3
(769.0)	Less: Net acquisition of non-financial assets from transactions	12	96.3	590.2
519.3 Net lending/(borrowing)			330.9	472.1

The accompanying notes form part of these financial statements.

Note:

(a) September 2013-14 comparative figures have been restated reflecting updates disclosed in the 2013-14 Financial Report.

Consolidated balance sheet as at 30 September

(\$ million)

2013-14		2014-15		
Actual 30 Sept ^(a)	Notes	Opening 1 Jul	Actual 30 Sept	Revised budget 30 Jun ^(b)
Assets				
Financial assets				
3 286.6	Cash and deposits	4 500.9	4 095.4	4 659.3
4 644.1	Advances paid	4 586.9	4 575.9	4 550.4
4 954.7	Receivables	11 4 940.6	5 168.6	5 055.3
3 672.7	Investments, loans and placements	3 117.6	3 158.2	3 102.1
49.4	Investments accounted for using equity method	44.1	44.1	44.1
70 277.0	Investments in other sector entities	75 869.2	75 875.3	80 539.9
86 884.5	Total financial assets	93 059.4	92 917.6	97 951.1
Non-financial assets				
212.6	Inventories	176.6	153.7	170.6
72.2	Non-financial assets held for sale	142.5	168.1	139.2
101 082.5	Land, buildings, infrastructure, plant and equipment	13 103 644.2	103 692.6	107 872.2
1 196.4	Other non-financial assets	14 1 204.8	1 383.6	1 172.8
102 563.7	Total non-financial assets	105 168.0	105 398.0	109 354.8
189 448.2	Total assets	198 227.4	198 315.6	207 305.9
Liabilities				
422.6	Deposits held and advances received	426.5	454.2	426.4
5 357.8	Payables	5 746.5	5 303.2	5 739.9
32 688.2	Borrowing	32 953.6	32 846.6	33 942.5
5 273.7	Employee benefits	15 5 302.7	5 500.0	5 527.8
23 782.8	Superannuation	25 680.7	25 609.2	26 107.4
606.6	Other provisions	630.6	599.2	649.6
68 131.9	Total liabilities	70 740.6	70 312.4	72 393.6
121 316.4	Net assets	127 486.9	128 003.2	134 912.3
44 646.1	Accumulated surplus/(deficit)	44 410.0	45 290.9	45 082.7
76 620.2	Reserves	83 026.9	82 662.3	89 779.6
50.0	Non-controlling interest	50.0	50.0	50.0
121 316.4	Net worth	127 486.9	128 003.2	134 912.3
FISCAL AGGREGATES				
18 752.7	Net financial worth	22 318.8	22 605.2	25 557.5
51 524.3	Net financial liabilities	53 550.4	53 270.2	54 982.4
21 507.4	Net debt	21 174.6	21 471.3	22 057.1

The accompanying notes form part of these financial statements.

Notes:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

(b) Balances represent actual opening balances at 1 July 2014 plus 2014-15 budgeted movements.

Consolidated cash flow statement for the period ended 30 September

(\$ million)

2013-14		2014-15	
Actual to Sept ^(a)	Notes	Actual to Sept	Revised budget
Cash flows from operating activities			
Receipts			
4 120.9	Taxes received	4 585.6	18 077.2
5 430.9	Grants	5 664.0	24 394.2
1 955.1	Sales of goods and services ^(b)	1 804.8	7 230.0
209.7	Interest received	194.4	813.9
209.0	Dividends and income tax equivalent and rate equivalent receipts	57.1	1 085.2
482.1	Other receipts	411.6	1 895.9
12 407.6	Total receipts	12 717.6	53 496.5
Payments			
(4 313.6)	Payments for employees	(4 312.8)	(18 290.9)
(676.6)	Superannuation	(692.2)	(2 701.6)
(497.3)	Interest paid	(510.0)	(2 079.1)
(2 325.4)	Grants and subsidies	(2 180.4)	(8 281.8)
(4 915.6)	Goods and services ^(b)	(4 514.6)	(17 538.3)
(181.9)	Other payments	(175.6)	(671.5)
(12 910.5)	Total payments	(12 385.6)	(49 563.2)
(502.9)	Net cash flows from operating activities	332.0	3 933.3
Cash flows from investing activities			
(600.8)	Purchases of non-financial assets	(887.0)	(4 753.8)
24.3	Sales of non-financial assets	36.1	381.4
(576.5)	Cash flows from investments in non-financial assets	(850.9)	(4 372.4)
(586.7)	Net cash flows from investments in financial assets for policy purposes	208.1	(364.4)
(1 163.2)	Sub-total	(642.8)	(4 736.8)
(208.0)	Net cash flows from investments in financial assets for liquidity management purposes	(14.1)	16.8
(1 371.2)	Net cash flows from investing activities	(657.0)	(4 720.0)
Cash flows from financing activities			
1 215.1	Net borrowings	(108.2)	945.3
(26.4)	Deposits received (net)	27.7	(0.1)
1 188.7	Net cash flows from financing activities	(80.5)	945.1
(685.4)	Net increase/(decrease) in cash and cash equivalents	(405.5)	158.4
3 962.0	Cash and cash equivalents at beginning of reporting period	4 500.9	4 500.9
3 276.6	Cash and cash equivalents at end of reporting period	4 095.4	4 659.3
FISCAL AGGREGATES			
(502.9)	Net cash flows from operating activities	332.0	3 933.3
(576.5)	Net cash flows from investments in non-financial assets	(850.9)	(4 372.4)
(1 079.4)	Cash surplus/(deficit)	(518.9)	(439.1)

The accompanying notes form part of these financial statements.

Notes:

(a) September 2013-14 comparative figures have been updated to reflect more current information.

(b) These items are inclusive of goods and services tax.

Consolidated statement of changes in equity for the period ended 30 September

(\$ million)

	<i>Accumulated surplus/(deficit)</i>	<i>Non-controlling Interest</i>
2014-15		
Balance at 1 July 2014	44 410.0	50.0
Net result for the quarter	361.4	..
Other comprehensive income for the year	519.5	..
Transactions with owners in their capacity as owners
Total equity at end of period	45 290.9	50.0
Budget equity as at 30 June 2015	45 082.7	50.0
2013-14		
Balance at 1 July 2013 ^(a)	43 459.5	50.0
Net result for the quarter	(328.4)	..
Other comprehensive income for the year ^(a)	1 515.0	..
Transactions with owners in their capacity as owners
Total equity at end of period	44 646.1	50.0

The accompanying notes form part of these financial statements.

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

<i>Land, buildings, infrastructure, plant and equipment revaluation surplus</i>	<i>Investment in other sector entities revaluation surplus</i>	<i>Other reserves</i>	<i>Total</i>
40 199.2	42 187.3	640.3	127 486.8
..	361.4
(369.9)	..	5.4	154.9
..
39 829.3	42 187.3	645.7	128 003.2
44 070.8	45 071.6	637.2	134 912.3
37 685.5	38 373.5	613.9	120 182.4
..	(328.4)
(73.0)	..	20.3	1 462.4
..
37 612.5	38 373.5	634.2	121 316.4

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Note 1: A summary of significant accounting policies

This *2014-15 Quarterly Financial Report* presents the unaudited special purpose financial report for the Victorian general government sector for the three months ended 30 September 2014. The purpose of this report is to provide users with progressive information about the sector's financial performance and financial position, compared with budget expectations.

The accounting policies applied, except as noted below, are consistent with those applied for the financial statements published in the *2013-14 Financial Report* for the State of Victoria, which should be read in conjunction with these financial statements.

(A) Statement of compliance

The *2014-15 Quarterly Financial Report* has been prepared in accordance with section 26 of the *Financial Management Act 1994*, with reference to relevant Australian Accounting Standards (AAS) which include Interpretations, issued by the Australian Accounting Standards Board (AASB). In particular, the financial statements are presented in a manner consistent with the requirements of AASB 1049 *Whole of Government and General Government Sector Financial Reporting*.

(B) Basis of accounting, preparation and measurement

The accrual basis of accounting has been applied in the preparation of these financial statements, whereby assets, liabilities, equity, revenue and expenses are recognised in the reporting period to which they relate, regardless of when cash is received or paid.

(C) Reporting entity

The Victorian general government sector includes all government departments, offices and other government bodies engaged in providing services free of charge or at prices significantly below their cost of production.

The Victorian general government sector is not a separate entity but represents a sector within the State of Victoria whole of government reporting entity. Unless otherwise noted, accounting policies applied by the State of Victoria apply equally to the Victorian general government sector.

The primary function of entities in the Victorian general government sector is to provide public services (outputs), which are mainly non-market in nature, for the collective consumption of the community, and involve the transfer or redistribution of revenue that is financed mainly through taxes and other compulsory levies.

These entities are not-for-profit entities and apply, where appropriate, the AAS paragraphs that are applicable to not-for-profit entities.

(D) Basis of consolidation

The 2014-15 *Quarterly Financial Report* presents the consolidated assets and liabilities of all reporting entities in the Victorian general government sector, and their revenues and expenses for the respective period, consistent with the principles of AASB 1049 and AASB 10 *Consolidated Financial Statements*.

AASB 10 is operative for the annual reporting periods beginning on or after 1 January 2014. This Standard replaces the requirements in AASB 127 *Consolidated and Separate Financial Statements* and Interpretation 112 *Consolidation – Special Purpose Entities*, which were applied in the preparation of the audited 2013-14 annual financial report. The new Standard does not introduce new concepts, but rather builds on the control guidance that existed in AASB 127 and Interpretation 112. Three criteria are required to assess whether control exists, including the entity's rights over an investee; the entity's exposure or rights to variable returns from an investee; and the ability to affect those returns through power over an investee. Based on information available as at the reporting date, it has been assessed that the revised requirements are not expected to impact on the 2014-15 *Quarterly Financial Report* ending 30 September 2014.

In the process of reporting the Victorian general government sector as a single economic entity, all material transactions and balances in the sector are eliminated.

Information on entities consolidated for the general government sector is included in Note 19.

Note 2: Taxation revenue

(\$ million)

2013-14 Actual to Sept		2014-15	
		Actual to Sept	Revised budget
1 270.7	Taxes on employers' payroll and labour force	1 326.4	5 148.4
	Taxes on property		
	Taxes on immovable property		
35.3	Land tax	12.3	1 750.9
610.9	Fire Services Property Levy	606.5	606.5
(0.5)	Congestion levy	3.3	121.6
105.6	Metropolitan improvement levy	110.4	145.7
751.3	Total taxes on immovable property	732.4	2 624.6
	Financial and capital transactions		
950.9	Land transfer duty	1 192.1	4 422.0
0.8	Other property duties	4.5	5.7
29.3	Financial accommodation levy	33.4	144.7
1.6	Growth areas infrastructure contribution	22.2	77.0
982.5	Total financial and capital transactions	1 252.2	4 649.5
1 733.8	Total taxes on property	1 984.6	7 274.1
	Taxes on the provision of goods and services		
	Gambling taxes		
96.3	Private lotteries	108.2	410.6
254.0	Electronic gaming machines	275.2	1 068.8
48.5	Casino	49.1	222.8
20.4	Racing	20.1	85.0
4.9	Other	5.7	23.9
424.1	Total gambling taxes	458.3	1 811.1
22.9	Levies on statutory corporations	22.9	112.0
305.7	Taxes on insurance	317.5	1 113.3
752.7	Total taxes on the provision of goods and services	798.7	3 036.4
	Taxes on the use of goods and performance of activities		
	Motor vehicle taxes		
314.3	Vehicle registration fees	351.4	1 392.0
170.3	Duty on vehicle registrations and transfers	180.9	714.9
484.7	Total motor vehicle taxes	532.3	2 106.9
0.0	Liquor license fees	0.0	22.6
58.5	Other	68.6	282.6
543.3	Total taxes on the use of goods and performance of activities	600.9	2 412.2
4 300.5	Total taxation revenue	4 710.7	17 871.1

Note 3: Dividends and income tax equivalent and rate equivalent revenue

(\$ million)

2013-14		2014-15	
Actual to Sept		Actual to Sept	Revised budget
6.4	Dividends	7.8	922.6
58.1	Income tax equivalent revenue	43.2	160.5
..	Local government rate equivalent revenue	..	5.7
64.5	Total dividends and income tax equivalent and rate equivalent revenue	51.0	1 088.8

Note 4: Sales of goods and services

(\$ million)

2013-14		2014-15	
Actual to Sept		Actual to Sept	Revised budget
53.8	Motor vehicle regulatory fees	61.5	213.3
123.6	Other regulatory fees	116.5	475.4
20.7	Sale of goods	20.5	84.3
1 133.0	Provision of services	1 025.4	4 067.3
13.4	Rental	15.5	59.1
1.6	Refunds and reimbursements	9.0	69.7
381.1	Inter-sector capital asset charge	408.2	1 587.2
1 727.2	Total sales of goods and services	1 656.6	6 556.3

Note 5: Grants

(\$ million)

2013-14		2014-15	
Actual to Sept		Actual to Sept	Revised budget
2 837.9	General purpose grants	2 957.1	11 970.6
611.8	Specific purpose grants for on-passing	750.6	3 121.0
1 985.2	Grants for specific purposes	1 924.1	9 209.7
5 434.9	Total	5 631.8	24 301.4
18.2	Other contributions and grants	33.3	131.2
5 453.1	Total grants	5 665.0	24 432.6

Note 6: Other revenue

(\$ million)

2013-14 Actual to Sept		2014-15	
		Actual to Sept	Revised budget
4.3	Fair value of assets received free of charge or for nominal consideration	3.9	56.7
154.1	Fines	188.2	722.0
11.8	Royalties	9.0	51.4
62.9	Donations and gifts	72.4	262.4
6.5	Other non-property rental	6.9	17.7
281.9	Other miscellaneous income	286.0	1 031.5
521.5	Total other revenue	566.4	2 141.7

Note 7: Superannuation

(\$ million)

2013-14 Actual to Sept		2014-15	
		Actual to Sept	Revised budget
	Defined benefit plans		
266.7	Net superannuation interest expense	258.1	1 014.8
181.4	Current service cost	171.4	737.9
	Remeasurements:		
(135.1)	Expected return on superannuation assets excluding interest income	(125.8)	(630.9)
(629.9)	Other actuarial (gain)/loss on superannuation assets	55.6	(208.3)
(663.5)	Actuarial and other adjustments to unfunded superannuation liability	(51.0)	1 016.3
(980.3)	Total (gain)/costs recognised in respect of defined benefit plans	308.2	1 929.9
	Defined contribution plans		
277.1	Employer contributions to defined contribution plans	292.1	1 137.4
20.1	Other (including pensions)	20.4	61.0
297.2	Total expense recognised in respect of defined contribution plans	312.5	1 198.4
(683.0)	Total superannuation (gain)/expense recognised in operating statement	620.7	3 128.3
	Represented by:		
266.7	Net superannuation interest expense	258.1	1 014.8
478.7	Other superannuation	483.9	1 936.3
745.4	Superannuation expense from transactions	742.0	2 951.1
(1 428.4)	Remeasurement recognised in other comprehensive income	(121.2)	177.2
(683.0)	Total superannuation (gain)/expense recognised in operating statement	620.7	3 128.3

Note 8: Depreciation

(\$ million)

2013-14 Actual to Sept		2014-15	
		Actual to Sept	Revised budget
294.5	Buildings	257.3	1 076.8
138.0	Plant, equipment and vehicles	139.4	647.2
9.3	Infrastructure systems	9.7	31.6
140.4	Road networks	143.6	590.8
5.2	Cultural assets	4.7	28.9
24.3	Intangible produced assets	31.6	79.5
611.6	Total depreciation	586.2	2 454.9

Note 9: Total expenses by department

(\$ million)

2013-14 Actual to Sept		2014-15	
		Actual to Sept	Revised budget
	Expenses from transactions		
3 520.8	Education and Early Childhood Development	3 553.4	14 780.0
615.9	Environment and Primary Industries	486.3	2 582.7
3 963.1	Health	3 924.3	16 147.0
922.7	Human Services	929.4	3 941.4
1 300.7	Justice	1 336.6	5 637.8
178.4	Premier and Cabinet	179.2	698.9
258.6	State Development, Business and Innovation	340.5	1 252.0
1 697.8	Transport, Planning and Local Infrastructure	1 673.1	7 104.9
1 570.4	Treasury and Finance	1 529.6	6 249.1
42.3	Parliament	42.7	181.3
..	Courts ^(a)	116.9	504.4
435.2	Regulatory bodies and other part funded agencies	463.9	1 915.1
(1 985.3)	Less eliminations and adjustments ^(b)	(2 148.4)	(9 132.1)
12 520.6	Total expenses	12 427.5	51 862.6

Notes:

(a) Courts, which was formerly part of the Department of Justice, came into operation from 1 July 2014.

(b) Mainly comprising payroll tax, capital asset charge and inter-departmental transfers.

Note 10: Other gains/(losses) from other economic flows

(\$ million)

2013-14 Actual to Sept		2014-15 Actual to Sept		Revised budget
(78.1)	Net (increase)/decrease in provision for doubtful receivables	(81.8)	(184.1)	
(2.6)	Amortisation of intangible non-produced assets	(0.0)	(2.3)	
(4.2)	Net (increase)/decrease in bad debts	(6.1)	(119.2)	
(11.6)	Other gains/(losses)	(2.2)	19.3	
(96.5)	Total other gains/(losses) from other economic flows	(90.1)	(286.2)	

Note 11: Receivables

(\$ million)

2013-14 Actual 30 Sept ^(a)		Opening 1 Jul	2014-15 Actual 30 Sept	Budget 30 Jun
Contractual				
687.0	Sales of goods and services	647.2	694.3	664.0
21.6	Accrued investment income	22.8	28.3	23.5
1 020.3	Other receivables	1 097.7	1 147.1	948.7
(73.5)	Provision for doubtful contractual receivables	(72.2)	(70.8)	(72.2)
Statutory				
0.3	Sales of goods and services	5.6	5.2	4.2
2 316.9	Taxes receivables	2 141.0	2 257.2	2 288.1
1 602.4	Fines and regulatory fees	1 670.4	1 728.2	1 943.8
242.5	GST input tax credits recoverable	270.9	242.7	269.4
(862.7)	Provision for doubtful statutory receivables	(842.9)	(863.5)	(1 014.1)
4 954.7	Total receivables	4 940.6	5 168.6	5 055.3
Represented by:				
3 811.3	Current receivables	4 006.9	4 235.0	3 914.1
1 143.4	Non-current receivables	933.7	933.6	1 141.2

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

Note 12: Net acquisition of non-financial assets from transactions

(\$ million)

2013-14		2014-15	
Actual		Actual	Budget
30 Sept		30 Sept	30 Jun
600.8	Purchases of non-financial assets ^(a)	887.0	4 753.8
(24.3)	Less: Sales of non-financial assets	(36.1)	(381.4)
(611.6)	Less: Depreciation	(586.2)	(2 454.9)
(733.8)	Plus: Other movements in non-financial assets ^(a)	(168.5)	(1 327.2)
(769.0)	Total net acquisition of non-financial assets	96.3	590.2

Note:

(a) September 2013-14 comparative figures have been restated to include the fixed asset transfers to and from the general government sector.

Note 13: Land, buildings, infrastructure, plant and equipment

(a) Total land, buildings, infrastructure, plant and equipment

(\$ million)

2013-14		2014-15		
Actual		Opening	Actual	Budget
30 Sept ^(a)		1 Jul ^(a)	30 Sept	30 Jun
24 755.0	Buildings	25 882.6	26 178.7	26 744.9
(2 970.8)	Buildings accumulated depreciation	(1 403.8)	(1 594.5)	(2 424.9)
21 784.2	Buildings (written down value)	24 478.8	24 584.1	24 320.1
2 697.3	Buildings leasehold	2 820.9	2 808.3	2 837.6
(426.8)	Buildings leasehold accumulated depreciation	(420.0)	(420.1)	(485.4)
2 270.5	Buildings leasehold (written down value)	2 400.8	2 388.2	2 352.2
37 546.3	Land and national parks	37 648.4	37 669.4	38 188.0
1 279.2	Infrastructure systems (written down value)	1 247.8	1 268.3	1 327.3
3 035.3	Plant, equipment and vehicles (written down value)	2 589.9	2 538.5	2 638.3
22 072.5	Roads and road networks (written down value)	22 103.8	22 070.6	24 768.0
7 638.8	Earthworks	7 685.2	7 685.2	8 797.9
5 455.7	Cultural assets (written down value)	5 489.5	5 488.2	5 480.4
101 082.5	Total land, buildings, infrastructure, plant and equipment	103 644.2	103 692.6	107 872.2

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

(b) Land and buildings

(\$ million)

2013-14		2014-15		
Actual		Opening	Actual	Budget
30 Sept		1 Jul	30 Sept	30 Jun
24 755.0	Buildings	25 882.6	26 178.7	26 744.9
(2 970.8)	<i>Accumulated depreciation</i>	(1 403.8)	(1 594.5)	(2 424.9)
21 784.2	Buildings (written down value)	24 478.8	24 584.1	24 320.1
2 697.3	Buildings leasehold	2 820.9	2 808.3	2 837.6
(426.8)	<i>Buildings leasehold accumulated depreciation</i>	(420.0)	(420.1)	(485.4)
2 270.5	Buildings leasehold (written down value)	2 400.8	2 388.2	2 352.2
35 860.8	Land	35 962.9	35 984.0	36 450.9
1 685.5	National parks and other 'land only' holdings	1 685.5	1 685.5	1 737.1
37 546.3	Land and national parks	37 648.4	37 669.4	38 188.0
61 601.0	Total land and buildings	64 528.0	64 641.8	64 860.3

(c) Plant and equipment and vehicles, and infrastructure systems

(\$ million)

2013-14		2014-15		
Actual		Opening	Actual	Budget
30 Sept ^(a)		1 Jul	30 Sept	30 Jun
1 716.3	Infrastructure systems	1 716.2	1 743.1	1 827.7
(437.1)	<i>Accumulated depreciation</i>	(468.4)	(474.8)	(500.3)
1 279.2	Infrastructure systems (written down value)	1 247.8	1 268.3	1 327.3
6 114.5	Plant, equipment and vehicles	5 876.1	5 895.6	6 375.5
(3 315.8)	<i>Accumulated depreciation</i>	(3 495.2)	(3 557.4)	(3 920.9)
426.3	Leased plant, equipment and vehicles	413.0	413.0	413.3
(189.7)	<i>Accumulated depreciation</i>	(204.0)	(212.8)	(229.6)
3 035.3	Plant, equipment and vehicles (written down value)	2 589.9	2 538.5	2 638.3
4 314.5	Total plant, equipment and vehicles, and infrastructure systems	3 837.7	3 806.8	3 965.6

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

(d) Road networks and earthworks

(\$ million)

2013-14		2014-15		
Actual 30 Sept ^(a)		Opening 1 Jul	Actual 30 Sept	Budget 30 Jun
37 430.2	Roads and roads infrastructure	37 890.9	38 004.5	43 069.0
(15 357.8)	Accumulated depreciation	(15 787.1)	(15 933.9)	(18 301.0)
22 072.5	Roads and roads infrastructure (written down value)	22 103.8	22 070.6	24 768.0
7 638.8	Earthworks	7 685.2	7 685.2	8 797.9
29 711.2	Total road networks and earthworks	29 789.0	29 755.8	33 565.9

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

(e) Cultural assets

(\$ million)

2013-14		2014-15		
Actual 30 Sept		Opening 1 Jul	Actual 30 Sept	Budget 30 Jun
5 571.2	Cultural assets	5 610.8	5 614.3	5 630.2
(115.5)	Accumulated depreciation	(121.3)	(126.1)	(149.8)
5 455.7	Total cultural assets	5 489.5	5 488.2	5 480.4

Note 14: Other non-financial assets

(\$ million)

2013-14		2014-15		
Actual 30 Sept		Opening 1 Jul	Actual 30 Sept	Budget 30 Jun
987.3	Intangibles produced assets	1 375.4	1 342.8	1 367.2
(452.4)	Accumulated depreciation	(603.7)	(603.1)	(661.4)
135.3	Intangible non-produced assets	0.3	9.2	54.5
(92.5)	Accumulated amortisation	(0.1)	(0.3)	(9.4)
577.7	Total intangibles	772.0	748.6	750.9
53.5	Investment properties	137.3	137.3	141.0
3.6	Biological assets ^(a)	4.9	4.9	5.7
561.5	Other assets	290.6	492.8	275.2
1 196.4	Total other non-financial assets	1 204.8	1 383.6	1 172.8

Note:

(a) The majority of biological assets comprises of commercial forests and also includes any living animal, plant or agricultural produce, which is the harvested product of biological assets.

Note 15: Employee benefits

(\$ million)

2013-14		2014-15		
Actual		Opening	Actual	Budget
30 Sept		1 Jul	30 Sept	30 Jun
Current				
1 718.3	Accrued salaries and wages ^(a)	1 575.9	1 764.5	1 626.0
2 710.2	Long service leave	3 050.4	3 058.1	3 176.8
4 428.5	Total current employee benefits	4 626.3	4 822.6	4 802.8
Non-current				
845.2	Long service leave	676.5	677.4	725.0
845.2	Total non-current employee benefits	676.5	677.4	725.0
5 273.7	Total other employee benefits	5 302.7	5 500.0	5 527.8

Note:

(a) Includes accrued annual leave and other similar on costs.

Note 16: Cash flow information

(a) Reconciliation of cash and cash equivalents

(\$ million)

2013-14		2014-15
Actual		Actual
to Sept		to Sept
1 505.4	Cash	1 927.7
1 781.2	Deposits at call	2 167.7
3 286.6	Cash and cash equivalents	4 095.4
(10.0)	Bank overdraft	..
3 276.6	Balances as per cash flow statement	4 095.4

(b) Reconciliation of net result to net cash flows from operating activities*(\$ million)*

2013-14		2014-15
<i>Actual to Sept^(a)</i>		<i>Actual to Sept</i>
(328.4)	Net result	361.4
	Non-cash movements	
614.2	Depreciation and amortisation	586.2
(22.1)	Revaluation of investments	3.3
(0.1)	Assets (received)/provided free of charge	0.2
9.7	Assets not previously recognised	(0.8)
0.1	Revaluation of assets	(0.2)
0.9	Discount/premium on other financial assets/borrowings	1.3
602.8	Non-cash items total	589.9
	Movements included in investing and financing activities	
(2.4)	Net gain/loss from sale of investments	(22.5)
4.4	Net revenues from sale of non-financial assets	(5.1)
2.1	Items included in investing and financing activities total	(27.6)
	Movements in assets and liabilities	
42.3	Increase/(decrease) in provision for doubtful debts	19.4
(660.1)	Increase/(decrease) in payables	(376.2)
64.9	Increase/(decrease) in employee benefits	197.3
68.8	Increase/(decrease) in superannuation	49.7
7.8	Increase/(decrease) in other provisions	(31.4)
63.4	(Increase)/decrease in receivables	(247.4)
(366.4)	(Increase)/decrease in other non-financial assets	(203.0)
(779.4)	Changes in assets and liabilities total	(591.7)
(502.9)	Net cash flows from operating activities	332.0

Note:

(a) The September 2013-14 comparative figures have been updated to reflect more current information.

Note 17: Public Account

(a) Consolidated Fund receipts and payments

(\$ million)

2013-14		2014-15	
Actual to Sept		Actual to Sept	Revised budget
	Receipts		
4 104.9	Taxation	4 570.0	17 907.7
162.7	Fines and regulatory fees	207.3	822.5
3 767.3	Grants received	3 787.7	16 707.2
1 327.4	Sales of goods and services	1 413.7	5 485.2
137.4	Interest received	122.7	540.5
207.9	Public authority receipts	50.2	1 083.2
78.2	Other receipts	56.6	896.7
9 786.0	Total operating activities	10 208.0	43 442.9
1 809.7	Total inflows from investing and financing	313.9	1 514.3
11 595.7	Total receipts	10 521.9	44 957.2
	Payments to departments		
2 867.2	Education and Early Childhood Development	2 701.4	10 889.1
924.0	Environment and Primary Industries	540.3	2 438.6
2 956.2	Health	2 889.5	9 586.7
876.3	Human Services	973.9	3 996.3
1 379.0	Justice	1 472.1	6 352.5
142.1	Premier and Cabinet	156.4	595.7
207.3	State Development, Business and Innovation	276.8	970.5
2 026.8	Transport, Planning and Local Infrastructure	1 752.9	7 985.7
892.5	Treasury and Finance	864.4	4 729.2
40.9	Parliament	39.8	171.5
..	Courts ^(a)	66.7	445.3
12 312.4	Total payments	11 734.1	47 715.9
(716.7)	Net receipts/(payments)	(1 212.2)	(2 758.7)

Note:

(a) Courts, which was formerly part of the Department of Justice, came into operation from 1 July 2014.

(b) Trust Fund cash flow statement

(\$ million)

2013-14		2014-15	
<i>Actual to Sept</i>		<i>Actual to Sept</i>	<i>Revised budget</i>
Cash flows from operating activities			
Receipts			
153.7	Taxation	156.2	299.5
12.9	Regulatory fees and fines	11.7	46.7
3 233.0	Grants received	4 108.7	13 768.7
177.1	Sale of goods and services	121.7	393.4
24.2	Interest received	24.5	98.4
3 043.0	Net transfers from consolidated fund	3 104.2	9 685.8
43.2	Other receipts	18.5	145.4
6 687.2	Total receipts	7 545.4	24 437.9
Payments			
(32.5)	Employee benefits	(35.0)	(187.7)
(2.9)	Superannuation	(3.0)	(13.5)
(6 050.8)	Grants paid	(6 827.7)	(21 859.5)
(522.0)	Supplies and consumables ^(a)	(576.2)	(2 005.9)
(2.4)	Interest paid	(1.7)	(7.5)
(6 610.7)	Total payments	(7 443.6)	(24 074.1)
76.5	Net cash flows from operating activities	101.8	363.9
Cash flows from investing activities			
6.1	Proceeds from sale of property, plant and equipment	11.0	34.2
(11.1)	Purchases of property, plant and equipment ^(a)	(8.7)	(27.6)
22.7	Other investing activities	(37.9)	(68.2)
17.7	Net cash flows from investing activities	(35.6)	(61.5)
Cash flows from financing activities			
(443.2)	Net proceeds (repayments) from borrowings ^(a)	8.4	(13.2)
(443.2)	Net cash flows from financing activities ^(a)	8.4	(13.2)
(349.0)	Net cash inflow/(outflow)	74.5	289.2

Note:

(a) The September 2013-14 comparative figures have been updated to reflect more current information.

(c) Reconciliation of cash flows to balances held

(\$ million)

	Balances held at 30 Jun 2014	Sept movement YTD	Balances held at 30 Sept 2014
Cash and deposits			
Cash balances outside the Public Account	0.4	(0.6)	(0.2)
Deposits held with the Public Account – specific trusts	550.1	58.7	608.9
Other balances held in the Public Account	2 493.8	(1 193.8)	1 300.0
Total cash and deposits	3 044.3	(1 135.7)	1 908.6
Investments			
Investments held with the Public Account – specific trusts	664.3	31.1	695.4
Total investments	664.3	31.1	695.4
Total fund balances	3 708.6	(1 104.6)	2 604.0
Less funds held outside the Public Account			
Cash	0.4	(0.6)	(0.2)
Total fund balances held outside the Public Account	0.4	(0.6)	(0.2)
Total funds held in the Public Account ^(a)	3 708.2	(1 104.0)	2 604.2

Note:

(a) See Note 17 (d) below for details of securities and investments including amounts held in the Public Account on behalf of trust accounts.

(d) Details of securities held

(\$ million)

2013-14 Actual to Sept		2014-15	
		Opening 1 Jul	Actual 30 Sept
1 303.0	Amounts invested on behalf of specific trust accounts	1 214.4	1 304.3
1 497.8	General account balances	2 493.8	1 299.9
2 800.8	Total public account	3 708.2	2 604.2
	Represented by:		
1 303.0	Stocks and securities	1 214.0	1 304.3
1 244.9	Cash and investments	2 278.9	1 052.2
2 547.9	Total stock, securities, cash and investments	3 492.9	2 356.5
	Add cash advanced for:		
252.8	Advances pursuant to sections 36 and 37 of the <i>Financial Management Act 1994</i>	215.3	247.7
2 800.8	Total public account	3 708.2	2 604.2

Note 18: Glossary of technical terms

The 2013-14 *Financial Report* for the State of Victoria (Note 40) contains a comprehensive summary of the major technical terms used in this report.

Note 19: Controlled entities

Note 42 *Controlled Entities* in the 2013-14 *Financial Report* for the State of Victoria contains a list of significant controlled entities which have been consolidated for the purposes of the financial report.

The following is a list of changes from 1 July 2014, of general government sector entities which have been consolidated for the purposes of the estimated financial statements.

<i>Controlled entities</i>	<i>General government</i>	<i>Entities included as investments in other sectors</i>	
		<i>Public non-financial corporation</i>	<i>Public financial corporation</i>
Department of Education and Early Childhood			
Development			
Bendigo Kangan Institute ^(a)	*		
Department of Environment and Primary Industries			
Game Management Authority ^(b)	*		
Barwon South West Waste and Resource Recovery Group ^(c)		*	
Gippsland Waste and Resource Recovery Group ^(c)		*	
Goulburn Valley Waste and Resource Recovery Group ^(c)		*	
Grampians Central Waste and Resource Recovery Group ^(c)		*	
Loddon Mallee Waste and Resource Recovery Group ^(c)		*	
North East Waste and Resource Recovery Group ^(c)		*	
Department of Health			
Bass Coast Health ^(d)	*		
Department of Justice			
Office of the Commissioner for Privacy and Data Protection ^(e)	*		
Courts ^(f)			
Judicial College of Victoria ^(f)	*		

Notes:

- (a) The Bendigo Kangan Institute was established on 1 July 2014 as a result of a merger between Bendigo Regional Institute of TAFE and Kangan Institute of TAFE.
- (b) The Game Management Authority Act 2014 established the Game Management Authority as a statutory authority to improve the effectiveness of game management and promote responsibility in game hunting, effective from 1 July 2014.
- (c) Under changes to the Environment Protection Act 1970, the 12 regional Waste Management Groups wound up on 31 July 2014 and six new regional Waste and Resource Recovery Groups were established, effective from 1 August 2014 as follows:
- Southern Western Regional Waste Management Group and Barwon Regional Waste Management Group have been transferred into the Barwon South West Waste And Resource Recovery Group;
 - Gippsland Regional Waste Management Group has been transferred to the Gippsland Waste and Resource Recovery Group;
 - Goulburn Valley Regional Waste Management Group has been transferred to the Goulburn Valley Waste and Resource Recovery Group;
 - Desert Fringe Regional Waste Management Group, Grampians Regional Waste Management Group and Highlands Regional Waste Management Group have been transferred to the Grampians Central Waste and Resource Recovery Group;
 - Calder Regional Waste Management Group, Central Murray Regional Waste Management Group and Mildura Regional Waste Management Group have been transferred to the Loddon Mallee Waste and Resource Recovery Group;

Notes (continued):

- North East Victorian Regional Waste Management Group has been transferred to the North East Waste and Resource Recovery Group; and*
 - Mornington Peninsula has been transferred into the Metropolitan Waste and Resource Recovery Group (an existing entity not abolished under the reform).*
- (d) Bass Coast Regional Health was renamed to Bass Coast Health from 4 September 2014.*
- (e) Effective 17 September 2014, the Office of the Commissioner for Privacy and Data Protection commenced operations replacing the Office of the Victorian Privacy Commissioner, which ceased operations on 16 September 2014.*
- (f) The Court Services Victoria Act 2014 established Court Services Victoria as a statutory public sector body to provide the administrative services and facilities for Victoria’s courts, the Victorian Civil and Administrative Tribunal and the Judicial College of Victoria taking effect from 1 July 2014.*

RESULTS QUARTER BY QUARTER – VICTORIAN GENERAL GOVERNMENT SECTOR

Consolidated comprehensive operating statement for the past five quarters

(\$ million)

	2013-14			2014-15	
	Sept ^(a)	Dec	Mar	Jun ^(a)	Sept
Revenue					
Taxation revenue	4 300.5	3 803.3	5 092.9	3 704.2	4 710.7
Interest	204.3	216.5	201.4	209.1	205.1
Dividends and income tax equivalent and rate equivalent revenue	64.5	158.6	107.7	115.1	51.0
Sales of goods and services	1 727.2	1 698.0	1 347.8	1 951.8	1 656.6
Grants	5 453.1	5 829.1	6 304.5	7 558.2	5 665.0
Other revenue	521.5	512.3	487.8	795.3	566.4
Total revenue	12 271.0	12 217.8	13 542.1	14 333.8	12 854.7
Expenses					
Employee expenses	4 388.4	4 493.9	4 424.1	4 705.5	4 510.1
Net superannuation interest expense	266.7	263.6	259.4	262.3	258.1
Other superannuation expenses	478.7	501.6	441.2	454.9	483.9
Depreciation	611.6	560.1	582.8	609.2	586.2
Interest expense	525.9	536.0	519.6	557.0	523.4
Grants and other transfers	2 060.2	1 846.1	2 359.6	1 319.7	2 002.6
Other operating expenses	4 189.1	4 117.9	3 730.4	5 322.7	4 063.3
Total expenses	12 520.6	12 319.3	12 317.2	13 231.3	12 427.5
Net result from transactions – net operating balance	(249.6)	(101.5)	1 224.8	1 102.5	427.2
Other economic flows included in net result					
Net gain/(loss) on sale of non-financial assets	(4.4)	24.8	1.3	(46.6)	5.1
Net gain on financial assets or liabilities at fair value	22.2	18.4	5.9	6.1	19.3
Share of net profit/(loss) from associates/joint venture entities, excluding dividends	..	0.1	..	(0.1)	..
Other (losses) from other economic flows	(96.5)	(73.7)	(954.7)	(105.8)	(90.1)
Total other economic flows included in net result	(78.7)	(30.4)	(947.5)	(146.4)	(65.8)
Net result	(328.4)	(131.9)	277.3	956.1	361.4
Other economic flows – other comprehensive income					
Items that will not be reclassified to net result					
Changes in non-financial assets revaluation surplus	(73.0)	(224.6)	(383.2)	2 909.5	(369.9)
Remeasurement of superannuation defined benefit plans	1 428.4	1 000.8	(421.8)	(2 293.6)	121.2

	2013-14			2014-15	
	Sept ^(a)	Dec	Mar	Jun ^(a)	Sept
Net gain on equity investments in other sector entities at proportional share of net assets	..	1 110.9	..	2 702.9	..
Other movements in equity	103.4	172.7	358.7	145.4	405.8
Items that may be reclassified subsequently to net result					
Net gain/(loss) on financial assets at fair value	3.5	25.7	(0.8)	(33.6)	(2.2)
Total other economic flows – other comprehensive income	1 462.4	2 085.5	(447.2)	3 430.7	154.9
Comprehensive result – total change in net worth	1 134.0	1 953.6	(169.9)	4 386.8	516.3
FISCAL AGGREGATES					
Net operating balance	(249.6)	(101.5)	1 224.8	1 102.5	427.2
Less: Net acquisition of non-financial assets from transactions	(769.0)	1 355.4	(3.2)	134.0	96.3
Net lending/(borrowing)	519.3	(1 456.9)	1 228.1	968.5	330.9

Note:

(a) September 2013 and June 2014 comparative figures have been restated reflecting updates disclosed in the 2013-14 Financial Report.

Consolidated balance sheet as at the end of the quarter

(\$ million)

	2013-14			2014-15	
	Sept ^(a)	Dec	Mar	Jun	Sept
Assets					
Financial assets					
Cash and deposits	3 286.6	3 432.7	3 064.7	4 500.9	4 095.4
Advances paid	4 644.1	4 600.8	4 593.5	4 586.9	4 575.9
Receivables	4 954.7	4 866.1	5 893.4	4 940.6	5 168.6
Investments, loans and placements	3 672.7	3 820.5	4 166.0	3 117.6	3 158.2
Investments accounted for using equity method	49.4	49.4	49.4	44.1	44.1
Investments in other sector entities	70 277.0	71 932.4	72 375.8	75 869.2	75 875.3
Total financial assets	86 884.5	88 702.0	90 142.8	93 059.4	92 917.6
Non-financial assets					
Inventories	212.6	183.9	183.2	176.6	153.7
Non-financial assets held for sale	72.2	69.2	55.8	142.5	168.1
Land, buildings, infrastructure, plant and equipment	101 082.5	101 318.8	100 550.4	103 644.2	103 692.6
Other non-financial assets	1 196.4	1 262.0	1 145.9	1 204.8	1 383.6
Total non-financial assets	102 563.7	102 834.0	101 935.3	105 168.0	105 398.0
Total assets	189 448.2	191 535.9	192 078.1	198 227.4	198 315.6
Liabilities					
Deposits held and advances received	422.6	505.8	591.0	426.5	454.2
Payables	5 357.8	5 469.6	5 291.8	5 746.5	5 303.2
Borrowing	32 688.2	33 695.2	33 889.6	32 953.6	32 846.6
Employee benefits	5 273.7	5 124.7	5 264.6	5 302.7	5 500.0
Superannuation	23 782.8	22 846.7	23 330.1	25 680.7	25 609.2
Other provisions	606.6	624.0	611.0	630.6	599.2
Total liabilities	68 131.9	68 266.0	68 978.1	70 740.6	70 312.4
Net assets	121 316.4	123 269.9	123 100.1	127 486.9	128 003.2
Accumulated surplus/(deficit)	44 646.1	45 457.6	45 667.3	44 410.0	45 290.9
Reserves	76 620.2	77 762.3	77 382.8	83 026.9	82 662.3
Non-controlling interest	50.0	50.0	50.0	50.0	50.0
Net worth	121 316.4	123 269.9	123 100.1	127 486.9	128 003.2
FISCAL AGGREGATES					
Net financial worth	18 752.7	20 436.0	21 164.7	22 318.8	22 605.2
Net financial liabilities	51 524.3	51 496.4	51 211.0	53 550.4	53 270.2
Net debt	21 507.4	22 347.0	22 656.3	21 174.6	21 471.3

Note:

(a) Restated balances reflecting updates disclosed in the 2013-14 Financial Report.

Consolidated cash flow statement for the past five quarters

(\$ million)

	2013-14			2014-15	
	Sept ^(a)	Dec	Mar	Jun	Sept
Cash flows from operating activities					
Receipts					
Taxes received	4 120.9	4 151.7	4 032.7	4 414.2	4 585.6
Grants	5 430.9	5 849.1	6 303.4	7 557.0	5 664.0
Sales of goods and services	1 955.1	1 995.5	1 802.0	1 628.4	1 804.8
Interest received	209.7	202.1	177.2	218.8	194.4
Dividends and income tax equivalent and rate equivalent receipts	209.0	177.9	111.3	93.6	57.1
Other receipts	482.1	82.2	472.1	767.5	411.6
Total receipts	12 407.6	12 458.5	12 898.6	14 679.4	12 717.6
Payments					
Payments for employees	(4 313.6)	(4 611.1)	(4 283.0)	(4 718.9)	(4 312.8)
Superannuation	(676.6)	(700.6)	(639.1)	(660.2)	(692.2)
Interest paid	(497.3)	(523.6)	(523.7)	(537.0)	(510.0)
Grants and subsidies	(2 325.4)	(1 732.9)	(2 428.9)	(1 159.8)	(2 180.4)
Goods and services	(4 915.6)	(3 974.8)	(4 162.6)	(3 896.3)	(4 514.6)
Other payments	(181.9)	(152.3)	(147.7)	(738.6)	(175.6)
Total payments	(12 910.5)	(11 695.4)	(12 184.9)	(11 710.9)	(12 385.6)
Net cash flows from operating activities	(502.9)	763.1	713.7	2 968.5	332.0
Cash flows from investing activities					
Purchases of non-financial assets	(600.8)	(1 341.7)	(779.4)	(1 275.4)	(887.0)
Sales of non-financial assets	24.3	64.1	63.8	118.8	36.1
Cash flows from investments in non- financial assets	(576.5)	(1 277.6)	(715.6)	(1 156.6)	(850.9)
Net cash flows from investments in financial assets for policy purposes	(586.7)	(323.3)	(310.4)	(257.8)	208.1
Sub-total	(1 163.2)	(1 601.0)	(1 026.0)	(1 414.4)	(642.8)
Net cash flows from investments in financial assets for liquidity management purposes	(208.0)	(103.5)	(340.3)	983.6	(14.1)
Net cash flows from investing activities	(1 371.2)	(1 704.5)	(1 366.4)	(430.8)	(657.0)
Cash flows from financing activities					
Advances received (net)	..	0.0	0.0
Net borrowings	1 215.1	1 014.3	199.5	(937.2)	(108.2)
Deposits received (net)	(26.4)	83.1	85.1	(164.5)	27.7
Net cash flows from financing activities	1 188.7	1 097.4	284.7	(1 101.6)	(80.5)
Net increase/(decrease) in cash and cash equivalents	(685.4)	156.1	(368.0)	1 436.1	(405.5)
Cash and cash equivalents at beginning of reporting period	3 962.0	3 276.6	3 432.7	3 064.7	4 500.9
Cash and cash equivalents at end of reporting period	3 276.6	3 432.7	3 064.7	4 500.9	4 095.4

	2013-14			2014-15	
	Sept ^(a)	Dec	Mar	Jun	Sept
FISCAL AGGREGATES					
Net cash flows from operating activities	(502.9)	763.1	713.7	2 968.5	332.0
Net cash flows from investments in non-financial assets	(576.5)	(1 277.6)	(715.6)	(1 156.6)	(850.9)
Cash surplus/(deficit)	(1 079.4)	(514.5)	(1.9)	1 811.9	(518.9)

Note:

(a) September 2013-14 comparative figures have been updated to reflect more current information.