



2007-08

**QUARTERLY FINANCIAL
RESULTS REPORT**

MARCH 2008



2007–08 Quarterly Financial Results Report
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**QUARTERLY FINANCIAL RESULTS REPORT
Nine Months Ended 31 March 2008**

TABLE OF CONTENTS

FOREWORD	1
OVERVIEW	3
Summary	3
General Government Sector.....	4
Total Public Sector.....	10
APPENDIX 1: GOVERNMENT FINANCE STATISTICS.....	13
APPENDIX 2: GENERAL GOVERNMENT MONTHLY FINANCIAL RESULTS – MARCH 2008.....	21
APPENDIX 3: INTERIM CONSOLIDATED FINANCIAL STATEMENTS.....	26
APPENDIX 4: PUBLIC LEDGER.....	37

Foreword

This *Quarterly Financial Results Report* (QFRR) provides the Western Australian public sector's financial results for the nine months to 31 March 2008.

Care should be exercised in extrapolating the likely outcome for the 2007-08 year based on the quarterly results to date, particularly in light of the seasonal and other timing factors that impact the State's finances. For example, revenue is typically stronger in the first half of the financial year, with full-year land tax revenue usually recognised in the first or second quarters (when land tax assessments are issued), while expenses typically accelerate in the latter months of the financial year as programs with a 30 June completion date come to conclusion. 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 focus of the 2007-08 Budget was the Government Finance Statistics (GFS) net operating balance for the general government sector. The GFS presentation in this report can be compared directly with the format of the budget.

In addition to the GFS presentation that is the focus of this QFRR, a series compliant with Australian Accounting Standards (AAS) is presented in Appendix 3, which includes interim consolidated financial statements for the total public sector prepared in accordance with accounting standard AASB 134: *Interim Financial Reporting*, and AAS 31: *Financial Reporting by Governments*. Information presented in this QFRR is not audited.

Appendix 4: *Public Ledger* includes summary information on the Consolidated Account, Treasurer's Special Purpose Accounts and Treasurer's Advance.

The 2006-07 annual results appearing in this document are consistent with the audited *Annual Report on State Finances* for the year ended 30 June 2007 (released on 26 September 2007).

The estimated actuals for 2007-08 published in the 2008-09 Budget, released on 8 May 2008, were presented on a basis consistent with accounting standard AASB 1049: *Whole of Government and General Government Sector Financial Reporting* released in October 2007. The new standard applies to all periods from 1 July 2008. The estimated outturn data for 2007-08 published in the 2008-09 Budget Papers have been adjusted to the presentation format consistent with the 2007-08 Budget for comparative purposes in this publication. Further detail on the differences between the 2007-08 and 2008-09 Budget presentations is available in Appendix 4: *Changes to Whole-of-Government Financial Reporting and Presentation* of Budget Paper Number 3: *Economic and Fiscal Outlook*.

CHAPTER 1

Overview

Summary

The Western Australian public sector continued to record strong financial results in the third quarter of 2007-08, reflecting the operating performance of both the general government and public non-financial corporation sectors during the nine months to 31 March 2008.

While growth in general government revenue in the first three quarters of 2007-08 (7.2%) has eased from the same period the previous year (9.9%), the State's strong economic conditions continue to underpin growth in major sources of revenue such as payroll tax.

Infrastructure investment continues at high levels, with spending on fixed assets totalling \$3.2 billion for the first nine months of 2007-08, up \$282 million (or 9.5%) on the same period the previous year.

Total public sector net worth increased by \$3.1 billion over the nine months to 31 March 2008, to stand at \$78.8 billion, primarily reflecting operating surplus outcomes noted above. Net debt at 31 March 2008 remained at record lows, and was down \$384 million on the \$3.0 billion outcome at 30 June 2007.

General Government Sector¹

The general government sector recorded a \$1,741 million operating surplus for the nine months to 31 March 2008, similar to the \$1,729 million surplus recorded for the same period in 2006-07.

Revenue

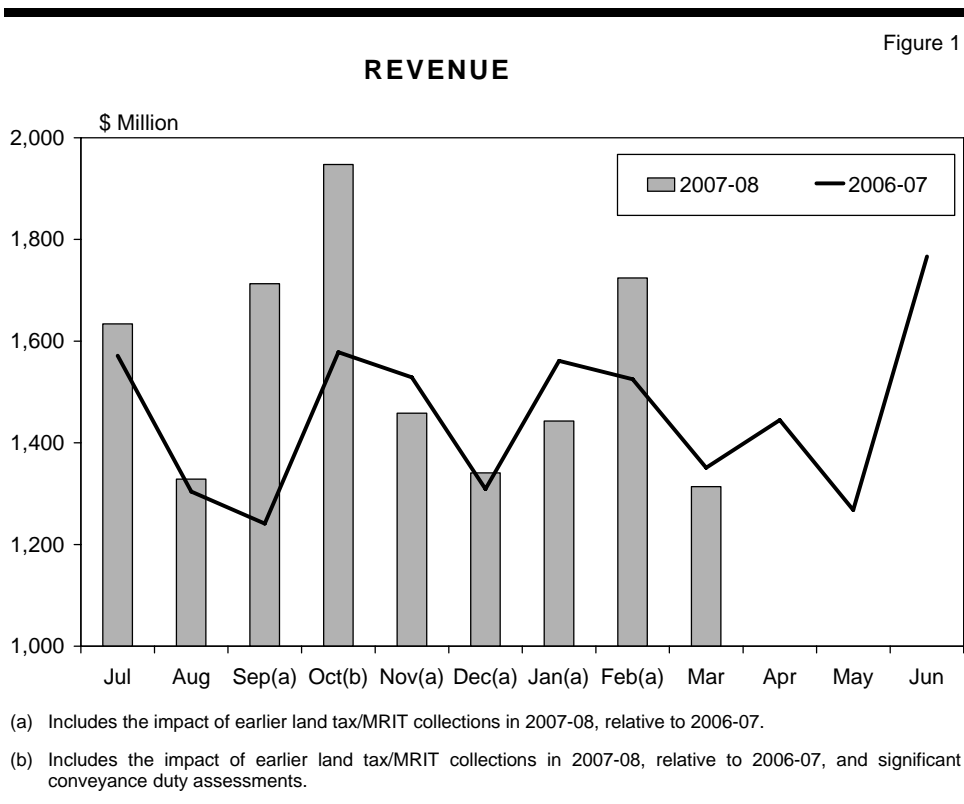
Revenue in the nine months to 31 March 2008 totalled \$13,904 million. This represents 74.1% of the full-year estimate for 2007-08, and is \$933 million (or 7.2%) higher than the same period in 2006-07. This outcome includes:

- higher taxation revenue (up \$543 million), mainly due to:
 - higher payroll tax (up \$248 million), reflecting continued private sector wages and employment growth;
 - higher conveyance duty revenue (up \$216 million), mainly due to a number of large, one-off non-residential property transfers;
 - higher receipts from motor vehicle taxes (up \$34 million), reflecting the continuing strength of vehicle sales and registrations; and
 - higher land tax (up \$33 million) due to growth in property values;
- higher Commonwealth grants (up \$216 million), mainly due to higher specific purpose grants, with increased funding for public health (up \$73 million), Aboriginal housing (up \$41 million), non-government schools (up \$36 million), and higher North West Shelf petroleum royalties (up \$36 million, largely due to higher oil prices);
- higher sales of goods and services (up \$137 million), reflecting increases in the volume and demand for goods and services across the sector, particularly for services provided in the health and education sectors;
- lower ‘other’ revenue (down \$112 million), due largely to the discontinuation of Capital User Charge (CUC) arrangements from 1 July 2007;

¹ The general government sector is the focus of the Government’s headline measure of budget performance (the general government net operating balance). This sector is responsible for the collection of central revenue such as taxation, mining royalties and Commonwealth grants, and for the provision of key services to the community such as health, education and law and order.

- higher revenue from public corporations (up \$66 million), mainly due to a higher final dividend declaration for 2006-07 by the Water Corporation²;
- higher interest income (up \$50 million), reflecting higher cash holdings in 2007-08 and upward movements in interest rates over the past year; and
- higher royalty income (up \$34 million), reflecting higher commodity prices and production volumes (particularly for iron ore), partly offset by a higher exchange rate.

The following chart shows general government revenue collections in the first nine months of 2007-08 relative to monthly revenue recorded through 2006-07.



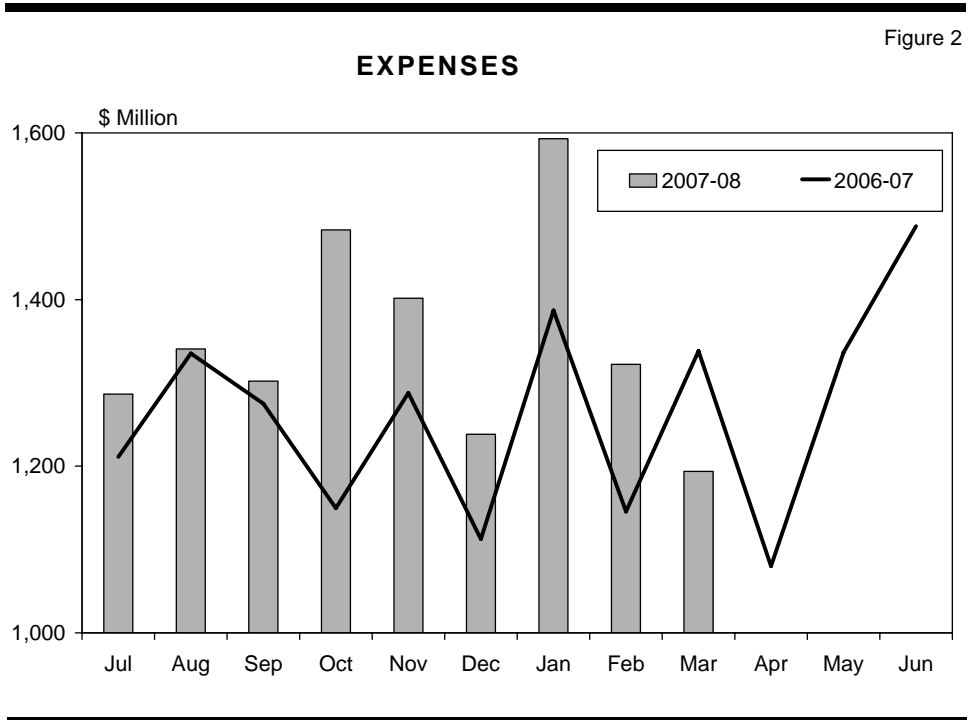
² Final dividends declared by the Water Corporation vary according to trends in profitability and the magnitude of any interim dividends declared through the year.

Expenses

Expenses for the nine months to 31 March 2008 totalled \$12,163 million, or 73.3% of the full-year estimate for 2007-08. This was \$921 million (or 8.2%) higher than the same period in 2006-07, reflecting:

- higher salaries (up \$416 million), mainly for:
 - higher pay rates and employee numbers in the health sector (up \$175 million), as a result of general demand, mental health strategies and other health initiatives impacting hospital staff numbers;
 - the impact of enterprise bargaining agreements and employee numbers in the law and order sector (up \$68 million);
 - higher teaching and non-teaching staff numbers and pay rates in the education sector (up \$63 million); and
 - higher pay rates for general public servants;
- higher services and contract expenses (up \$203 million), due mainly to higher recurrent construction and maintenance expenditure in the education and health sectors;
- higher ‘other’ gross operating expenses (up \$113 million), with changes in the timing of purchases (particularly in the education sector) and increased pharmaceutical costs being the major factors; and
- higher current and capital transfers (up \$69 million), reflecting the net result of:
 - the timing of Community Service Obligation payments (up \$54 million), mainly to the Water Corporation;
 - the on-passing of higher housing grants (up \$39 million) and non-government school grants (up \$36 million) from the Commonwealth;
 - higher grant payments by the Disability Services Commission and the Department of Health (up \$33 million);
 - higher First Home Owner Grant payments (up \$19 million); and
 - lower appropriation funding to the Public Transport Authority (down \$114 million), due to the cessation of the CUC.

Figure 2 shows general government expenses in the first nine months of 2007-08, relative to monthly expenses in 2006-07, and highlights the volatility in spending movements from month to month.



**SUMMARY OF GENERAL GOVERNMENT FINANCES
NINE MONTHS TO 31 MARCH 2008**
Western Australia

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
Net operating balance	372	1,741	2,161	567	1,729	2,303
Net worth		78,776	80,703		61,763	75,709
Increase in cash balances	300	744	530	703	-112	74
<i>Memorandum items</i>						
Net lending	105	1,059	949	381	1,233	1,527
Net debt		-3,449	-2,968		-2,471	-2,716
Cash surplus	350	1,018	659	775	1,150	1,460

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

Balance Sheet

The net worth of the general government sector increased by \$3.1 billion in the nine months to 31 March 2008, to stand at \$78.8 billion. This increase is primarily attributable to:

- the operating surplus of \$1,741 million for the nine months ended 31 March 2008; and
- increases in the value of the sector's equity holdings in public corporations (up \$1,060 million), mainly reflecting operating surpluses and increased asset values in the public non-financial corporations sector.

Key asset movements for the nine months to 31 March 2008 include:

- higher land and fixed asset holdings (up \$1,135 million), reflecting revaluations at the end of 2006-07 (particularly for land under roads) and construction activity as part of the State's Capital Works Program (particularly by Main Roads and the health and education sectors); and
- higher investments, loans and placements (up \$414 million), primarily due to increased cash holdings resulting from recent surpluses.

The composition of the sector's liabilities remains largely unchanged and totalled \$10.1 billion at 31 March 2008.

Cash Flow

A cash surplus of \$1,018 million was recorded for the nine months ended 31 March 2008 (compared with a \$1,150 million cash surplus in the same period in 2006-07). This reflects a net cash inflow from operating activities of \$2,217 million (the cash equivalent of the operating surplus discussed above), and a net cash outflow for infrastructure investment of \$1,198 million.

Infrastructure spending (i.e. purchases of non-financial assets) increased by a substantial \$321 million (or 29.8%) relative to the same period in 2006-07, mainly reflecting increased spending on road infrastructure (particularly the New Perth-Bunbury Highway and the Karratha-Tom Price Link Road).

Total Public Sector

Also known as the whole-of-government, the total public sector 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).

Operating Statement

An operating surplus of \$2,087 million was recorded by the total public sector for the first nine months of 2007-08, down \$434 million on the surplus recorded for the same period in 2006-07. This includes the \$1,741 million operating result for the general government sector (discussed above).

The PNC sector recorded an operating surplus of \$435 million for the nine months ended 31 March 2008, \$102 million lower than the surplus recorded for the same period the previous year. This mainly reflects higher services and contract expenses for the Public Transport Authority and higher costs (including the impact of liquid fuel costs) for the electricity utilities.

The PFC sector recorded an operating deficit of \$89 million for the nine months ended 31 March 2008, compared to an operating surplus of \$255 million recorded in the same period last year. This largely reflects lower revenue reported by the Insurance Commission of Western Australia due to lower investment returns, and lower interest revenue on RiskCover investments.

Table 2

**SUMMARY OF TOTAL PUBLIC SECTOR FINANCES
NINE MONTHS TO 31 MARCH 2008**
Western Australia

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
Net operating balance	326	2,087	2,115	871	2,521	2,772
Net worth		78,776	80,704		61,763	75,709
Increase in cash balances	489	971	501	994	1,341	1,304
<i>Memorandum items</i>						
Net lending	-251	419	-942	212	1,117	977
Net debt		2,600	4,711		2,736	2,984
Cash surplus	210	715	-1,674	568	678	426

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Balance Sheet

Under GFS standards, the net worth of the general government sector includes the net worth of the public corporations sectors as an equity asset. Thus, total public sector net worth is identical to that of the general government sector (discussed earlier).

Net debt of the total public sector declined \$384 million relative to 30 June 2007, to stand at \$2.6 billion at 31 March 2008. This continues the record low level of net debt recorded at the end of 2006-07, and reflects the strong surplus outcomes for the general government and PNC sectors.

Cash Flow

A cash surplus of \$715 million was recorded for the nine months ended 31 March 2008, similar to the \$678 million surplus for the same period in 2006-07. This outcome reflects a higher cash flow on operating activities (up \$186 million), partly offset by higher fixed asset investment (up \$149 million in net terms).

Quarterly Financial Results Report

Across the total public sector, infrastructure investment in the first nine months of 2007-08 totalled \$3.2 billion, up \$282 million (or 9.5%) on the same period in 2006-07. In addition to the general government spending movements noted earlier, this includes the impact of increased spending by the Housing Authority, including the introduction of several new programs such as the First Start Shared Equity Scheme and the State Community Housing Investment Program.

APPENDIX 1

Government Finance Statistics

The tables in this appendix satisfy Uniform Presentation Framework (UPF) formats for the core statements of the general government and total public sectors in the format used in the 2007-08 Budget. The UPF does not require presentation of quarterly statistics.

Readers should note that the UPF was amended by agreement of all State, Territory and Commonwealth governments for 2008-09 Budgets and future whole-of-government disclosures. Details can be found in Appendix 4: *Changes to Whole-of-Government Financial Reporting and Presentation* of the 2008-09 Budget Paper Number 3: *Economic and Fiscal Outlook*.

Contents	Page
General Government	
Table 1.1: Operating Statement.....	14
Table 1.2: Balance Sheet at End of Period	15
Table 1.3: Cash Flow Statement.....	16
Table 1.4: Taxation Revenue.....	17
Total Public Sector	
Table 1.5: Operating Statement.....	18
Table 1.6: Balance Sheet at End of Period	19
Table 1.7: Cash Flow Statement.....	20

Table 1.1

GENERAL GOVERNMENT
Operating Statement

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
REVENUE						
Taxation	1,359	4,920	6,399	1,395	4,377	5,718
Current grants and subsidies	2,008	5,698	7,480	1,913	5,464	7,155
Capital grants	95	296	455	113	314	448
Sales of goods and services	372	1,050	1,272	324	913	1,229
Interest income	81	224	256	59	174	246
Revenue from public corporations						
Dividends	11	107	491	25	69	421
Tax equivalent payments	107	260	328	80	232	311
Royalty income	367	1,107	1,731	381	1,073	1,468
Other	80	242	345	149	354	453
<i>Total</i>	<i>4,481</i>	<i>13,904</i>	<i>18,757</i>	<i>4,438</i>	<i>12,971</i>	<i>17,451</i>
EXPENSES						
Gross operating expenses						
Salaries	1,673	4,950	6,797	1,525	4,534	6,182
Depreciation and amortisation	176	518	740	152	455	672
Superannuation	162	480	666	149	442	602
Services and contracts	445	1,357	1,966	405	1,154	1,663
Other gross operating expenses	434	1,428	1,953	424	1,315	1,822
Nominal superannuation interest	86	231	316	61	214	289
Other interest	30	81	109	24	79	112
Current transfers	987	2,778	3,556	943	2,661	3,392
Capital transfers	117	340	492	189	388	413
<i>Total</i>	<i>4,110</i>	<i>12,163</i>	<i>16,596</i>	<i>3,871</i>	<i>11,242</i>	<i>15,147</i>
NET OPERATING BALANCE	372	1,741	2,161	567	1,729	2,303
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Purchase of non-financial assets	472	1,392	2,040	377	1,078	1,610
Sales of non-financial assets	-31	-193	-212	-37	-129	-169
less depreciation	176	518	740	152	455	672
plus change in inventories	3	4	-	-1	1	1
plus other movements in non-financial assets	-2	-2	124	-	1	7
<i>Total</i>	<i>267</i>	<i>683</i>	<i>1,212</i>	<i>186</i>	<i>496</i>	<i>777</i>
NET LENDING/BORROWING	105	1,059	949	381	1,233	1,527
Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)						
NET OPERATING BALANCE	372	1,741	2,161	567	1,729	2,303
less provisions for doubtful debts	-	-	-	-	-	27
plus net gains on assets (including derivatives)	12	84	91	-11	25	-2
plus capitalised interest	-	-	-	-	-	-
less revaluation of superannuation liabilities	-	-	-	-	-	51
plus all other adjustments	-17	-49	-68	69	61	-50
AAS OPERATING RESULT	366	1,777	2,183	625	1,814	2,173

(a) Consistent with the estimated outcome reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Note: Columns may not add due to rounding.

Table 1.2

GENERAL GOVERNMENT
Balance Sheet at End of Period

	2007-08		2006-07	
	31 March \$m	Estimated Actual ^(a) \$m	31 March \$m	Actual ^(b) \$m
ASSETS				
<i>Financial assets</i>				
Cash and deposits	516	414	507	394
Advances paid	829	829	815	840
Investments, loans and placements	3,701	3,735	2,950	3,287
Other non-equity assets	1,485	1,682	1,383	1,295
Equity	29,613	30,309	24,778	28,553
<i>Total</i>	<i>36,145</i>	<i>36,969</i>	<i>30,433</i>	<i>34,370</i>
<i>Non-Financial assets</i>				
Land and fixed assets	52,414	53,514	41,210	51,279
Other non-financial assets	293	290	229	295
<i>Total</i>	<i>52,707</i>	<i>53,803</i>	<i>41,439</i>	<i>51,574</i>
TOTAL ASSETS	88,852	90,773	71,872	85,944
LIABILITIES				
Deposits held	199	209	266	286
Advances received	523	510	536	523
Borrowings	875	1,291	998	996
Unfunded superannuation liabilities	5,453	5,366	5,463	5,498
Other employee entitlements and provisions	1,718	1,744	1,637	1,636
Non-equity liabilities	1,307	950	1,208	1,297
TOTAL LIABILITIES	10,076	10,070	10,109	10,235
NET WORTH	78,776	80,703	61,763	75,709
<i>Memorandum Item: Net Debt</i>	<i>-3,449</i>	<i>-2,968</i>	<i>-2,471</i>	<i>-2,716</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)				
NET WORTH	78,776	80,703	61,763	75,709
<i>less</i> equity (net worth) of PNFC and PFC sectors	26,911	27,349	22,429	26,104
<i>less</i> provision for doubtful debts	-	138	-	27
<i>less</i> all other adjustments	-134	303	-295	-182
AAS NET ASSETS	51,999	52,913	39,629	49,759

(a) Consistent with the estimated outcome reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

Note: Columns may not add due to rounding.

GENERAL GOVERNMENT
Cash Flow Statement

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
RECEIPTS FROM OPERATING ACTIVITIES						
Taxes received	1,456	4,820	6,440	1,475	4,144	5,675
Receipts from sales of goods and services	385	1,088	1,289	377	1,013	1,280
Grants and subsidies received	2,077	5,936	7,865	2,003	5,747	7,550
Other receipts	817	2,538	3,726	875	2,366	3,542
<i>Total</i>	<i>4,735</i>	<i>14,383</i>	<i>19,320</i>	<i>4,730</i>	<i>13,270</i>	<i>18,046</i>
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-2,741	-8,537	-11,712	-2,463	-7,712	-10,541
Grants and subsidies paid	-916	-2,766	-3,728	-913	-2,690	-3,526
Interest paid	-10	-63	-113	-22	-72	-112
Other payments	-276	-800	-1,082	-218	-695	-966
<i>Total</i>	<i>-3,943</i>	<i>-12,167</i>	<i>16,635</i>	<i>-3,615</i>	<i>-11,169</i>	<i>-15,145</i>
Net Cash Flow from Operating Activities	791	2,217	2,684	1,114	2,100	2,901
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-479	-1,399	-2,040	-377	-1,078	-1,610
Sales of non-financial assets	38	200	212	37	129	169
<i>Total</i>	<i>-442</i>	<i>-1,198</i>	<i>-1,828</i>	<i>-339</i>	<i>-950</i>	<i>-1,441</i>
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	-47	-253	-378	-72	-1,308	-1,405
Liquidity purposes	32	63	-8	1	29	31
<i>Total</i>	<i>-15</i>	<i>-190</i>	<i>-386</i>	<i>-71</i>	<i>-1,279</i>	<i>-1,374</i>
Net Cash Flow from Investing Activities	-457	-1,388	-2,214	-410	-2,228	-2,815
FINANCING ACTIVITIES						
Advances received (net)	-	-3	-	-	-4	-4
Borrowings (net)	-32	-111	78	-16	-29	-24
Deposits received (net)	-	-	-	4	-	-
Other financing	-3	30	-18	11	50	16
<i>Total</i>	<i>-34</i>	<i>-84</i>	<i>60</i>	<i>-1</i>	<i>16</i>	<i>-12</i>
<i>Opening cash balance</i>	<i>4,979</i>	<i>4,535</i>	<i>3,346</i>	<i>3,647</i>	<i>4,462</i>	<i>4,462</i>
NET INCREASE IN CASH HELD	300	744	530	703	-112	74
<i>Closing cash balance</i>	<i>5,279</i>	<i>5,279</i>	<i>3,876</i>	<i>4,350</i>	<i>4,350</i>	<i>4,535</i>
<i>Net cash from operating activities, investments in non-financial assets and distributions paid</i>	<i>350</i>	<i>1,018</i>	<i>857</i>	<i>775</i>	<i>1,150</i>	<i>1,460</i>
<i>less finance leases and similar arrangements</i>	<i>-</i>	<i>-</i>	<i>198</i>	<i>-</i>	<i>-</i>	<i>-</i>
Surplus	350	1,018	659	775	1,150	1,460

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Table 1.4

GENERAL GOVERNMENT
Taxation Revenue

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
TAXATION						
Taxes on employers' payroll and labour force						
<i>Payroll tax</i>	467	1,440	1,958	394	1,192	1,607
Property taxes						
<i>Land tax</i>	-	419	415	84	386	386
Conveyances and transfers	496	1,714	2,267	488	1,498	2,037
Mortgages	25	83	116	28	89	121
Other stamp duties	-5	-3	-2	6	24	26
<i>Total stamp duties on financial and capital transactions</i>	516	1,794	2,381	522	1,611	2,184
Metropolitan Region						
Improvement Tax	-	77	78	28	66	65
Emergency Services Levy	35	137	150	28	127	137
Loan guarantee fees	4	10	16	5	11	14
<i>Total other property taxes</i>	38	224	244	62	204	217
Taxes on provision of goods and services						
Lotteries Commission	28	83	111	26	79	112
less rebates	-5	-17	-25	-6	-18	-24
Video lottery terminals	-	-	1	-	-	-
Casino Tax	21	61	78	19	53	77
less rebates	-7	-28	-42	-10	-27	-40
TAB betting tax	7	26	32	18	54	69
less rebates	-1	-4	-6	-7	-22	-30
<i>Total taxes on gambling</i>	43	122	148	40	120	164
Stamp duty on insurance policies	75	257	353	80	237	308
Other	9	24	27	5	19	27
<i>Total taxes on insurance</i>	84	280	379	85	256	335
Taxes on use of goods and performance of activities						
Stamp duty on vehicle licences	96	292	396	101	290	393
Permits - oversize vehicles and loads	1	3	4	1	2	4
Motor vehicle recording fee	8	25	34	8	23	32
Motor vehicle registrations	106	322	439	99	292	396
<i>Total motor vehicle taxes</i>	210	642	873	208	608	825
Total Taxation	1,359	4,920	6,399	1,395	4,377	5,718

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

Note: Columns may not add due to rounding.

Table 1.5

TOTAL PUBLIC SECTOR
Operating Statement

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
REVENUE						
Taxation	1,310	4,773	6,220	1,345	4,233	5,519
Current grants and subsidies	2,008	5,698	7,480	1,913	5,464	7,155
Capital grants	95	296	455	113	314	448
Sales of goods and services	2,249	6,624	8,462	2,200	6,293	8,323
Interest income	209	544	653	141	444	602
Royalty income	367	1,107	1,731	381	1,073	1,468
Other	166	523	779	178	520	738
<i>Total</i>	<i>6,403</i>	<i>19,565</i>	<i>25,780</i>	<i>6,271</i>	<i>18,341</i>	<i>24,253</i>
EXPENSES						
Gross operating expenses						
Salaries	1,850	5,492	7,579	1,679	5,007	6,820
Depreciation and amortisation	383	1,131	1,603	338	1,007	1,418
Superannuation	178	532	741	159	487	664
Services and contracts	511	1,639	2,217	447	1,374	2,023
Other gross operating expenses	1,927	5,262	7,002	1,637	4,767	6,492
Nominal superannuation interest	86	231	316	61	214	289
Other interest	248	706	925	191	605	817
Other property expenses	-	-	-	-	-	-
Current transfers	788	2,223	2,856	745	2,094	2,699
Capital transfers	108	262	425	142	265	260
<i>Total</i>	<i>6,078</i>	<i>17,478</i>	<i>23,665</i>	<i>5,400</i>	<i>15,820</i>	<i>21,481</i>
NET OPERATING BALANCE	326	2,087	2,115	871	2,521	2,772
NET ACQUISITION OF NON-FINANCIAL ASSETS						
Purchase of non-financial assets	1,074	3,241	5,303	1,005	2,966	4,169
Sales of non-financial assets	-178	-652	-1,063	-147	-526	-859
less depreciation	383	1,131	1,603	338	1,007	1,418
plus change in inventories	74	234	202	143	-17	-98
plus other movements in non-financial assets	-9	-23	218	-3	-12	1
<i>Total</i>	<i>577</i>	<i>1,668</i>	<i>3,057</i>	<i>659</i>	<i>1,404</i>	<i>1,794</i>
NET LENDING/BORROWING	-251	419	-942	212	1,117	977
Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)						
NET OPERATING BALANCE	326	2,087	2,115	871	2,521	2,772
less provisions for doubtful debts	1	4	8	2	5	35
plus net gains on assets (including derivatives)	71	214	382	22	133	238
plus capitalised interest	8	22	-	3	13	-
less revaluation of superannuation liabilities	-	-	-	-	-	72
plus all other adjustments	-17	-49	-68	69	61	-50
AAS OPERATING RESULT	386	2,269	2,421	963	2,722	2,852

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Note: Columns may not add due to rounding.

Table 1.6

TOTAL PUBLIC SECTOR
Balance Sheet at End of Period

	2007-08		2006-07	
	31 March \$m	Estimated Actual ^(a) \$m	31 March \$m	Actual ^(b) \$m
ASSETS				
<i>Financial assets</i>				
Cash and deposits	808	865	828	805
Advances paid	1,671	1,750	1,587	1,567
Investments, loans and placements	9,492	8,426	8,686	8,567
Other non-equity assets	3,387	2,956	2,900	2,772
Equity	1,178	1,440	1,287	1,350
<i>Total</i>	<i>16,536</i>	<i>15,436</i>	<i>15,288</i>	<i>15,060</i>
<i>Non-Financial assets</i>				
Land and fixed assets	90,301	93,432	72,879	87,313
Other non-financial assets	646	606	526	621
<i>Total</i>	<i>90,947</i>	<i>94,038</i>	<i>73,405</i>	<i>87,934</i>
TOTAL ASSETS	107,483	109,474	88,693	102,994
LIABILITIES				
Deposits held	124	118	117	126
Advances received	523	510	536	523
Borrowings	13,924	15,124	13,184	13,274
Unfunded superannuation liabilities	5,605	5,527	5,617	5,664
Other employee entitlements and provisions	2,289	2,288	2,174	2,275
Non-equity liabilities	6,242	5,203	5,302	5,425
TOTAL LIABILITIES	28,707	28,770	26,929	27,285
NET WORTH	78,776	80,704	61,763	75,709
<i>Memorandum Item: Net Debt</i>	<i>2,600</i>	<i>4,711</i>	<i>2,736</i>	<i>2,984</i>
Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards (AAS)				
NET WORTH	78,776	80,704	61,763	75,709
<i>less</i> provision for doubtful debts	<i>4</i>	<i>151</i>	<i>5</i>	<i>35</i>
<i>less</i> all other adjustments	<i>-134</i>	<i>290</i>	<i>-295</i>	<i>-182</i>
AAS NET ASSETS	78,906	80,262	62,053	75,856

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

Note: Columns may not add due to rounding.

TOTAL PUBLIC SECTOR
Cash Flow Statement

	2007-08			2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Estimated Actual ^(a) \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Actual ^(b) \$m
RECEIPTS FROM OPERATING ACTIVITIES						
Taxes received	1,444	4,745	6,227	1,434	4,047	5,396
Receipts from sales of goods and services	2,370	7,245	8,516	2,068	6,483	8,510
Grants and subsidies received	2,077	5,936	7,865	2,003	5,747	7,550
Other receipts	985	3,026	3,938	939	2,755	3,725
<i>Total</i>	<i>6,876</i>	<i>20,952</i>	<i>26,546</i>	<i>6,444</i>	<i>19,032</i>	<i>25,180</i>
PAYMENTS FOR OPERATING ACTIVITIES						
Payments for goods and services	-4,369	-13,395	-17,890	-3,801	-12,049	-16,258
Grants and subsidies paid	-838	-2,339	-3,045	-768	-2,157	-2,756
Interest paid	-93	-458	-904	-52	-398	-662
Other payments	-471	-1,456	-1,849	-397	-1,309	-1,769
<i>Total</i>	<i>-5,771</i>	<i>-17,647</i>	<i>-23,688</i>	<i>-5,018</i>	<i>-15,914</i>	<i>-21,444</i>
Net Cash Flow from Operating Activities	1,105	3,304	2,858	1,426	3,118	3,735
INVESTMENT IN NON-FINANCIAL ASSETS						
Purchase of non-financial assets	-1,081	-3,248	-5,303	-1,005	-2,966	-4,169
Sales of non-financial assets	185	659	1,063	147	526	859
<i>Total</i>	<i>-895</i>	<i>-2,589</i>	<i>-4,240</i>	<i>-858</i>	<i>-2,440</i>	<i>-3,310</i>
INVESTMENT IN FINANCIAL ASSETS						
Policy purposes	1	-	-	-	-	-
Liquidity purposes	445	19	-141	238	259	341
<i>Total</i>	<i>446</i>	<i>19</i>	<i>-141</i>	<i>238</i>	<i>259</i>	<i>341</i>
Net Cash Flow from Investing Activities	-450	-2,570	-4,382	-620	-2,180	-2,968
FINANCING ACTIVITIES						
Advances received (net)	-	-3	-13	-	-4	-17
Borrowings (net)	-163	237	2,063	172	356	550
Deposits received (net)	-	-	-	4	-	-
Distributions paid	-	-	-	-	-	-
Other financing	-3	2	-26	11	52	5
<i>Total</i>	<i>-167</i>	<i>236</i>	<i>2,024</i>	<i>188</i>	<i>403</i>	<i>537</i>
<i>Opening cash balance</i>	<i>7,971</i>	<i>7,489</i>	<i>6,299</i>	<i>6,532</i>	<i>6,185</i>	<i>6,185</i>
NET INCREASE IN CASH HELD	489	971	501	994	1,341	1,304
<i>Closing cash balance</i>	<i>8,460</i>	<i>8,460</i>	<i>6,800</i>	<i>7,526</i>	<i>7,526</i>	<i>7,489</i>
<i>Net cash from operating activities, investments in non-financial assets and distributions paid less finance leases and similar arrangements</i>						
	210	715	-1,382	568	678	426
Surplus	210	715	-1,674	568	678	426

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Note: Columns may not add due to rounding.

APPENDIX 2

General Government Monthly Financial Results – March 2008³

Operating Statement

The general government sector recorded an operating surplus of \$120 million for the month of March 2008, compared with a \$13 million surplus recorded in March 2007.

Revenue in March 2008 totalled \$1,314 million, \$37 million lower than the same month the previous year. This primarily reflects:

- lower ‘other’ revenue (down \$41 million) due to the discontinuation of the Capital User Charge (CUC) from 1 July 2007;
- lower taxation revenue (down \$34 million), mainly due to lower monthly conveyance duty revenue, reflecting a weakening of the residential property market;
- lower capital grants (down \$21 million), due to the timing of Auslink road funding received from the Commonwealth;
- higher tax equivalent revenue from public corporations (up \$30 million), reflecting the timing of tax instalment arrangements for LandCorp; and
- higher royalty income (up \$18 million), primarily due to higher prices and production volumes for iron ore, partly offset by a higher exchange rate.

³ This appendix provides a summary of the Western Australian general government sector’s finances for the month of March 2008. Care should be taken in interpreting monthly results, which can vary significantly from month to month due to various seasonal and other timing factors.

Quarterly Financial Results Report

Expenses for the month of March 2008 totalled \$1,194 million, down \$144 million from March 2007. This largely reflects:

- lower current and capital transfers (down \$159 million), mainly due to the anticipated expense in 2006-07 of loan assistance for the Dampier to Bunbury Natural Gas Pipeline (down \$88 million), and decreased funding to the Public Transport Authority due to the cessation of the CUC (down \$62 million); and
- lower services and contract expenses (down \$20 million), mainly due to timing issues, particularly in the Departments of Corrective Services and the Attorney General.

Cash Flow Statement

A cash surplus of \$168 million was recorded in March 2008, compared to the \$252 million cash surplus recorded in March 2007.

The lower cash result includes a \$54 million decrease in net cash flows from operating activities and higher monthly investment in non-financial assets (up \$30 million).

Table 2.1

GENERAL GOVERNMENT
Operating Statement

	2007-08			2006-07	
	Month of Feb \$m	Month of March \$m	Estimated Actual ^(a) \$m	Month of March \$m	Actual ^(b) \$m
REVENUE					
Taxation	505	400	6,399	434	5,718
Current grants and subsidies	925	421	7,480	423	7,155
Capital grants	52	26	455	47	448
Sales of goods and services	126	125	1,272	116	1,229
Interest income	25	30	256	21	246
Revenue from public corporations					
Dividends	-	6	491	13	421
Tax equivalent payments	37	47	328	17	311
Royalty income	25	235	1,731	217	1,468
Other	30	24	345	65	453
<i>Total</i>	<i>1,724</i>	<i>1,314</i>	<i>18,757</i>	<i>1,351</i>	<i>17,451</i>
EXPENSES					
Gross operating expenses					
Salaries	562	539	6,797	531	6,182
Depreciation and amortisation	59	60	740	49	672
Superannuation	55	52	666	52	602
Services and contracts	172	128	1,966	148	1,663
Other	82	175	1,953	170	1,822
Nominal superannuation interest	29	29	316	20	289
Other interest	11	9	109	8	112
Current transfers	296	173	3,556	242	3,392
Capital transfers	58	30	492	120	413
<i>Total</i>	<i>1,322</i>	<i>1,194</i>	<i>16,596</i>	<i>1,338</i>	<i>15,147</i>
NET OPERATING BALANCE	402	120	2,161	13	2,303

(a) Consistent with the estimated outcome reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

Note: Columns may not add due to rounding

GENERAL GOVERNMENT
Cash Flow Statement

	2007-08			2006-07	
	Month of Feb \$m	Month of March \$m	Estimated Actual ^(a) \$m	Month of March \$m	Actual ^(b) \$m
RECEIPTS FROM OPERATING ACTIVITIES					
Taxes received	454	506	6,440	519	5,675
Receipts from sales of goods and services	136	131	1,289	138	1,280
Grants and subsidies received	969	452	7,865	456	7,550
Other receipts	190	323	3,726	430	3,542
<i>Total</i>	<i>1,748</i>	<i>1,412</i>	<i>19,320</i>	<i>1,543</i>	<i>18,046</i>
PAYMENTS FOR OPERATING ACTIVITIES					
Payments for goods and services	-874	-854	-11,712	-824	-10,541
Grants and subsidies paid	-272	-134	-3,728	-242	-3,526
Interest paid	-4	11	-113	-3	-112
Other payments	-91	-107	-1,082	-92	-966
<i>Total</i>	<i>-1,242</i>	<i>-1,085</i>	<i>-16,635</i>	<i>-1,162</i>	<i>-15,145</i>
Net Cash Flow from Operating Activities	506	327	2,684	381	2,901
INVESTMENT IN NON-FINANCIAL ASSETS					
Purchase of non-financial assets	-137	-159	-2,040	-136	-1,610
Sales of non-financial assets	23	-	212	7	169
<i>Total</i>	<i>-113</i>	<i>-159</i>	<i>-1,828</i>	<i>-129</i>	<i>-1,441</i>
INVESTMENT IN FINANCIAL ASSETS					
Policy purposes	-7	-10	-378	-17	-1,405
Liquidity purposes	-	32	-8	-	31
<i>Total</i>	<i>-7</i>	<i>22</i>	<i>-386</i>	<i>-17</i>	<i>-1,374</i>
Net Cash Flow from Investing Activities	-121	-137	-2,214	-146	-2,815
FINANCING ACTIVITIES					
Advances received (net)	-	-	-	-	-4
Borrowings (net)	-63	1	78	207	-24
Deposits received (net)	-	-	-	-1	-
Other financing	-1	1	-18	6	16
<i>Total</i>	<i>-64</i>	<i>2</i>	<i>60</i>	<i>212</i>	<i>-12</i>
<i>Opening cash balance</i>	<i>4,766</i>	<i>5,087</i>	<i>3,346</i>	<i>3,902</i>	<i>4,462</i>
NET INCREASE IN CASH HELD	321	192	530	448	74
<i>Closing cash balance</i>	<i>5,087</i>	<i>5,279</i>	<i>3,876</i>	<i>4,350</i>	<i>4,535</i>
<i>Net cash from operating activities, investments in non-financial assets and distributions paid</i>	<i>393</i>	<i>168</i>	<i>857</i>	<i>252</i>	<i>1,460</i>
<i>less finance leases and similar arrangements</i>	<i>-</i>	<i>-</i>	<i>198</i>	<i>-</i>	<i>-</i>
Surplus	393	168	659	252	1,460

(a) Consistent with the estimated outcome reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

Note: Columns may not add due to rounding.

Table 2.3

GENERAL GOVERNMENT
Taxation Revenue

	2007-08			2006-07	
	Month of Feb \$m	Month of March \$m	Estimated Actual ^(a) \$m	Month of March \$m	Actual ^(b) \$m
TAXATION					
Taxes on employers' payroll and labour force					
<i>Payroll tax</i>	166	150	1,958	132	1,607
Property taxes					
<i>Land tax</i>	-	-	415	-2	386
Conveyances and transfers	182	129	2,267	176	2,037
Mortgages	8	7	116	10	121
Other stamp duties	-	-5	-2	-	26
<i>Total stamp duties on financial and capital transactions</i>	190	131	2,381	186	2,184
Metropolitan Region					
Improvement Tax	-	-	78	-1	65
Emergency Services Levy	34	1	150	-	137
Loan guarantee fees	1	1	16	1	14
<i>Total other property taxes</i>	35	2	244	-	217
Taxes on provision of goods and services					
Lotteries Commission	9	9	111	9	112
less rebates	-	-2	-25	-2	-24
Video lottery terminals	-	-	1	-	-
Casino Tax	5	7	78	6	77
less rebates	-5	-	-42	-4	-40
TAB betting tax	3	2	32	7	69
less rebates	-	-	-6	-2	-30
<i>Total taxes on gambling</i>	12	16	148	14	164
Stamp duty on insurance policies	27	28	353	27	308
Other	2	5	27	1	27
<i>Total taxes on insurance</i>	29	33	379	29	335
Taxes on use of goods and performance of activities					
Stamp duty on vehicle licences	33	31	396	36	393
Permits - oversize vehicles and loads	-	-	4	-	4
Motor vehicle recording fee	3	3	34	3	32
Motor vehicle registrations	35	35	439	35	396
<i>Total motor vehicle taxes</i>	72	68	873	74	825
Total Taxation	505	400	6,399	434	5,718

(a) Consistent with the estimated outturn reflected in the 2008-09 Budget, released 8 May 2008. Restated to be on a comparable basis to the 2007-08 Budget presentation (see the Foreword for further details on recent budget presentation changes).

(b) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

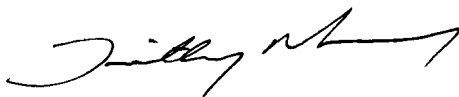
Note: Columns may not add due to rounding.

Interim Consolidated Financial Statements

Statement of Responsibility

The following Interim Consolidated Financial Statements and accompanying notes for the Government of Western Australia 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 income statement and cash flows of the Government for the nine months ended 31 March 2008 and the public sector balance sheet as at 31 March 2008. The statements have been prepared in accordance with applicable Australian Accounting Standards, including AASB 134: *Interim Financial Reporting*, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.



TIMOTHY MARNEY
UNDER TREASURER



ROY PICARDO
ASSISTANT DIRECTOR
FINANCIAL REPORTING

27 May 2008

Contents	Page
Table 3.1: Consolidated Income Statement	27
Table 3.2: Consolidated Balance Sheet	28
Table 3.3: Consolidated Statement of Changes in Equity	29
Table 3.4: Consolidated Cash Flow Statement	30
Notes to the Interim Consolidated Financial Statements	31

Table 3.1

CONSOLIDATED INCOME STATEMENT
For the nine months ended 31 March 2008

	Note	2007-08		2006-07		
		Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
INCOME						
Taxation	2	1,283	4,671	1,327	4,141	5,449
Territorial revenue		570	1,719	575	1,648	2,204
Regulatory fees and fines		132	441	109	374	477
Sale of goods and services	3	2,181	6,069	1,877	5,436	7,495
Grants and subsidies	4	1,935	5,478	1,871	5,331	7,020
Interest revenue		209	544	141	444	602
Other revenue		264	1,206	499	1,433	1,911
TOTAL INCOME		6,573	20,128	6,399	18,807	25,158
EXPENSES						
Supplies and services		955	2,387	623	2,011	2,855
Employee benefits		2,162	6,398	1,926	5,838	8,044
Finance costs		240	685	188	592	817
Depreciation, amortisation and impairment		383	1,131	339	1,007	1,423
Grants and subsidies		922	2,577	830	2,350	3,067
Other expenses	5	1,525	4,681	1,530	4,287	6,100
TOTAL EXPENSES		6,187	17,859	5,436	16,085	22,306
SURPLUS FOR THE PERIOD		386	2,269	963	2,722	2,852

(a) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

The accompanying notes form part of these financial statements.

CONSOLIDATED BALANCE SHEET

As at 31 March 2008

	Note	2007-08	2006-07	
		31 March \$m	31 March \$m	30 June ^(a) \$m
CURRENT ASSETS				
Cash & cash equivalents		808	829	805
Inventories		1,243	1,005	1,004
Receivables	6	3,574	2,848	2,731
Other financial assets	7	8,796	8,433	8,668
Biological assets		60	62	60
Non-current assets classified as held for sale		76	60	172
Other non-financial assets/Investment Properties		105	105	72
Total current assets		14,660	13,342	13,511
NON-CURRENT ASSETS				
Inventories		936	872	783
Receivables	6	309	264	301
Land		38,253	26,584	37,434
Buildings		14,437	11,881	14,354
Infrastructure		26,688	24,377	25,880
Plant, equipment and other		8,055	7,593	7,172
Biological assets		280	312	273
Intangible assets		352	242	322
Other financial assets	7	3,347	2,837	2,425
Other non-financial assets/Investment Properties		65	376	406
Total non-current assets		92,724	75,338	89,350
TOTAL ASSETS		107,384	88,680	102,861
CURRENT LIABILITIES				
Payables		1,376	972	996
Borrowings	8	6,293	5,715	5,652
Provisions		1,629	1,546	1,592
Other liabilities		1,802	1,522	1,661
Total current liabilities		11,100	9,755	9,902
NON-CURRENT LIABILITIES				
Borrowings	8	9,317	8,952	9,032
Provisions		6,263	6,237	6,339
Other liabilities		1,798	1,683	1,733
Total non-current liabilities		17,379	16,872	17,104
TOTAL LIABILITIES		28,479	26,627	27,006
NET ASSETS		78,906	62,053	75,856
EQUITY				
Accumulated funds		28,353	25,226	25,784
Reserves		50,553	36,827	50,072
TOTAL EQUITY		78,906	62,053	75,856

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

The accompanying notes form part of these financial statements.

Table 3.3

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 March 2008

	2007-08		2006-07	
	31 March \$m		31 March \$m	30 June ^(a) \$m
Balance of Equity at the start of the period	75,856		58,156	58,156
RESERVES				
Balance at start of the period	50,072		36,382	36,382
Changes in accounting policy/correction of prior period errors	(186)		(340)	(410)
Restated balance at start of period	49,886		36,042	35,972
Gains/(losses) from asset revaluation and other	667		785	14,100
Balance at end of the period	50,553		36,827	50,072
ACCUMULATED FUNDS				
Balance at start of the period	25,784		21,774	21,774
Change in accounting policy/correction of prior period errors	300		308	860
Restated balance at start of period	26,084		22,082	22,634
Surplus/(deficit) for the period	2,674		2,722	2,852
Gain/(losses) recognised directly in equity	(405)		422	297
Balance at end of period	28,353		25,226	25,784
BALANCE OF EQUITY AT END OF PERIOD	78,906		62,053	75,856
Total income and expense for the period	2,936		3,929	17,250

(a) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

The accompanying notes form part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT
For the nine months ended 31 March 2008

	2007-08		2006-07			
	Note	Three Months to 31 March	Nine Months to 31 March	Three Months to 31 March	Nine Months to 31 March	Twelve Months to 30 June ^(a)
		\$m	\$m	\$m	\$m	\$m
CASH FLOWS FROM OPERATING ACTIVITIES						
<i>Receipts</i>						
Taxation		1,410	4,622	1,404	3,930	5,276
Territorial revenue		570	1,719	575	1,648	2,156
Regulatory fees and fines		129	432	125	381	484
Sale of goods and services		1,936	6,078	1,720	5,462	7,246
Grants and subsidies received		1,923	5,470	1,867	5,319	7,017
Interest received		85	246	62	191	266
GST receipts on sales		171	457	96	369	566
GST receipts from taxation authority		187	616	178	547	748
Other receipts		353	973	293	884	1,226
<i>Payments</i>						
Salaries, wages and other benefits	(1,800)	(1,800)	(5,497)	(1,579)	(4,996)	(6,826)
Superannuation paid	(263)	(263)	(801)	(237)	(692)	(962)
Finance cost paid	(7)	(7)	(45)	(13)	(46)	(80)
Grants and subsidies paid	(905)	(905)	(2,580)	(829)	(2,362)	(3,027)
GST payments on purchases	(309)	(309)	(964)	(268)	(874)	(1,222)
GST payments to taxation authority	(49)	(49)	(135)	(43)	(112)	(127)
Contract services paid	(504)	(504)	(1,688)	(409)	(1,371)	(1,926)
Other payments	(1,813)	(1,813)	(5,285)	(1,564)	(4,873)	(6,466)
Net cash flows from operating activities		1,115	3,619	1,378	3,405	4,348
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from sale of non-current physical assets		33	216	39	161	211
Purchase of non-current physical assets	(1,010)	(1,010)	(3,081)	(934)	(2,795)	(3,890)
Proceeds from sale of investments		59	182	11	126	158
Purchase of investments	(13)	(13)	(152)	38	(78)	(153)
Other receipts		3	(15)	(7)	26	17
Other payments	(31)	(31)	(47)	(3)	(48)	(67)
Net cash flows used in investing activities		(959)	(2,898)	(856)	(2,608)	(3,724)
CASH FLOWS FROM FINANCING ACTIVITIES						
Proceeds from borrowings		-	-	-	-	-
Repayment of borrowings		1	(1)	-	-	(13)
Other proceeds		2	33	26	152	142
Other repayments	(32)	(32)	(56)	(6)	(27)	(64)
Net cash flows from financing activities		(31)	(24)	20	124	65
NET CASH FLOWS/(OUTFLOWS) FROM PUBLIC FINANCIAL CORPORATIONS	9	368	271	452	421	614
NET INCREASE/ (DECREASE) IN CASH HELD		493	967	994	1,343	1,304
CASH ASSETS AT THE BEGINNING OF THE PERIOD		6,773	6,299	5,343	4,995	4,995
CASH ASSETS AT THE END OF THE PERIOD		7,266	7,266	6,338	6,338	6,299

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

The accompanying notes form part of these financial statements.

Notes to the Consolidated Financial Statements for the Nine Months Ended 31 March 2008

1. Statement of significant accounting policies

(a) *The reporting entity*

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

(b) *Basis of Preparation*

This general purpose financial report for the nine months ended 31 March 2008 is a requirement of the *Government Financial Responsibility Act 2000*, and has been prepared in accordance with Accounting Standard AASB 134: *Interim Financial Reporting*, AAS 31: *Financial Reporting by Government*, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (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 2007, presented in Appendix 6 of the 2006-07 *Annual Report on State Finances* (ARSF) released on 26 September 2007. The accounting policies adopted in this publication are consistent with those outlined in the 2006-07 ARSF, which are described in detail in Note 3: *Summary of Significant Accounting Policies* in Appendix 6 of the 2006-07 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.

(c) *Unaudited data*

The Interim Consolidated Financial Statements are not subject to audit

NOTE 2. TAXATION REVENUE

	2007-08		2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
Stamp duty	686	2,360	705	2,161	2,927
Payroll tax	453	1,399	383	1,157	1,559
Motor vehicle's and drivers' licences	117	355	110	325	440
Gambling taxes and licences	21	61	19	54	77
Land tax	-	408	81	373	371
Other taxes and licences	5	87	29	72	76
Total	1,283	4,671	1,327	4,141	5,449

(a) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

NOTE 3. SALE OF GOODS AND SERVICES

	2007-08		2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
Revenue from sale of goods	1,307	3,535	1,423	4,175	4,299
Revenue from the provision of services	875	2,534	455	1,262	3,196
Total	2,181	6,069	1,877	5,436	7,495

(a) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

NOTE 4. GRANTS AND SUBSIDIES

	2007-08		2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
Commonwealth grants	1,911	5,257	1,839	5,257	6,915
Other grants and subsidies	23	221	31	74	105
Total	1,935	5,478	1,871	5,331	7,020

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

NOTE 5. OTHER EXPENSES

	2007-08		2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
Betting dividend payouts	304	959	311	928	1,234
Health sector specific expenses	229	667	205	592	812
Education sector specific expenses	80	268	92	234	328
Insurance claims expenses	131	389	139	401	478
Contract services expense	459	1,494	405	1,231	1,841
Other	322	905	378	900	1,408
Total	1,525	4,681	1,530	4,287	6,100

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

NOTE 6. RECEIVABLES

	2007-08	2006-07	
	31 March \$m	31 March \$m	30 June ^(a) \$m
<i>Current</i>			
Accounts Receivables	3,744	2,965	2,887
Provision for impairment of receivables	(170)	(117)	(156)
Total Current	3,574	2,848	2,731
<i>Non-current</i>			
Accounts Receivables	310	264	302
Provision for impairment of receivables	(1)	-	(1)
Total Non-current	309	264	301

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

NOTE 7. OTHER FINANCIAL ASSETS

	2007-08	2006-07	
	31 March \$m	31 March \$m	30 June ^(a) \$m
Current			
<i>Investments</i>			
Unlisted/Listed shares	994	1,107	1,161
Term deposits	7,502	7,046	6,972
Government securities	234	247	248
<i>Total</i>	8,731	8,400	8,381
<i>Loans and advances</i>			
Non-government schools	18	6	26
Other	47	28	260
<i>Total</i>	65	34	287
Total current	8,796	8,433	8,668
Non-current			
<i>Investments</i>			
Property	399	-	-
Government securities	155	172	172
Other investments	351	151	191
<i>Total</i>	905	323	363
<i>Loans and advances</i>			
Homebuyers	1,364	1,311	1,253
Non-government schools	164	227	160
GESB	506	529	523
Other	409	447	126
<i>Total</i>	2,443	2,514	2,062
Total non-current	3,347	2,837	2,425

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

NOTE 8. BORROWINGS

	2007-08	2006-07	
	31 March \$m	31 March \$m	30 June ^(a) \$m
Current			
Bank overdrafts	54	78	78
Finance leases	21	14	22
Liability to the Commonwealth Government	13	13	13
Domestic and foreign borrowings	6,204	5,610	5,539
Total current	6,293	5,715	5,652
Non-current			
Finance leases	382	393	362
Liability to the Commonwealth Government	510	523	510
Domestic and foreign borrowings	8,426	8,036	8,160
Total non-current	9,317	8,952	9,032

(a) Consistent with final audited data contained in the 2006-07 Annual Report on State Finances, released 26 September 2007.

NOTE 9. STATEMENT OF CASH FLOWS OF PUBLIC FINANCIAL CORPORATIONS

	2007-08		2006-07		
	Three Months to 31 March \$m	Nine Months to 31 March \$m	Three Months to 31 March \$m	Nine Months to 31 March \$m	Twelve Months to 30 June ^(a) \$m
<i>Cash flows from operating activities</i>					
Interest received	76	294	122	298	355
Premiums received	93	285	95	283	383
GST received on sales	10	44	10	40	50
GST received from taxation authority	6	24	6	24	32
Other receipts	102	198	25	96	129
Salaries, wages and other benefits paid	(7)	(22)	(6)	(19)	(27)
Superannuation paid	(1)	(2)	(1)	(2)	(2)
Borrowing costs paid	(86)	(413)	(39)	(351)	(580)
Claims paid	(93)	(297)	(88)	(306)	(389)
GST paid on purchases	(6)	(22)	(6)	(22)	(32)
GST paid to taxation authority	(10)	(45)	(9)	(41)	(50)
Other payments	(7)	(67)	(9)	(61)	(65)
Net cash flows used in operating activities	77	(21)	100	(61)	(196)
<i>Cash flows from investing activities</i>					
Purchase of non-current physical assets	(1)	(7)	(1)	(2)	(7)
Proceeds from investments	961	2,188	1,182	2,932	3,860
Purchase of investments	(534)	(2,159)	(992)	(2,740)	(3,528)
Net cash flows used in investing activities	426	21	189	189	326
<i>Cash flows from financing activities</i>					
Proceeds from borrowings	2,476	8,679	2,616	8,579	8,681
Repayments of borrowings	(2,611)	(8,408)	(2,452)	(8,287)	(8,196)
Net cash flows from financing activities	(135)	271	163	292	(485)
Net cash flows from public financial corporations	368	271	452	421	614

(a) Consistent with final audited data contained in the 2006-07 *Annual Report on State Finances*, released 26 September 2007.

In accordance with AAS31, the net cash flows of the public financial corporations sector are disclosed in the Consolidated Statement of Cash Flows separately to the other cash flows from operating, investing and financing activities of the general government and public non-financial corporations sectors.

NOTE 10. DETAILS OF AGENCIES CONSOLIDATED

The agencies included in these financial statements were detailed in Note 38, Composition of Sectors in the *Annual Report on State Finances* for the year ended 30 June 2007. Changes since that date are:

- The Chemistry Centre (WA) was established with effect from 1 August 2007.
- The Commissioner for Children and Young People was established with effect from 10 March 2008.
- The Waters and Rivers Commission was abolished and replaced by the Department of Water with effect from 1 February 2008.

NOTE 11. CONTINGENT LIABILITIES

There have been no material changes in contingent liabilities since the issue of the *Annual Report on State Finances* for the year ended 30 June 2007.

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 31 March 2008 increased by \$489 million compared with 31 March 2007. This reflects the combined impact of a \$1,689 million increase in the Treasurer's Special Purpose Accounts and a \$1,215 million increase in the Consolidated Account deficit.

Table 4.1

PUBLIC LEDGER BALANCES AT 31 MARCH

	2008 \$m	2007 \$m
THE PUBLIC LEDGER		
Consolidated Account ^(a)	(3,322)	(2,107)
Treasurer's Special Purpose Accounts	4,425	2,736
Treasurer's Advance Account – Net Advances	(31)	(46)
Total	1,072	583

(a) The balance of the Consolidated Account at 31 March 2008 includes non-cash appropriations of \$3,090 million (31 March 2007: \$2,541 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 \$3,322 million at 31 March 2008. This included \$3,090 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 \$232 million at 31 March 2008, compared with a cash surplus of \$434 million in March 2007.

Cash balances vary significantly through the year, depending on the timing of receipts into, and payments from, the Account. The cash deficit at 31 March 2008 is largely due to the impact of the one-off transfer of \$1,089 million in cash on 4 October 2007 to the Fiona Stanley Hospital Construction Account. This fund has been established by statute for the debt-free construction of the Fiona Stanley Hospital to be built at Murdoch.

Table 4.2

CONSOLIDATED ACCOUNT TRANSACTIONS

For the nine months ended 31 March

	2008 \$m	2007 \$m
REVENUE		
<i>Operating Activities</i>		
Taxation	4,293	3,688
Commonwealth Grants	3,012	2,988
Government Enterprises	365	300
Revenue from other agencies	3,020	2,818
Other	130	1,235
<i>Total Operating Activities</i>	<i>10,820</i>	<i>11,029</i>
<i>Financing Activities</i>		
Repayments of Recoverable Advances	9	10
Transfers from the Public Bank Account		
Interest Earned Account	48	52
Transfers from other trusts:		
Bankwest Pension Trust	2	2
Other Trusts	9	4
<i>Total Financing Activities</i>	<i>68</i>	<i>68</i>
TOTAL REVENUE	10,888	11,097
EXPENDITURE		
<i>Recurrent</i>		
Authorised by Other Statutes	986	859
Appropriation Act (No. 1)	9,341	9,526
Unforeseen Expenditure authorised by Statute	31	22
<i>Total Recurrent Expenditure</i>	<i>10,358</i>	<i>10,407</i>
<i>Investing Activities</i>		
Authorised by Other Statutes	80	37
Appropriation Act (No. 2)	2,351	1,936
Unforeseen Expenditure authorised by Statute	65	-
<i>Total Investing Activities</i>	<i>2,496</i>	<i>1,973</i>
<i>Financing Activities</i>		
Capital repayments	-	49
Other financing	3	4
<i>Total Financing Activities</i>	<i>3</i>	<i>53</i>
TOTAL EXPENDITURE	12,857	12,433
NET MOVEMENT (REVENUE LESS EXPENDITURE)	(1,969)	(1,336)
Consolidated Account Balance		
Opening balance at 1 July	(1,352)	(771)
Closing balance at 31 March	(3,322)	(2,107)
Of which:		
Appropriations payable	(3,090)	(2,541)
Cash balance at 31 March	(232)	434

Note: Columns may not add due to rounding.

Treasurer’s Special Purpose Accounts

The Treasurer’s Special Purpose Accounts (TSPA) consist 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 \$1,689 million increase in the TSPA largely reflects the balance held in the Fiona Stanley Hospital Construction Account (\$1,089 million) and an increase of \$549 million in the Holding Account balances for accrual appropriations to agencies (including appropriations payable for depreciation and accrued leave entitlements).

Table 4.3

TREASURER’S SPECIAL PURPOSE ACCOUNTS AT 31 MARCH

	2008 \$m	2007 \$m
Agency Holding Accounts	3,090	2,541
Other Special Purpose Accounts	1,335	195
TREASURER’S SPECIAL PURPOSE ACCOUNTS AT 31 MARCH	4,425	2,736

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 appropriation funding for unforeseen and/or extraordinary events during the year (known as 'excesses and new items').

A total of \$750 million has been authorised for the year ending 30 June 2008, compared with a \$365 million authorised limit for 2006-07.

Of the \$750 million authorised limit for 2007-08, \$30.6 million was held at 31 March 2008 in the form of net unrecouped advances (see Table 4.4) and \$96.4 million against increases in recurrent and capital appropriations (see Table 4.5).

TREASURER'S ADVANCE AT 31 MARCH		
	2008 \$m	2007 \$m
AUTHORISED LIMIT	750.0^(a)	365.0
Total Drawn Against Treasurer's Advance Account	127.0	68.6
Comprising:		
Net recoverable balances as at 31 March (see below)	30.6	46.1
Excesses and New Items (see Table 4.5)		
- recurrent	30.9	22.3
- capital	65.5	0.2
NET RECOVERABLE BALANCES		
Appeals Cost Board	1.1	1.1
Public Sector Standards Commissioner – CEO selection	0.5	0.5
Electoral Distribution Commission	3.5	0.4
Energy Smart Government Program	1.9	2.9
Gas Review Board	0.5	0.5
Medical Radiation Technologists Registration Board	0.1	0.1
Ministerial Air Service	-	6.1
Perry Lakes Redevelopment Project	-	2.6
Planning and Infrastructure	2.0	2.0
Telethon Donation	1.0	1.0
Works and Services	20.0	30.0
TOTAL RECOVERABLE TREASURER'S ADVANCES	30.6	46.1

(a) The original limit for the year ending 30 June 2008, as authorised by section 29 of the FMA, was \$436.5 million. However, this was increased to \$750 million by the *Treasurer's Advance Authorisation Act 2008*, which received Royal Assent on 14 April 2008.

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).

Transfers of appropriations between agencies were for the following purposes:

- \$24.0 million from the recently abolished Waters and Rivers Commission, consisting of unexpended appropriations for the delivery of services (\$22.2 million), *Salaries and Allowances Act 1975* funding (\$0.1 million) and capital appropriations (\$1.7 million), following the creation of the Department of Water;
- \$13.2 million from the Department of the Attorney General to the Department of Corrective Services for the ongoing realignment of funding for the Court Security and Custodial Services contract;
- \$4.3 million from the Department for Child Protection to the Department for Communities reflecting the transfer of responsibility for various functions following the Ford Review;
- \$3.1 million (consisting of \$2.7 million and \$0.4 million for recurrent and capital purposes respectively) from the Department of Industry and Resources to the Chemistry Centre (WA) for the establishment of the Chemistry Centre as a statutory authority;
- \$2.7 million from the Office of Native Title to the Kimberley Development Commission for administering the Ord Enhancement Scheme;
- \$1.4 million from the Department of the Attorney General to the Commissioner for Children and Young People (CCYP) to facilitate the establishment of the Office of the CCYP;
- \$0.4 million from the Department of Sport and Recreation to the Fire and Emergency Services Authority for the transfer of responsibility for support to Surf Life Saving Western Australia;
- \$0.3 million from the Department of Environment and Conservation to the Department of Treasury and Finance for the transfer of the operations of the National Emissions Trading Scheme; and
- \$0.2 million from the Waters and Rivers Commission to the Department of Environment and Conservation for the management of wetlands.

Table 4.5

TRANSFERS, EXCESSES AND NEW ITEMS
For the nine months to 31 March 2008

	Budget	Transfers ^(a)	Treasurer's Advance			Drawn against Treasurer's Advance to date
			New Items	Excesses	Revised Appropriation	
	\$m	\$m	\$m	\$m	\$m	\$m
Recurrent Appropriations						
<i>Treasury and Finance</i>						
Item 9: Delivery of Services	108.1	0.3	-	-	108.4	-
Item 21: First Home Owners' Assistance	114.5	-	-	4.0	118.5	-
Item 28: Provision for Unfunded Liabilities in the Government Insurance Fund	2.3	-	-	3.7	6.0	0.6
Item 30: Refunds of Past Years Revenue Collections – All Other	34.0	-	-	13.0	47.0	-
Item 32: State Property – Emergency Services Levy	9.0	-	-	3.0	12.0	3.0
New Item: Matrix Fleet Leasing - Tax Settlement	-	-	14.0	-	14.0	14.0
<i>Office of Native Title</i>						
Item 38: Delivery of Services	30.8	(2.7)	-	-	28.1	-
<i>Economic Regulation Authority</i>						
Item 40: Delivery of Services	4.8	-	-	2.2	7.0	-
<i>Industry and Resources</i>						
Item 42: Delivery of Services	168.0	(2.7)	-	-	165.3	-
<i>Chemistry Centre</i>						
New Item: Delivery of Services	-	2.7	-	-	2.7	-
<i>Rural Business Development Corporation</i>						
Item 46: Delivery of Services	2.9	-	-	13.1	16.1	11.3
<i>Goldfields-Esperance Development Commission</i>						
Item 54: Delivery of Services	1.6	-	-	0.5	2.1	-
<i>Fire and Emergency Services Authority</i>						
Item 56: Delivery of Services	30.6	0.4	-	-	31.0	-

(a) Authorised under section 25 of the FMA.

(b) Amount less than \$50,000.

TRANSFERS, EXCESSES AND NEW ITEMS
For the nine months to 31 March 2008

	<u>Treasurer's Advance</u>					Drawn against Treasurer's Advance to date \$m
	Budget \$m	Transfers ^(a) \$m	New Items \$m	Excesses \$m	Revised Appropriation \$m	
Recurrent Appropriations						
<i>Waters and Rivers</i>						
<i>Commission</i>						
Item 58: Delivery of Services	60.4	(22.4)	-	-	38.0	-
Salaries and Allowances Act 1975	0.2	(0.1)	-	-	0.1	-
Item 148: Capital Contribution	4.3	(1.7)	-	-	2.6	-
<i>Department of Water</i>						
New Item: Delivery of Services	-	22.2	-	-	22.2	-
Salaries and Allowances Act 1975	-	0.1	-	-	0.1	-
New Item: Capital Contribution	-	1.7	-	-	1.7	-
<i>Sport and Recreation</i>						
Item 60: Delivery of Services	33.4	(0.4)	-	-	33.1	-
<i>Attorney General</i>						
Item 63: Delivery of Services	185.2	(14.6)	-	-	170.7	-
<i>Commissioner for Children and Young People</i>						
New Item : Delivery of Services	-	1.4	-	-	1.4	-
<i>Office of the Information Commissioner</i>						
Item 69: Delivery of Services	1.0	-	-	0.2	1.2	-
<i>Heritage Council of Western Australia</i>						
Item 81: Delivery of Services	4.9	-	-	1.2	6.1	-
<i>South West Development Commission</i>						
Item 101: Delivery of Services	8.9	-	-	- ^(b)	8.9	-

(a) Authorised under section 25 of the FMA.

(b) Amount less than \$50,000.

Table 4.5 (cont.)

TRANSFERS, EXCESSES AND NEW ITEMS
For the nine months to 31 March 2008

	Budget	Transfers ^(a)	Treasurer's Advance			Drawn against Treasurer's Advance to date
			New Items	Excesses	Revised Appropriation	
	\$m	\$m	\$m	\$m	\$m	\$m
Recurrent Appropriations						
<i>Kimberley Development Commission</i>						
Item 104: Delivery of Services	1.6	2.7	-	-	4.3	-
<i>Corrective Services</i>						
Item 107: Delivery of Services	417.2	13.2	-	-	430.4	-
<i>Environment and Conservation</i>						
Item 110: Delivery of Services	182.9	(0.1)	-	-	182.8	-
<i>Peel Development Commission</i>						
Item 115: Delivery of Services	2.8	-	-	2.1	4.9	2.1
<i>Child Protection</i>						
Item 116: Delivery of Services	241.2	(3.7)	-	-	237.5	-
Item 117: Contribution to the Western Australian Family Foundation Trust Account	0.6	(0.6)	-	-	-	-
<i>Communities</i>						
Item 118: Delivery of Services	30.1	3.7	-	-	33.8	-
New Item: Contribution to the Western Australian Family Foundation Trust Account	-	0.6	-	-	0.6	-
Total Recurrent		-	14.0	43.1	-	31.0

(a) Authorised under section 25 of the FMA.

(b) Amount less than \$50,000.

Table 4.5 (cont.)

TRANSFERS, EXCESSES AND NEW ITEMS
For the nine months to 31 March 2008

	Budget \$m	Transfers ^(a) \$m	Treasurer's Advance			Drawn against Treasurer's Advance to date \$m
			New Items \$m	Excesses \$m	Revised Appropriation \$m	
Capital Appropriations						
<i>Legislative Council</i>						
Item 119: Capital Contribution	1.0	-	-	0.9	1.9	0.9
<i>Parliamentary Services</i>						
Item 120: Capital Contribution	0.5	-	-	0.4	0.9	0.4
<i>Treasury and Finance</i>						
Item 134: Housing Authority	64.7	-	-	43.3	108.0	31.3
New Item: Broome Port Authority	-	-	1.6	-	1.6	-
<i>Industry and Resources</i>						
Item 141: Capital Contribution	15.3	(0.4)	-	-	14.9	-
<i>Public Transport Authority</i>						
Item 164: Capital Contribution	74.6	-	-	50.4	125.0	32.9
<i>Chemistry Centre</i>						
New Item: Capital Contribution	-	0.4	-	-	0.4	-
Total Capital		-	1.6	95.0	-	65.5
TOTAL		-	15.6	138.1	-	96.4

(a) Authorised under section 25 of the FMA.

(b) Amount less than \$50,000.

Further information for new items and approved excesses is provided below.

Treasury and Finance

Item 21: **First Home Owners' Assistance** (\$4.0 million) for an increase in the number of payments to applicants of the First Home Owners' Assistance grant.

Item 28: **Provision for Unfunded Liabilities in the Government Insurance Fund** (\$3.7 million) for the reimbursement of unfunded claims by agencies, paid by the Insurance Commission of Western Australia.

Item 30: **Refunds of Past Years Revenue Collections – All Other** (\$13.0 million) for an increase in the number and magnitude of eligible refunds of conveyance duty and land tax revenue.

Item 32: **State Property – Emergency Services Levy** (\$3.0 million) for the increase in the Emergency Services Levy assessed on State owned land.

New Item: **Matrix Fleet Leasing – Tax Settlement** (\$14.0 million) for payment to the Australian Taxation Office for the full and final settlement of all tax matters relating to the termination of the Matrix vehicle fleet leasing transaction.

Economic Regulation Authority

Item 40: **Net amount appropriated to deliver services** (\$2.2 million) for additional ongoing funding to meet current policy pressures associated with increased regulatory functions.

Rural Business Development Corporation

Item 46: **Net amount appropriated to deliver services** (\$13.1 million) for the payment of 2007 Dry Season grants (\$9.1 million) and for the Ord Sugar Industry Assistance Scheme (\$4.0 million).

Goldfields-Esperance Development Commission

Item 54: **Net amount appropriated to deliver services** (\$0.5 million) for the Esperance Recovery Campaign to revitalise the Esperance region as a tourist destination.

Office of the Information Commissioner

Item 69: **Net amount appropriated to deliver services** (\$0.2 million) for additional funding to cover increases in accommodation leases.

Heritage Council of Western Australia

Item 81: **Net amount appropriated to deliver services** (\$1.2 million) for the restoration of St Mary's Cathedral (\$1.0 million) and for an ex-gratia payment (\$0.2 million).

South West Development Commission

Item 101: **Net amount appropriated to deliver services** for higher salaries for employees covered by the Public Service General Agreement (\$32,000).

Peel Development Commission

Item 115: **Net amount appropriated to deliver services** (\$2.1 million) to fund repairs to the infrastructure of the Hotham Valley Tourist Railway between Alumina Junction and Dwellingup.

Legislative Council

Item 119: **Capital Contribution** (\$0.9 million) for the fit-out of the new Legislative Council Committee offices.

Parliamentary Services

Item 120: **Capital Contribution** (\$0.4 million) for the funding of the Parliamentary Chambers air-conditioning and Legislative Assembly seating upgrade projects.

Treasury and Finance

Item 134: **Housing Authority** (\$43.3 million) for additional public housing, land releases and crisis care initiatives.

New Item: **Broome Port Authority** (\$1.6 million) for the completion of the port's fender and deck project.

Public Transport Authority

Item 164: **Capital Contribution** (\$50.4 million) for the completion of the New MetroRail project.