

**2001-02  
QUARTERLY FINANCIAL RESULTS REPORT  
NINE MONTHS ENDING 31 MARCH 2002**

**TABLE OF CONTENTS**

	<b>Page</b>
<b>FOREWORD</b>	1
<b>NINE MONTHS TO 31 MARCH 2002 OVERVIEW</b>	3
<b>Summary</b> .....	3
<b>General Government</b> .....	3
<b>Total Public Sector</b> .....	5
<b>Appendix 1: Government Finance Statistics</b>	6
<b>Appendix 2: General Government Monthly Financial Results – March 2002</b>	14
<b>Appendix 3: Interim Consolidated Financial Statements</b>	18



# Foreword

This *Quarterly Financial Results Report* (QFRR) provides the Government's financial results for the nine months to 31 March 2002.

The QFRR includes comparative results for the following periods and sectors:

- general government sector operating and cash flow statements for the month of March 2002 and March 2001;
- full financial statements for the general government and total public sectors for the three months to 31 March 2002 and to 31 March 2001;
- full financial statements for the general government and total public sectors for the nine months to 31 March 2002 and to 31 March 2001; and
- full financial statements for the general government and total public sectors for the full year to 30 June 2001 and projections to 30 June 2002.

The focus of the last three State budgets has been the government finance statistics (GFS) operating result for the general government sector. The GFS presentation in this report can be compared directly with the format of the budget and includes operating statement, balance sheet and cash flow information for the general government and total public sectors.

An Australian Accounting Standards (AAS) compliant series of results is also presented, permitting comparison with the State's accounting series which began in 1993-94.

Appendix 3 includes interim financial statements for the total public sector that are prepared in accordance with accounting standard AASB 1029: *Interim Financial Reporting*. Unlike the *Government of Western Australia Consolidated Financial Statements* (CFS), which are prepared annually in accordance with accounting standard AAS 31: *Financial Reporting by Governments*, the QFRR is not audited.

*Foreword*

The 2000-01 annual results appearing in this document are consistent with the final public sector agency financial statements used to prepare the audited 2000-01 CFS, released 28 March 2002. GFS annual results and projections appearing in this document are consistent with those appearing in the 2002-03 Budget, released 16 May 2002.

# **Nine Months to 31 March 2002 Overview**

## **Summary**

On a GFS basis, the general government and total public sectors recorded surpluses in the nine months to 31 March 2002. The State's net worth grew consistently through the first three quarters of the financial year and the balance sheet remains in a sound position.

The results for the nine months to 31 March 2002 are consistent with performance for the same period in 2000-01. On the expectation that the same broad pattern of revenue and expenses in the last quarter of 2000-01 will be repeated in the June 2002 quarter, the results in this report are also broadly consistent with the estimated outcome for 2001-02 published in the 2002-03 Budget.

## **General Government**

The general government sector reported a \$427.8 million net operating surplus for the nine months to 31 March 2002. This compares with a \$357.2 million surplus for the same period the previous year.

Revenue in the nine months to 31 March 2002 totalled \$8,457.6 million, up \$563.1 million (7.1%) relative to the same period the previous year. The main sources of increased revenue were:

- higher Commonwealth funding (up \$540.1 million), with the principal increases relative to the same period a year earlier in GST and First Home Owners Grants, once-off national rail funding, competition reform grants and tied grants (particularly for education, health and local government);
- higher taxation revenue (up \$114.1 million), with stamp duties on insurance and conveyancing showing strong performance through the year; and

## Overview

- a \$25.5 million increase in royalties (principally iron ore).

Offsetting these revenue increases were:

- a \$99.1 million decrease in income from public corporations, largely reflecting the impact of the sale of AlintaGas in 2000-01; and
- a \$38.2 million decrease in goods and services income (due to the restructure of plantation operations in November 2001, these operations were transferred out of general government to the new Forest Products Commission, a public corporation).

At \$8,029.8 million, expenses for the nine months to 31 March 2002 were \$492.6 million higher than for the same period in 2000-01. Increases in salaries costs, and the timing of grants payments, particularly Community Service Obligation payments to public corporations (for water, rail and land development purposes) and local government and non-government schools funding on-passed from the Commonwealth, were primarily responsible for the increase in expenses.

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### SUMMARY OF GENERAL GOVERNMENT FINANCES NINE MONTHS TO 31 MARCH 2002

	2001-02			2000-01		
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
Net operating balance	27.8	427.8	118.6	-40.5	357.2	167.1
Net worth		32,921.0	32,795.4		32,934.0	32,204.3
Increase in cash balances	-60.7	-424.5	-523.2	-217.8	224.2	397.4
<i>Memorandum items</i>						
Net lending	-14.6	182.6	9.4	-177.4	-18.3	-402.7
Net debt		739.9	993.1		569.2	458.5
GFS cash surplus	23.6	-202.1	-380.0	-186.3	-242.7	-128.3

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Net worth of the sector has increased by \$716.7 million since 30 June 2001. Almost half of this increase (\$324.1 million) comes from increases in the stock and value of the State's fixed assets holdings. Increases in receivables and equity holdings in public corporations, partially offset by lower cash investments, were also significant in the rise in net worth over the period.

## Total Public Sector

The total public sector recorded a GFS net operating surplus of \$656.3 million for the first three quarters of 2001-02, up on the surplus for the same period a year earlier.

This outcome reflects the operating surplus of the general government sector discussed above (\$427.8 million), and surpluses in the public corporations sectors. For the nine months to 31 March 2002, the public non-financial corporations sector recorded a surplus of \$147.5 million, contrasting with a deficit recorded in the same period the previous year. The public financial corporations sector recorded a surplus of \$81.0 million in the nine months to 31 March 2002, down on the surplus recorded in the same period the previous year. This outcome is due mainly to the net return on financial investments and loans undertaken by this sector.

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### SUMMARY OF TOTAL PUBLIC SECTOR FINANCES NINE MONTHS TO 31 MARCH 2002

	2001-02			2000-01		
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
Net operating balance	190.8	656.3	355.7	8.9	525.9	443.3
Net worth		32,921.0	32,795.4		32,878.6	32,204.8
Increase in cash balances	669.3	-529.5	-477.0	-277.4	-766.0	-52.4
<i>Memorandum items</i>						
Net lending	171.7	-146.4	-75.9	-387.5	-498.7	-463.2
Net debt		4,559.5	5,272.1		4,518.3	4,381.1
GFS cash surplus	132.2	-10.0	-635.2	-279.2	-784.5	-661.1

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

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Under GFS standards, the State's total public sector net worth is equivalent to general government net worth, as the net worth of the public corporations is included as assets of general government<sup>1</sup>.

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<sup>1</sup> Minor consolidation differences may result in small discrepancies between the net worth aggregate calculated for the two sectors.

## 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, although the UPF does not require presentation of quarterly statistics.

#### Contents

##### **General Government**

Table 1.1: Operating Statement .....	7
Table 1.2: Balance Sheet at end of Period .....	8
Table 1.3: Cash Flow Statement .....	9
Table 1.4: Taxation Revenue .....	10

##### **Total Public Sector**

Table 1.5: Operating Statement .....	11
Table 1.6: Balance Sheet at end of Period .....	12
Table 1.7: Cash Flow Statement .....	13



Table 1.1

**GENERAL GOVERNMENT**  
**Operating Statement**

	2001-02			2000-01		
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>REVENUE</b>						
Taxation	679.3	2,325.0	2,965.4	614.8	2,210.9	2,891.6
Current grants and subsidies	1,411.6	4,055.1	5,214.2	1,248.8	3,552.0	4,781.2
Capital grants	84.5	249.1	272.7	118.0	212.1	276.9
Sales of goods and services	231.8	602.1	896.0	142.7	640.3	863.3
Interest income	27.0	88.7	117.8	42.0	104.7	141.9
Revenue from public corporations						
Dividends	71.8	278.2	411.0	67.1	281.0	400.0
Tax equivalent payments	33.3	213.3	220.0	60.9	309.7	366.4
Royalty income	143.2	458.8	639.5	138.3	433.3	685.6
Other	60.9	187.2	233.5	39.2	150.4	189.6
<b>Total</b>	<b>2,743.4</b>	<b>8,457.6</b>	<b>10,970.2</b>	<b>2,471.8</b>	<b>7,894.4</b>	<b>10,596.5</b>
<b>EXPENSES</b>						
Gross operating expenses						
Salaries	1,008.2	3,063.1	4,135.1	974.7	2,923.2	3,953.3
Depreciation and amortisation	125.9	358.7	499.6	109.2	327.2	452.0
Superannuation	91.7	272.2	364.3	72.5	244.2	358.7
Other	665.4	1,883.8	2,709.1	572.8	1,857.6	2,809.8
Nominal superannuation interest	69.4	208.2	277.6	76.9	228.1	304.1
Other interest	51.7	157.0	226.3	67.0	176.6	239.5
Other property expenses	-	-	-	-	-	-
Current transfers	623.6	1,832.7	2,411.2	568.3	1,601.5	2,048.9
Capital transfers	79.6	254.1	228.5	70.9	178.9	263.1
<b>Total</b>	<b>2,715.6</b>	<b>8,029.8</b>	<b>10,851.6</b>	<b>2,512.3</b>	<b>7,537.2</b>	<b>10,429.4</b>
<b>NET OPERATING BALANCE</b>	<b>27.8</b>	<b>427.8</b>	<b>118.6</b>	<b>-40.5</b>	<b>357.2</b>	<b>167.1</b>
<b>NET ACQUISITION OF NON-FINANCIAL ASSETS</b>						
Gross fixed capital formation	183.1	570.1	627.0	232.8	681.6	1,017.4
less depreciation	154.1	386.9	499.6	109.2	327.2	452.0
plus change in inventories	3.8	6.5	-2.2	4.3	4.3	-5.9
plus other movements in non-financial assets	9.7	55.5	-16.0	8.9	16.9	10.2
<b>Total</b>	<b>42.5</b>	<b>245.2</b>	<b>109.2</b>	<b>136.9</b>	<b>375.5</b>	<b>569.8</b>
<b>NET LENDING/BORROWING</b>	<b>-14.6</b>	<b>182.6</b>	<b>9.4</b>	<b>-177.4</b>	<b>-18.3</b>	<b>-402.7</b>
<b>Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards (AAS)</b>						
<b>NET OPERATING BALANCE</b>	<b>27.8</b>	<b>427.8</b>	<b>118.6</b>	<b>-40.5</b>	<b>357.2</b>	<b>167.1</b>
Less provisions for doubtful debts	-	-	0.2	-	-	26.4
plus net gains on assets (including derivatives)	50.3	59.7	107.2	20.9	437.9	709.6
plus capitalised interest	-	-	-	-0.3	-	-
less revaluation of superannuation liabilities	-	63.5	63.5	-	-	70.1
plus all other adjustments	11.7	9.7	-	10.0	-8.4	-20.3
<b>AAS OPERATING RESULT</b>	<b>89.9</b>	<b>433.7</b>	<b>162.0</b>	<b>-10.0</b>	<b>786.7</b>	<b>760.0</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.2

**GENERAL GOVERNMENT**  
Balance Sheet at End of Period

	2001-02		2000-01	
	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>ASSETS</b>				
<i>Financial assets</i>				
Cash and deposits	179.3	180.2	267.9	180.2
Advances paid	884.2	862.0	866.4	862.0
Investments, loans and placements	1,265.6	1,570.9	1,349.8	1,570.9
Other non-equity assets	1,226.6	759.4	945.4	759.4
Equity	15,399.9	15,208.5	15,081.3	15,208.5
<b>Total</b>	<b>18,955.7</b>	<b>18,581.1</b>	<b>18,510.9</b>	<b>18,581.1</b>
<i>Non-Financial assets</i>				
Land and fixed assets	23,845.3	23,469.5	23,727.7	23,469.5
Other non-financial assets	4.1	55.8	202.7	55.8
<b>Total</b>	<b>23,849.3</b>	<b>23,525.2</b>	<b>23,930.4</b>	<b>23,525.2</b>
<b>TOTAL ASSETS</b>	<b>42,805.0</b>	<b>42,106.3</b>	<b>42,441.2</b>	<b>42,106.3</b>
<b>LIABILITIES</b>				
Deposits held	262.6	227.0	231.8	222.0
Advances received	605.3	593.3	631.2	620.4
Borrowings	2,201.0	2,214.8	2,190.3	2,229.3
Unfunded superannuation liabilities	5,257.6	5,246.9	5,074.6	5,192.9
Other employee entitlements and provisions	1,020.6	1,104.2	959.4	1,055.3
Non-equity liabilities	536.8	423.1	420.0	582.2
<b>TOTAL LIABILITIES</b>	<b>9,884.0</b>	<b>9,809.4</b>	<b>9,507.3</b>	<b>9,902.0</b>
<b>NET WORTH</b>	<b>32,921.0</b>	<b>32,795.4</b>	<b>32,934.0</b>	<b>32,204.3</b>
<i>Memorandum Item: Net Debt</i>	739.9	993.1	569.2	458.5
<b>Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards</b>				
<b>NET WORTH</b>	<b>32,921.0</b>	<b>32,795.4</b>	<b>32,934.0</b>	<b>32,204.3</b>
less equity (net worth) of PNC and PFC sectors	15,334.2	15,471.8	15,083.6	15,153.3
less all other adjustments	-	-	-0.2	-
<b>AAS NET ASSETS</b>	<b>17,586.8</b>	<b>17,323.6</b>	<b>17,850.6</b>	<b>17,051.0</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.3

**GENERAL GOVERNMENT****Cash Flow Statement**

	2001-02			2000-01		
	Three Months To 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>RECEIPTS FROM OPERATING ACTIVITIES</b>						
Taxes received	698.9	2,165.5	3,010.4	552.2	2,102.2	2,809.3
Receipts from sales of goods and services	192.3	631.9	793.3	227.4	698.1	972.8
Grants and subsidies received	1,514.0	4,314.4	5,493.8	1,439.4	3,822.1	5,113.0
Other receipts	497.0	1,432.1	2,206.9	462.4	1,532.1	2,318.8
<b>Total</b>	<b>2,902.1</b>	<b>8,543.8</b>	<b>11,504.4</b>	<b>2,681.4</b>	<b>8,154.5</b>	<b>11,213.9</b>
<b>PAYMENTS FOR OPERATING ACTIVITIES</b>						
Payments for goods and services	-1,827.8	-5,567.1	-7,387.7	-1,834.0	-5,373.6	-7,130.8
Grants and subsidies paid	-570.2	-1,842.9	-2,450.2	-651.2	-1,743.8	-2,308.1
Interest paid	-56.4	-138.7	-226.5	-64.0	-158.5	-241.4
Other payments	-247.9	-635.6	-857.5	-81.5	-423.6	-623.1
<b>Total</b>	<b>-2,702.2</b>	<b>-8,184.3</b>	<b>-10,921.8</b>	<b>-2,630.7</b>	<b>-7,699.5</b>	<b>-10,303.4</b>
<b>Net Cash Flow from Operating Activities</b>	<b>199.9</b>	<b>359.6</b>	<b>582.6</b>	<b>50.7</b>	<b>455.0</b>	<b>910.5</b>
<b>INVESTMENT IN NON-FINANCIAL ASSETS</b>						
Purchase of non-financial assets	-205.2	-625.7	-1,072.0	-242.7	-728.3	-1,109.6
Sales of non-financial assets	28.9	64.0	109.4	5.6	30.6	70.8
<b>Total</b>	<b>-176.3</b>	<b>-561.7</b>	<b>-962.6</b>	<b>-237.0</b>	<b>-697.7</b>	<b>-1,038.9</b>
<b>INVESTMENT IN FINANCIAL ASSETS</b>						
Policy purposes	-9.6	-2.9	-120.0	7.0	423.6	443.5
Liquidity purposes	38.8	-24.8	55.4	-6.6	-7.7	-75.9
<b>Total</b>	<b>29.2</b>	<b>-27.6</b>	<b>-64.6</b>	<b>0.4</b>	<b>415.8</b>	<b>367.6</b>
<b>Net Cash Flow from Investing Activities</b>	<b>-147.0</b>	<b>-589.3</b>	<b>-1,027.2</b>	<b>-236.6</b>	<b>-281.9</b>	<b>-671.2</b>
<b>FINANCING ACTIVITIES</b>						
Advances received (net)	-0.7	-32.3	-16.8	1.1	-117.2	-116.2
Borrowings (net)	-127.9	-59.6	-0.6	-48.3	116.8	278.2
Deposits received (net)	15.5	-83.3	-14.2	69.4	69.4	32.4
Distributions paid	-	-	-	-	-	-
Other financing	-0.4	-19.6	-47.1	-54.1	-17.9	-36.4
<b>Total</b>	<b>-113.6</b>	<b>-194.8</b>	<b>-78.6</b>	<b>-31.9</b>	<b>51.0</b>	<b>158.1</b>
<i>Opening cash balance</i>	<i>803.0</i>	<i>1,166.8</i>	<i>1,166.8</i>	<i>1,211.4</i>	<i>769.4</i>	<i>769.4</i>
<b>NET INCREASE IN CASH HELD</b>	<b>-60.7</b>	<b>-424.5</b>	<b>-523.2</b>	<b>-217.8</b>	<b>224.2</b>	<b>397.4</b>
<i>Closing cash balance</i>	<i>742.3</i>	<i>742.3</i>	<i>643.6</i>	<i>933.6</i>	<i>993.6</i>	<i>1,166.8</i>
<i>Net cash from operating activities and investments in non-financial assets</i>	<i>23.6</i>	<i>-202.1</i>	<i>-380.0</i>	<i>-186.3</i>	<i>-242.7</i>	<i>-128.3</i>
<i>Less finance leases and similar arrangements</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
GFS Cash Surplus	23.6	-202.1	-380.0	-186.3	-242.7	-128.3

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.4

**GENERAL GOVERNMENT****Taxation Revenue**

	2001-02			2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
<b>TAXES ON EMPLOYERS' PAYROLL AND LABOUR FORCE</b>						
<i>Payroll taxes</i>	224.3	666.1	900.5	208.8	622.3	832.6
<b>TAXES ON PROPERTY</b>						
Land taxes	7.3	228.7	226.5	8.2	251.1	220.7
Stamp duties on financial and capital transactions	212.6	653.4	812.8	143.5	478.7	720.8
Financial institutions transaction taxes	23.4	88.0	113.3	48.5	178.1	237.8
Other	2.6	45.0	48.4	-	40.2	44.6
<i>Total</i>	246.0	1,015.0	1,200.9	200.2	948.2	1,224.0
<b>TAXES ON PROVISION OF GOODS AND SERVICES</b>						
Taxes on gambling	27.8	79.8	114.8	44.5	96.7	120.9
Taxes on insurance	61.0	204.1	270.9	51.0	164.3	218.3
Other	-	-	-	-	-	-
<i>Total</i>	88.7	283.9	385.7	95.5	261.1	339.2
<b>TAXES ON USE OF GOODS AND PERFORMANCE OF ACTIVITIES</b>						
Motor vehicle taxes	120.2	360.0	478.3	109.1	337.1	453.5
Franchise fees	-	-	-	1.2	42.3	42.3
<i>Total</i>	120.2	360.0	478.3	110.3	379.4	495.9
<b>TOTAL TAXES</b>	<b>679.3</b>	<b>2,325.0</b>	<b>2,965.4</b>	<b>614.8</b>	<b>2,210.9</b>	<b>2,891.6</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.5

**TOTAL PUBLIC SECTOR**  
**Operating Statement**

	2001-02			2000-01		
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>REVENUE</b>						
Taxation	635.3	2,198.0	2,797.2	531.2	2,071.5	2,755.0
Current grants and subsidies	1,411.6	4,055.1	5,214.2	1,248.8	3,552.0	4,781.2
Capital grants	84.5	249.1	272.7	118.0	212.1	276.9
Sales of goods and services	1,373.4	4,280.9	6,191.3	1,501.9	4,835.4	6,412.9
Interest income	3.3	554.9	585.4	141.7	457.6	555.1
Royalty income	143.2	458.8	639.5	138.3	433.3	685.6
Other	78.1	278.3	313.0	43.9	257.8	335.8
<i>Total</i>	<i>3,729.2</i>	<i>12,075.1</i>	<i>16,013.5</i>	<i>3,723.8</i>	<i>11,819.9</i>	<i>15,802.5</i>
<b>EXPENSES</b>						
Gross operating expenses						
Salaries	1,109.3	3,361.8	4,561.8	1,075.5	3,253.0	4,382.0
Depreciation and amortisation	264.5	780.8	1,086.5	242.4	741.1	1,012.0
Superannuation	106.3	313.4	415.0	83.9	281.6	408.5
Other	1,364.5	4,323.2	6,325.2	1,520.0	4,687.5	6,595.6
Nominal superannuation interest	69.4	208.2	277.6	76.9	228.1	304.1
Other interest	53.6	723.4	806.7	196.0	644.3	792.2
Other property expenses	-	-	-	-	-	-
Current transfers	511.9	1,548.2	2,071.9	475.9	1,359.0	1,715.0
Capital transfers	59.0	159.8	113.0	44.3	99.4	149.7
<i>Total</i>	<i>3,538.4</i>	<i>11,418.8</i>	<i>15,657.8</i>	<i>3,715.0</i>	<i>11,294.0</i>	<i>15,359.3</i>
<b>NET OPERATING BALANCE</b>	<b>190.8</b>	<b>656.3</b>	<b>355.7</b>	<b>8.9</b>	<b>525.9</b>	<b>443.3</b>
<b>NET ACQUISITION OF NON-FINANCIAL ASSETS</b>						
Gross fixed capital formation	321.4	1,097.6	1,683.1	469.4	1,412.8	2,023.4
less depreciation	292.7	808.8	1,086.5	242.2	740.9	1,011.7
plus change in inventories	9.1	527.3	-30.7	200.9	408.0	-9.9
plus other movements in non-financial assets	-18.8	-13.3	-134.5	-31.7	-55.2	-95.4
<i>Total</i>	<i>19.1</i>	<i>802.7</i>	<i>431.5</i>	<i>396.4</i>	<i>1,024.6</i>	<i>906.4</i>
NET LENDING/BORROWING	171.7	-146.4	-75.9	-387.5	-498.7	-463.2
<b>Reconciliation of GFS net operating balance to operating result obtained in accordance with Australian Accounting Standards</b>						
<b>NET OPERATING BALANCE</b>	<b>190.8</b>	<b>656.3</b>	<b>355.7</b>	<b>8.9</b>	<b>525.9</b>	<b>443.3</b>
Less provisions for doubtful debts	3.2	4.5	0.4	-	-	27.0
plus net gains on assets (including derivatives)	40.5	7.7	166.7	-63.0	136.8	227.1
plus capitalised interest	-	-	-	-0.3	-	-
less revaluation of superannuation liabilities	-	63.5	63.5	4.1	4.1	89.3
plus all other adjustments	14.5	11.0	0.4	32.9	-16.6	-14.1
<b>AAS OPERATING RESULT</b>	<b>242.6</b>	<b>607.0</b>	<b>459.0</b>	<b>-25.7</b>	<b>642.0</b>	<b>540.0</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.6

**TOTAL PUBLIC SECTOR**  
Balance Sheet at End of Period

	2001-02		2000-01	
	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>ASSETS</b>				
<i>Financial assets</i>				
Cash and deposits	329.7	295.6	366.1	286.2
Advances paid	1,971.6	2,429.3	1,996.8	1,989.6
Investments, loans and placements	5,044.7	6,300.4	4,402.6	5,804.8
Other non-equity assets	1,790.6	1,595.0	1,612.0	1,476.6
Equity	647.5	678.2	597.1	644.4
<b>Total</b>	<b>9,784.0</b>	<b>11,298.5</b>	<b>8,974.6</b>	<b>10,201.6</b>
<i>Non-Financial assets</i>				
Land and fixed assets	45,322.0	45,719.5	44,459.6	44,334.3
Other non-financial assets	93.1	77.1	279.8	76.9
<b>Total</b>	<b>45,415.1</b>	<b>45,796.6</b>	<b>44,739.4</b>	<b>44,411.2</b>
<b>TOTAL ASSETS</b>	<b>55,199.1</b>	<b>57,095.0</b>	<b>53,714.0</b>	<b>54,612.8</b>
<b>LIABILITIES</b>				
Deposits held	18.7	138.2	90.1	108.2
Advances received	605.3	593.3	631.2	620.4
Borrowings	11,281.5	13,565.9	10,562.7	11,733.1
Unfunded superannuation liabilities	5,544.0	5,525.9	5,359.7	5,477.9
Other employee entitlements and provisions	1,159.6	1,236.2	1,080.8	1,176.1
Non-equity liabilities	3,670.3	3,240.1	3,111.1	3,292.3
<b>TOTAL LIABILITIES</b>	<b>22,279.4</b>	<b>24,299.6</b>	<b>20,835.4</b>	<b>22,408.1</b>
<b>NET WORTH</b>	<b>32,919.8</b>	<b>32,795.4</b>	<b>32,878.6</b>	<b>32,204.8</b>
<i>Memorandum Item: Net Debt</i>	4,559.5	5,272.1	4,518.3	4,381.1
<b>Reconciliation of GFS net worth to net assets result obtained in accordance with Australian Accounting Standards</b>				
<b>NET WORTH</b>	<b>32,919.8</b>	<b>32,795.4</b>	<b>32,878.6</b>	<b>32,204.8</b>
<i>less all other adjustments</i>	-1.2	-	-0.1	0.5
<b>AAS NET ASSETS</b>	<b>32,921.0</b>	<b>32,795.5</b>	<b>32,878.7</b>	<b>32,204.3</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

Table 1.7

**TOTAL PUBLIC SECTOR**  
**Cash Flow Statement**

	2001-02			2000-01		
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Annual Estimate <sup>(a)</sup> \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Actual \$m
<b>RECEIPTS FROM OPERATING ACTIVITIES</b>						
Taxes received	673.9	2,087.2	2,763.9	495.1	2,022.9	2,621.5
Receipts from sales of goods and services	1,271.3	4,476.7	6,108.4	1,569.1	5,056.0	6,532.4
Grants and subsidies received	1,514.2	4,314.6	5,499.5	1,439.4	3,822.1	5,113.0
Other receipts	538.5	1,629.2	2,222.7	539.4	1,500.1	2,084.6
<b>Total</b>	<b>3,997.9</b>	<b>12,507.8</b>	<b>16,594.4</b>	<b>4,042.9</b>	<b>12,401.1</b>	<b>16,351.5</b>
<b>PAYMENTS FOR OPERATING ACTIVITIES</b>						
Payments for goods and services	-2,598.8	-8,465.7	-11,473.7	-2,896.4	-8,996.8	-11,377.9
Grants and subsidies paid	-476.4	-1,505.9	-1,935.8	-533.4	-1,445.7	-1,833.6
Interest paid	-172.0	-575.2	-800.7	-201.1	-641.5	-834.8
Other payments	-305.0	-882.8	-1,119.2	-252.4	-746.6	-1,017.1
<b>Total</b>	<b>-3,552.3</b>	<b>-11,429.6</b>	<b>-15,329.3</b>	<b>-3883.3</b>	<b>-11,830.5</b>	<b>-15,063.4</b>
<b>Net Cash Flow from Operating Activities</b>	<b>445.6</b>	<b>1,078.2</b>	<b>1,265.1</b>	<b>159.6</b>	<b>570.6</b>	<b>1,288.1</b>
<b>INVESTMENT IN NON-FINANCIAL ASSETS</b>						
Purchase of non-financial assets	-432.9	-1,366.7	-2,343.9	-485.7	-1,576.2	-2,300.0
Sales of non-financial assets	118.8	278.1	443.7	53.7	225.8	354.7
<b>Total</b>	<b>-314.1</b>	<b>-1,088.7</b>	<b>-1,900.3</b>	<b>-432.0</b>	<b>-1,350.5</b>	<b>-1,945.3</b>
<b>INVESTMENT IN FINANCIAL ASSETS</b>						
Policy purposes	3.9	11.9	11.1	528.7	1,463.9	1,463.2
Liquidity purposes	216.9	-45.3	-219.6	-504.0	23.1	-227.1
<b>Total</b>	<b>220.8</b>	<b>-33.4</b>	<b>-208.5</b>	<b>24.7</b>	<b>1,487.0</b>	<b>1,236.1</b>
<b>Net Cash Flow from Investing Activities</b>	<b>-93.3</b>	<b>-1,122.0</b>	<b>-2,108.8</b>	<b>-407.3</b>	<b>136.5</b>	<b>-709.2</b>
<b>FINANCING ACTIVITIES</b>						
Advances received (net)	-0.8	-17.1	-27.4	1.1	-117.3	-126.9
Borrowings (net)	293.6	-399.2	409.7	-80.0	-1,436.8	-548.6
Deposits received (net)	15.5	-83.3	-14.2	69.4	69.4	32.4
Distributions paid	-	-	-	-6.8	-4.6	-3.9
Other financing	8.8	14.0	-1.4	-13.5	16.1	15.5
<b>Total</b>	<b>317.1</b>	<b>-485.7</b>	<b>366.7</b>	<b>-29.7</b>	<b>-1,473.1</b>	<b>-631.3</b>
<i>Opening cash balance</i>	<i>3,259.2</i>	<i>4,458.1</i>	<i>4,455.9</i>	<i>4,018.7</i>	<i>4,507.3</i>	<i>4,508.3</i>
<b>NET INCREASE IN CASH HELD</b>	<b>669.3</b>	<b>-529.5</b>	<b>-477.0</b>	<b>-277.4</b>	<b>-766.0</b>	<b>-52.4</b>
<i>Closing cash balance</i>	<i>3,928.6</i>	<i>3,928.6</i>	<i>3,978.9</i>	<i>3,741.3</i>	<i>3,741.3</i>	<i>4,455.9</i>
<i>Net cash from operating activities, distributions paid and investments in non-financial assets</i>	<i>132.2</i>	<i>-10.0</i>	<i>-635.2</i>	<i>-279.2</i>	<i>-784.5</i>	<i>-661.1</i>
<i>Less finance leases and similar arrangements</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
GFS Cash Surplus	132.2	-10.0	-635.2	-279.2	-784.5	-661.1

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Note: Columns may not add due to rounding.

## APPENDIX 2

### **General Government Monthly Financial Results – March 2002**

A net operating surplus of \$40.6 million was recorded for March 2002. This follows a net operating surplus of \$27.4 million in February 2002 and compares with a net operating deficit of \$130.7 million in March 2001. For March 2002:

- revenue of \$820.8 million was somewhat below the average monthly income for the previous eight months of 2001-02, with taxation, Commonwealth grants and dividends the main contributors to the lower monthly total. These reflect greater revenue in the preceding eight months from stamp duties on financial and capital transactions, grants for non-government schools and local government, and dividends from the Water Corporation (with water restrictions impacting on profitability);
- expenses of \$780.2 million were also below the average monthly expenses for the previous eight months of 2001-02, with the timing of purchases of goods and services by agencies and current transfers (largely grants) the major drivers;
- a cash surplus on operating activities of \$254.3 million was recorded, significantly greater than the \$14.0 million surplus recorded in February 2002;
- fixed asset investment in the month totalled \$52.1 million, continuing the capital spending profile through the year; and
- on an Australian Bureau of Statistics GFS basis, a cash surplus of \$210.7 million was recorded, following a \$38.8 million deficit in February 2002, largely reflecting the increase in monthly cash flows from operations.



Table 2.1

**GENERAL GOVERNMENT**  
Operating Statement

	2001-02		2000-01	
	Month of March \$m	Annual Estimate <sup>(a)</sup> \$m	Month of March \$m	Actual \$m
<b>REVENUE</b>				
Taxation	213.5	2,965.4	215.1	2,891.6
Current grants and subsidies	398.1	5,214.2	319.6	4,781.2
Capital grants	26.2	272.7	13.9	276.9
Sales of goods and services	76.5	896.0	43.7	863.3
Interest income	11.5	117.8	19.0	141.9
Revenue from public corporations				
Dividends	4.6	411.0	27.2	400.0
Tax equivalent payments	12.0	220.0	4.7	366.4
Royalty income	64.8	639.5	48.5	685.6
Other	13.6	233.5	3.7	189.7
<i>Total</i>	<i>820.8</i>	<i>10,970.2</i>	<i>695.4</i>	<i>10,596.5</i>
<b>EXPENSES</b>				
Gross operating expenses				
Salaries	333.3	4,135.1	334.4	3,953.3
Depreciation and amortisation	38.7	499.6	35.5	452.0
Superannuation	30.6	364.3	23.8	358.7
Other	176.0	2,709.1	186.6	2,809.8
Nominal superannuation interest	23.1	277.6	26.5	304.1
Other interest	17.4	226.3	26.2	239.5
Current transfers	131.6	2,411.2	159.0	2,048.9
Capital transfers	29.4	228.5	34.1	263.1
<i>Total</i>	<i>780.2</i>	<i>10,851.6</i>	<i>826.0</i>	<i>10,429.4</i>
<b>NET OPERATING BALANCE</b>	<b>40.6</b>	<b>118.6</b>	<b>-130.7</b>	<b>167.1</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Table 2.2

**GENERAL GOVERNMENT**  
Cash Flow Statement

	2001-02		2000-01	
	Month of March \$m	Annual Estimate <sup>(a)</sup> \$m	Month of March \$m	Actual \$m
<b>RECEIPTS FROM OPERATING ACTIVITIES</b>				
Taxes received	197.9	3,010.4	126.7	2,809.3
Receipts from sales of goods and services	110.3	793.3	39.5	972.8
Grants and subsidies received	482.1	5,493.8	415.4	5,113.0
Other receipts	128.9	2,206.9	150.8	2,318.8
<i>Total</i>	<i>919.2</i>	<i>11,504.4</i>	<i>732.4</i>	<i>11,213.9</i>
<b>PAYMENTS FOR OPERATING ACTIVITIES</b>				
Payments for goods and services	-432.7	-7,387.7	-740.1	-7,130.8
Grants and subsidies paid	-209.0	-2,450.2	-256.0	-2,308.1
Interest paid	-0.5	-226.5	-12.5	-241.4
Other payments	-22.6	-857.5	33.6	-623.1
<i>Total</i>	<i>-664.9</i>	<i>-10,921.8</i>	<i>-974.9</i>	<i>-10,303.4</i>
<b>Net Cash Flow from Operating Activities</b>	<b>254.3</b>	<b>582.6</b>	<b>-242.5</b>	<b>910.5</b>
<b>INVESTMENT IN NON-FINANCIAL ASSETS</b>				
Purchase of non-financial assets	-52.1	-1,072.0	-68.8	-1,109.6
Sales of non-financial assets	8.5	109.4	-5.0	70.8
<i>Total</i>	<i>-43.6</i>	<i>-962.6</i>	<i>-73.7</i>	<i>-1,038.9</i>
<b>INVESTMENT IN FINANCIAL ASSETS</b>				
Policy purposes	-9.8	-120.0	7.0	443.5
Liquidity purposes	-3.0	55.4	-6.0	-75.9
<i>Total</i>	<i>-12.8</i>	<i>-64.6</i>	<i>1.1</i>	<i>367.6</i>
<b>Net Cash Flow from Investing Activities</b>	<b>-56.4</b>	<b>-1,027.2</b>	<b>-72.7</b>	<b>-671.2</b>
<b>FINANCING ACTIVITIES</b>				
Advances received (net)	4.5	-16.8	1.6	-116.2
Borrowings (net)	23.0	-0.6	-4.5	278.2
Deposits received (net)	7.7	-14.2	69.4	32.4
Other financing	-3.1	-47.1	63.5	-36.4
<i>Total</i>	<i>32.1</i>	<i>-78.6</i>	<i>130.0</i>	<i>158.1</i>
Opening cash balance	512.2	1,166.8	1,178.7	769.4
<b>NET INCREASE IN CASH HELD</b>	<b>230.0</b>	<b>-523.2</b>	<b>-185.1</b>	<b>397.4</b>
<i>Closing cash balance</i>	<i>742.3</i>	<i>643.6</i>	<i>993.6</i>	<i>1,166.8</i>
<i>Net cash from operating activities and investments in non-financial assets</i>	<i>210.7</i>	<i>-380.0</i>	<i>-316.2</i>	<i>-128.3</i>
<i>Less finance leases and similar arrangements</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<b>GFS Cash Surplus</b>	<b>210.7</b>	<b>-380.0</b>	<b>-316.2</b>	<b>-128.3</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

Table 2.3

**GENERAL GOVERNMENT**  
Taxation Revenue

	2001-02		2000-01	
	Month of March \$m	Annual Estimate <sup>(a)</sup> \$m	Month of March \$m	Actual \$m
<b>TAXES ON EMPLOYERS' PAYROLL AND LABOUR FORCE</b>				
<i>Payroll taxes</i>	73.6	900.5	66.6	832.6
<b>TAXES ON PROPERTY</b>				
Land taxes	7.2	226.5	1.6	220.7
Stamp duties on financial and capital transactions	60.7	812.8	60.3	720.8
Financial institutions transaction taxes	7.5	113.3	18.5	237.8
Other	1.2	48.4	-	44.6
<i>Total</i>	76.7	1,200.9	80.4	1,224.0
<b>TAXES ON PROVISION OF GOODS AND SERVICES</b>				
Taxes on gambling	8.7	114.8	25.8	120.9
Taxes on insurance	15.9	270.9	8.9	218.3
<i>Total</i>	24.7	385.7	34.7	339.2
<b>TAXES ON USE OF GOODS AND PERFORMANCE OF ACTIVITIES</b>				
Motor vehicle taxes	38.6	478.3	31.5	453.5
Franchise fees	-	-	1.9	42.3
<i>Total</i>	38.6	478.3	33.4	495.9
<b>TOTAL TAXES</b>	<b>213.5</b>	<b>2,965.4</b>	<b>215.1</b>	<b>2,891.6</b>

(a) Estimated actual published in the 2002-03 Budget, released 16 May 2002.

## **Interim Consolidated Financial Statements**

### **Statement of Responsibility**

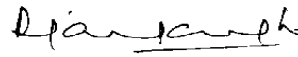
The following interim consolidated financial statements and accompanying notes for the Government of Western Australia have been prepared by the Department of Treasury and Finance from information provided by agencies.

In our opinion, the statements fairly present the financial performance and cash flows of the Government for the nine months ended 31 March 2002 and the financial position of the Government as at 31 March 2002, in accordance with applicable accounting standards (AAS and AASB), including AASB 1029: *Interim Financial Reporting*, and other mandatory professional requirements.



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COLIN MURPHY  
ACTING UNDER TREASURER



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VALERIE JAYASINGHE CA  
ASSISTANT DIRECTOR  
FINANCIAL REPORTING

1 August 2002

#### Contents

Table 3.1: Condensed Statement of Financial Performance .....	19
Table 3.2: Condensed Statement of Financial Position .....	20
Table 3.3: Condensed Statement of Cash Flows .....	21
Notes to the Interim Consolidated Financial Statements .....	22

Table 3.1

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL  
PERFORMANCE**

For the nine months ended 31 March 2002

	Note	2001-02		2000-01		Actual \$m
		Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
<b>REVENUE FROM ORDINARY ACTIVITIES</b>						
Taxation	2	664	2,288	579	2,115	2,778
Territorial revenue		253	797	295	851	1,210
Regulatory fees and fines		72	231	62	199	256
Sale of goods and services	3	1,099	3,577	1,335	4,271	5,518
Grants and subsidies	4	1,418	4,037	1,161	3,491	4,674
Interest revenue		72	299	117	369	480
Other revenue	6	226	686	44	630	1,124
<b>Total revenue from ordinary activities</b>		<b>3,804</b>	<b>11,915</b>	<b>3,593</b>	<b>11,926</b>	<b>16,040</b>
<b>EXPENSES FROM ORDINARY ACTIVITIES</b>						
Supplies and services		122	871	1,013	2,015	1,953
Salaries, wages and other entitlements		1,150	3,496	1,176	3,353	4,538
Superannuation		174	585	164	513	791
Borrowing costs		149	529	195	638	816
Depreciation and amortisation		264	780	242	741	1,012
Grants and subsidies		563	1,748	561	1,571	2,008
Other expenses	5, 6	1,111	3,271	268	2,453	4,382
<b>Total expenses from ordinary activities</b>		<b>3,561</b>	<b>11,308</b>	<b>3,619</b>	<b>11,284</b>	<b>15,500</b>
<b>NET RESULT</b>		<b>243</b>	<b>607</b>	<b>(26)</b>	<b>642</b>	<b>540</b>
Increase (decrease) in asset revaluation reserve		(5)	110	406	543	(27)
<b>TOTAL CHANGES IN EQUITY</b>		<b>238</b>	<b>717</b>	<b>380</b>	<b>1,185</b>	<b>513</b>

The accompanying notes form part of these financial statements.

Table 3.2

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL  
POSITION**

As at 31 March 2002

		2001-02	2000-01	
	Note	31 Mar. \$m	31 Mar. \$m	Actual \$m
<b>CURRENT ASSETS</b>				
Cash assets		289	410	336
Other financial assets - Investments	7	4,551	4,449	5,098
Inventories		725	649	475
Receivables	8	964	960	1,283
Other financial assets - Loans and advances	9	9	22	26
Other assets		678	401	243
<i>Total current assets</i>		<i>7,216</i>	<i>6,891</i>	<i>7,461</i>
<b>NON-CURRENT ASSETS</b>				
Other financial assets - Investments	7	546	455	429
Inventories		279	262	234
Receivables	8	137	194	177
Other financial assets - Loans and advances	9	2,832	2,194	2,835
Land		13,364	13,467	13,275
Buildings		8,078	7,684	7,981
Infrastructure		18,881	18,469	18,577
Plant, equipment and other		3,466	3,471	3,291
Timber and infrastructure		273	293	270
Other assets		25	94	13
<i>Total non-current assets</i>		<i>47,881</i>	<i>46,583</i>	<i>47,082</i>
<b>TOTAL ASSETS</b>		<b>55,097</b>	<b>53,474</b>	<b>54,543</b>
<b>CURRENT LIABILITIES</b>				
Payables		509	515	520
Interest bearing liabilities	10	5,152	4,300	5,214
Provisions - Employee entitlements		1,117	865	1,132
Other liabilities		1,436	1,139	1,349
<i>Total current liabilities</i>		<i>8,214</i>	<i>6,819</i>	<i>8,215</i>
<b>NON-CURRENT LIABILITIES</b>				
Interest bearing liabilities	10	6,931	7,015	7,307
Provisions - Employee entitlements		5,507	5,473	5,393
Other liabilities		1,524	1,291	1,424
<i>Total non-current liabilities</i>		<i>13,962</i>	<i>13,779</i>	<i>14,124</i>
<b>TOTAL LIABILITIES</b>		<b>22,176</b>	<b>20,598</b>	<b>22,339</b>
<b>NET ASSETS</b>		<b>32,921</b>	<b>32,876</b>	<b>32,204</b>
<b>EQUITY</b>				
Accumulated surplus		5,335	4,830	4,728
Asset revaluation reserve		27,586	28,046	27,476
<b>TOTAL EQUITY</b>		<b>32,921</b>	<b>32,876</b>	<b>32,204</b>

The accompanying notes form part of these financial statements.

Table 3.3

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the nine months ended 31 March 2002

	Note	2001-02		2000-01		Actual \$m
		Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts						
Taxation		683	2,114	490	1,981	2,761
Territorial revenue		246	799	296	853	1,174
Regulatory fees and fines		292	892	97	235	264
Sale of goods and services		833	2,974	1,429	4,524	5,390
Grants and subsidies received		1,445	4,051	1,197	3,483	4,676
Interest received		65	106	16	126	174
GST receipts from taxation authority		117	362	86	240	384
Other receipts		144	660	50	313	1,120
Payments						
Salaries, wages and other entitlements		(1,177)	(3,497)	(1,253)	(3,422)	(4,484)
Superannuation paid		(173)	(518)	(205)	(513)	(679)
Borrowing cost paid		(15)	(36)	-	(40)	(83)
Grants and subsidies paid		(585)	(1,755)	(953)	(1,991)	(1,952)
GST payments to taxation authority		(26)	(66)	(58)	(104)	(123)
Other payments		(1,377)	(4,870)	(850)	(4,747)	(6,880)
<i>Net cash flows from operating activities</i>		<i>472</i>	<i>1,216</i>	<i>342</i>	<i>938</i>	<i>1,742</i>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Proceeds from sale of non-current physical assets						
		84	207	85	152	257
Purchase of non-current physical assets		(331)	(1,153)	(463)	(1,296)	(1,897)
Proceeds from sale of investments		147	364	105	480	495
Purchase of investments		(136)	(415)	(93)	(437)	(391)
Other receipts		7	28	(66)	587	295
Other payments		(11)	(39)	(37)	(56)	(207)
<i>Net cash flows from investing activities</i>		<i>(240)</i>	<i>(1,008)</i>	<i>(469)</i>	<i>(570)</i>	<i>(1,448)</i>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>						
Proceeds from borrowings						
		-	349	(134)	500	785
Repayment of borrowings		(178)	(359)	(80)	(431)	(917)
Other proceeds		18	63	(41)	990	1,018
Other repayments		(10)	(31)	(9)	(43)	(69)
<i>Net cash flows from financing activities</i>		<i>(170)</i>	<i>22</i>	<i>(264)</i>	<i>1,016</i>	<i>817</i>
NET CASH FLOWS FROM FINANCIAL CORPORATIONS	11	559	(798)	80	(2,153)	(1,184)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>						
		<b>621</b>	<b>(568)</b>	<b>(311)</b>	<b>(769)</b>	<b>(73)</b>
OPENING CASH BALANCE						
		3,279	4,468	4,083	4,541	4,541
Effects of exchange rate changes on cash		(4)	(4)	3	3	-
<b>CLOSING CASH BALANCE</b>		<b>3,896</b>	<b>3,896</b>	<b>3,775</b>	<b>3,775</b>	<b>4,468</b>

The accompanying notes form part of these financial statements.

## Notes To The Condensed Consolidated Financial Statements For The Nine Months Ended 31 March 2002

### 1. Statement of significant accounting policies

#### (a) Accounting standards

This general purpose financial report has been prepared in accordance with applicable accounting standards, and other authoritative pronouncements of the Australian Accounting Standards Board and the Urgent Issues Group.

It is intended that this interim financial report be read in conjunction with the *Consolidated Financial Statements of the Government of Western Australia* for the year ended 30 June 2001 (CFS). This financial report does not include notes of the type normally included in the CFS, in the interest of timeliness and cost considerations.

#### (b) The reporting entity

The reporting entity is the Government of Western Australia and includes entities controlled by the Government. These entities are referred to as agencies in this financial report.

The Interim Consolidated Financial Report includes the assets, liabilities, equities, revenue and expenses and the cash flows of the Government, including those of agencies controlled by the Government.

#### (c) Basis of accounting

The Interim Consolidated Financial Report has been prepared to comply with Australian Accounting Standards, and other authoritative pronouncements of the Australian Accounting Standards Board and the Urgent Issues Group.

It has been prepared using the full accrual basis of accounting, which recognises the effects of transactions and events when they occur.

The accounting policies used to prepare these financial statements are consistent with those used in the previous year.

#### (d) Specific accounting policies

The specific accounting policies of the Government of Western Australia were described in Note 1, Statement of Significant Accounting Policies in the CFS for the year ended 30 June 2001. There have been no changes in those specific accounting policies since that date.



(e) Unaudited data

This Interim Consolidated Financial Report has not been subject to audit.

(f) Comparative figures

Comparative figures are for the same period in the previous financial year (which have not been audited) and for the most recent annual reporting period (which have been audited). Where changes in presentation have occurred during the year, the previous year's comparatives have been adjusted to reflect the changes.

## NOTE 2. TAXATION REVENUE

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
Stamp duty	297	917	255	750	1,036
Payroll tax	221	658	209	608	805
Motor vehicles' and drivers licences	72	223	82	212	286
Financial transactions taxes	24	88	48	178	238
Gambling taxes and licences	40	124	21	124	166
Land tax	5	220	-	243	210
Other taxes and licences	5	58	(36)	-	37
<b>Total</b>	<b>664</b>	<b>2,288</b>	<b>579</b>	<b>2,115</b>	<b>2,778</b>

## NOTE 3. SALE OF GOODS AND SERVICES

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
Revenue from sale of goods	785	2,649	880	2,524	3,256
Revenue from the provision of services	314	928	455	1,747	2,262
<b>Total</b>	<b>1,099</b>	<b>3,577</b>	<b>1,335</b>	<b>4,271</b>	<b>5,518</b>

## NOTE 4. GRANTS AND SUBSIDIES REVENUE

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
Commonwealth grants	1,384	3,903	763	2,991	4,620
Other grants and subsidies	34	134	398	500	54
<b>Total</b>	<b>1,418</b>	<b>4,037</b>	<b>1,161</b>	<b>3,491</b>	<b>4,674</b>

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**NOTE 5. OTHER EXPENSES**

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
Betting dividend payouts	198	576	175	533	726
Health sector specific expenses	129	382	132	400	500
Education sector specific expenses	107	231	76	195	266
Insurance claims expenses	83	289	10	184	375
Other expenses	594	1793	(125)	1,141	2,515
<b>Total</b>	<b>1,111</b>	<b>3,271</b>	<b>268</b>	<b>2,453</b>	<b>4,382</b>

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**NOTE 6. INDIVIDUALLY SIGNIFICANT ITEMS**

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
Profit on sale of Gas Corporation (AlintaGas):					
Profit on sale of stapled securities	-	-	-	216	216
Profit on sale of transfer of net assets	-	-	-	272	272
AlintaGas was sold on 17 October 2000				488	488
Loss on sale of Westrail freight business (a)	-	-	116	116	116
HIH Insurance claims provisions (b)	-	-	-	-	119

(a) Loss on sale of Westrail freight business:

The Westrail business was sold on 16 December 2000.

(b) HIH Insurance claims provision:

This relates to the estimated claim payments provided for under the Employer's Indemnity Supplementation Fund as a consequence of HIH Insurance being placed into provisional liquidation.

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**NOTE 7. OTHER FINANCIAL ASSETS - INVESTMENTS**

	2001-02	2000-01	
	31 Mar.	31 Mar.	Actual
	\$m	\$m	\$m
Listed shares	643	597	641
Property	288	280	283
Other investments (cash deposits and government securities)	4,166	4,027	4,603
<b>Total</b>	<b>5,097</b>	<b>4,904</b>	<b>5,527</b>

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**NOTE 8. RECEIVABLES**

	2001-02	2000-01	
	31 Mar.	31 Mar.	Actual
	\$m	\$m	\$m
Gross accounts receivable	1,213	1,251	1,572
Provision for doubtful debts	(112)	(97)	(112)
<b>Total</b>	<b>1,101</b>	<b>1,154</b>	<b>1,460</b>

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**NOTE 9. OTHER FINANCIAL ASSETS - LOANS AND ADVANCES**

	2001-02	2000-01	
	31 Mar.	31 Mar.	Actual
	\$m	\$m	\$m
Homebuyers	1,673	1,721	1,708
Non government schools	235	225	233
Terminating building societies	16	20	19
Government Employees Superannuation Board	623	-	635
Others	294	250	266
<b>Total</b>	<b>2,841</b>	<b>2,216</b>	<b>2,861</b>

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**NOTE 10. INTEREST BEARING LIABILITIES**

	2001-02	2000-01	
	31 Mar.	31 Mar.	Actual
	\$m	\$m	\$m
Bank overdrafts	17	54	1
Finance leases	118	164	168
Liability to the Commonwealth Government	604	632	621
Commercial paper and Keystart Bonds	550	570	570
Domestic and foreign borrowings	10,599	9,586	10,858
<i>Borrowings at face value</i>	<i>11,888</i>	<i>11,006</i>	<i>12,218</i>
Unamortised net discounts	195	309	303
<b>Borrowings at historic capital value</b>	<b>12,083</b>	<b>11,315</b>	<b>12,521</b>

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**NOTE 11. STATEMENT OF CASH FLOWS OF PUBLIC FINANCIAL CORPORATIONS**

	2001-02		2000-01		Actual \$m
	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	Three Months to 31 Mar. \$m	Nine Months to 31 Mar. \$m	
<b>Cash flows from operating activities</b>					
Interest received	55	194	10	193	243
Premiums received	72	223	69	246	287
Other receipts	12	88	(34)	11	158
GST receipts from taxation authority	3	10	1	5	8
Salaries, wages and other entitlements paid	(3)	(12)	(6)	(13)	(18)
Superannuation paid	-	(1)	-	(1)	(2)
Borrowing costs paid	(143)	(532)	(192)	(624)	(744)
Claims paid	(81)	(262)	(28)	(206)	(265)
Other payments	(21)	(79)	3	(64)	(74)
GST payments to taxation authority	(9)	(36)	(8)	(53)	(62)
<b>Net cash flows from operating activities</b>	<b>(115)</b>	<b>(407)</b>	<b>(185)</b>	<b>(506)</b>	<b>(469)</b>
<b>Cash flows from investing activities</b>					
Purchase of non-current physical assets	(1)	(2)	(2)	(4)	(6)
Proceeds from sale of non-current physical assets	1	1	-	-	-
Proceeds from sale of investments	658	1,633	1,030	2,912	3,386
Purchase of investments	(453)	(1,609)	(909)	(2,929)	(3,549)
<b>Net cash flows from investing activities</b>	<b>204</b>	<b>23</b>	<b>119</b>	<b>(21)</b>	<b>(169)</b>
<b>Cash flows from financing activities</b>					
Proceeds from borrowings	6,221	14,468	3,894	9,475	15,092
Repayment of borrowings	(5,751)	(14,882)	(3,748)	(11,101)	(15,638)
<b>Net cash flows from financing activities</b>	<b>470</b>	<b>(414)</b>	<b>146</b>	<b>(1,626)</b>	<b>(546)</b>
<b>Net cash flows from public financial corporations</b>	<b>559</b>	<b>(798)</b>	<b>80</b>	<b>(2,153)</b>	<b>(1,184)</b>

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.

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## **NOTE 12. DETAILS OF AGENCIES CONSOLIDATED**

The agencies included in these financial statements were detailed in Note 36, Composition of sectors in the *Consolidated Financial Statements of the Government of Western Australia* for the year ended 30 June 2001.

A report released on 21 June 2001 by the Machinery of Government Taskforce identified the need to reduce the number of government departments. As a result, some of the recommendations in the Machinery of Government Taskforce report were implemented and the abolition/amalgamation of various departments took effect from 1 July 2001.

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## **NOTE 13. CONTINGENT LIABILITIES**

There have been no changes in contingent liabilities since the issue of the *Consolidated Financial Statement of the Government of Western Australia* for the year ended 30 June 2001.

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