



2015-16 Quarterly Financial Results Report

March 2016



2015-16

Quarterly Financial Results Report

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An electronic copy of this report may be obtained at <http://www.treasury.wa.gov.au>
ISSN 1444-8548 (print)
ISSN 1447-9370 (on-line)

2015-16

Quarterly Financial Results Report
Nine Months Ended 31 March 2016

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Foreword

This *Quarterly Financial Results Report* (QFRR) provides financial results for the Western Australian public sector for the nine months to 31 March 2016.

Care should be exercised in extrapolating the likely outcome for the 2015-16 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, the timing of grant revenue (from the Commonwealth), grant payments, and goods and services purchases and sales by agencies can be volatile, making comparisons between quarterly reporting periods difficult.

The presentation in this report is consistent with that used in the 2015-16 State Budget (released on 14 May 2015).

The financial statements in Appendix 1 of this report have been prepared in accordance with applicable Australian Accounting Standards including AASB 134: *Interim Financial Reporting* and AASB 1049: *Whole of Government and General Government Sector Financial Reporting*.

This report also includes:

- Appendix 3: *Public Ledger* which summarises information on the Consolidated Account, Treasurer's Special Purpose Accounts and the Treasurer's Advance; and
- Appendix 4: *Special Purpose Accounts* which details movements in balances for a number of Special Purpose Accounts established for the delivery of key Government policy outcomes.

Information presented in this QFRR is not audited.

Statement of Responsibility

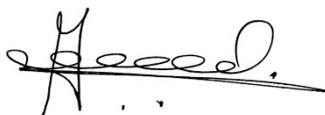
The Interim Financial Statements and accompanying notes for the general government sector and the whole-of-government contained in this report have been prepared by the Department of Treasury from information provided by agencies.

In our opinion, the statements are a true and fair presentation of the operating statements and cash flows of these sectors for the nine months ended 31 March 2016 and of the balance sheets of these reporting entities at 31 March 2016. The statements have been prepared in accordance with applicable Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and where there is no conflict with these standards, they are also consistent with the Australian Bureau of Statistics' *Australian System of Government Finance Statistics Concepts, Sources and Methods 2005*.

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



MICHAEL BARNES
UNDER TREASURER



FAROOK NAUSHAD
A/MANAGER
FINANCIAL REPORTING

24 May 2016

Overview

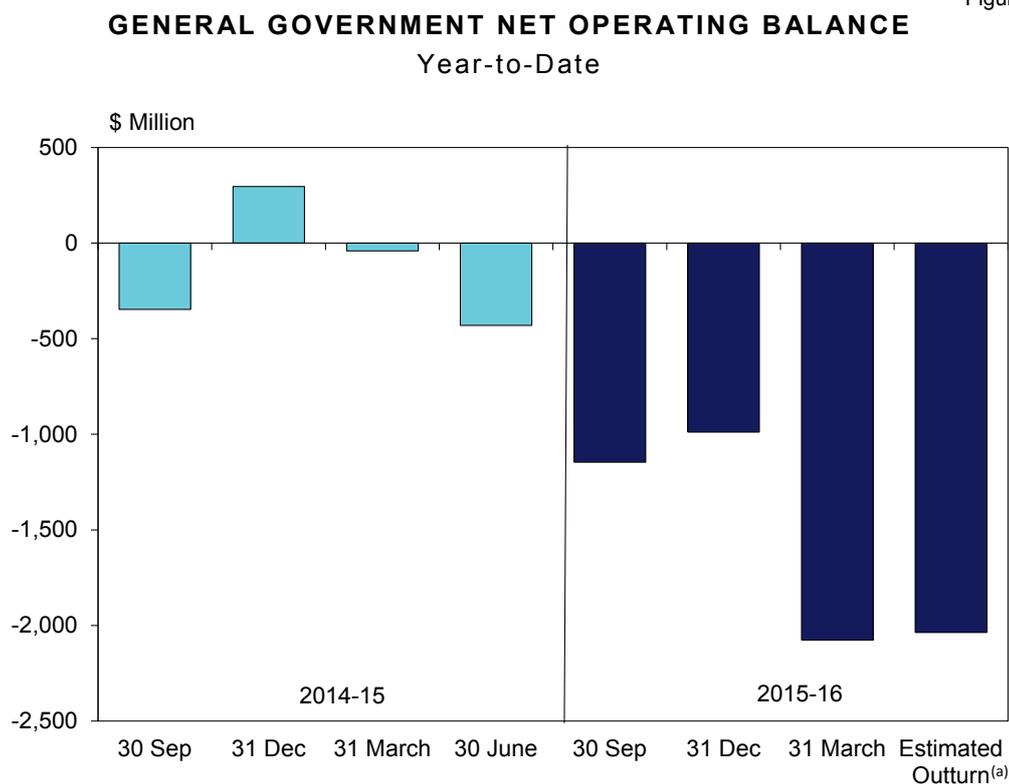
Summary

The general government sector recorded an operating deficit of \$2,077 million for the nine months to 31 March 2016, compared to a \$41 million deficit reported for the same period in 2014-15. This outcome is broadly in line with the \$2,037 million operating deficit estimated in the recent 2016-17 Budget for the 2015-16 financial year.

Relative to the expected outturn in the 2016-17 Budget, 71.5% of the full year revenue projection was recorded during the first nine months of 2015-16, and 73.7% of projected full year expenses were recorded over the same period. Revenue is tracking below its pro rata share of the full year estimate due to several large, one-off revenue items expected to be received in the June 2016 quarter, including a \$490 million GST 'top-up' grant from the Commonwealth.

- General government revenue in the first nine months of 2015-16 was \$1,292 million (or 6.4%) lower relative to the same period last year. This substantial reduction in revenue primarily reflects lower Commonwealth grants (down \$677 million, mainly due to a reduction in the State's share of national GST collections in 2015-16, and lower North West Shelf petroleum grants), and lower royalty income (down \$581 million, primarily due to the impact of lower iron ore prices).
- General government expenses grew by \$743 million (or 3.7%), reflecting the impact of higher salary costs (up \$285 million, or 3.5%, primarily in the health and education sectors), and higher non-salary agency operating costs across the sector.

Figure 1



(a) Contained in the 2016-17 Budget, presented to the Legislative Assembly on 12 May 2016.

Total public sector net worth decreased by an estimated \$1.9 billion over the nine months to 31 March 2016, to stand at \$119.4 billion¹. Total public sector net debt was \$26.2 billion at 31 March 2016, \$2.8 billion higher than the \$23.4 billion outcome recorded at 30 June 2015.

Results Compared to Prior Year

General Government Sector

The general government sector recorded an operating deficit of \$2,077 million for the nine months to 31 March 2016. This compares with a \$41 million deficit reported for the same period in 2014-15.

¹ The net value of the public sector balance sheet represents an estimate and does not include end-of-year valuations of various assets and liabilities that are usually completed for annual reporting purposes.

Table 1

SUMMARY OF GENERAL GOVERNMENT FINANCES
Western Australia

	2015-16			2014-15		
	Three Months to 31 Mar	Nine Months to 31 Mar	Estimated Outturn ^(a)	Three Months to 31 Mar	Nine Months to 31 Mar	Actual ^(b)
	\$m	\$m	\$m	\$m	\$m	\$m
Net operating balance	-1,088	-2,077	-2,037	-337	-41	-431
Net worth		119,381	118,922		117,584	121,299
Movement in cash balances	-354	1,513	579	-632	-359	-48
<i>Memorandum items</i>						
Net lending	-1,262	-2,679	-2,921	-567	-1,053	-1,809
Net debt		13,189	14,347		8,961	9,306
Cash surplus/-deficit	-827	-3,137	-3,260	-465	-1,442	-1,493

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

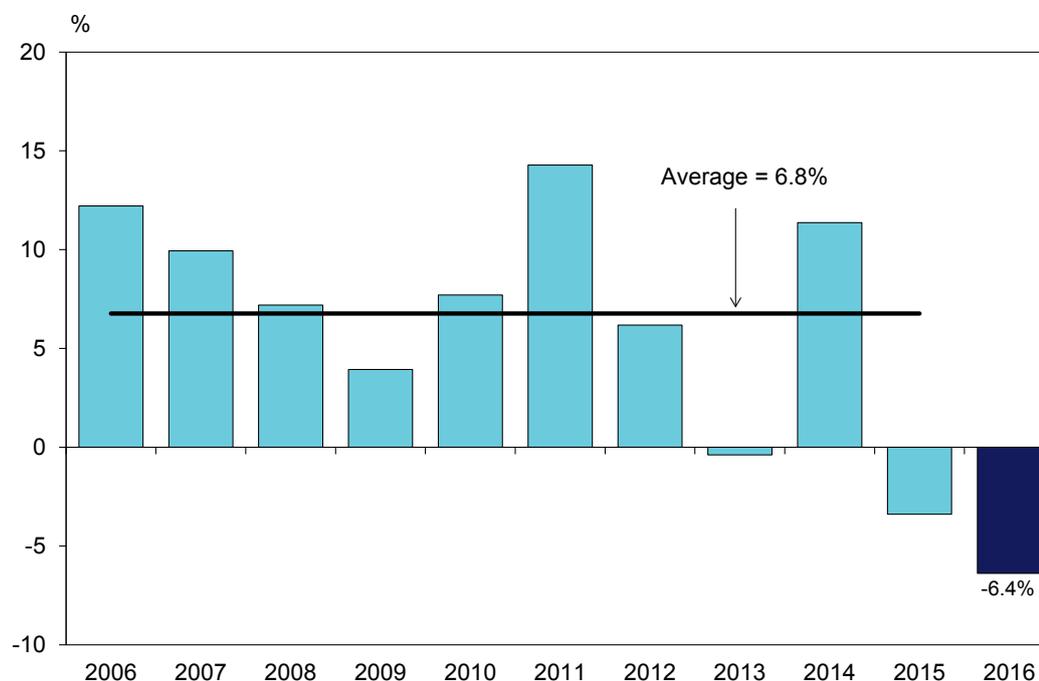
(b) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

Revenue

Revenue for the nine months to 31 March 2016 totalled \$18,949 million, \$1,292 million (or 6.4%) lower than the same period in 2014-15. This outcome is consistent with recent forecasts which indicate that general government sector revenue will contract for a second consecutive year in 2015-16.

Figure 2

GENERAL GOVERNMENT REVENUE GROWTH
Nine Months to 31 March

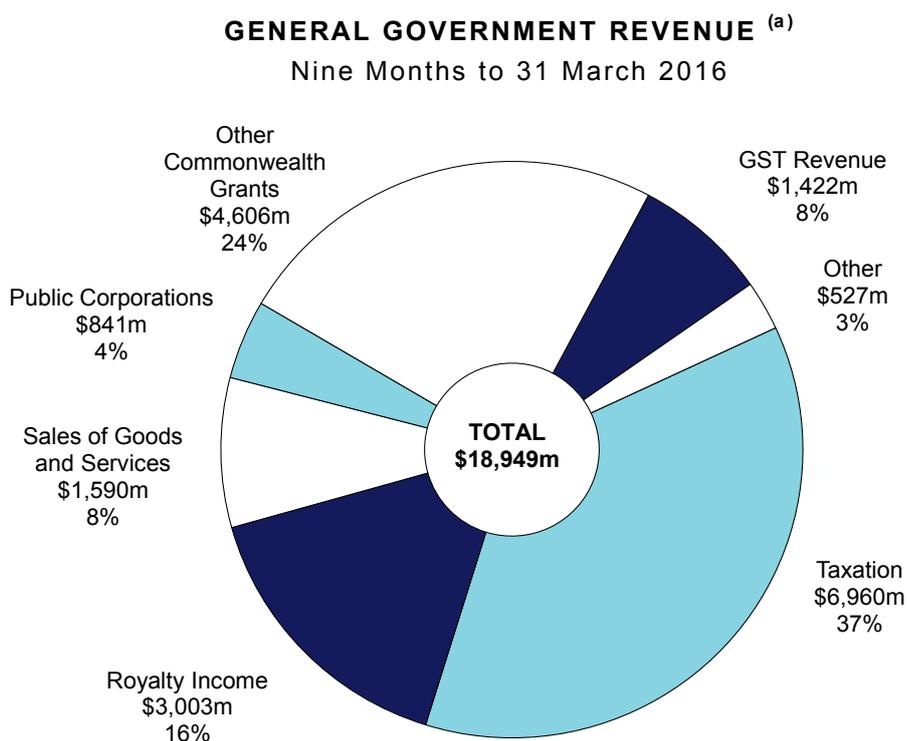


The lower revenue outcome primarily reflects:

- lower grants and subsidies from the Commonwealth (down \$677 million, or 10.1%), mainly due to the net impact of:
 - lower GST grants (down \$281 million), due to the continued decline in the State's population share of GST (with the State receiving just 30.0% of its population share in 2015-16, down from 37.6% in 2014-15);
 - lower North West Shelf petroleum grants (down \$235 million), mainly due to lower prices and volumes for LNG, condensate, oil and LPG (partially offset by higher domestic gas volumes, a lower \$US/\$A exchange rate (relative to the same period last year) and lower allowable deductions);
 - lower grants for transport (down \$139 million), largely due to milestones achieved in 2014-15 under the Commonwealth's *Nation Building Program*;
 - lower on-passed grants to local governments (down \$108 million), largely reflecting the timing of a 2015-16 payment made by the Commonwealth near the end of the 2014-15 financial year;
 - higher funding for non-government schools (up \$63 million), largely due to increases in school enrolment numbers and changes to student characteristics under the Commonwealth's *Australian Education Act 2013*;
 - higher grants for schools (up \$46 million), attributable to higher student enrolment numbers;
 - lower capital grants for housing (down \$35 million), due to the net impact of lower funding for *Municipal and Essential Services*, partly offset by higher *Remote Indigenous Housing* program grants; and
 - higher funding for the health and disability sectors (up a combined \$23 million);
- lower royalty income (down \$581 million, or 16.2%), primarily due to lower iron ore prices, partially offset by higher production volumes and the impact of a lower \$US/\$A exchange rate:
 - the benchmark iron ore price averaged \$US49.4 per tonne in the nine months to March 2016, 34.6% lower than the average price in the same period in 2014-15 (\$US75.5 per tonne);
 - the \$US/\$A exchange rate averaged US72.3 cents in the nine months to March 2016, which is 15.5% lower than the average for the corresponding period a year earlier (US85.5 cents); and
 - iron ore export volumes in the nine months to March 2016 were 6.2% higher than the same period last year (based on Australian Bureau of Statistics trade data); and

- lower revenue from taxation (down \$28 million, or 0.4%), mainly due to the net impact of:
 - lower transfer duty (down \$220 million), largely due to a softening in residential property transactions and prices;
 - higher land tax collections (up \$210 million), primarily reflecting an increase in land tax rates announced in the 2015-16 Budget;
 - lower payroll tax collections (down \$65 million), reflecting weaker conditions in the State's labour market (with both full-time employment and aggregate hours worked recording declines), coupled with historically low wage growth. This is the first time that payroll tax – the State's largest tax base – has actually contracted in the first nine months of a financial year, and is consistent with the full year contraction of 2% estimated in the 2016-17 Budget;
 - lower casino tax (down \$41 million), mainly due to changes in casino tax arrangements announced in the 2014-15 Mid-year Review²; and
 - higher Emergency Services Levy collections (up \$34 million) and loan guarantee fees (up \$21 million).

Figure 3

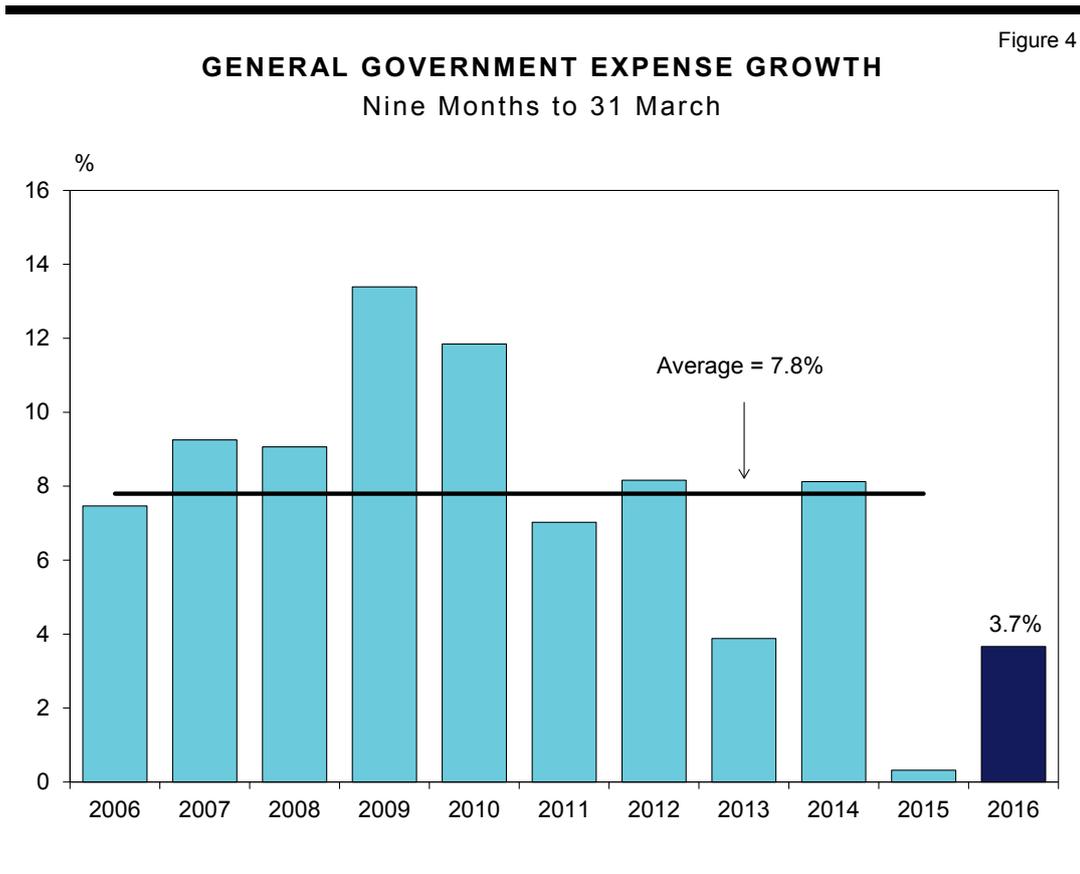


(a) Segments may not add due to rounding.

² A lower casino tax rate applied from 24 December 2014 and was accompanied by lower GST reimbursements to Crown Casino (an expense).

Expenses

Expenses for the nine months to 31 March 2016 totalled \$21,026 million, up \$743 million (or 3.7%) on the same period in 2014-15. This rate of growth is well below the 7.8% annual average in each nine month period over the preceding decade. This outcome reflects the growing impact of successive savings measures implemented by the Government in recent years, particularly measures which have sought to constrain growth in employee costs (such as voluntary separation schemes, the previous Consumer Price Index-based wages policy, the Workforce Renewal Policy and recruitment freezes).



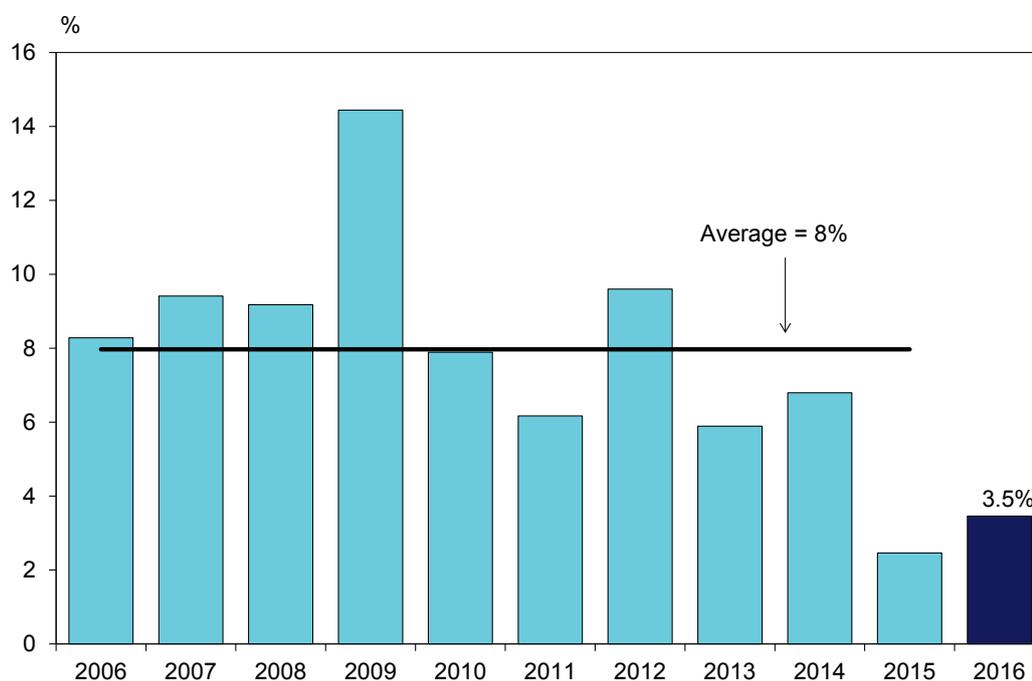
The March 2016 increase is mainly due to the net effect of:

- higher salaries (up \$285 million, or 3.5%), largely due to growth in staff numbers in the health and education sectors and the impact of wage increases under health sector Enterprise Bargaining Agreements (outside of health and education, salaries expenditure in the general government sector contracted by 1.1% over the first nine months of 2015-16 compared with the same period last year);

Figure 5

GENERAL GOVERNMENT SALARIES GROWTH

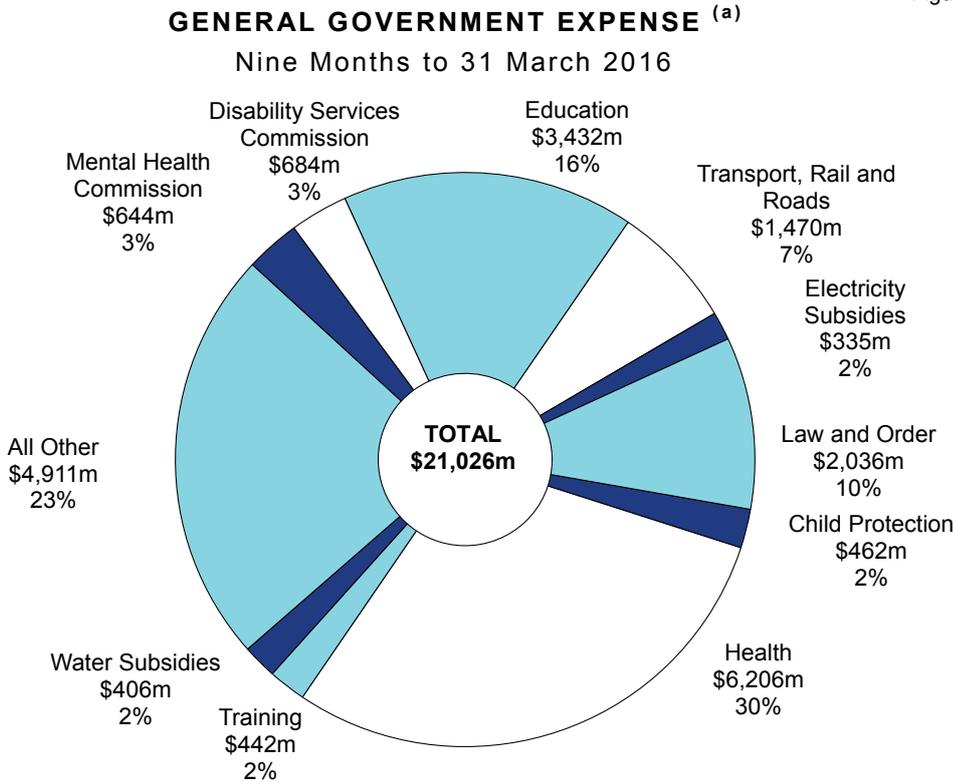
Nine Months to 31 March



- higher ‘services and contracts’ and ‘other’ gross operating expenses (up \$271 million, or 5.2%), primarily for:
 - higher health costs (up \$137 million), largely due to increases for contracted private health services, palliative care, drug and other medical services costs;
 - higher school spending (up \$61 million), mainly due to increased facilities spending, and student support service costs; and
 - higher spending for the Department of Corrective Services (up \$19 million), due mainly to an increased prisoner population;
- higher interest expense (up \$90 million, or 22.5%), due to higher borrowings by the Consolidated Account;
- lower current transfers (down \$65 million, or 1.6%), mainly due to the combined effect of:
 - a lower operating subsidy for Synergy (down \$74 million), resulting from a review of the cost of electricity supply and the implementation of the means-tested Energy Assistance Payment (formerly known as the Cost of Living Assistance payment);
 - lower on-passed local government grants (down \$67 million), reflecting the timing of the associated funding from the Commonwealth, noted earlier;
 - the on-passing of higher non-government school grants (up \$75 million), discussed earlier;

- lower casino tax rebates (down \$30 million), reflecting the revised casino tax arrangement noted above; and
- higher appropriations to the Housing Authority (up \$20 million), mainly due to changes in funding for essential and municipal services in remote Aboriginal communities, reflected in the 2015-16 Budget; and
- higher capital transfers (up \$43 million, or 15.4%), due to the transfer of land to the Town of Cambridge by the Department of Planning as part of compensation for the Perry Lakes redevelopment (\$28 million) and the timing of on-passed Commonwealth local government road and Indigenous housing grants (up a combined \$14 million).

Figure 6



(a) Segments may not add due to rounding.

For the nine months to 31 March 2016, health expenses accounted for around 30% of total general government expenses – the highest proportion on record.

Balance Sheet

The net worth of the general government sector decreased by \$1.9 billion in the first nine months of 2015-16, to stand at an estimated \$119.4 billion at 31 March 2016. Net worth is the widest measure of financial value of the public sector and includes the value of all assets less the value of all liabilities recorded on the balance sheet. The lower outcome to 31 March 2016 mainly reflects the impact of the general government operating deficit (discussed earlier), the partly offsetting effect of quarterly operating surpluses for the State’s public corporations, and estimated movements in the value of all other public sector assets and liabilities.

The lower estimated net worth outcome reflects the net impact of:

- a \$3 billion increase in general government sector assets, including:
 - an increase in the value of equity in public corporations (up \$1.1 billion), attributable to increases in the estimated value of physical assets, operating surpluses recorded by these corporations, and general government sector equity contributions;
 - higher liquid investments (including cash and investments, loans and placements) (up \$1 billion), mainly due to fluctuations in cash investments held by the Public Bank Account (see Appendix 3: *Public Ledger*);
 - an estimated \$490 million increase in general government sector land and physical assets, reflecting infrastructure spending and projected increases in the value of the sector's existing land holdings; and
 - a net increase in all other general government sector assets (up \$354 million), mainly reflecting movements in receivables for the timing of cash receipts;
- a \$4.9 billion increase in liabilities, with:
 - an increase in borrowings (up \$4.8 billion), mainly central borrowings held by the Consolidated Account;
 - higher unfunded superannuation liabilities (up \$384 million), reflecting a decrease in the discount rate used to calculate the liability (from 3.0% in June 2015 to 2.5% in March 2016)³; and
 - a net decrease in all other general government sector liabilities (down \$316 million), such as movements in leave accruals and accounts payable.

General government sector net debt increased by \$3.9 billion during the first nine months of 2015-16, to stand at \$13.2 billion. This increase primarily reflects higher borrowings by the Consolidated Account (which are raised to support infrastructure spending across the public sector, and the impact of a cash operating shortfall as a result of the substantial declines in revenue, discussed earlier), partly offset by higher liquid investments, loans and placements. This outcome is consistent with the \$14.3 billion general government sector net debt forecast for the year ending 30 June 2016 reflected in the 2016-17 Budget.

³ Long-term government bond rates are used by the actuary in year-end valuations of unfunded superannuation liabilities. Bond rates decreased in the March 2016 quarter. A decrease in the bond rate means that unfunded liabilities increase in value (and vice versa). The quarterly impact of these changes is estimated by Treasury.

Cash Flow

A cash deficit of \$3.1 billion was recorded for the nine months to 31 March 2016, compared with a \$1.4 billion cash deficit for the same period in 2014-15. This outcome reflects:

- a net cash deficit from operating activities of \$1,532 million, compared with a \$367 million surplus reported for the same period last year, due to the cash impact of the accrual operating outcome discussed earlier; and
- \$1.7 billion in general government infrastructure spending (\$238 million lower than the amount reported for the same period last year). The decrease in infrastructure spending compared to the first nine months of 2014-15 mainly reflects the completion (or near completion) of a number of major health projects such as the Perth Children's Hospital and the Midland Public Hospital, the completion of education infrastructure to transition Year 7 students to secondary settings, and a reduction in school construction costs, partially offset by increased spending on major road projects.

Total Public Sector⁴

Operating Statement

The total public sector recorded an operating deficit of \$1,755 million for the nine months to 31 March 2016, a turnaround on the \$421 million operating surplus for the same period a year earlier.

SUMMARY OF TOTAL PUBLIC SECTOR FINANCES						
Western Australia						
	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual ^(b) \$m
Net operating balance	-863	-1,755	-2,833	-135	421	-464
Net worth		119,381	118,922		117,584	121,299
Movement in cash balances	844	3,265	1,280	-814	304	857
<i>Memorandum items</i>						
Net lending	-1,716	-2,926	-4,408	-416	-756	-2,693
Net debt		26,205	27,860		22,564	23,374
Cash surplus/-deficit	-742	-3,378	-4,301	-355	-1,647	-2,500

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

The total public sector operating deficit for the nine months to 31 March 2016 incorporates:

- the \$2,077 million operating deficit for the general government sector, discussed earlier;

⁴ The total public sector (also known as the whole-of-government) consolidates the general government sector (discussed in the previous section), the public non-financial corporations sector (which includes entities such as the electricity utilities, Water Corporation, ports and the Public Transport Authority), and the public financial corporations sector (including agencies such as the Western Australian Treasury Corporation and the Insurance Commission of Western Australia).

- a \$567 million operating surplus for the public non-financial corporations sector (\$142 million lower than the \$709 million surplus recorded in the same period in 2014-15, primarily due to higher depreciation expense for freight network infrastructure recorded by the Public Transport Authority, and higher service and contracts expenses incurred by the Housing Authority); and
- an operating surplus of \$247 million for the public financial corporations sector, broadly in line with the surplus recorded in the same period in 2014-15.

Table 3

TOTAL PUBLIC SECTOR OPERATING BALANCE By Sector

	2015-16			2014-15			Actual ^(b) \$m
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m		
Net Operating Balance							
General government sector	-1,088	-2,077	-2,037	-337	-41		-431
Public non-financial corporations sector	263	567	497	269	709		1,049
Public financial corporations sector	-3	247	198	-65	236		176
<i>less</i>							
General government dividend revenue	1	458	1,422	2	454		1,187
Public non-financial corporations dividend revenue ^(c)	34	34	69	-	28		72
Total public sector net operating balance	-863	-1,755	-2,833	-135	421		-464

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

(c) Dividends received from Keystart (a public financial corporation) by the Housing Authority (a public non-financial corporation).

Balance Sheet

The value of the total public sector balance sheet (measured by net worth, or total assets less total liabilities) is identical to that of the general government sector (discussed earlier). This is because the net worth of the public corporations sectors is recognised as an investment asset of the general government sector.

Total public sector net debt increased by \$2.8 billion during the nine months to 31 March 2016 to stand at \$26.2 billion.

Cash Flow

A cash deficit of \$3.4 billion was recorded for the nine months to 31 March 2016. This compares with a \$1.6 billion cash deficit recorded for the same period in 2014-15. This outcome includes an operating cash shortfall of \$259 million (the cash flow equivalent of the operating statement movements discussed earlier), and a \$3.1 billion net cash deficit on infrastructure spending.

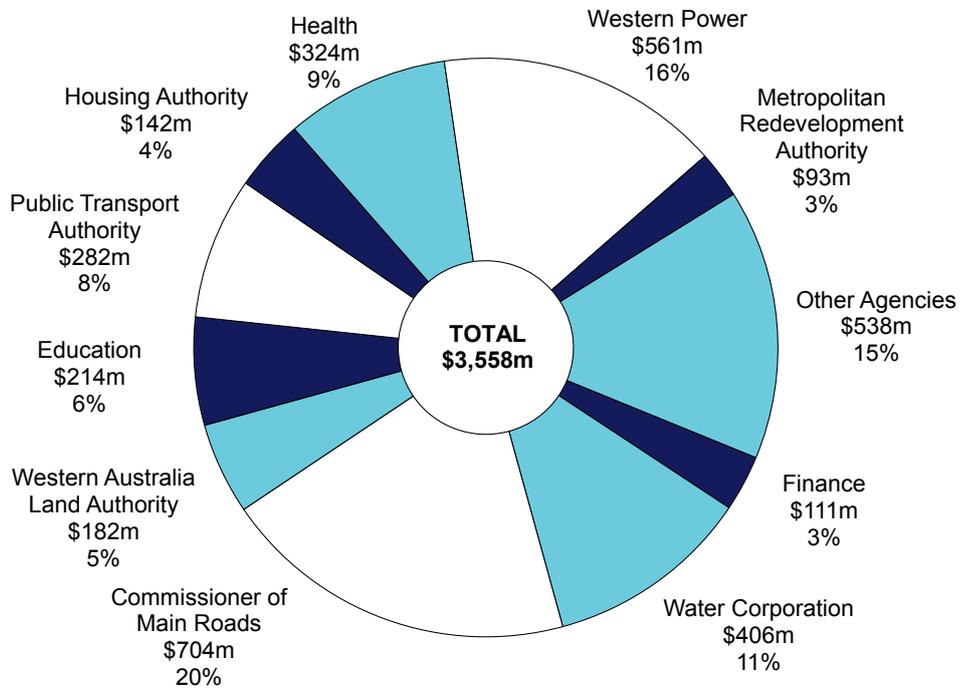
Total public sector infrastructure investment for the nine months to 31 March 2016 totalled \$3.6 billion, \$478 million (or 11.8%) lower than the same period in 2014-15. This reflects the lower general government sector infrastructure spending discussed earlier (down \$238 million), and lower public corporation sector expenditure (mainly reflecting the near completion of Western Power's Mid West Energy Project).

Aggregate infrastructure spending to 31 March 2016 represents around 68% of the \$5.2 billion estimated outturn for 2015-16 contained in the 2016-17 Budget.

Figure 7

ASSET INVESTMENT PROGRAM ^(a)

Nine Months to 31 March 2016



(a) Segments may not add due to rounding.

Interim Financial Statements

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Introduction

Financial information presented in this appendix has been prepared in accordance with Australian Accounting Standards and pronouncements, including AASB 134: *Interim Financial Reporting*, and AASB 1049: *Whole of Government and General Government Sector Financial Reporting*, and requirements under section 14A(3) of the *Government Financial Responsibility Act 2000*. The formats used in this report are the same as those used in 2015-16 State Budget Papers released on 14 May 2015, and in the 2016-17 Budget Papers released on 12 May 2016, facilitating comparisons between estimates and outturns.

These financial statements (Operating Statement, Balance Sheet and Cash Flow Statement) also comply with Uniform Presentation Framework (UPF) disclosure requirements by reporting the finances of the general government sector and the total public sector. Other UPF disclosure requirements are included in the notes to the financial statements, and in Appendix 2 of this report.

Table 1.1

GENERAL GOVERNMENT OPERATING STATEMENT

	Note	2015-16			2014-15		Actual ^(b) \$m
		Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	
RESULTS FROM TRANSACTIONS							
REVENUE							
Taxation		1,919	6,960	9,045	1,913	6,988	8,882
Current grants and subsidies		2,157	5,760	7,304	2,224	6,179	8,051
Capital grants		22	268	1,033	234	526	1,263
Sales of goods and services		578	1,590	2,141	547	1,563	2,105
Interest Income		52	143	178	50	145	185
Revenue from public corporations							
Dividends from other sectors		1	458	1,422	2	454	1,187
Tax equivalent income		161	383	576	182	437	592
Royalty income		877	3,003	4,177	1,135	3,584	4,603
Other		131	384	617	126	365	532
Total	2	5,898	18,949	26,492	6,414	20,242	27,400
EXPENSES							
Salaries		2,801	8,526	11,420	2,722	8,241	11,089
Superannuation							
Concurrent costs		278	847	1,135	268	811	1,107
Superannuation interest cost		32	141	183	26	137	266
Other employee costs		98	270	394	100	298	430
Depreciation and amortisation		331	995	1,386	309	889	1,235
Services and contracts		523	1,485	2,270	490	1,420	2,057
Other gross operating expenses		1,219	4,011	5,451	1,153	3,805	5,131
Other interest		174	491	686	136	401	543
Current transfers	3	1,463	3,936	5,108	1,418	4,001	5,465
Capital transfers	3	66	323	497	127	279	507
Total		6,987	21,026	28,529	6,751	20,283	27,831
NET OPERATING BALANCE	4	-1,088	-2,077	-2,037	-337	-41	-431
<i>Other economic flows - included in the operating result</i>							
Net gains on assets/liabilities		-23	-60	-53	-7	5	-21
Net actuarial gains/-loss - superannuation		-317	-574	-684	-265	-840	98
Provision for doubtful debts		-	-1	-4	-	-1	-36
Changes in accounting policy/adjustment of prior periods		-98	-200	-	-17	-164	-504
Total other economic flows		-438	-836	-741	-289	-1,001	-463
OPERATING RESULT		-1,526	-2,912	-2,779	-626	-1,042	-894
<i>All other movements in equity</i>							
<i>Items that will not be reclassified to operating result</i>							
Revaluations		-157	341	73	82	496	2,229
Gains recognised directly in equity		-	-6	131	-	-5	-4
Change in net worth of the public corporations sectors		-249	660	198	494	1,308	3,140
All other		-	-	-	-	-	-
Total all other movements in equity		-406	994	402	576	1,799	5,365
TOTAL CHANGE IN NET WORTH	4	-1,932	-1,918	-2,377	-50	757	4,472
KEY FISCAL AGGREGATES							
NET OPERATING BALANCE	4	-1,088	-2,077	-2,037	-337	-41	-431
<i>Less Net acquisition of non-financial assets</i>							
Purchase of non-financial assets		508	1,661	2,275	552	1,898	2,667
Changes in inventories		5	12	14	6	6	-9
Other movement in non-financial assets		9	-19	261	5	85	90
<i>less:</i>							
Sales of non-financial assets		17	56	279	24	89	134
Depreciation		331	995	1,386	309	889	1,235
Total net acquisition of non-financial assets		174	602	884	230	1,012	1,378
NET LENDING/-BORROWING	4	-1,262	-2,679	-2,921	-567	-1,053	-1,809

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

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

GENERAL GOVERNMENT BALANCE SHEET

Table 1.2

	Note	For the period ending			
		31 Mar	30 June	31 Mar	30 June
		2016	2016 ^(a)	2015	2015 ^(b)
		\$m	\$m	\$m	\$m
ASSETS					
<i>Financial assets</i>					
Cash and deposits		927	805	804	785
Advances paid		722	730	691	678
Investments, loans and placements	5	4,467	3,488	3,484	3,571
Receivables	6	2,729	2,698	2,952	2,660
Shares and other equity					
Investments in other public sector entities - equity method		49,506	49,044	47,013	48,846
Investments in other public sector entities - direct injections		7,874	8,054	7,070	7,455
Investments in other entities		40	41	49	44
Other financial assets		8	-	-	-
Total financial assets		66,274	64,861	62,063	64,038
<i>Non-financial assets</i>					
Land		38,753	39,038	38,066	38,837
Property, plant and equipment		45,578	46,289	44,070	45,003
Biological assets		2	-	2	2
Inventories					
Land inventories		109	102	99	106
Other inventories		81	83	85	69
Intangibles		617	613	612	609
Assets classified as held for sale		26	29	14	27
Investment property		9	-	8	9
Other		464	538	249	249
Total non-financial assets		85,637	86,692	83,205	84,911
TOTAL ASSETS		151,911	151,553	145,269	148,949
LIABILITIES					
Deposits held		482	484	643	417
Advances received		407	392	424	407
Borrowings	7	18,416	18,495	12,961	13,603
Unfunded superannuation		7,956	7,933	8,454	7,573
Other employee benefits		3,094	2,957	3,025	3,292
Payables		875	1,079	926	1,071
Other liabilities		1,299	1,291	1,251	1,287
TOTAL LIABILITIES		32,530	32,631	27,684	27,649
NET ASSETS		119,381	118,922	117,584	121,299
<i>Of which:</i>					
Contributed equity		-	-	-	-
Accumulated surplus		8,211	11,529	10,865	11,012
Other reserves		111,170	107,393	106,719	110,287
NET WORTH	4	119,381	118,922	117,584	121,299
MEMORANDUM ITEMS					
<i>Net financial worth</i>		<i>33,744</i>	<i>32,230</i>	<i>34,379</i>	<i>36,389</i>
<i>Net financial liabilities</i>		<i>23,637</i>	<i>24,867</i>	<i>19,704</i>	<i>19,912</i>
<i>Net debt</i>					
Gross debt liabilities		19,306	19,371	14,028	14,427
less: liquid financial assets		6,117	5,024	4,979	5,034
less: convergence differences impacting net debt		-	-	88	88
Net debt		13,189	14,347	8,961	9,306

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

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

Table 1.3

GENERAL GOVERNMENT STATEMENT OF CHANGES IN EQUITY
For the nine months ended 31 March 2016

	Asset Revaluation Surplus \$m	investments in other sector entities \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
Balance at 1 July 2015	61,441	48,846	11,012	121,299
Operating result	-	-	-2,912	-2,912
Other movements in equity	341	660	-6	994
All other	-118	-	118	-
<i>Total change in net worth</i>	<i>222</i>	<i>660</i>	<i>-2,801</i>	<i>-1,918</i>
Balance at 31 March 2016	61,663	49,506	8,211	119,381

For the nine months ended 31 March 2015

	Asset Revaluation Surplus \$m	investments in other sector entities \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
Balance at 1 July 2014	59,205	45,706	11,917	116,828
Operating result	-	-	-1,042	-1,042
Other movements in equity	496	1,308	-5	1,799
All other	4	-	-5	-1
<i>Total change in net worth</i>	<i>500</i>	<i>1,308</i>	<i>-1,052</i>	<i>756</i>
Balance at 31 March 2015	59,705	47,014	10,865	117,584

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

GENERAL GOVERNMENT CASH FLOW STATEMENT

Table 1.4

	Note	2015-16			2014-15		Actual ^(b) \$m
		Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	
CASH FLOWS FROM OPERATING ACTIVITIES							
<i>Cash received</i>							
Taxes received		2,022	6,699	9,057	2,015	6,657	8,846
Grants and subsidies received		2,225	6,039	8,356	2,509	6,721	9,394
Receipts from sales of goods and services		515	1,537	2,176	644	1,827	2,129
Interest receipts		48	123	170	44	122	180
Dividends and tax equivalents		145	951	2,031	74	928	1,865
Other		1,457	4,563	5,876	1,615	5,222	6,799
<i>Total cash received</i>		6,412	19,912	27,667	6,901	21,478	29,213
<i>Cash paid</i>							
Wages, salaries and supplements, and superannuation		-3,072	-9,907	-13,400	-3,263	-9,536	-12,546
Payments for goods and services		-1,825	-5,957	-7,970	-1,757	-6,069	-7,761
Interest paid		-163	-444	-634	-133	-380	-537
Grants and subsidies paid		-1,300	-3,942	-5,499	-1,348	-3,969	-5,767
Dividends and tax equivalents		-	-	-	-	-	-
Other		-387	-1,194	-1,429	-337	-1,158	-1,562
<i>Total cash paid</i>		-6,747	-21,444	-28,931	-6,838	-21,111	-28,173
NET CASH FLOWS FROM OPERATING ACTIVITIES		-335	-1,532	-1,264	63	367	1,040
CASH FLOWS FROM INVESTING ACTIVITIES							
<i>Cash flows from investments in non-financial assets</i>							
Purchase of non-financial assets		-508	-1,661	-2,275	-552	-1,898	-2,667
Sales of non-financial assets		17	56	279	24	89	134
<i>Total cash flows from investments in non-financial assets</i>		-492	-1,605	-1,996	-528	-1,809	-2,533
<i>Cash flows from investments in financial assets</i>							
<i>Cash received</i>							
For policy purposes		128	138	136	3	11	18
For liquidity purposes		-	10	43	-	-	5
<i>Cash paid</i>							
For policy purposes		-114	-491	-787	-63	-316	-566
For liquidity purposes		2	-37	-58	3	-6	-22
<i>Total cash flows from investments in financial assets</i>		16	-379	-666	-57	-311	-565
NET CASH FLOWS FROM INVESTING ACTIVITIES		-475	-1,984	-2,662	-585	-2,120	-3,098
CASH FLOWS FROM FINANCING ACTIVITIES							
<i>Cash received</i>							
Advances received		-	-	16	-	-	16
Borrowings		16	5,171	5,074	15	1,561	2,065
Deposits received		-	-	-	-	-	-
Other financing receipts		134	556	55	150	503	448
<i>Total cash received</i>		149	5,727	5,145	164	2,063	2,529
<i>Cash paid</i>							
Advances paid		-	-	-16	-	-	-16
Borrowings repaid		-17	-78	-93	-17	-52	-79
Deposits paid		-	-	-	-	-	-
Other financing payments		324	-620	-532	-257	-617	-424
<i>Total cash paid</i>		307	-698	-640	-275	-669	-519
NET CASH FLOWS FROM FINANCING ACTIVITIES		457	5,029	4,505	-111	1,394	2,010
Net increase in cash and cash equivalents		-354	1,513	579	-632	-359	-48
Cash and cash equivalents at the beginning of the year		6,307	4,440	4,440	4,762	4,488	4,488
Cash and cash equivalents at the end of the year		5,953	5,953	5,019	4,130	4,130	4,440
KEY FISCAL AGGREGATES							
Net cash flows from operating activities		-335	-1,532	-1,264	63	367	1,040
Net cash flows from investing in non-financial assets		-492	-1,605	-1,996	-528	-1,809	-2,533
Cash surplus/-deficit	4	-827	-3,137	-3,260	-465	-1,442	-1,493

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

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

Table 1.5

TOTAL PUBLIC SECTOR OPERATING STATEMENT

	Note	2015-16			2014-15		Actual ^(b) \$m
		Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	
<i>Results from Transactions</i>							
REVENUE							
Taxation		1,787	6,577	8,549	1,797	6,644	8,400
Current grants and subsidies		2,157	5,760	7,304	2,224	6,179	8,051
Capital grants		22	268	1,033	234	526	1,263
Sales of goods and services		5,553	16,293	18,134	4,891	14,182	19,071
Interest Income		151	394	640	155	453	648
Royalty income		877	3,003	4,177	1,135	3,584	4,603
Other		242	742	1,056	360	897	1,256
Total	2	10,788	33,035	40,892	10,796	32,465	43,292
EXPENSES							
Salaries		3,110	9,484	12,698	3,054	9,201	12,314
Superannuation							
Concurrent costs		309	942	1,262	300	906	1,230
Superannuation interest cost		32	141	183	26	137	266
Other employee costs		58	184	261	66	191	298
Depreciation and amortisation		837	2,579	3,470	847	2,456	3,226
Services and contracts		731	2,191	3,147	709	2,057	2,991
Other gross operating expenses		4,971	14,938	16,972	4,341	12,816	17,600
Other interest		403	1,232	1,715	382	1,128	1,506
Other property expenses		-	-	-	-	-	-
Current transfers	3	1,135	2,889	3,606	1,112	2,912	3,886
Capital transfers	3	66	210	412	94	240	440
Total		11,652	34,791	43,725	10,931	32,044	43,756
NET OPERATING BALANCE	4	-863	-1,755	-2,833	-135	421	-464
<i>Other economic flows - included in the operating result</i>							
Net gains on assets/liabilities		-164	-97	100	178	324	327
Net actuarial gains/-loss - superannuation		-322	-581	-684	-271	-856	60
Provision for doubtful debts		-4	-12	-22	1	-5	-45
Changes in accounting policy/adjustment of prior periods		-437	-112	-	524	483	-688
Total other economic flows		-927	-802	-606	432	-54	-345
OPERATING RESULT		-1,791	-2,558	-3,439	297	367	-810
<i>All other movements in equity</i>							
<i>Items that will not be reclassified to operating result</i>							
Revaluations		-1,216	-1,303	1,054	-328	-246	4,724
Gains recognised directly in equity		1,075	1,943	8	-19	636	557
All other		-	-	-	-	-	-
Total all other movements in equity		-142	640	1,062	-347	389	5,281
TOTAL CHANGE IN NET WORTH	4	-1,932	-1,918	-2,377	-50	757	4,472
KEY FISCAL AGGREGATES							
NET OPERATING BALANCE	4	-863	-1,755	-2,833	-135	421	-464
<i>Less Net acquisition of non-financial assets</i>							
Purchase of non-financial assets		1,069	3,558	5,212	1,193	4,036	5,777
Changes in inventories		717	534	628	31	-147	173
Other movement in non-financial assets		29	96	270	125	319	418
<i>Less:</i>							
Sales of non-financial assets		126	439	1,066	222	576	913
Depreciation		837	2,579	3,470	847	2,456	3,226
Total net acquisition of non-financial assets		852	1,170	1,575	281	1,177	2,229
NET LENDING/-BORROWING	4	-1,716	-2,926	-4,408	-416	-756	-2,693

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

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

TOTAL PUBLIC SECTOR BALANCE SHEET

Table 1.6

	Note	For the period ending			
		31 Mar 2016 \$m	30 June 2016 ^(a) \$m	31 Mar 2015 \$m	30 June 2015 ^(b) \$m
ASSETS					
<i>Financial assets</i>					
Cash and deposits		1,899	1,650	1,493	1,631
Advances paid		4,664	4,723	4,323	4,429
Investments, loans and placements	5	14,812	16,035	14,620	15,190
Receivables	6	3,866	3,516	4,137	3,747
Equity - investments in other entities		1,512	1,791	1,703	1,670
Other financial assets		15	7	4	7
Total financial assets		26,767	27,722	26,280	26,674
<i>Non-financial assets</i>					
Land		54,019	54,285	53,427	54,084
Property, plant and equipment		99,685	100,910	95,192	98,636
Biological assets		316	317	322	316
Inventories					
Land inventories		2,266	2,161	2,126	2,281
Other inventories		4,011	4,106	3,157	3,477
Intangibles		1,104	1,071	1,116	1,129
Assets classified as held for sale		67	65	27	879
Investment property		420	431	595	59
Other		602	696	412	454
Total non-financial assets		162,489	164,041	156,374	161,315
TOTAL ASSETS		189,257	191,763	182,653	187,989
LIABILITIES					
Deposits held		40	56	183	52
Advances received		407	392	424	407
Borrowings	7	47,132	49,821	42,482	44,252
Unfunded superannuation		8,076	8,022	8,581	7,710
Other employee benefits		3,524	3,404	3,455	3,763
Payables		5,796	6,115	5,232	5,705
Other liabilities		4,899	5,032	4,712	4,800
TOTAL LIABILITIES		69,875	72,840	65,069	66,690
NET ASSETS		119,381	118,922	117,584	121,299
<i>Of which:</i>					
Contributed equity		-	-	-	-
Accumulated surplus		31,157	32,636	32,925	31,630
Other reserves		88,224	86,287	84,660	89,669
NET WORTH	4	119,381	118,922	117,584	121,299
MEMORANDUM ITEMS					
<i>Net financial worth</i>		-43,108	-45,119	-38,789	-40,016
<i>Net financial liabilities</i>		44,620	46,910	40,492	41,686
<i>Net debt</i>					
Gross debt liabilities		47,580	50,269	43,089	44,712
less: liquid financial assets		21,375	22,408	20,436	21,250
less: convergence differences impacting net debt		-	-	88	88
Net debt		26,205	27,860	22,564	23,374

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

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

Table 1.7

TOTAL PUBLIC SECTOR STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 March 2016

	Asset		Total Equity \$m
	Revaluation Surplus \$m	Accumulated Surplus/deficit \$m	
Balance at 1 July 2015	89,669	31,630	121,299
Operating result	-	-2,558	-2,558
Other movements in equity	-1,303	1,943	640
All other	-141	141	-
<i>Total change in net worth</i>	<i>-1,445</i>	<i>-473</i>	<i>-1,918</i>
Balance at 31 March 2016	88,224	31,157	119,381

For the nine months ended 31 March 2015

	Asset		Total Equity \$m
	Revaluation Surplus \$m	Accumulated Surplus/deficit \$m	
Balance at 1 July 2014	84,955	31,873	116,828
Operating result	-	367	367
Other movements in equity	-246	636	389
All other	-49	49	-
<i>Total change in net worth</i>	<i>-295</i>	<i>1,052</i>	<i>757</i>
Balance at 31 March 2015	84,660	32,925	117,584

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

TOTAL PUBLIC SECTOR CASH FLOW STATEMENT

Table 1.8

	2015-16			2014-15		Actual ^(b) \$m	
	Note	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m		Nine Months to 31 Mar \$m
CASH FLOWS FROM OPERATING ACTIVITIES							
<i>Cash received</i>							
Taxes received		1,911	6,399	8,489	1,906	6,392	8,305
Grants and subsidies received		2,225	6,039	8,356	2,509	6,721	9,394
Receipts from sales of goods and services		5,712	16,912	18,488	4,843	14,352	19,836
Interest receipts		166	480	710	166	532	748
Other receipts		1,710	5,510	6,658	1,900	6,203	8,065
<i>Total cash received</i>		11,726	35,340	42,701	11,324	34,201	46,347
<i>Cash paid</i>							
Wages, salaries and supplements, and superannuation		-3,411	-11,028	-14,920	-3,636	-10,621	-13,917
Payments for goods and services		-5,566	-17,159	-18,774	-4,588	-14,387	-20,123
Interest paid		-488	-1,423	-1,678	-404	-1,248	-1,699
Grants and subsidies paid		-1,107	-2,871	-3,685	-1,154	-2,975	-4,001
Other payments		-953	-3,118	-3,799	-926	-3,155	-4,244
<i>Total cash paid</i>		-11,525	-35,599	-42,856	-10,708	-32,387	-43,983
NET CASH FLOWS FROM OPERATING ACTIVITIES		201	-259	-155	616	1,814	2,364
CASH FLOWS FROM INVESTING ACTIVITIES							
<i>Cash flows from investments in non-financial assets</i>							
Purchase of non-financial assets		-1,069	-3,558	-5,212	-1,193	-4,036	-5,777
Sales of non-financial assets		126	439	1,066	222	576	913
<i>Total cash flows from investments in non-financial assets</i>		-943	-3,119	-4,146	-971	-3,461	-4,864
<i>Cash flows from investments in financial assets</i>							
<i>Cash received</i>							
For policy purposes		128	138	136	3	11	18
For liquidity purposes		905	2,980	7,303	737	3,739	7,056
<i>Cash paid</i>							
For policy purposes		-1	-12	-10	-1	-10	-17
For liquidity purposes		-951	-2,560	-7,157	-1,315	-5,237	-6,732
<i>Total cash flows from investments in financial assets</i>		80	546	272	-575	-1,497	325
NET CASH FLOWS FROM INVESTING ACTIVITIES		-862	-2,573	-3,874	-1,546	-4,958	-4,539
CASH FLOWS FROM FINANCING ACTIVITIES							
<i>Cash received</i>							
Advances received		-	-	-	-	-	-
Borrowings		4,006	12,995	28,923	3,823	11,865	16,256
Deposits received		-	-	-	-	-	-
Other financing receipts		137	564	44	150	491	454
<i>Total cash received</i>		4,143	13,559	28,967	3,972	12,356	16,711
<i>Cash paid</i>							
Advances paid		-	-	-16	-	-	-16
Borrowings repaid		-3,005	-6,893	-23,182	-3,599	-8,297	-13,242
Deposits paid		-	-	-	-	-	-
Other financing payments		368	-568	-461	-256	-611	-421
<i>Total cash paid</i>		-2,637	-7,462	-23,658	-3,856	-8,908	-13,679
NET CASH FLOWS FROM FINANCING ACTIVITIES		1,506	6,097	5,309	117	3,447	3,032
Net increase in cash and cash equivalents		844	3,265	1,280	-814	304	857
Cash and cash equivalents at the beginning of the year		11,660	9,239	9,239	9,500	8,383	8,383
Cash and cash equivalents at the end of the year		12,504	12,504	10,519	8,686	8,686	9,239
KEY FISCAL AGGREGATES							
Net cash flows from operating activities		201	-259	-155	616	1,814	2,364
Net cash flows from investing in non-financial assets		-943	-3,119	-4,146	-971	-3,461	-4,864
Cash surplus/-deficit	4	-742	-3,378	-4,301	-355	-1,647	-2,500

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 Annual Report on State Finances, released on 24 September 2015.

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

Notes to the Interim Financial Statements

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) General Statement

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

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

(b) The Reporting Entity

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

The total public sector includes the general government sector and the public corporations sector. The general government sector consists of those agencies and Crown entities that provide services that are predominantly funded from central revenue. Public corporations generally seek to recover the majority of the costs of operations through user charges and other own-source revenue.

(c) Basis of Preparation

The financial statements for the nine months ended 31 March 2016 have been prepared in accordance with Australian Accounting Standards, in particular AASB 134: *Interim Financial Reporting*, and AASB 1049: *Whole of Government and General Government Sector Financial Reporting* and other authoritative pronouncements of the AASB.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the audited Consolidated Financial Statements for the year ended 30 June 2015, presented in Appendix 1 of the 2014-15 *Annual Report on State Finances* (ARSF) and released on 24 September 2015. The accounting policies adopted in this publication are consistent with those outlined in the ARSF (see Note 3: *Summary of Significant Accounting Policies* in Appendix 1 of the 2014-15 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/rows may not add due to rounding.

(d) Unaudited Data

The Interim Financial Statements are not audited.

NOTE 2: OPERATING REVENUE

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

NOTE 3: TRANSFER EXPENSES

Transfer expenses are defined as the provision of something of value for no specific return or consideration and include grants, subsidies, donations, transfers of assets free of charge, etc. The following tables provide detail of current and capital transfer expenses of the general government sector and total public sector.

TRANSFER EXPENSES ^(a) General Government

	2015-16			2014-15		
	Three Months to 31 Mar	Nine Months to 31 Mar	Estimated Outturn ^(b)	Three Months to 31 Dec	Nine Months to 31 Mar	Actual ^(c)
	\$m	\$m	\$m	\$m	\$m	\$m
<i>CURRENT TRANSFERS</i>						
Local Government	38	182	239	57	189	380
Local Government on-passing	21	64	87	44	131	262
Private and Not-for-profit sector	316	975	1,404	324	1,005	1,435
Private and Not-for-profit sector on-passing	562	1,100	1,097	519	1,038	1,064
Other sectors of Government	526	1,615	2,281	475	1,638	2,325
Total Current Transfers	1,463	3,936	5,108	1,418	4,001	5,465
<i>CAPITAL TRANSFERS</i>						
Local Government	11	55	60	21	38	87
Local Government on-passing	13	40	54	27	81	162
Private and Not-for-profit sector	25	85	147	31	91	129
Private and Not-for-profit sector on-passing	4	13	16	5	11	16
Other sectors of Government	13	130	220	44	58	113
Total Capital Transfers	66	323	497	127	279	507

Total Public Sector

	2015-16			2014-15		
	Three Months to 31 Mar	Nine Months to 31 Mar	Estimated Outturn ^(b)	Three Months to 31 Dec	Nine Months to 31 Mar	Actual ^(c)
	\$m	\$m	\$m	\$m	\$m	\$m
<i>CURRENT TRANSFERS</i>						
Local Government	38	188	244	57	189	380
Local Government on-passing	21	64	87	44	131	262
Private and Not-for-profit sector	506	1,522	2,152	490	1,547	2,162
Private and Not-for-profit sector on-passing	562	1,100	1,097	519	1,038	1,064
Other sectors of Government	7	15	26	3	7	18
Total Current Transfers	1,135	2,889	3,606	1,112	2,912	3,886
<i>CAPITAL TRANSFERS</i>						
Local Government	11	55	60	21	38	88
Local Government on-passing	13	40	54	27	81	162
Private and Not-for-profit sector	37	102	283	41	110	174
Private and Not-for-profit sector on-passing	4	13	16	5	11	16
Other sectors of Government	-	-	-	-	-	-
Total Capital Transfers	66	210	412	94	240	440

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

(b) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(c) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

Note: Columns may not add due to rounding.

NOTE 4: CONVERGENCE DIFFERENCES

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

The following tables detail convergence differences reflected in the March 2016 results.

AASB 1049 TO GFS CONVERGENCE DIFFERENCES
Net Operating Balance^(a)

	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual \$m
<i>General government</i>						
AASB1049 net operating balance	-1,088	-2,077	-2,037	-337	-41	-431
Plus GFS revenue adjustments	-	-	-	-	-	-
Less GFS expense adjustments						
Dampier to Bunbury Natural Gas Pipeline loan asset	88	88	88	-	-	-
Total GFS expense adjustments	88	88	88	-	-	-
Total GFS adjustments to AASB 1049 net operating balance	-88	-88	-88	-	-	-
GFS net operating balance	-1,176	-2,165	-2,126	-337	-41	-431
<i>Total public sector</i>						
AASB1049 net operating balance	-863	-1,755	-2,833	-135	421	-464
Plus GFS revenue adjustments	-	-	-	-	-	-
Less GFS expense adjustments						
Capitalised interest	6	23	27	5	16	33
Dampier to Bunbury Natural Gas Pipeline loan asset	88	88	88	-	-	-
Total GFS expense adjustments	94	111	115	5	16	33
Total GFS adjustments to AASB 1049 net operating balance	-94	-111	-115	-5	-16	-33
GFS net operating balance	-957	-1,866	-2,948	-140	405	-497

(a) The 2014-15 *Annual Report on State Finances* included an amount of \$499 million relating to prepaid road grants, based on then advice from the Australian Bureau of Statistics (ABS) for Government Finance Statistics (GFS) purposes. This prepayment was included as a GFS – AASB 1049 convergence difference, with the prepayment unwinding as the grant was spent on specific projects. However, on revised advice recently received from the ABS, the prepaid grant is no longer required to be accrued for GFS purposes, as where possible the ABS would prefer to align (conceptually) the GFS treatment with the AASB 1049 treatment. All comparative data has been revised for this change in GFS treatment.

AASB 1049 TO GFS CONVERGENCE DIFFERENCES
Net Lending/-Borrowing

	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual \$m
<i>General government</i>						
AASB1049 net lending/-borrowing	-1,262	-2,679	-2,921	-567	-1,053	-1,809
Plus Net operating balance convergence differences (noted above)	-88	-88	-88	-	-	-
GFS net lending/-borrowing	-1,350	-2,767	-3,009	-567	-1,053	-1,809
<i>Total public sector</i>						
AASB1049 net lending/-borrowing	-1,716	-2,926	-4,408	-416	-756	-2,693
Plus Net operating balance convergence differences (noted above)	-94	-111	-115	-5	-16	-33
GFS net lending/-borrowing	-1,810	-3,036	-4,523	-421	-771	-2,726

AASB 1049 TO GFS CONVERGENCE DIFFERENCES

Cash Surplus/-Deficit

	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual \$m
<u>General government</u>						
AASB1049 cash surplus/-deficit	-827	-3,137	-3,260	-465	-1,442	-1,493
Less Acquisitions under finance leases and similar arrangements	-	-	221	1	79	80
GFS cash surplus/-deficit	-827	-3,137	-3,481	-465	-1,521	-1,573
<u>Total public sector</u>						
AASB1049 cash surplus/-deficit	-742	-3,378	-4,301	-355	-1,647	-2,500
Less Acquisitions under finance leases and similar arrangements	-	-	221	1	79	80
GFS cash surplus/-deficit	-742	-3,379	-4,523	-356	-1,726	-2,580

AASB 1049 TO GFS CONVERGENCE DIFFERENCES

Change in Net Worth^(a)

	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual \$m
<u>General government</u>						
AASB 1049 change in net worth	-1,932	-1,918	-2,377	-50	757	4,472
Plus change in:						
Dampier to Bunbury Natural Gas Pipeline loan asset	-88	-88	-88	-	-	-
Provision for doubtful debts						
General government sector	-	-11	-	-	-6	20
Impact on public corporations net worth	2	7	-7	-3	-13	-17
Total GFS change in net worth adjustments	-86	-92	-96	-3	-18	2
GFS change in net worth	-2,018	-2,010	-2,472	-53	738	4,474
<u>Total public sector</u>						
AASB 1049 change in net worth	-1,932	-1,918	-2,377	-50	757	4,472
Plus change in:						
Dampier to Bunbury Natural Gas Pipeline loan asset	-88	-88	-88	-	-	-
Provision for doubtful debts	2	-4	-7	-3	-18	2
Total GFS change in net worth adjustments	-86	-92	-96	-3	-18	2
GFS change in net worth	-2,018	-2,010	-2,472	-53	738	4,474

(a) See footnote to operating balance convergence difference earlier in this note.

AASB 1049 TO GFS CONVERGENCE DIFFERENCES

Net Worth^(a)

	2015-16		2014-15	
	Nine Months to 31 Mar \$m	Estimated Outturn \$m	Nine Months to 31 Mar \$m	Actual \$m
<i>General government</i>				
AASB1049 net worth	119,381	118,922	117,584	121,299
<i>Plus</i>				
Dampier to Bunbury Natural Gas Pipeline loan asset	-	-	88	88
Provision for doubtful debts				
General government sector	225	235	210	236
Impact on public corporations net worth	32	18	30	25
Total GFS net worth adjustments	257	253	328	349
GFS net worth	119,638	119,176	117,913	121,648
<i>Total public sector</i>				
AASB1049 net worth	119,381	118,922	117,584	121,299
<i>Plus</i>				
Dampier to Bunbury Natural Gas Pipeline loan asset	-	-	88	88
Provision for doubtful debts	257	253	240	261
Total GFS net worth adjustments	257	253	328	349
GFS net worth	119,638	119,176	117,913	121,648

(a) See footnote to operating balance convergence difference earlier in this note.

NOTE 5: INVESTMENTS, LOANS AND PLACEMENTS

General Government				
	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
<i>Investments</i>				
Term deposits	4,453	3,469	3,470	3,552
Government securities	5	5	6	5
Total	4,457	3,474	3,475	3,556
<i>Loans and advances</i>				
Loans	10	14	8	15
Financial Assets held for trading/available for sale	-	-	1	-
Total	10	14	9	15
Total	4,467	3,488	3,484	3,571

Total Public Sector

	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
<i>Investments</i>				
Term deposits	11,176	10,508	10,420	9,169
Government securities	400	5	505	5
Total	11,576	10,513	10,925	9,174
<i>Loans and advances</i>				
Loans	2,768	5,517	3,270	5,492
Financial Assets held for trading/available for sale	469	5	425	523
Total	3,236	5,522	3,695	6,015
Total	14,812	16,035	14,620	15,190

NOTE 6: RECEIVABLES

General Government

	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
Accounts Receivable	2,954	2,934	3,162	2,896
Provision for impairment of receivables	-225	-235	-210	-236
Total	2,729	2,698	2,952	2,660

Total Public Sector

	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
Accounts Receivable	4,123	3,769	4,377	4,008
Provision for impairment of receivables	-257	-253	-240	-261
Total	3,866	3,516	4,137	3,747

NOTE 7: BORROWINGS

General Government

	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
Bank overdrafts	55	-	151	304
Finance leases	564	802	594	594
Borrowings	17,797	17,692	12,216	12,704
Total	18,416	18,495	12,961	13,603

Total Public Sector

	2015-16		2014-15	
	31 Mar \$m	Estimated Outturn \$m	31 Mar \$m	Actual \$m
Bank overdrafts	58	-	151	304
Finance leases	1,426	1,656	1,488	1,481
Borrowings	45,648	48,165	40,843	42,467
Total	47,132	49,821	42,482	44,252

NOTE 8: DETAILS OF AGENCIES CONSOLIDATED

The agencies included in these financial statements are detailed in Note 34: *Composition of Sectors* in the 2014-15 Annual Report on State Finances. Changes since that date include:

- with effect from 1 July 2015 the functions of the Swan River Trust were merged with the Department of Parks and Wildlife;
- with effect from 1 July 2015 the Western Australian Alcohol and Drug Authority was amalgamated into the Mental Health Commission;
- with effect from 1 July 2015 the Road Safety Commission was established;
- with effect from 1 July 2015 the Fremantle Prison function ceased to be part of the Department of Finance and was transferred to the State Heritage Office;

- with effect from 1 July 2015 the Office of the Government Chief Information Officer was established as a sub-department of the Department of Finance; and
- the sale of Perth Market Authority to Perth Markets Ltd on 31 March 2016.

NOTE 9: CONTINGENT ASSETS AND LIABILITIES

Contingent assets and liabilities were reported in the 2014-15 *Annual Report on State Finances* (ARSF) (released 24 September 2015). Since the release of the ARSF, the following material changes to these contingencies have arisen:

- The *Bell Group Companies (Finalisation of Matters and Distribution of Proceeds) Act 2015* was enacted by Parliament and came into operation on 26 November 2015. As a result of a ruling of the High Court in early May 2016 the Act is of no effect. Consequently the parties are likely to resume their extensive litigation through the courts and the timing of the resolution of this issue remains uncertain.
- On 16 October 2015, the Commonwealth Treasurer and all State and Territory Treasurers agreed on an approach for sharing the default risk of the Asbestos Injuries Compensation Fund (AICF). Each State's and Territory's share of the total default risk will reflect the proportion of claims paid in each jurisdiction since the inception of the Fund. The percentage of claims filed in Western Australia in 2014-15 was 17% of total claims, which equates to an estimated contingent liability of \$36.3 million. The arrangement for sharing the default risk will not have an immediate financial impact and will only be triggered if James Hardie Pty Ltd, which is directly responsible for the AICF, were to default on its obligations to the Fund.
- The State's temporary Home Indemnity Insurance (HII) arrangement with private insurers is set to expire on 31 October 2016. While a longer term arrangement for HII is currently being considered, the existing temporary arrangements may need to be extended to facilitate the introduction of any new scheme.
- In April 2016, the Public Transport Authority granted an indemnity to Perth Airport Pty Ltd for any loss or liability Perth Airport Pty Ltd suffers or incurs due to personal injury, third party property damage and consequential losses arising in connection with the construction of the Forrestfield-Airport Link project on and underneath Perth Airport. The Authority will put in place insurances to reduce the State's exposure to claims under the indemnity.

There have been no other material changes in the contingent liabilities since the 2014-15 *Annual Report on State Finances* disclosure.

Operating Revenue

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

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

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

Table 2.1

GENERAL GOVERNMENT Operating Revenue

	2015-16			2014-15		
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Actual ^(b) \$m
TAXATION						
Taxes on employers' payroll and labour force						
<i>Payroll tax</i>	841	2,681	3,530	860	2,746	3,602
Property taxes						
<i>Land tax</i>	26	948	949	31	738	744
Transfer Duty	334	999	1,356	366	1,219	1,598
Landholder Duty	43	95	338	-23	78	101
<i>Total duty on transfers</i>	378	1,094	1,694	344	1,297	1,699
Metropolitan Region Improvement Tax	1	98	98	-	93	93
Perth Parking Levy	2	54	57	3	46	48
Emergency Services Levy	82	281	305	70	247	274
Loan guarantee fees	37	101	135	31	80	119
<i>Total other property taxes</i>	122	534	595	104	465	534
Taxes on provision of goods and services						
Government lotteries	40	121	162	38	115	152
Video lottery terminals	-	-	1	-	-	-
Casino Tax	15	46	67	29	87	110
Betting tax	10	32	44	10	32	42
<i>Total taxes on gambling</i>	65	199	273	77	235	305
Insurance Duty	144	454	599	145	460	604
Other	5	18	23	5	23	31
<i>Total taxes on insurance</i>	149	472	622	151	483	635
Taxes on use of goods and performance of activities						
Vehicle Licence Duty	86	255	346	91	271	363
Permits - Oversize Vehicles and Loads	1	6	8	2	6	7
Motor Vehicle recording fee	15	44	54	14	43	58
Motor Vehicle registrations	217	646	879	212	628	848
<i>Total motor vehicle taxes</i>	320	950	1,287	319	948	1,277
Mining Rehabilitation Levy	-	28	27	-	27	27
Landfill Levy	18	53	68	27	49	59
Total Taxation	1,919	6,960	9,045	1,913	6,988	8,882
CURRENT GRANTS AND SUBSIDIES						
<i>General Purpose Grants</i>						
GST grants	466	1,422	1,886	560	1,703	2,258
North West Shelf grants	156	505	588	215	740	865
Compensation for Commonwealth crude oil excise arrangements	7	22	32	10	39	48
<i>Grants through the State</i>						
Schools assistance – non-government schools	562	1,100	1,097	519	1,038	1,064
Local government financial assistance grants	21	64	87	44	131	262
Local government roads	13	40	54	27	81	162
<i>National Specific Purpose Payment Agreement Grants</i>						
National Skills and Workforce Development	30	113	160	40	121	156
National Disability Services	34	113	157	38	116	151
National Affordable Housing	36	110	145	36	109	144
<i>Students First</i>	142	418	569	131	376	503
<i>National Health Reform</i>	469	1,342	1,813	442	1,314	1,750
<i>National Partnerships/Other Grants</i>						
Health	92	268	373	103	260	402
Housing	4	12	20	4	11	15
Transport	47	62	72	1	3	55
Other	77	169	251	55	138	216
Total Current Grants and Subsidies	2,157	5,760	7,304	2,224	6,179	8,051

Table 2.1 (cont.)

GENERAL GOVERNMENT
Operating Revenue

	2015-16			2014-15		Actual ^(b)
	Three Months to 31 Mar	Nine Months to 31 Mar	Estimated Outturn ^(a)	Three Months to 31 Mar	Nine Months to 31 Mar	
	\$m	\$m	\$m	\$m	\$m	\$m
CAPITAL GRANTS						
<i>Grants through the State</i>						
Schools assistance – non-government schools	4	13	16	5	11	16
<i>National Partnerships/Other Grants</i>						
Housing	-	102	178	43	138	173
Transport	15	141	779	181	341	992
Other	3	12	60	6	36	82
Total Capital Grants	22	268	1,033	234	526	1,263
SALES OF GOODS AND SERVICES	578	1,590	2,141	547	1,563	2,105
INTEREST INCOME	52	143	178	50	145	185
REVENUE FROM PUBLIC CORPORATIONS						
Dividends	1	458	1,422	2	454	1,187
Tax Equivalent Regime	161	383	576	182	437	592
Total Revenue from Public Corporations	163	841	1,998	184	892	1,779
ROYALTY INCOME	877	3,003	4,177	1,135	3,584	4,603
OTHER						
Lease Rentals	36	71	90	22	70	89
Fines	46	145	206	54	131	188
Revenue not elsew here counted	49	168	321	50	165	255
Total Other	131	384	617	126	365	532
GRAND TOTAL	5,898	18,949	26,492	6,414	20,242	27,400

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

Note: Columns may not add due to rounding.

Table 2.2

TOTAL PUBLIC SECTOR
Operating Revenue

	2015-16			2014-15		Actual ^(b) \$m
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	
TAXATION						
Taxes on employers' payroll and labour force						
<i>Payroll tax</i>	818	2,610	3,442	835	2,674	3,503
Property taxes						
<i>Land tax</i>	5	888	876	19	690	675
Transfer Duty	334	999	1,356	366	1,219	1,598
Landholder Duty	43	95	338	-23	78	101
<i>Total duty on transfers</i>	378	1,094	1,694	344	1,297	1,699
Metropolitan Region Improvement Tax	1	98	98	-	93	93
Perth Parking Levy	2	54	57	3	46	48
Emergency Services Levy	79	278	302	70	247	270
Loan guarantee fees	3	5	9	1	4	3
<i>Total other property taxes</i>	85	435	466	74	389	415
Taxes on provision of goods and services						
Video lottery terminals	-	-	1	-	-	-
Casino Tax	15	46	67	29	87	110
<i>Total taxes on gambling</i>	14	46	67	29	88	110
Insurance Duty	144	454	599	145	460	604
Other	5	18	23	5	23	31
<i>Total taxes on insurance</i>	149	472	622	151	483	635
Taxes on use of goods and performance of activities						
Vehicle Licence Duty	86	255	346	91	271	363
Permits - Oversize Vehicles and Loads	1	6	8	2	6	7
Motor Vehicle recording fee	15	44	54	14	43	58
Motor Vehicle registrations	217	646	879	212	628	848
<i>Total motor vehicle taxes</i>	320	950	1,287	319	948	1,277
Mining Rehabilitation Levy	-	28	27	-	27	27
Landfill Levy	18	53	68	27	49	59
Total Taxation	1,787	6,577	8,549	1,797	6,644	8,400
CURRENT GRANTS AND SUBSIDIES						
General Purpose Grants						
GST grants	466	1,422	1,886	560	1,703	2,258
North West Shelf grants	156	505	588	215	740	865
Compensation for Commonw earth crude oil excise arrangements	7	22	32	10	39	48
Grants through the State						
Schools assistance – non-government schools	562	1,100	1,097	519	1,038	1,064
Local government financial assistance grants	21	64	87	44	131	262
Local government roads	13	40	54	27	81	162
National Specific Purpose Payment Agreement Grants						
National Agreement for Skills and Workforce Development	30	113	160	40	121	156
National Disability Services	34	113	157	38	116	151
National Affordable Housing	36	110	145	36	109	144
Students First	142	418	569	131	376	503
National Health Reform	469	1,342	1,813	442	1,314	1,750
National Partnerships\Other Grants						
Health	92	268	373	103	260	402
Housing	4	12	20	4	11	15
Transport	47	62	72	1	3	55
Other	77	169	251	55	138	216
Total Current Grants and Subsidies	2,157	5,760	7,304	2,224	6,179	8,051

**TOTAL PUBLIC SECTOR
Operating Revenue**

Table 2.2 (cont.)

	2015-16			2014-15		Actual ^(b) \$m
	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	Estimated Outturn ^(a) \$m	Three Months to 31 Mar \$m	Nine Months to 31 Mar \$m	
CAPITAL GRANTS						
<i>Grants through the State</i>						
Schools assistance – non-government schools	4	13	16	5	11	16
<i>National Partnerships/Other Grants</i>						
Housing	-	102	178	43	138	173
Transport	15	141	779	181	341	992
Other	3	12	60	6	36	82
Total Capital Grants	22	268	1,033	234	526	1,263
SALES OF GOODS AND SERVICES	5,553	16,293	18,134	4,891	14,182	19,071
INTEREST INCOME	151	394	640	155	453	648
ROYALTY INCOME	877	3,003	4,177	1,135	3,584	4,603
OTHER						
Lease Rentals	36	71	90	22	70	89
Fines	47	148	206	55	134	188
Revenue not elsewhere counted	159	523	760	282	694	978
Total Other	242	742	1,056	360	897	1,256
GRAND TOTAL	10,788	33,035	40,892	10,796	32,465	43,292

(a) Consistent with the revised outcome published in the 2016-17 Budget, released on 12 May 2016.

(b) Consistent with final audited data contained in the 2014-15 *Annual Report on State Finances*, released on 24 September 2015.

Note: Columns may not add due to rounding.

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 Consolidated Account, the Treasurer's Advance Account and Treasurer's Special Purpose Accounts (TSPAs).

The following table shows that the aggregate balance of the Public Ledger at 31 March 2016 increased by \$963 million compared with 31 March 2015. This reflects a \$131 million increase in the accrual deficit of the Consolidated Account, a \$1,046 million increase in TSPA balances, and a lower draw against the Treasurer's Advance during the first nine months of 2015-16.

PUBLIC LEDGER BALANCES AT 31 MARCH			
	2016	2015	Variance
	\$m	\$m	\$m
THE PUBLIC LEDGER			
Consolidated Account ^(a)	-13,014	-12,883	-131
Treasurer's Special Purpose Accounts	12,561	11,515	1,046
Treasurer's Advance Account – Net Advances	-8	-57	49
TOTAL	-462	-1,425	963
Agency Special Purpose Accounts	3,158	1,474	1,684
TOTAL PUBLIC BANK ACCOUNT	3,620	2,899	721

(a) The balance of the Consolidated Account at 31 March 2016 includes accumulated non-cash appropriations of \$8,991 million (31 March 2015: \$8,668 million), representing the accrued cost of agency services. These appropriations are credited to agency holding accounts that are included in the Treasurer's Special Purpose Accounts balance.

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

Consolidated Account

The *Constitution Act 1889* requires that all revenue of the Crown that is not permanently appropriated by legislation to another entity, shall be credited to the Consolidated Account. The Act also requires that payments out of the Account must be appropriated by the 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 the Parliament, with both the amount and the expressed purpose of the relevant appropriation clearly specified.

The Consolidated Account accrual deficit at 31 March 2016 was \$13,014 million, an increase of \$131 million on the accumulated deficit at 31 March 2015. This included \$8,991 million associated with accrual (non-cash) appropriations for agency depreciation and leave entitlements, matched by equivalent non-cash balances in agency Holding Accounts.

In cash terms, the Consolidated Account was overdrawn by \$4,023 million at 31 March 2016. This compares with a \$4,215 million deficit cash balance at 31 March 2015.

Table 3.2

CONSOLIDATED ACCOUNT TRANSACTIONS

For the nine months ended 31 March

	2016 \$m	2015 \$m	Variance \$m
REVENUE			
<i>Operating Activities</i>			
Taxation	5,456	5,471	-15
Commonwealth Grants	1,956	2,511	-555
Government Enterprises	949	1,023	-74
Revenue from other agencies	3,987	4,754	-767
Other	264	222	42
<i>Total Operating Activities</i>	12,612	13,981	-1,369
<i>Financing Activities</i>			
Repayments of Recoverable Advances	5	4	1
Transfers from:			
Bankwest Pension Trust	1	1	-
Other Receipts	20	7	13
Borrowings	5,100	1,500	3,600
<i>Total Financing Activities</i>	5,126	1,512	3,614
TOTAL REVENUE	17,738	15,493	2,245
EXPENDITURE			
<i>Recurrent</i>			
Authorised by Other Statutes	1,765	1,824	-59
Appropriation Act (No. 1)	14,756	14,283	473
Recurrent Expenditure under the Treasurer's Advance	10	96	-86
<i>Total Recurrent Expenditure</i>	16,532	16,203	329
<i>Investing Activities</i>			
Authorised by Other Statutes	242	165	77
Appropriation Act (No. 2)	1,249	1,773	-524
Investing Expenditure under the Treasurer's Advance	33	9	24
<i>Total Investing Activities</i>	1,524	1,947	-423
<i>Financing Activities</i>			
Loan repayments	-	-	-
Other financing	20	7	13
<i>Total Financing Activities</i>	20	7	13
TOTAL EXPENDITURE	18,076	18,157	-81
NET MOVEMENT (REVENUE LESS EXPENDITURE)	-338	-2,665	2,327
Consolidated Account Balance			
Opening balance at 1 July	-12,677	-10,218	-2,459
Closing balance at 31 March	-13,014	-12,883	-131
Of which:			
Appropriations payable	-8,991	-8,668	-323
Cash balance at 31 March	-4,023	-4,215	191

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

The Consolidated Account has borrowed \$5.1 billion in 2015-16, compared with \$1.5 billion that was drawn against the legislated loan limit in the first nine months of last year. In total, centrally held Consolidated Account borrowings remained unchanged from the \$17.2 billion balance at 31 December 2015. This remains below the cumulative Loan Acts limit of \$21.8 billion for the Consolidated Account.

Treasurer's Special Purpose Accounts

The Treasurer's Special Purpose Accounts (TSPAs) 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.

Relative to 31 March 2015, aggregate TSPA balances were \$1,046 million higher at 31 March 2016, reflecting:

- higher Holding Account balances for accrual appropriations to agencies for depreciation and accrued leave entitlements (up \$991 million);
- an increase in the balance of the Western Australian Future Fund, following the transfer of 'seed capital' sourced from the Royalties for Regions Fund, and interest earnings on the balance of the Fund for the year-to-date (up \$167 million);
- establishment of the Proceeds from Disposal of Perth Market Authority TSPA for the 31 March 2016 sale of the Authority, with \$86 million held in the account at the balance date (reflecting the difference between the \$125.5 million in cash proceeds received on 31 March 2016, and \$39.6 million to retire the Authority's outstanding borrowings as at that date);
- a net decrease in the Perth Children's Hospital Account balance (down \$55 million), reflecting the timing of payments for construction work at the new hospital;
- a net reduction in the balance of the Perth Stadium Account (down \$12 million), reflecting the impact of procurement and construction spending on the stadium, sports precinct and related transport infrastructure, and the timing of appropriation contributions to the account this year; and

- an aggregate decrease in the balances of all other Special Purpose Accounts (down \$133 million).

Details of key Special Purpose Accounts are disclosed in Appendix 4: *Special Purpose Account*.

Table 3.3

TREASURER'S SPECIAL PURPOSE ACCOUNTS
At 31 March

	2016 \$m	2015 \$m	Variance \$m
Agency Holding Accounts	9,659	8,668	991
Royalties for Regions Fund	991	986	5
Western Australian Future Fund	1,038	871	167
Perth Children's Hospital Account	132	187	-55
Perth Stadium Account	120	132	-12
Fiona Stanley Hospital Construction Account	20	19	1
Perth Market Authority	86	-	86
Other Special Purpose Accounts	515	652	-137
TREASURER'S SPECIAL PURPOSE ACCOUNTS AT 31 MARCH	12,561	11,515	1,046

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

Treasurer's Advance

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

A limit of \$645.2 million is authorised under section 29 of the FMA for the year ending 30 June 2016, compared with a \$638.4 million authorised limit applying at the same time last year. The movement in the limit from year to year reflects movements in the value of recurrent and capital Appropriation Bills used for the calculation of the applicable annual limit.

A total of \$217.5 million of the \$645.2 million authorised limit was approved over the period to 31 March 2016 (see Table 3.4).

TREASURER'S ADVANCE AT 31 MARCH

Table 3.4

	2016	2015	Variance
	\$m	\$m	\$m
AUTHORISED LIMIT	645.2	638.4	6.8
<i>Total Drawn Against Treasurer's Advance Account</i>	<i>217.5</i>	<i>185.4</i>	<i>32.1</i>
Comprising:			
Net recoverable advances as at 31 March (see below)	8.5	56.6	-48.1
Overdraw n Special Purpose Accounts ^(a)	2.3	0.3	2.0
Excesses and New Items			
- recurrent	90.3	119.7	-29.4
- capital	116.4	9.1	107.3
NET RECOVERABLE ADVANCES			
Building Management and Works	-	50.0	-50.0
Mining Rehabilitation Fund	5.3	3.3	2.0
Sport and Recreation	1.1	1.2	-0.1
Suitors Fund	2.0	2.0	-
Sundry Debtors	- ^(b)	0.1	-0.1
TOTAL RECOVERABLE TREASURER'S ADVANCES	8.5	56.6	-48.2

(a) The Treasurer gave approval to the Department of Mines and Petroleum to overdraw a Special Purpose Account. Any overdrawn SPA is taken to be an advance to be charged to the relevant financial year to the Treasurer's Advance Account.

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

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

Transfers, Excesses and New Items

Transfers of appropriations between agencies can occur during the year and are authorised under section 25 of the FMA (or specific enabling legislation and have no impact on the Treasurer's Advance). In the nine months ending 31 March 2016, appropriation transfers included:

- \$5.4 million from the Department of Finance to the Office of the Government Chief Information Officer (OGCIO) for the Information and Communications Technology (ICT) Renewal and Reform Fund that will enable the reduction of ICT costs across government and the establishment of more innovative services;
- \$2.7 million from the Department of Finance to the OGCIO for annual operating costs following the establishment of the OGCIO from 1 July 2015, and for the transfer of the functions of the ICT Investment Policy Team to the office;
- \$3.3 million from the Department for Child Protection and Family Support to the Department of Local Government and Communities, for the transfer of contract management of financial counselling services; and
- \$1.1 million of recurrent funding from Department of Finance to Main Roads, Planning, Regional Development, Western Australian Sports Centre Trust, Treasury, Agriculture and Food, Commerce, and Transport. Department of Finance previously paid the annual Oracle e-business license fees on behalf of the eight agencies but under new arrangements, each agency is now responsible for making its own payments.

Excesses and/or new items (approved by the Treasurer under the authority of section 27 of the FMA) reflect increases in appropriation above the original budgeted amount approved by the Parliament, that have since been revised up, or are for a new purpose that was not contemplated in the budget, and are shown in the following table.

Table 3.5

TRANSFERS, EXCESSES AND NEW ITEMS

For the nine months to 31 March

	Treasurer's Advance					Draw n against Treasurer's Advance to date \$m
	Budget \$m	Transfers ^(a) \$m	New Items \$m	Approved Excesses \$m	Revised Appropriation \$m	
Recurrent Appropriations						
<i>Regional Development</i>						
Item 15: Delivery of Services	3.5	0.1	-	3.3	6.8	-
<i>Western Australian Planning Commission</i>						
Item 35: Delivery of Services	7.8	0.1	-	-	7.9	-
<i>Child Protection and Family Support</i>						
Item 48: Delivery of Services	575.2	-3.3	-	-	571.9	-
<i>Commissioner for Equal Opportunity</i>						
Item 51: Delivery of Services	3.1	-	-	1.0	4.1	-
<i>Commerce</i>						
Item 56: Delivery of Services	65.4	0.2	-	-	65.6	-
New Item: Home Indemnity Insurance	-	-	9.9	-	9.9	9.9
<i>Finance</i>						
Item 58: Delivery of Services	210.0	-3.8	-	-	206.2	-
<i>Item 59: Administered Grants, Subsidies and Other Transfer Payments</i>						
	203.2	-5.4	-	-	197.8	-
<i>Agriculture and Food</i>						
Item 62: Delivery of Services	0.1	0.2	-	-	0.3	-
<i>Treasury</i>						
Item 66: Delivery of Services	61.0	0.1	-	-	61.1	-
Item 67: Bunbury Water Corporation	0.5	-	-	0.3	0.8	-
Item 68: Busselton Water Corporation	0.5	-	-	_(b)	0.6	-
Item 70: Mid West Ports Authority	0.2	-	-	0.2	0.4	0.2
<i>Item 83: Refund of Past Years Revenue Collections - Public Corporations</i>						
	22.2	-	-	75.0	97.2	-
<i>Local Government and Communities</i>						
Item 91: Delivery of Services	92.7	3.3	-	-	96.0	-
<i>Office of the Government Chief Information Officer</i>						
New Item: Delivery of Services	-	2.7	0.7	-	3.4	_(b)
<i>New Item: Administered Grants, Subsidies and Other Transfer Payments</i>						
	-	5.4	-	-	5.4	-
<i>Western Australian Sports Centre Trust</i>						
Item 110: Delivery of Services	41.5	0.1	-	-	41.5	-
<i>Transport</i>						
Item 111: Delivery of Services	37.7	0.3	-	-	38.0	-
<i>Commissioner of Main Roads</i>						
Item 113: Delivery of Services	293.1	0.2	-	-	293.3	-
Total Recurrent		-	10.6	79.7		10.1

Table 3.5 (cont.)

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

	Budget \$m	Transfers ^(a) \$m	Treasurer's Advance			Drawn against Treasurer's Advance to date \$m
			New Items \$m	Approved Excesses \$m	Revised Appropriation \$m	
Capital Appropriations						
<i>Treasury</i>						
Item 138: Electricity Networks Corporation (Western Power)	81.5	-	-	91.4	172.9	33.3
Item 149: Perth Stadium Account	240.0	-	-	25.0	265.0	-
Total Capital		-	-	116.4	-	33.3
TOTAL			10.6	196.2		43.4

(a) Authorised under section 25 of the FMA.

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

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

Approved excesses and new items during the nine months to 31 March 2016 totalled \$206.8 million. In order of magnitude, these included:

- an excess of \$91.4 million to Western Power mainly due to a delay in interim dividend arrangements which commenced in 2015-16 (reflecting the late passage of legislation in June 2015), resulting in a change in timing of 2014-15 equity contribution and upward revisions to 2014-15 capital contributions¹ due to a larger mix of projects involving higher capital contributions than anticipated;
- payment of \$75 million for previous overpayment of interim tax equivalent expenses by Synergy and Horizon Power, following annual tax assessments by the Australian Taxation Office;
- \$25 million for the Perth Stadium Account in support of payments expected to be made in 2015-16 for accelerated stadium construction works;
- a new item (worth \$9.9 million) for the Home Indemnity Insurance Reinsurance Account, to allow the Department of Commerce to meet claims expenditure (funded by insurance premiums) and administration costs in relation to the State's Home Indemnity Insurance scheme;
- an excess of \$3.3 million to Regional Development to meet half of the operating costs associated with the new Regional Services Reform Unit established to support the further development and implementation of the Regional and Remote Human Services and Infrastructure Strategy (the Royalties for Regions program is to provide the remaining funding for the unit);
- an additional \$1 million for the Commissioner for Equal Opportunity to fund information system and corporate services costs in 2015-16, and to address a shortfall in the Commissioner's working cash balance that emerged in 2014-15;

¹ Accounting standards require capital contributions to be recorded as revenue, resulting in an increase to Western Power's net profit after tax and dividend payable. The State's current policy is to provide an equity contribution when a normal dividend payment is due which is equivalent to the impact of capital contributions on dividend payable.

- a new item (worth \$0.7 million, approved during the December 2015 quarter) for the operating costs of the OGCI0 following the establishment of the Office as a sub-department of the Department of Finance on 1 July 2015;
- an excess of \$0.3 million to Bunbury Water Corporation for an increase to the operating subsidy for pensioner and senior rebates and higher than expected customer rebates;
- an excess of \$0.2 million for the operating subsidy to the Mid West Ports Authority for the final settlement of interest paid on borrowings associated with the Oakajee project; and
- an additional \$43,000 to Busselton Water Corporation reflecting higher than anticipated costs associated with providing pensioner and senior concessions.

Special Purpose Accounts

Special Purpose Accounts (SPAs) are established under various sections of the *Financial Management Act 2006* (FMA) or by a statute (e.g. the Fiona Stanley Hospital Construction Account and the Royalties for Regions Fund). Accounts established by statute are governed by the relevant provisions of the statute while accounts that are established administratively are governed by a special purpose statement (operating accounts) or a trust statement (trust accounts) that outline the purpose of the account.

This appendix details the year-to-date position of a number of SPAs established to deliver key Government policy outcomes. This appendix does not seek to provide exhaustive coverage of all SPAs. Rather, it covers the major/material SPAs in existence at 31 March 2016. The SPA balances, and transactions in and out of these accounts, form part of the overall consolidated projections outlined elsewhere in this report.

The SPA balances detailed in this appendix provide a funding source for particular initiatives or policy areas. It is important to note that each dollar that is spent from these SPA balances will increase net debt (and reduce the operating balance if the spending is for recurrent purposes) by the same amount. In this way, these SPA balances are no different from other funding sources, including new borrowings.

Essential and Municipal Services Account

The 2015-16 Budget included expectations that \$90 million in funding received from the Commonwealth, as a final contribution to the cost of providing essential municipal services in remote Aboriginal communities, would be placed in a new SPA by 30 June 2015, with \$30 million of these funds allocated to the Housing Authority and Horizon Power during 2015-16, in line with Government spending approvals at that time.

In line with the 2015-16 Budget, a total of \$30 million was released through appropriations in the September quarter, including \$25.6 million for the delivery of essential and municipal services by the Housing Authority at a range of remote communities, and \$4.6 million for Stage 1 of the Aboriginal Remote Communities Power Supply Project (being delivered by Horizon Power).

The \$60 million unspent residual balance of the Commonwealth's funding was held in the Consolidated Account at 31 March 2016 and is expected to be appropriated to the Essential and Municipal Services SPA by 30 June 2016.

Fiona Stanley Hospital Construction Account

This SPA was established in October 2007 to set aside funds to be used for the construction of the Fiona Stanley Hospital.

The Fiona Stanley Hospital achieved practical completion in December 2013, followed by the completion of phased commissioning in February 2015. Project closure arrangements are nearing completion with final invoicing expected to occur in 2016-17, with unspent funds to then be returned to the Consolidated Account.

Table 4.1

FIONA STANLEY HOSPITAL CONSTRUCTION ACCOUNT

At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	20	9
Receipts	-(a)	10
Payments	-	-
Closing Balance	20	19

(a) Amount less than \$500,000.
Note: Columns may not add due to rounding.

Metropolitan Region Improvement Fund

This account was established in December 1959 under the *Metropolitan Region Improvement Tax Act 1959* and holds funds for the management of the Metropolitan Region Scheme. Receipts are sourced from Metropolitan Region Improvement Tax (MRIT) collections. Funds from the account are used on parks and recreation areas, the purchase of land for future roads, railways and other public purpose reservations, and to compensate owners for compulsory land acquisitions.

Receipts into the fund for the nine months to the end of March 2016 were mainly for MRIT revenue (\$25 million), proceeds from the disposal of land and buildings and reimbursement for land acquisition (\$8.9 million), rental revenue (\$4.6 million), interest revenue (\$4.4 million) earned on the balance of the account, and a refund of GST payments from the Australian Taxation Office (\$3.7 million). Payments from the account over the same period were mainly for the acquisition of land and buildings (\$16.9 million), service delivery costs (\$17.1 million) and funding provided to the Metropolitan Redevelopment Authority for the Lloyd Street underpass (\$4.5 million).

Table 4.2

METROPOLITAN REGION IMPROVEMENT FUND

At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	262	199
Receipts	48	42
Payments	42	40
Closing Balance	269	201

Note: Columns may not add due to rounding.

Mining Rehabilitation Fund

The Mining Rehabilitation Fund was established in July 2013 to hold levy collections under the *Mining Rehabilitation Fund Act 2012*.

Receipts for the nine months to the end of March 2016 reflect payments to the fund by mining operators (\$29 million). A total of \$0.7 million was drawn from the account for the refund of previous years' levies following assessed overpayments, and for administration costs.

Table 4.3

MINING REHABILITATION FUND		
At 31 March		
	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	35	10
Receipts	29	28
Payments	1	1
Closing Balance	64	37

Note: Columns may not add due to rounding.

Perth Children's Hospital Account

This SPA was established in October 2010 to hold money for the construction and establishment of the Perth Children's Hospital.

Receipts of \$44 million were from budgeted Consolidated Account capital contributions for scheduled construction work during 2015-16. WA Health drew \$98.9 million for payment of invoiced construction work received during the nine months to 31 March 2016.

Table 4.4

PERTH CHILDREN'S HOSPITAL ACCOUNT		
At 31 March		
	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	187	94
Receipts	44	350
Payments	99	256
Closing Balance	132	187

Note: Columns may not add due to rounding.

Perth Parking Licensing Account

This Special Purpose Account was established in July 1999 under section 23 (1) of the *Perth Parking Management Act 1999*. Money credited to the account reflects licence fees, penalties and money appropriated by Parliament for the purposes of the Act.

Funds drawn from the account to 31 March 2016 were used to support the construction of the Perth Busport, the Central Area Transit and Free Transit Zone public transport services, improvements to public transport access, enhancements to the pedestrian environment, support for bicycle access, other transport system initiatives and for administration of the Act.

Table 4.5

PERTH PARKING LICENSING ACCOUNT
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	13	55
Receipts	54	46
Payments	47	37
Closing Balance	20	64

Note: Columns may not add due to rounding.

Perth Stadium Account

This account was established in October 2011 to set aside funds to be used for the construction of Perth Stadium and associated transport infrastructure. The stadium is expected to be completed in time for the 2018 AFL season and utilise all available funds in the SPA.

Receipts for the first nine months of 2015-16 (\$240 million) reflect appropriation funding approved in the 2015-16 Budget. Payments of \$241 million to 31 March 2016 were for procurement and works relating to the stadium, the associated sports precinct and transport infrastructure.

Table 4.6

PERTH STADIUM ACCOUNT
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	121	47
Receipts	240	145
Payments	241	62
Closing Balance	120	131

Note: Columns may not add due to rounding.

Proceeds from Disposal of Perth Market Authority

This account was established in March 2016 to hold \$125.5 million from the sale of the Perth Market Authority which was finalised on 31 March 2016.

A total of \$39.6 million was used to repay the Authority's borrowing obligations at the time of the sale. The balance of the account will be transferred to the Consolidated Account in the June quarter of 2015-16. These residual funds are to be appropriated for the repayment of Consolidated Account borrowings in 2016-17.

Table 4.7

PROCEEDS FROM DISPOSAL OF PERTH MARKET AUTHORITY

At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	-	-
Receipts	126	-
Payments	40	-
Closing Balance	86	-

Note: Columns may not add due to rounding.

Road Trauma Trust Account

This account was established in 1990 and provides for road safety initiatives. Receipts reflect prescribed penalties paid during the first nine months of 2015-16 (\$83.9 million), other funds collected under the *Road Traffic (Administration) Act 2008* (\$2.2 million) and interest revenue earned on the account balance (\$2.1 million).

Road safety projects funded from the account are focused on achieving reductions in serious road trauma as part of the Government's *Towards Zero Strategy 2008 to 2020*. The majority of funds drawn from the account in the nine months to 31 March 2016 were for the Improving Safety Outcomes for Regional Run-off Crashes program (\$20.1 million), the Reducing Injury Burden From Crashes Involving Inappropriate and Excessive Speed program (\$17.3 million), the Metropolitan Intersection Improvement program (\$6.6 million) and the Road Safety Actions program (\$5.5 million).

Table 4.8

ROAD TRAUMA TRUST ACCOUNT

At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	94	72
Receipts	88	75
Payments	57	36
Closing Balance	125	111

Note: Columns may not add due to rounding.

Royalties for Regions Fund

The Royalties for Regions Fund was established in December 2008 to allocate a quarter of the State's annual royalty income to fund investment in regional Western Australia. The balance held in the Fund at any time cannot exceed \$1 billion.

Receipts for the first nine months of 2015-16 reflect the draw down to date of moneys appropriated by the Parliament (\$632 million) and interest revenue (\$15 million) earned on the account balance. Funds totalling \$479.4 million were drawn during the nine months to 31 March 2016 to support infrastructure services, business and economic development and other regional initiatives detailed in the 2015-16 Budget. A further \$125.6 million was transferred to the Western Australian Future Fund and \$50 million was transferred to the Royalties for Regions Regional Reform Fund (both discussed later in this appendix).

Table 4.9

ROYALTIES FOR REGIONS FUND
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	1,000	940
Receipts	646	730
Payments	655	684
Closing Balance	991	986

Note: Columns may not add due to rounding.

Royalties for Regions Regional Reform Fund

Establishment of this SPA was approved as part of the 2015-16 Budget. The account will receive a further \$50 million in 2017-18 from the Royalties for Regions Fund. The account will fund strategic reform initiatives in regional Western Australia, and will initially focus on regional Aboriginal reform initiatives. Funds will be allocated to specific projects once the most effective and efficient mode of delivery has been determined.

Table 4.10

ROYALTIES FOR REGIONS REGIONAL REFORM FUND
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	50	-
Receipts	50	-
Payments	-	-
Closing Balance	100	-

Note: Columns may not add due to rounding.

Royalties for Regions Southern Inland Health Initiative

This SPA was established in June 2012 to hold funds for expenditure on the Southern Inland Health Initiative, pursuant to section 9(1) of the *Royalties for Regions Act 2009*.

Payments from the SPA totalled \$44 million for the nine months to the end of March 2016, including payments for the District Medical Workforce Investment Program (\$24.2 million), the Small Hospital and Nursing Post Refurbishment Program (\$9 million), the Telehealth Investment Program (\$6.2 million) and the District Hospital Investment Program (\$4.4 million).

Table 4.11

ROYALTIES FOR REGIONS SOUTHERN INLAND HEALTH INITIATIVE
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	219	273
Receipts	3	4
Payments	44	30
Closing Balance	177	247

Note: Columns may not add due to rounding.

Waste Avoidance and Resource Recovery Account

The Waste Avoidance and Resource Recovery Account was established in 2008 under section 79 of the *Waste Avoidance and Resource Recovery Act 2007* to hold revenue allocated from the landfill levy. Funds in the Account support spending on the management, reduction, reuse, recycling, monitoring or measurement of waste, other waste management initiatives and the costs of administration and enforcement of the Act, consistent with the approved business plan or other spending approved by the Minister for Environment.

Receipts reflect fees paid into the account for the nine months to the end of March 2016 (\$19.5 million) and interest on the account balance (\$0.8 million). Draw downs of \$9.8 million over the same period were used for a range of programs including the Household Hazardous Waste Program, Keep Australia Beautiful Council, Better Bins Kerbside Collection, and other waste management initiatives and services provided by the Department of Environment Regulation.

Table 4.12

WASTE AVOIDANCE AND RESOURCE RECOVERY ACCOUNT
At 31 March

	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	21	16
Receipts	20	12
Payments	10	6
Closing Balance	31	23

Note: Columns may not add due to rounding.

Western Australian Future Fund

The Western Australian Future Fund was established in November 2012 under the *Western Australian Future Fund Act 2012*. The Act provides for an accruing balance over 20 years to 2032, after which the annual interest earnings can be drawn down to fund economic or social infrastructure projects across Western Australia.

The Future Fund has received a total of \$933 million in ‘seed capital’ from the Royalties for Regions Fund over the period 2012-13 to 2015-16. From 2016-17 onwards, a minimum of 1% of the State’s annual royalty revenue will be paid into the Fund. Receipts over the nine months to 31 March 2016 include the last Royalties for Regions ‘seed capital’ contribution for 2015-16 (\$125.6 million) and interest receipts (\$33.8 million).

WESTERN AUSTRALIAN FUTURE FUND		
At 31 March		
	2016 \$m	2015 \$m
<i>Balance at 1 July</i>	879	596
Receipts	159	275
Payments	-	-
Closing Balance	1,038	871

Note: Columns may not add due to rounding.

