

DETAILS OF CONSOLIDATED FUND RECEIPTS AND EXPENDITURE AND OUTPUT EXPENDITURE FOR THE QUARTER ENDED 31 MARCH 2000

The Quarterly Statement is prepared in accordance with section 25 of the *Financial Management and Audit Act 1990* which requires the publication, on a quarterly basis, of a Statement of the Consolidated Fund. This Statement is to be published within one month of the end of the quarter.

Included as a supplement are additional details in respect of receipts and payments of the Consolidated Fund at a more disaggregated level. A summary, by Division, of expenditure on an Output Group basis is also provided.

The Output methodology encourages consideration of the full cost of the Government's Outputs, and allows for the focus of attention to be shifted to the total Government resourcing of Outputs within the Public Account. The methodology focuses on the total resources available to a Department to produce its Outputs, of which the Consolidated Fund is one of the sources of funding.

CONSOLIDATED FUND

The Consolidated Fund contributes to the operations of all on-Budget departments, is the source of funding for Reserved by Law payments, and may make some contribution to the operations of off-Budget entities. The Fund receives all State taxation revenue, the majority of Commonwealth payments to Tasmania, territorial revenue and certain other classes of revenue.

There are two types of expenditure from the Consolidated Fund:

- Recurrent Services expenditure that meets the cost of the ordinary annual services provided by the Government; and
- Works and Services expenditure which provides for the construction, purchase and maintenance of major capital assets such as roads, public housing, schools and hospitals.

VARIANCE REPORTING

Reporting on variances between estimates and actual results is subject to guidance contained in Australian Accounting Standard AAS 5 'Materiality' (AAS 5).

While AAS 5 provides guidance on quantitative thresholds, situations will arise whereby it is appropriate to report on variances for qualitative, public interest, or other reasons to ensure potential users of the report are fully informed on activities for the reporting period. As a general rule no explanations have been made where the variance is less than 10 per cent.

A major factor influencing the outcome for the reporting period is the timing of financial transactions processed through the Consolidated Fund. Care should therefore be taken when making comparisons based solely on the cash transactions for the reporting period with annual budgeted estimates.

Table 1: Consolidated Fund Net Financing Requirement

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Receipts			
Recurrent Receipts	2 057 695	1 483 478	72.1
Capital Receipts	58 130	37 640	64.8
Total Receipts	2 115 825	1 521 118	71.9
Expenditure			
Recurrent Expenditure	1 969 513	1 499 895	76.2
Capital Expenditure	145 768	89 369	61.3
Total Expenditure	2 115 281	1 589 264	75.1
<i>Net Financing Requirement</i>	<i>(544)</i>	<i>68 146</i>	<i>N/A</i>

1999-00 NET FINANCING REQUIREMENT

The budgeted Net Financing Requirement (NFR) for 1999-00 is a surplus of \$0.5 million. The actual NFR for the nine months ended 31 March 2000 is a deficit of \$68.1 million which has been funded by a reduction in the Government's cash reserves.

A major factor influencing the NFR outcome is the timing of receipts and expenditure transactions through the Consolidated Fund. The NFR outcome is normal for this time of the financial year and there are no major factors which will preclude achievement of the budgeted outcome.

Table 2: Statement of the Consolidated Fund for the Quarter Ended 31 March 2000

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
RECEIPTS			
Recurrent Receipts			
<i>Commonwealth Sources</i>			
General Purpose Payments	800 010	595 661	74.5
Specific Purpose Payments	293 825	217 584	74.1
	1 093 835	813 245	74.3
<i>State Sources</i>			
Taxation	686 804	528 079	76.9
Receipts from Government Business Enterprises, State-owned Companies and State Authorities	127 581	50 554	39.6
Departmental Fees and Recoveries	77 720	58 395	75.1
Recoveries of State Debt Charges	22 411	9 330	41.6
Sale and Rent of Government Property	15 870	397	2.5
Resource Rents and Royalties	12 867	11 698	90.9
Other Recurrent Receipts	20 607	11 780	57.2
	963 860	670 233	69.5
Total Recurrent Receipts	2 057 695	1 483 478	72.1
Capital Receipts			
<i>Commonwealth Sources</i>			
Special Purpose Payments	57 342	36 733	64.1
<i>State Sources</i>			
Capital Repayments	788	907	115.1
Total Capital Receipts	58 130	37 640	64.8
TOTAL RECEIPTS	2 115 825	1 521 118	71.9
EXPENDITURE			
Recurrent Expenditure	1 969 513	1 499 895	76.2
Capital Expenditure	145 768	89 369	61.3
TOTAL EXPENDITURE	2 115 281	1 589 264	75.1
NET FINANCING REQUIREMENT	(544)	68 146	N/A
Financed By:			
Reduction in Cash Reserves	....	70 962	N/A
Gross Financing Requirement	2 274	....	N/A
Less Loan Repayment	2 818	2 816	N/A
	(544)	68 146	N/A

Note : For details of major categories of revenue and expenditure refer to supplementary tables.

RECEIPTS

Table 3: Commonwealth Specific Purpose Recurrent Receipts

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
COMMONWEALTH PAYMENT TOWARDS -			
<i>Health and Human Services</i>			
Commonwealth-State Housing Agreement	14 592	7 403	50.7
Health Care Grant	128 510	96 164	74.8
Blood Transfusion Service	1 495	1 028	68.7
Home and Community Care Program	13 322	9 890	74.2
Supported Accommodation Assistance Program	5 566	4 242	76.2
Public Health Outcomes Funding Agreement	3 931	2 952	75.1
National Child Care Strategy	195	....	....
Disability Services Grant	13 465	11 291	83.9
High Cost Drugs	4 850	3 597	74.2
<i>Education</i>			
Primary and Secondary Education	35 988	30 281	84.1
Technical and Further Education	18 950	14 961	78.9
<i>Primary Industries, Water and Environment</i>			
World Heritage Area	5 000	....	....
<i>Police and Public Safety</i>			
Natural Disasters Organisations	191	191	100.0
<i>Treasury and Finance</i>			
Assistance for Concessions	4 940	3 699	74.9
Grant to the State for Local Government	42 830	31 886	74.4
TOTAL COMMONWEALTH SPECIFIC PURPOSE RECURRENT RECEIPTS	293 825	217 584	74.1

Table 4: State Taxation Receipts

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Land Tax	26 068	24 546	94.2
Motor Taxation	41 210	29 087	70.6
Payroll Tax	212 713	160 048	75.2
Financial Transaction Taxes:			
Financial Institutions Duty	22 811	17 059	74.8
Stamp Duties	127 149	103 213	81.2
Franchise Fees and Levies:			
Electricity Entities Levy	14 892	7 669	51.5
Safety Net Revenue	169 832	131 891	77.7
Gambling Taxes:			
Casino Tax and Licence Fees	43 624	32 236	73.9
Lottery Tax	20 918	16 429	78.5
Racing and Gaming Taxes	7 527	5 883	78.2
Other:			
Sundry Licences	60	18	29.2
TOTAL STATE TAXATION RECEIPTS	686 804	528 079	76.9

MAJOR VARIATIONS - RECEIPTS

The timing of receipts paid into the Consolidated Fund is such that a comparatively greater proportion of receipts are collected in the later part of the year. Total receipts for the nine months to 31 March 2000 were \$1 521.1 million, 71.9 per cent of Budget.

Commonwealth Specific Purpose Receipts

Receipts from the Commonwealth-State Housing Agreement are below pro rata Budget due to the timing of receipts from the Commonwealth under this agreement. A major portion of receipts are due in the June quarter.

Receipts from Government Business Enterprises, State-owned Companies and State Authorities

Receipts from Government Business Enterprises, State-owned Companies and State Authorities as at 31 March 2000 were \$50.6 million, 39.6 per cent of Budget. The majority of receipts under this item are received in the June quarter.

Recoveries of State Debt Charges

Recoveries of State Debt Charges as at 31 March 2000 were \$9.3 million, 41.6 per cent of Budget. The majority of recoveries under this item are received in the June quarter.

Sale and Rent of Government Property

Proceeds from the sale and rent of Government property are initially held in the Crowns Land Administration Fund in the Special Deposits and Trust Fund and subsequently transferred to the Consolidated Fund at 30 June each year.

Other Recurrent Receipts

Other Recurrent Receipts as at 31 March 2000 were \$11.8 million, 57.2 per cent of Budget. The majority of receipts under this item are received in the June quarter.

EXPENDITURE

Table 5: Consolidated Fund Expenditure

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Education			
Recurrent Expenditure	557 666	431 199	77.3
Capital Expenditure	20 133	13 332	66.2
Total	577 799	444 531	76.9
Finance-General			
Recurrent Expenditure	334 999	227 400	67.9
Capital Expenditure	....	....	....
Total	334 999	227 400	67.9
Health and Human Services			
Recurrent Expenditure	600 083	497 170	82.9
Capital Expenditure	25 142	14 205	56.5
Total	625 225	511 375	81.8
House of Assembly			
Recurrent Expenditure	4 286	3 075	71.7
Capital Expenditure	....	....	....
Total	4 286	3 075	71.7
Infrastructure, Energy and Resources			
Recurrent Expenditure	86 475	64 768	74.9
Capital Expenditure	86 616	57 542	66.4
Total	173 091	122 310	70.7
Justice and Industrial Relations			
Recurrent Expenditure	50 860	42 240	83.1
Capital Expenditure	94	76	80.3
Total	50 954	42 315	83.0
Legislative Council			
Recurrent Expenditure	3 056	2 248	73.6
Capital Expenditure	....	....	....
Total	3 056	2 248	73.6
Legislature-General			
Recurrent Expenditure	3 473	2 735	78.7
Capital Expenditure	330	307	93.0
Total	3 803	3 041	80.0

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Ministerial and Parliamentary Support			
Recurrent Expenditure	10 359	7 612	73.5
Capital Expenditure	....	....	....
Total	10 359	7 612	73.5
Office of the Governor			
Recurrent Expenditure	1 823	1 370	75.1
Capital Expenditure	278	101	36.3
Total	2 101	1 471	70.0
Police and Public Safety			
Recurrent Expenditure	101 460	79 978	78.8
Capital Expenditure	1 022	708	69.3
Total	102 482	80 686	78.7
Premier and Cabinet			
Recurrent Expenditure	17 948	12 941	72.1
Capital Expenditure	....	....	....
Total	17 948	12 941	72.1
Primary Industries, Water & Environment			
Recurrent Expenditure	87 634	62 277	71.1
Capital Expenditure	1 941	319	16.4
Total	89 575	62 596	69.9
State Development			
Recurrent Expenditure	79 641	45 811	57.5
Capital Expenditure	2 111	1 102	52.2
Total	81 752	46 913	57.4
Tasmanian Audit Office			
Recurrent Expenditure	230	164	71.2
Capital Expenditure	....	....	....
Total	230	164	71.2
Treasury and Finance			
Recurrent Expenditure	29 520	18 910	64.1
Capital Expenditure	8 101	1 677	20.7
Total	37 621	20 588	54.7
TOTAL	2 115 281	1 589 264	75.1

MAJOR VARIATIONS - EXPENDITURE

Total expenditure for the six months to 31 March 2000 was \$1 589.3 million, 75.1 per cent of Budget.

Recurrent Expenditure

State Development

Expenditure is below pro rata Budget due to the timing of Administered Payments in the Industry Development and Assistance area.

Treasury and Finance

Expenditure is below pro rata Budget due to lower than estimated expenditure relating to the Basslink project.

Capital Expenditure

Capital expenditure in a number of agencies is below pro rata Budget. Capital expenditure by its nature is lagged during the first three quarters of the year. This is due to a number of factors including delays occurring through the tendering process and payments being based on a percentage of completion of projects.

Table 6: Output Group Expenditure

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Education			
Delivery of Education Services	434 383	332 702	76.6
Delivery of Vocational Education and Training	65 914	55 119	83.6
Delivery of Information Services	22 333	16 488	73.8
Strategic Development and Evaluation Services	14 522	11 613	80.0
Administered Payments	98 611	92 891	94.2
Capital Investment Program	21 070	13 981	66.4
Total	656 833	522 794	79.6
Finance-General			
Debt Servicing and Management	274 571	139 837	50.9
Employee Related Costs	141 434	91 143	64.4
Government Business Enterprises	5 522	1 970	35.7
Miscellaneous	66 084	28 870	43.7
Administered Payments	260 252	203 182	78.1
Total	747 863	465 002	62.2
Health and Human Services			
Health Advancement	36 121	27 296	75.6
Community and Rural Health	139 728	106 810	76.4
Child, Youth and Family Support	21 622	16 660	77.1
Hospitals and Ambulance Service	363 872	270 965	74.5
Housing Services	73 213	43 761	59.8
Administered Payments	102 301	73 409	71.8
Capital Investment Program	32 102	21 110	65.8
Total	768 959	560 010	72.8
House of Assembly			
House of Assembly Support Services	1 693	1 193	70.5
Payments Administered by the House of Assembly	2 593	1 882	72.6
Total	4 286	3 075	71.7
Infrastructure, Energy and Resources			
Development of Transport Policy Advice and Planning	2 214	1 447	65.4
Land Transport Safety Programs	19 452	12 682	65.2
Provision of Transport Services and Infrastructure	6 528	4 715	72.2
Provision of Energy Advisory and Regulatory Services	438	252	57.6
Workplace Standards	11 291	7 519	66.6
Mineral Resources Management and Administration	4 887	4 488	91.8
Support for the Minister in Infrastructure Development and Business Management	758	177	23.3
Support for Racing Industry	....	767	....
Administered Payments	195 041	154 734	79.3
Capital Investment Program	86 966	57 822	66.5
Total	327 575	244 605	74.7

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Justice and Industrial Relations			
Administration of Justice	18 499	15 593	84.3
Legal Services	5 898	5 038	85.4
Registration Services	588	612	104.1
Review Services	1 589	1 266	79.7
Electoral Services	1 879	1 289	68.6
Corrective Services	21 126	18 711	88.6
Other Services	553	463	83.8
Consumer Services	2 237	1 937	86.6
Industrial Relations Services	3 828	2 779	72.6
Administered Payments	6 850	3 130	45.7
Capital Investment Program	94	97	102.7
Total	63 141	50 916	80.6
Legislative Council			
Legislative Council Support Services	1 331	1 041	78.2
Payments Administered by the Legislative Council	1 725	1 240	71.9
Total	3 056	2 280	74.6
Legislature-General			
Parliamentary Reporting Service	732	448	61.2
Parliamentary Library Service	535	372	69.6
Parliamentary Printing and Systems	551	463	84.0
Joint Services	1 768	1 501	84.9
Administered Payments	59	55	93.0
Capital Investment Program	438	468	106.8
Total	4 083	3 307	81.0
Ministerial and Parliamentary Support			
Support for Members of Parliament	10 664	7 675	72.0
Total	10 664	7 675	72.0
Office of the Governor			
The Office of the Governor	1 823	1 370	75.1
Capital Investment Program	278	101	36.3
Total	2 101	1 471	70.0
Police and Public Safety			
Policing Support to the Community	60 552	46 003	76.0
Crime Detection and Investigation	21 221	16 525	77.9
Traffic Law Enforcement and Road Safety	11 301	8 703	77.0
Protection of Primary Industry and Fisheries Resources	4 949	3 191	64.5
Emergency Management	1 346	1 178	87.5
Support to Judicial Services	6 262	4 814	76.9
Ministerial Support and Information Services	3 126	2 174	69.5
Administered Payments	360	327	90.8
Capital Investment Program	1 022	353	34.5
Total	110 139	83 267	75.6

	Budget Estimate 1999-00 \$'000	March YTD 1999-00 Actual \$'000	March YTD 1999-00 Actual to Budget %
Premier and Cabinet			
Support for Executive Decision Making	3 056	2 074	67.9
Support for Administration of Executive Government	3 220	2 625	81.5
Support for Government Agencies	27 787	19 290	69.4
Support for the Public Sector Employer	1 911	1 203	63.0
Aboriginal Affairs	478	361	75.5
Multicultural and Ethnic Affairs	218	162	74.3
Support for Local Government	789	677	85.9
Women Tasmania	1 014	655	64.6
Administered Payments	29 189	18 954	64.9
Total	67 662	46 003	68.0
Primary Industries, Water & Environment			
Information and Land Services	27 384	19 397	70.8
Food, Agriculture and Fisheries Services	30 397	18 060	59.4
Resource Management and Conservation	44 149	38 297	86.7
Environment Protection, Planning and Analytical Services	16 146	13 774	85.3
Administered Payments	205 454	165 795	80.7
Capital Investment Program	2 601	413	15.9
Total	326 131	128 623	39.4
State Development			
Investment Trade and Development	8 206	5 420	66.0
State Industries	5 236	3 628	69.3
Centre for Research Industry and Strategic Planning	1 793	1 231	68.7
Tourism Marketing and Development	28 302	20 194	71.4
Cultural, Heritage and Recreation Industry Development	7 818	6 266	80.2
Administered Payments	101 238	71 238	70.4
Capital Investment Program	2 566	1 557	60.7
Total	155 159	109 535	70.6
Tasmanian Audit Office			
Public Sector Management and Accountability	2 948	2 039	69.2
Total	2 948	2 039	69.2
Treasury and Finance			
Management of Public Sector Finances	5 844	3 954	67.7
Policy Advice on Tasmania's Economy and Business Environment	12 384	6 376	51.5
Public Sector Management and Accountability	543	416	76.7
Taxation Administration and Revenue Collection	6 430	4 489	69.8
Management of Gaming Activities	2 440	1 780	73.0
Liquor and Accommodation Licensing	1 431	1 118	78.1
Management of Government Owned and Leased Buildings	1 242	6 157	495.7
Government Procurement and Disposal	15 052	25 860	171.8
Administered Payments	30 279	7 228	23.9
Capital Investment Program	8 101	1 677	20.7
Total	83 746	59 056	70.5

MAJOR VARIATIONS - OUTPUT GROUP EXPENDITURE

Expenditure in some Output Groups within Departments is significantly below or above pro rata Budget. These variations largely reflect the timing of payments made by agencies in relation to these Output Groups. For example, expenditure on the Capital Investment Program and Administered Payments generally accord with the timing of major projects and specific grant programs.

Education

Expenditure for the Administered Payments Output Group is above pro rata Budget due to the timing of grant payments, the majority of which occurred in the first half of the financial year. The final result is not expected to vary materially from the Budget estimate.

Finance-General

Expenditure for the Debt Servicing and Management, Employee Related Costs and Miscellaneous Output Groups are below pro rata Budget mainly due to the timing of payments, the majority of which are made during the June quarter.

Health and Human Services

Expenditure for the Housing Services Output Group is below pro rata Budget mainly due to significant insurance and interest payments being made during the June quarter.

Justice and Industrial Relations

Expenditure for the Legal Services Output Group is above pro rata Budget due to timing of legal costs associated with engaging counsel in a major court case.

Expenditure for the Corrective Services Output Group is above pro rata Budget due to an increase in the prison population causing an increase in expenditure for the security and maintenance of the prisoners.

Expenditure for the Administered Payments Output Group is below pro rata Budget due to lower than estimated payments from the Criminal Injuries Compensation Fund and the Supreme Court Suitors Fund Accounts.

Premier and Cabinet

Expenditure for the Administered Payments Output Group is below pro rata Budget due to the timing of the distribution of Commonwealth funding under the Regional Forest Agreement and the payment of grants.

Primary Industries, Water and Environment

Expenditure for the Food, Agriculture and Fisheries Services Output Group is below pro rata Budget due to the transfer of two projects to the Resource Management and Conversation Output Group.

Expenditure for the Resource Management and Conversation Output Group is above pro rata Budget due to the transfer of two projects from the Food, Agriculture and Fisheries Services Output Group. In addition, additional expenditure has been incurred for new Natural Heritage Trust projects. The cost of these projects is offset by additional Commonwealth funding.

Treasury and Finance

Expenditure for the Policy and Advice on Tasmania's Economy and Business Environment Output Group is below pro rata Budget due to lower than anticipated payments associated with Basslink.

Expenditure for the Management of Government Owned and Leased Buildings Output Group is above pro rata Budget due to the inclusion of expenditure associated with the Crown property disposals. Responsibility for property disposals was transferred to Treasury in July 1999, and the original Budget estimates for this Output Group do not include expenditure for this activity.

Expenditure for the Government Procurement and Disposals Output Group is above pro rata Budget as a result of the sale of the Government's light vehicle fleet not proceeding. As a consequence, expenditure is still being incurred from this Output Group.

Expenditure for the Administered Payments Output Group is below pro rata Budget as a result of responsibility for office accommodation leases being progressively transferred from the Department of Treasury and Finance to other Government agencies. Payments of rent for these leases are now made by agencies direct to the landlord.

Expenditure for the Capital Investment Program is below pro rata Budget due to the majority of expenditure being incurred on projects in the June quarter.