



LOAN COUNCIL MID-YEAR REPORT

2000-01

MID-YEAR REPORT FOR 2000-01

In accordance with the Uniform Presentation Framework, agreed to by the Australian Loan Council in March 1997, this Report presents revised fiscal estimates which take into account fiscal developments since the commencement of the budget year.

Tables 1 presents details of the revised Loan Council Allocation for 2000–01 and Tables 2 to 4 present outlays, revenue and financing transactions for the General Government, Public Trading Enterprises and Total Non-Financial Public sectors.

The revised surplus for the General Government sector for 2000-01 is \$65 million, a variation of \$3 million from the initial Budget-time Estimate of \$62 million. The major factors influencing this variation an upward revision in the guaranteed minimum amount that the State will receive as its share of GST revenue, increased projections in taxation revenue, offset by the reinstatement of fuel and alcohol.

The revised surplus for the PTE sector for 2000–01 is \$37 million, a variation of \$27 million from the initial Budget-time Estimate of \$10 million. The major variations are a decrease in interest costs resulting from debt restructuring activities carried out in 1999-00 and a reduction in capital expenditure due to delays in the approval process for some capital projects.

It should be noted that the General Government revised estimates are based on the same assumptions regarding economic parameters and underlying growth as those presented in the 2000–01 State Budget Papers. The 2000–01 Mid-Year Revised Estimate is within the \$49 million tolerance limit applying to the 2000–01 Budget full year estimate.

Table 1: Loan Council Allocation for 2000-01

	2000-01 Budget-time full year estimate	2000-01 Mid -Year Revised full year estimate
	\$m	\$m
General Government Deficit/(Surplus)	(62)	(65)
PTE Deficit/(Surplus)	(10)	(37)
Total Non-Financial Public Sector Advances Paid	....	9
Total Non-Financial Public Sector Surplus	(72)	(94)
Memo Items		
Local Government	16	16
Other	....	....
Total LCA	(56)	(78)

Table 2: General Government Sector - Outlays, Revenue and Financing Transactions

	2000-01 Budget Estimate	2000-01 Revised Estimate	2001-02 Forward Estimate	2002-03 Forward Estimate	2003-04 Forward Estimate
	\$m	\$m	\$m	\$m	\$m
<i>Current Outlays</i>					
Final consumption expenditure	1 630	1 630	1 658	1 719	1 780
Interest payments	153	153	126	111	105
Subsidies paid to PTEs and other enterprises	126	141	124	122	122
Current grants	174	176	176	177	178
Other current outlays	3	3	14	14	14
Total current outlays	2 085	2 100	2 097	2 142	2 198
<i>Capital outlays</i>					
Gross fixed capital expenditure					
on new fixed assets	91	91	93	94	104
on secondhand fixed assets (net)	(19)	(19)	(20)	(21)	(21)
Total gross fixed capital expenditure	72	72	73	73	83
Capital grants	17	17	18	18	18
Other capital outlays	....	....	1	1	1
Total capital outlays	89	89	92	92	102
Total outlays	2 175	2 188	2 188	2 233	2 299
<i>Revenue and grants received</i>					
Taxes	514	521	494	499	509
Interest received	23	23	19	17	15
Grants received	1 567	1 577	1 599	1 620	1 660
Dividends received from PTEs and PFEs	108	108	116	138	158
Other revenue	24	24	26	27	28
Total revenue and grants received	2 236	2 253	2 254	2 301	2 370
<i>Deficit and Financing transactions</i>					
Net advances received	(116)	(116)	(35)	(5)	(42)
Net borrowing	(3)	(3)	(40)	(5)	(7)
Other financing transactions	45	42	....	( 73)	(32)
less Advances paid (net)	(13)	(13)	(9)	(15)	(10)
Total financing transactions	(62)	(65)	(66)	(68)	(71)
less increase in provisions (net)	....	....	....	....	....
equals Deficit/(Surplus)	(62)	(65)	(66)	(68)	(71)
Net Debt	878	875	809	741	670

Table 3: Public Trading Enterprise Sector – Outlays, Revenue and Financing Transactions

	2000-01 Budget Estimate	2000-01 Revised Estimate
	\$m	\$m
<i>Current Outlays</i>		
Interest payments	151	138
Income transferred to general government	124	124
Other current outlays	1	1
Total current outlays	276	263
<i>Capital outlays</i>		
Gross fixed capital expenditure:-		
Expenditure on new fixed assets	200	190
Expenditure on secondhand fixed assets (net)	(12)	(12)
Total gross fixed capital expenditure	188	178
Increase in stocks	....	....
Expenditure on land and intangible assets (net)	....	....
Capital Grants	....	....
Total capital outlays	187	177
Total outlays	463	440
<i>Revenue and grants received</i>		
Net operating surpluses:-		
Operating revenue:-		
Subsidies received	59	59
Other operating revenue	894	902
less Operating expenditure:-		
Depreciation charge	180	180
Other operating expenditure	521	525
Total net operating surpluses	251	255
Property income and other revenue:-		
Interest received	4	4
Other property income and other revenue	7	7
Total property income and other revenue	11	11
Grants received	19	19
Total revenue and grants received	282	286
<i>Financing transactions</i>		
Net advances received	(19)	(19)
Net borrowing	(6)	(6)
Increase in provisions	190	190
Net advances paid	....	....
Other financing transactions	16	(11)
Total financing transactions	181	154
less increase in provisions	190	190
equals Deficit	(10)	(37)
Net Debt	1 693	1 666

Table 4: Total Non-Financial Public Sector - Outlays, Revenue and Financing Transactions

	2000-01 Budget Estimate	2000-01 Revised Estimate
	\$m	\$m
<i>Current Outlays</i>		
Final consumption expenditure	1 630	1 630
Interest payments	285	272
Current grants	174	174
Other current outlays	146	161
Total current outlays	2 235	2 237
<i>Capital outlays</i>		
Gross fixed capital expenditure	260	250
Capital grants	2	2
Other capital outlays	....	....
Total capital outlays	262	252
Total outlays	2 498	2 490
<i>Revenue and grants received</i>		
Taxes	514	521
Net operating surpluses of public trading enterprises	251	255
Property income and other revenue:-		
Interest received	9	11
Other property income and other revenue	38	38
Total property income and other revenue	47	49
Grants received from Commonwealth Government	1 567	1 577
Total revenue and grants received	2 379	2 402
<i>Financing transactions</i>		
Net advances received	(116)	(116)
Net borrowing	(9)	(9)
Increase in provisions	190	190
Other financing transactions	52	30
less Advances paid (net)	....	9
Total financing transactions	118	87
less increase in provisions	190	190
equals Deficit	(72)	(103)
Net Debt	2 571	2 540