



Tasmania

LOAN COUNCIL MID-YEAR REPORT

2001-02

## MID-YEAR REPORT FOR 2001-02

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.

Table 1 presents details of the revised Loan Council Allocation for 2001–02 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 2001-02 is \$87 million, a variation of \$4 million from the initial Budget-time Estimate of \$83 million. The major factors influencing this variation are an increase in revenues relating to grants and taxation partially offset by an increase in final consumption expenditure.

The revised surplus for the PTE sector for 2001–02 is \$14 million, a variation of \$2 million from the initial Budget-time Estimate of \$12 million. The major variations are an increase in other operating revenue and a small 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 2001–02 State Budget Papers. The 2001–02 Mid-Year Revised Estimate is within the \$51 million tolerance limit applying to the 2001–02 Budget full year estimate.

**Table 1: Loan Council Allocation for 2001-02**

	2001-02 Budget-time full year estimate	2001-02 Mid -Year Revised full year estimate
	\$m	\$m
<b>General Government Deficit/(Surplus)</b>	<b>( 83)</b>	<b>( 87)</b>
<b>PTE Deficit/(Surplus)</b>	<b>( 12)</b>	<b>( 14)</b>
<b>Total Non-Financial Public Sector Deficit/(Surplus)</b>	<b>( 95)</b>	<b>( 101)</b>
<b>Total Non-Financial Public Sector Advances Paid</b>	<b>27</b>	<b>27</b>
<b>Memo Items</b>		
<b>Local Government</b>	<b>20</b>	<b>20</b>
<b>Other</b>	<b>....</b>	<b>....</b>
<b>Total LCA</b>	<b>( 48)</b>	<b>( 54)</b>

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

	2001-02 Budget Estimate	2001-02 Revised Estimate	2002-03 Forward Estimate	2003-04 Forward Estimate	2004-05 Forward Estimate
	\$m	\$m	\$m	\$m	\$m
<i>Current Outlays</i>					
Final consumption expenditure	1 619	1 643	1 696	1 770	1 820
Interest payments	123	123	110	97	85
Subsidies paid to PTEs and other enterprises	157	157	151	126	125
Current grants	246	246	222	224	224
Other current outlays	2	2	5	5	5
<b>Total current outlays</b>	<b>2 146</b>	<b>2 170</b>	<b>2 183</b>	<b>2 221</b>	<b>2 258</b>
<i>Capital outlays</i>					
Gross fixed capital expenditure					
on new fixed assets	89	82	86	78	80
on secondhand fixed assets (net)	( 14)	( 14)	( 13)	( 13)	( 13)
<b>Total gross fixed capital expenditure</b>	<b>75</b>	<b>68</b>	<b>73</b>	<b>65</b>	<b>67</b>
Capital grants	75	75	17	19	18
Other capital outlays	1	1	....	....	....
<b>Total capital outlays</b>	<b>151</b>	<b>144</b>	<b>90</b>	<b>84</b>	<b>85</b>
<b>Total outlays</b>	<b>2 298</b>	<b>2 315</b>	<b>2 273</b>	<b>2 305</b>	<b>2 343</b>
<i>Revenue and grants received</i>					
Taxes	475	485	496	505	510
Interest received	25	26	27	30	33
Grants received	1 701	1 711	1 682	1 707	1 749
Dividends received from PTEs and PFEs	150	150	154	171	179
Other revenue	29	29	29	28	28
<b>Total revenue and grants received</b>	<b>2 381</b>	<b>2 402</b>	<b>2 388</b>	<b>2 441</b>	<b>2 499</b>
<i>Deficit and Financing transactions</i>					
Net advances received	( 36)	( 36)	( 6)	( 42)	( 13)
Net borrowing	( 9)	( 9)	( 7)	( 8)	( 9)
Other financing transactions	( 26)	( 30)	( 117)	( 96)	( 138)
less Advances paid (net)	12	12	( 15)	( 10)	( 4)
<b>Total financing transactions</b>	<b>( 83)</b>	<b>( 87)</b>	<b>( 115)</b>	<b>( 136)</b>	<b>( 157)</b>
less increase in provisions (net)	....	....	....	....	....
<b>equals Deficit/(Surplus)</b>	<b>( 83)</b>	<b>( 87)</b>	<b>( 115)</b>	<b>( 136)</b>	<b>( 157)</b>
<b>Net Debt</b>	<b>632</b>	<b>628</b>	<b>513</b>	<b>377</b>	<b>220</b>

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

	2001-02 Budget	2001-02 Revised
	\$m	\$m
<i>Current Outlays</i>		
Interest payments	144	152
Income transferred to general government	143	143
Other current outlays	1	1
<b>Total current outlays</b>	<b>288</b>	<b>296</b>
<i>Capital outlays</i>		
Gross fixed capital expenditure:		
Expenditure on new fixed assets	250	249
Expenditure on secondhand fixed assets (net)	( 26)	( 26)
<b>Total gross fixed capital expenditure</b>	<b>224</b>	<b>223</b>
Increase in stocks	....	....
Expenditure on land and intangible assets (net)	4	4
Capital Grants	....	....
<b>Total capital outlays</b>	<b>227</b>	<b>226</b>
<b>Total outlays</b>	<b>515</b>	<b>522</b>
<i>Revenue and grants received</i>		
Net operating surpluses:		
Operating revenue:		
Subsidies received	71	71
Other operating revenue	1 019	1 024
less Operating expenditure:		
Depreciation charge	186	186
Other operating expenditure	602	598
<b>Total net operating surpluses</b>	<b>302</b>	<b>310</b>
Property income and other revenue:		
Interest received	4	4
Other property income and other revenue	5	5
<b>Total property income and other revenue</b>	<b>9</b>	<b>9</b>
Grants received	17	17
<b>Total revenue and grants received</b>	<b>329</b>	<b>337</b>
<i>Financing transactions</i>		
Net advances received	(14)	(14)
Net borrowing	38	38
Increase in provisions	198	198
Net advances paid	....	....
Other financing transactions	( 36)	( 38)
<b>Total financing transactions</b>	<b>186</b>	<b>184</b>
<b>less increase in provisions</b>	<b>198</b>	<b>198</b>
<b>equals Deficit/(Surplus)</b>	<b>( 12)</b>	<b>( 14)</b>
<b>Net Debt</b>	<b>1 678</b>	<b>1 676</b>

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

	2001-02 Budget Estimate	2001-02 Revised Estimate
	\$m	\$m
<i>Current Outlays</i>		
Final consumption expenditure	1 619	1 643
Interest payments	251	259
Current grants	223	223
Other current outlays	183	183
<b>Total current outlays</b>	<b>2 275</b>	<b>2 307</b>
<i>Capital outlays</i>		
Gross fixed capital expenditure	300	292
Capital grants	61	61
Other capital outlays	4	4
<b>Total capital outlays</b>	<b>364</b>	<b>356</b>
<b>Total outlays</b>	<b>2 639</b>	<b>2 663</b>
<i>Revenue and grants received</i>		
Taxes	475	485
Net operating surpluses of public trading enterprises	302	311
Property income and other revenue:		
Interest received	13	14
Other property income and other revenue	41	41
<b>Total property income and other revenue</b>	<b>55</b>	<b>56</b>
Grants received from Commonwealth Government	1 703	1 713
<b>Total revenue and grants received</b>	<b>2 536</b>	<b>2 566</b>
<i>Financing transactions</i>		
Net advances received	( 36)	( 36)
Net borrowing	29	29
Increase in provisions	198	198
Other financing transactions	( 61)	( 67)
less Advances paid (net)	27	27
<b>Total financing transactions</b>	<b>103</b>	<b>97</b>
<b>less increase in provisions</b>	<b>198</b>	<b>198</b>
<b>equals Deficit/(Surplus)</b>	<b>( 95)</b>	<b>( 101)</b>
<b>Net Debt</b>	<b>2 399</b>	<b>2 393</b>