

Preliminary Outcomes Report 2020-21



Preliminary Outcomes Report 2020-21

Publisher: Department of Treasury and Finance

ISSN 1837-1809 (Print)

ISSN 1837-1817 (Online)

© Crown in Right of the State of Tasmania July 2021

Excerpts from this publication may be reproduced, with appropriate acknowledgement, as permitted under the Copyright Act.

CONTENTS

1. Introduction	1
2. General Government Sector	3
Income Statement	5
Balance Sheet	13
Cash Flow Statement	18
3. Public Account	21

I. INTRODUCTION

The Preliminary Outcomes Report 2020-21 provides details on the General Government's financial results for 2020-21. It presents the preliminary financial data for the General Government Sector against the forecasts contained in the 2020-21 Budget.

The Report has been prepared in accordance with section 39 of the *Financial Management Act 2016* and applicable Australian Accounting Standards, including AASB 1049 *Whole of Government and General Government Sector Financial Reporting*. Presentation of the financial statements is consistent with the 2020-21 Budget and reporting requirements of the Uniform Presentation Framework.

The data in this Report is unaudited and preliminary in nature. Financial information for this Report was provided by Government entities to Treasury in early July 2021. This year the publication date for this Report has been brought forward from the due date of 15 August to 30 July 2021, to allow for the inclusion of these outcomes in the 2021-22 Budget Papers. Due to the shorter timeframe for the preparation of the Report, more estimation methods have been applied, consistent with the requirements of AASB 134 *Interim Financial Reporting*.

The Report contains the following information:

- preliminary financial statements for the General Government Sector;
- receipts to, and expenditure from, the Public Account; and
- supplementary estimates of all expenditure from the Public Account.

All amounts in the financial statements have been rounded to the nearest \$100 000, unless otherwise stated. As a consequence, rounded figures may not add to totals. Amounts less than \$50 000 are indicated by "...".

Further updates on the State's financial position will be provided in the:

- 2021-22 Budget Papers, due to be released on 26 August 2021; and
- Treasurer's Annual Financial Report 2020-21, which presents the final audited outcomes for 2020-21 and is due to be published by 31 October 2021.

2. GENERAL GOVERNMENT SECTOR

Table 2.1 provides a summary of the key General Government Sector Fiscal Measures. The full General Government Statements for 2020-21 are presented in Table 2.3, 2.6 and 2.7.

Table 2.1: Key Fiscal Measures Summary

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Net Operating Balance - Surplus/(Deficit)	(1 118.0)	(411.5)	(337.7)
Underlying Net Operating Balance - Surplus/(Deficit)	(1 412.0)	(576.0)	(469.8)
Fiscal Balance - Surplus/(Deficit)	(1 779.7)	(596.7)	(426.9)
Net Debt	1 854.8	459.1	(175.5)
GFS Net Debt	1 432.8	140.2	(531.1)
Net Worth	6 012.7	9 382.8	7 862.8
Net Financial Liabilities	13 881.0	10 276.0	10 871.4

Underlying Net Operating Balance

The Underlying Net Operating Balance is a measure which removes the impact of one-off Australian Government funding for specific capital projects.

The preliminary 2020-21 Underlying Net Operating Balance is estimated to be a deficit of \$576 million, an improvement of \$836 million from the Original Budget deficit of \$1 412 million.

Table 2.2: Underlying Net Operating Balance

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Net Operating Balance	(1 118.0)	(411.5)	(337.7)
Less Impact of One-off Australian Government funding			
Bridgewater Bridge	(30.0)	(5.3)	....
Cascade Female Factory	(2.0)	(2.0)	....
Cradle Mountain Experience	(22.0)	....	....
COVID-19 Infrastructure Stimulus Funding	(32.6)	(18.5)	....
COVID-19 National and World Heritage Projects	(5.4)	(0.2)	....
National Water Infrastructure Development Fund	(3.0)	....	(14.0)
Redevelopment of the Royal Hobart Hospital	(22.3)	(0.4)	(43.6)
Revitalising TAFE Campuses across Australia	(2.0)	(2.0)	....
Roads and Rail Funding (Nation Building)	(75.2)	(87.7)	(69.8)
Roads of Strategic Importance	(88.3)	(40.9)	(4.7)
Sustainable Rural Water Use and Infrastructure Program	(7.0)	(7.0)	....
Urban Congestion Fund	(4.1)	(0.5)	....
	(294.0)	(164.5)	(132.1)
Underlying Net Operating Balance	(1 412.0)	(576.0)	(469.8)

Income Statement

Table 2.3: General Government Income Statement

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Revenue from transactions			
Grants	4 066.1	4 300.9	3 898.7
Taxation	1 220.6	1 336.0	1 271.0
Sales of goods and services	433.4	440.9	382.8
Fines and regulatory fees	102.2	100.4	92.9
Interest income	14.9	8.0	9.8
Dividend, tax and rate equivalent income	413.1	403.6	541.9
Other revenue	177.9	262.9	216.9
	6 428.1	6 852.7	6 413.9
Expenses from transactions			
Employee expenses	3 051.7	3 036.0	2 916.4
Superannuation	373.8	380.3	389.4
Depreciation	388.1	369.3	361.1
Supplies and consumables	1 731.8	1 601.0	1 289.1
Nominal superannuation interest expense	161.8	161.8	180.1
Borrowing costs	29.3	21.7	9.3
Grant and subsidy expenses	1 771.0	1 648.7	1 537.6
Other expenses	38.7	45.5	68.5
	7 546.1	7 264.1	6 751.6
Equals NET OPERATING BALANCE	(1 118.0)	(411.5)	(337.7)
Plus Other economic flows – included in Operating Result			
Gain/(loss) on sale of non-financial assets	16.6	(6.7)	....
Other gains/(losses)	80.9	148.4	56.3
	97.5	141.7	56.3
Equals Operating Result	(1 020.5)	(269.8)	(281.3)

Table 2.3: General Government Income Statement (continued)

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Plus Other economic flows – other movements in Equity			
Revaluations of non-financial assets	220.2	337.0	(62.1)
Revaluation of equity investment in PNFC and PFC sectors	148.3	183.2	(572.4)
Movements in superannuation liability	(1 198.2)	1 231.2	(43.3)
Other non-owner movements in Equity	....	38.3	(61.2)
	(829.6)	1 789.8	(738.9)
Equals Comprehensive Result	(1 850.1)	1 520.0	(1 020.2)
KEY FISCAL AGGREGATES			
NET OPERATING BALANCE	(1 118.0)	(411.5)	(337.7)
Less Net acquisition of non-financial assets			
Purchases of non-financial assets	1 085.5	579.7	508.7
Less Sales of non-financial assets	35.7	25.1	58.4
Less Depreciation	388.1	369.3	361.1
	661.7	185.3	89.3
Equals FISCAL BALANCE – SURPLUS/(DEFICIT)	(1 779.7)	(596.7)	(426.9)

Table 2.4: General Government Grants

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
General purpose payments	2 212.3	2 604.8	2 401.9
Specific purpose payments	1 099.9	1 087.6	1 043.6
National partnership payments	705.2	541.5	379.1
Other grants and subsidies	48.7	67.0	73.9
	4 066.1	4 300.9	3 898.7

Table 2.5: General Government Taxation

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Payroll tax	351.9	373.5	343.4
Taxes on property			
Land tax	116.7	129.8	124.9
Fire service levies	70.1	74.3	73.8
Government guarantee fees	14.1	7.0	14.4
Conveyance duty	268.7	317.2	314.2
Taxes on the provision of goods and services			
Gambling taxes			
Annual wagering levy	1.5	1.5	0.7
Casino tax and licence fees	45.8	53.6	38.7
Lottery tax	40.7	39.8	39.8
Point of consumption wagering tax	12.0	15.9	6.0
Totalizator wagering levy	....	....	3.8
Insurance duty	108.3	107.4	104.2
Taxes on the use of goods and services			
Vehicle registration fees	44.8	47.9	47.5
Motor vehicle fees and taxes			
Motor vehicle duty	43.2	59.3	49.4
Motor tax	93.7	99.6	100.8
Motor vehicle fire levy	9.0	9.3	9.4
	1 220.6	1 336.0	1 271.0

Major Revenue Variations

Preliminary Revenue from transactions is \$6 852.7 million in 2020-21, which is \$424.6 million higher than the 2020-21 Original Budget estimate of \$6 428.1 million. The main variations are outlined below.

Revenue Item	Variance	Reasons
Grants	\$234.8 million higher	
<ul style="list-style-type: none"> General purpose payments 	\$392.5 million higher	<p>The increase in General purpose payments is a result of the Australian Government increasing its 2020-21 estimate of the GST pool in its 2021-22 Budget by \$9.8 billion, compared to its 2020-21 Budget.</p>
<ul style="list-style-type: none"> National partnership payments 	\$163.7 million lower	<p>The decrease in National partnership payment revenue primarily reflects changes in the timing of recognition of revenue for infrastructure program delivery and not a change in the total amount of funding to be received. The main decreases in NPPs are:</p> <ul style="list-style-type: none"> \$47.4 million for Roads of Strategic Importance; \$28.8 million for Community Health and Hospital Program services and facilities; \$24.7 million for Bridgewater Bridge; \$22 million for the Royal Hobart Hospital Redevelopment; \$22 million for the Cradle Mountain Experience; \$20 million for the Project Marinus Link; \$14.1 million for Infrastructure Stimulus Funding; and \$10.2 million for the JobTrainer Fund. <p>This decrease was partly offset by additional revenue recognised in 2020-21 of:</p> <ul style="list-style-type: none"> \$22.9 million for the DisabilityCare Australia Fund; and \$11.7 million for the Australian Government HomeBuilder Program.

Major Revenue Variations (continued)

Revenue Item	Variance	Reasons
Taxation	\$115.4 million higher	<p>The increase in Taxation primarily reflects:</p> <ul style="list-style-type: none">• an increase in Payroll tax of \$21.6 million which is due to stronger than forecast levels of employment and a lower than budgeted cost for the Payroll tax waiver for JobKeeper payments;• an increase in Land tax of \$13.1 million, mainly due to a lower than expected number of approved commercial land tax waiver applications;• an increase in Conveyance duty of \$48.5 million which is due to an increase in average property prices and transaction volumes; and• an increase in Motor vehicle duty of \$16.1 million, which is due to the strong sales of motor vehicles, supported by Australian Government stimulus measures.
Other revenue	\$85 million higher	<p>The increase in Other revenue primarily reflects additional revenue recognised by:</p> <ul style="list-style-type: none">• the Department of Health of \$25.7 million as a result of additional recoveries in relation to salaries and wages and workers compensation, and financial viability funding repaid to the Department by private hospital operators; and• the Department of State Growth of \$23.6 million primarily due to an increase in mineral royalty income.

Major Expense Variations

Preliminary Expenses from transactions is \$7 264.1 million in 2020-21, which is \$282 million lower than the 2020-21 Original Budget of \$7 546.1 million. The major variations are outlined below.

Expense Item	Variance	Reasons
Supplies and consumables	\$130.8 million lower	<p>The decrease in Supplies and consumables reflects the impact of timing issues and lower expenditure across General Government Sector entities.</p> <p>The 2020-21 Budget was prepared during a period of uncertainty due to the COVID-19 pandemic. Significant expenditure provisions were included in the Budget, with the Treasurer's Reserve increased to \$80 million and a COVID-19 Provision of \$145 million to meet unforeseen expenditure requirements. Both provisions were allocated in the Budget to Supplies and consumables.</p> <p>The impact of COVID-19 on the State has been less than first anticipated. As a result, there was lower than budgeted expenditure for:</p> <ul style="list-style-type: none"> the Treasurer's Reserve of \$37.8 million; and the COVID-19 Provision of \$53 million. <p>Actual COVID-19 expenditure for 2020-21 has been recognised within Supplies and consumables, Employee entitlements and Grants and subsidies. Allocation of these expenses has led to a greater savings impact on this Expense item.</p>
Grant and subsidy expenses	\$122.3 million lower	<p>The variance in Grant and subsidy expenses primarily reflects decreases for:</p> <ul style="list-style-type: none"> the Department of Health of \$85.2 million, primarily reflecting a \$46 million decrease in the Australian Government funded program for Financial Viability Payments to Private Hospitals; and the Department of State Growth of \$76.8 million due to revised expenditure for the funding of key vocational education and training courses (JobTrainer), other industry skills development grants and small business assistance grants.

Other Economic Flows – included in Operating Result

Preliminary Other economic flows – included in Operating Result is an inflow of \$141.7 million in 2020-21, which is \$44.2 million higher than the 2020-21 Original Budget estimate of a \$97.5 million inflow. The main variances are detailed below.

Line Item	Variance	Reasons
Gain/(Loss) on sale of non-financial assets	\$23.3 million lower	The loss of \$6.7 million is primarily due to unbudgeted losses recorded for the Department of Communities Tasmania of \$4.7 million and the Department of Primary Industries, Parks, Water and Environment of \$8.5 million.
Other gains/(losses)	\$67.5 million higher	The increase in Other gains/(losses) is primarily due to an unbudgeted gain of \$63.2 million for the Department of Education due to the first-time recognition of the value of underground infrastructure assets.

Other Economic Flows – Other Movements in Equity

Preliminary Other economic flows – Other movements in Equity is an inflow of \$1 789.8 million in 2020-21, which is \$2 619.4 million higher than the 2020-21 Original Budget estimate of a \$829.6 million outflow. The main variances are detailed below.

Line Item	Variance	Reasons
Revaluation of equity investment in PNFC and PFC sectors	\$34.9 million higher	<p>The revaluation is based on the movement in net assets in the PNFC and PFC sectors after excluding the impact of equity injections.</p> <p>The difference is due to changes between the budgeted and actual net asset values for PNFC and PFC sector entities, such as</p> <ul style="list-style-type: none">• Motor Accident Insurance Board;• TT-Line Company Pty Ltd; and• Tasmanian Irrigation Pty Ltd.
Movements in superannuation liability	\$2 429.4 million higher	The movement reflects an actual revaluation gain of \$1 231.2 million which is based on an increase in the discount rate from 1.6 per cent for 30 June 2020 to 2.15 per cent for 30 June 2021. However, the budgeted revaluation loss of \$1 198.2 million was based on a decrease in the discount rate from 1.6 per cent for 30 June 2020 to 1.0 per cent for 30 June 2021.

Net Acquisition of Non-Financial Assets Variations from Original Budget

Preliminary Net acquisition of non-financial assets is \$185.3 million in 2020-21, which is \$476.4 million lower than the 2020-21 Original Budget estimate of \$661.7 million. The major variations are outlined below.

Line Item	Variance	Reasons
Purchases of non-financial assets	\$505.8 million lower	<p>The decrease in Purchases of non-financial assets is primarily due to decreases for:</p> <ul style="list-style-type: none"> • the Department of State Growth of \$156.2 million, which reflects the revised timing for road infrastructure expenditure; • the Department of Health of \$128 million, due to revised timing of cash flows for: <ul style="list-style-type: none"> – the Royal Hobart Hospital redevelopment of \$37.3 million; – upgrades at the Mersey Community Hospital of \$26 million; – Rural hospital and Ambulance Station Upgrades of \$17.5 million; – new Mental Health beds of \$16.6 million; and – the Launceston General Hospital redevelopment of \$6.8 million; • the Department of Communities Tasmania of \$64.2 million, due to revised cash flows for: <ul style="list-style-type: none"> – redevelopment of the Derwent Entertainment Centre of \$45 million; and – housing projects of \$14.4 million; • the Department of Primary Industries, Parks, Water and Environment of \$59 million, which is primarily due to revised cash flows for National Park infrastructure and the Cradle Mountain Experience project; • the Department of Police, Fire and Emergency Management of \$31.8 million, which is primarily due to the revised timing of cash flows for the large vessel replacement program, Sorell emergency service hub and other police infrastructure; and • the Department of Justice of \$27.6 million, which is due to revised cash flows for the Southern Remand Centre and other prison infrastructure assets.

Balance Sheet

Table 2.6: General Government Balance Sheet as at 30 June

	2021 Original Budget	2021 Preliminary Outcome	2020 Actual
	\$m	\$m	\$m
Assets			
Financial assets			
Cash and deposits	1 160.4	1 468.1	1 180.5
Investments	420.3	202.9	218.3
Equity investment in PNFC and PFC sectors	4 721.8	4 874.7	4 556.8
Other equity investments	124.8	90.4	69.3
Receivables	326.5	348.3	331.3
Other financial assets	585.3	516.9	492.4
	7 339.1	7 501.2	6 848.7
Non-financial assets			
Land and buildings	7 470.8	7 468.6	7 150.2
Infrastructure	6 405.0	6 107.2	5 833.8
Plant and equipment	291.9	285.3	270.3
Heritage and cultural assets	452.0	439.9	439.7
Investment property	3.3	3.4	3.0
Intangibles	71.9	63.9	63.1
Assets held for sale	16.7	5.7	13.6
Lease - right-of-use assets	412.1	310.4	348.4
Other non-financial assets	48.2	99.9	55.4
	15 171.9	14 784.1	14 177.5
Total Assets	22 510.9	22 285.4	21 026.1
Liabilities			
Borrowings	3 013.5	1 811.2	867.8
Lease liabilities	422.1	318.9	355.5
Superannuation	11 481.0	9 064.3	10 280.3
Employee entitlements	800.0	814.9	775.2
Payables	191.7	190.1	194.3
Other liabilities	590.0	703.2	690.2
Total Liabilities	16 498.3	12 902.6	13 163.3
Net Assets	6 012.7	9 382.8	7 862.8

Table 2.6: General Government Balance Sheet as at 30 June (continued)

	2021 Original Budget	2021 Preliminary Outcome	2020 Actual
	\$m	\$m	\$m
Equity			
Accumulated funds	1 550.5	4 880.5	3 769.1
Asset revaluation reserve	5 296.3	5 301.5	5 076.1
Other reserves ¹	(834.1)	(799.2)	(982.4)
Total Equity	6 012.7	9 382.8	7 862.8
KEY FISCAL AGGREGATES			
NET WORTH²	6 012.7	9 382.8	7 862.8
NET FINANCIAL WORTH³	(9 159.2)	(5 401.3)	(6 314.7)
NET FINANCIAL LIABILITIES⁴	13 881.0	10 276.0	10 871.4
NET DEBT⁵	1 854.8	459.1	(175.5)
GFS NET DEBT⁶	1 432.8	140.2	(531.1)

Notes:

1. Other reserves represents the accumulated balance of revaluation increments/decrements for the Equity investment in PNFC and PFC Sectors from 1 July 2018. This value is negative due to the overall decline in the value of these investments since that time.
2. Net Worth represents Total Assets less Total Liabilities.
3. Net Financial Worth represents Total Financial assets less Total Liabilities.
4. Net Financial Liabilities represents Total Liabilities less Financial assets, excluding Equity investment in PNFC and PFC sectors.
5. Net Debt represents Borrowings plus Lease liabilities less the sum of Cash and deposits and Investments.
6. GFS Net Debt represents Borrowings less the sum of Cash and deposits and Investments. This is equivalent to Net Debt based on the Australian Bureau of Statistics Government Finance Statistics reporting framework, and excludes the impact of Lease liabilities (this reflects how Net Debt has been calculated prior to the introduction of AASB 16 Leases in 2019-20).

Balance Sheet Variations from 30 June 2020 Outcome

The following commentary is based on movements between the 30 June 2020 Actual outcome and the 30 June 2021 Preliminary Outcome.

Asset Variations

Preliminary General Government Assets are \$22 285.4 million at 30 June 2021, an increase of \$1 259.2 million from the 30 June 2020 balance of \$21 026.1 million. The major variations are outlined below.

Line Item	Variance from 2020	Reasons
Cash and deposits	\$287.6 million higher	The increase in Cash and deposits primarily reflects an increase in the balance of cash held in the Public Account and the timing of new borrowings undertaken.
Equity investment in PNFC and PFC sectors	\$317.9 million higher	<p>This primarily reflects an increase in net assets held by:</p> <ul style="list-style-type: none">• Motor Accidents Insurance Board;• Hydro Tasmania;• Tasmanian Networks Pty Ltd; and• Tasmanian Irrigation Pty Ltd. <p>These increases are partially offset by a decrease in the net assets held by the Tasmanian Public Finance Corporation.</p>
Other equity investments	\$21.1 million higher	The increase in Other equity investments primarily reflects the Government's contribution of \$20 million to the Tasmanian Water and Sewerage Corporation Pty Ltd in 2020-21. The Government committed \$300 million to TasWater over 10 years from 2018-19, with \$200 million provided as equity and \$100 million provided as a grant. \$60 million in equity has been provided as at 30 June 2021.
Other financial assets	\$24.5 million higher	<p>The increase in Other financial assets primarily reflects an increase of \$59.6 million in the deferred tax assets held by Finance-General to mirror tax liabilities held in the PNFC and PFC sectors.</p> <p>This is partially offset by a reduction in prepayments for the Department of Health of \$20.5 million.</p>

Asset Variations (continued)

Line Item	Variance from 2020	Reasons
Land and buildings	\$318.4 million higher	<p>This increase in Land and buildings reflects capital improvements and revaluations for:</p> <ul style="list-style-type: none"> the Department of Education of \$145.1 million; the Department of Primary Industries, Parks, Water and Environment of \$81.9 million; the Department of Health of \$31.3 million; the Department of State Growth of \$18.7 million; the Department of Justice of \$16 million; and the Department of Communities Tasmania of \$13.9 million.
Infrastructure	\$273.3 million higher	<p>The movement in Infrastructure assets reflects increases for:</p> <ul style="list-style-type: none"> the Department of Education of \$144 million, due to the first time recognition and subsequent revaluation of underground infrastructure; and the Department of State Growth of \$124.3 million due to additions and revaluation of road infrastructure assets.
Lease - right-of-use assets	\$38 million lower	The decrease in Lease - right-of-use assets reflects the depreciation of right-of-use assets during 2020-21.
Other non-financial assets	\$44.5 million higher	The increase in Other non-financial assets is primarily due to additional inventories of \$36.8 million held by the Department of Health due to additional medical supplies inventories.

Liability Variations

Preliminary General Government Liabilities are \$12 902.6 million at 30 June 2021, \$260.7 million lower than the 30 June 2020 balance of \$13 163.3 million. The major variations are outlined below.

Line Item	Variance from 2020	Reasons
Borrowings	\$943.4 million higher	The increase in Borrowings primarily reflects additional borrowings undertaken by the Government to support the expenditure of the General Government Sector and to ensure Specific Purpose accounts and Agency Trust Accounts are cash backed.
Lease liabilities	\$36.6 million lower	The decrease in Lease liabilities primarily reflects the lease payments made during 2020-21.
Superannuation	\$1 216.1 million lower	The Superannuation liability reflects the most recent actuarial estimate of the liability. The decrease in the value of the liability is primarily due to an increase in the discount rate to 2.15 per cent (1.60 per cent as at 30 June 2020).
Employee entitlements	\$39.7 million higher	The increase in Employee entitlements reflects additional employee entitlements for annual leave and long service leave. Increases were recognised by the: <ul style="list-style-type: none">• Department Health of \$30.2 million; and• Department of Education of \$16 million.

Cash Flow Statement

Table 2.7: General Government Cash Flow Statement

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Cash flows from operating activities			
Cash received from operating activities			
Grants received	3 966.0	4 388.6	3 893.6
Taxation	1 218.7	1 338.5	1 276.4
Sales of goods and services	432.0	428.4	368.9
Fines and regulatory fees	102.2	102.1	99.5
Interest received	14.0	8.1	11.3
Dividend, tax and rate equivalents	414.4	427.8	595.5
Other receipts	404.3	615.5	461.7
	6 551.6	7 308.8	6 706.9
Cash payments for operating activities			
Employee entitlements	(3 023.1)	(3 014.8)	(2 864.6)
Superannuation	(528.5)	(528.1)	(508.9)
Supplies and consumables	(1 737.6)	(1 609.3)	(1 377.9)
Borrowing costs	(29.4)	(14.2)	(6.9)
Grants and subsidies paid	(1 770.9)	(1 765.7)	(1 509.8)
Other payments	(267.5)	(321.9)	(259.9)
	(7 357.0)	(7 254.1)	(6 528.0)
Net cash flows from operating activities	(805.3)	54.7	178.8
Cash flows from investing activities			
Net cash flows from non-financial assets			
Purchases of non-financial assets	(1 073.2)	(579.7)	(508.7)
Sales of non-financial assets	32.7	25.1	58.4
	(1 040.5)	(554.6)	(450.4)
Net cash flows from financial assets (policy purposes)			
Equity injections	(72.2)	(241.5)	(109.2)
Net advances paid	(81.7)	(12.0)	(56.4)
Equity disposals	3.6	86.2	3.0
	(150.3)	(167.3)	(162.7)
Net cash flows from financial assets (liquidity management purposes)			
Net (purchase)/sale of investments	(121.6)	20.2	(38.5)
	(121.6)	20.2	(38.5)
Net cash flows from investing activities	(1 312.3)	(701.7)	(651.5)

Table 2.7: General Government Cash Flow Statement (continued)

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Net cash flows from financing activities			
Net borrowing	2 097.6	934.5	400.5
Other financing	....	....	6.4
	2 097.6	934.5	406.9
Net increase/(decrease) in cash held	(20.1)	287.6	(65.8)
Cash at the beginning of the year	1 180.5	1 180.5	1 246.3
Cash at the end of the year	1 160.4	1 468.1	1 180.5
KEY FISCAL AGGREGATES			
Net cash from operating activities	(805.3)	54.7	178.8
Plus Net cash flows from non-financial assets	(1 040.5)	(554.6)	(450.4)
Equals CASH SURPLUS/(DEFICIT)	(1 845.8)	(499.9)	(271.5)

3. PUBLIC ACCOUNT

Tables 3.1 and 3.2 provide information on the total Receipts and Expenditure of the Public Account for 2020-21. These tables detail the gross cash receipts and expenditure from the Public Account. As such, they do not include the impact of the elimination of inter-entity transactions within the Public Account or whole-of-government investment and cash management activities within the Public Account. These transactions are fully reflected in the General Government Statements and the key financial measures, including the Net Operating Balance, Fiscal Balance and Net Debt. However, the receipts and expenditures detailed in these tables will not reconcile directly with those presented in the General Government Sector Cash Flow Statement.

Table 3.3 presents the summary of supplementary estimates of all expenditure from the Public Account that is authorised under section 20, 21, 22 or 30 of the Financial Management Act, together with a summary of all determinations made under section 23(1) of the Financial Management Act. This Table reflects the requirements of section 24(1) of the Financial Management Act.

Table 3.1: Public Account Receipts

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
General Receipts			
Australian Government Sources	2 864.9	3 262.7	3 069.2
State Sources	1 847.3	2 084.2	2 054.8
	4 712.2	5 346.9	5 123.9
Specific Purpose Accounts	2 956.7	3 022.9	2 266.9
Statutory Authorities	242.2	369.5	237.1
Total Receipts	7 911.1	8 739.2	7 627.9

Table 3.2: Public Account Expenditure

	2020-21 Original Budget	2020-21 Preliminary Outcome	2019-20 Actual
	\$m	\$m	\$m
Annual Appropriation			
Operating Services Expenditure	5 431.6	5 262.3	4 868.3
Capital Services Expenditure	640.9	370.0	340.2
	6 072.5	5 632.3	5 208.6
Reserved by Law	560.7	347.4	335.9
Specific Purpose Accounts	2 950.2	3 086.1	2 299.3
Statutory Authorities	261.2	350.9	237.7
Other Provisions	0.2	....	....
Total Expenditure	9 844.9	9 416.7	8 081.5

Table 3.3: Supplementary Estimates Statement Summary

Authority	2020-21
	\$'000
Section 20 - Transfers	
Communities Tasmania	
Minister for Aboriginal Affairs	144
Minister for Children and Youth	1 005
Minister for Community Services and Development	(1 165)
Minister for Disability Services	6 154
Minister for Sport and Recreation	(153)
Minister for State Development, Construction and Housing	(5 318)
Minister for the Prevention of Family Violence	6
Minister for Veterans' Affairs	(140)
Minister for Women	(533)
Total	....
Finance-General	
Minister for Finance	(2 333)
Treasurer	2 333
Total	....
Health	
Minister for Health	(4 665)
Minister for Mental Health and Wellbeing	4 665
Total	....
Justice	
Attorney-General and Minister for Justice	(300)
Minister for Corrections	1 300
Minister for Local Government and Planning	(500)
Minister for Workplace Safety and Consumer Affairs	(500)
Total	....
Primary Industries, Parks, Water and Environment	
Minister for Environment	84
Minister for Parks	353
Minister for Primary Industries and Water	(456)
Minister for Racing	19
Total	....

Table 3.3: Supplementary Estimates Statement Summary (continued)

Authority	2020-21
	\$'000
Transfers across agencies	
Communities Tasmania	38 302
Finance-General	(89 779)
Health	29 004
Justice	3 650
Police, Fire and Emergency Management	1 733
Premier and Cabinet	5 407
Primary Industries, Parks, Water and Environment	8 999
State Growth	2 684
Total	....
Section 21 - Treasurer's Reserve	
Communities Tasmania	2 648
Education	3 938
Health	3 469
Justice	21 960
Legislative Council	119
Ministerial and Parliamentary Support	1 450
Police, Fire and Emergency Management	400
Primary Industries, Parks, Water and Environment	2 893
State Growth	5 336
Total	42 213
Section 22 - Appropriated Australian Government Funding	
Communities Tasmania	200
Education	2 380
State Growth	300
Total	2 880

Table 3.3: Supplementary Estimates Statement Summary (continued)

Authority	2020-21
	\$'000
Section 23(1) - Rollovers of unexpended Appropriation	
Brand Tasmania	(84)
Communities Tasmania	(20 306)
Education	(12 132)
Finance-General	(30 409)
Health	(9 595)
Integrity Commission	(120)
Justice	(1 450)
Legislative Council	(80)
Legislature-General	(189)
Office of the Governor	(70)
Office of the Ombudsman	(93)
Police, Fire and Emergency Management	(13 631)
Premier and Cabinet	(2 542)
Primary Industries, Parks, Water and Environment	(8 414)
State Growth	(24 505)
Treasury and Finance	(2 000)
Total	(125 620)
Net Change in Appropriation Authorised by the Financial Management Act	(80 527)



Department of Treasury and Finance
GPO Box 147
Hobart Tasmania 7001
Telephone: +61 3 6166 4444
Website: <https://www.treasury.tas.gov.au>