



STATEMENT OF THE CONSOLIDATED FUND
FOR THE QUARTER ENDED
30 SEPTEMBER 2001

Receipts and Payments of the Consolidated Fund of Tasmania
for the quarter ended 30 September 2001

DETAILS OF CONSOLIDATED FUND RECEIPTS AND EXPENDITURE AND OUTPUT EXPENDITURE FOR THE QUARTER ENDED 30 SEPTEMBER 2001

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 focuses on the total Government resourcing of Outputs within the Public Account. The methodology shows the total resources available to an agency 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 agencies, 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".

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 or, in those instances where the variance is greater than 10 per cent, the variance in dollar terms is less than \$1 million. Explanations are made where the variance is greater than \$15 million regardless of the percentage variance.

Table 1: Consolidated Fund Outcome

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Receipts			
Recurrent Receipts	2 273 696	538 705	23.7
Capital Receipts	51 700	5 298	10.2
Total Receipts	2 325 396	544 003	23.4
Expenditure			
Recurrent Expenditure	2 155 187	583 277	27.1
Capital Expenditure	166 059	43 802	26.4
Total Expenditure	2 321 246	627 079	27.0
<i>Consolidated Fund Deficit (Surplus)</i>	<i>(4 150)</i>	<i>83 076</i>	<i>N/A</i>

2001-02 CONSOLIDATED FUND OUTCOME

The budgeted Consolidated Fund Outcome for 2001-02 is a surplus of \$4.1 million. The actual Consolidated Fund Outcome for the quarter ended 30 September 2001 is a deficit of \$83.1 million. This has been funded by a reduction in the Government's cash reserves. The outcome is consistent with previous September quarters and is the result of cyclic variations in revenue collections and expenditure through the Consolidated Fund and does not provide an accurate indication of the Consolidated Fund Outcome for the full financial year. There are no major factors which will preclude achievement of the budgeted outcome.

Table 2: Statement of the Consolidated Fund for the Quarter Ended 30 September 2001

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
RECEIPTS			
Recurrent Receipts			
<i>Commonwealth Sources</i>			
General Purpose Payments	1 177 900	291 266	24.7
Specific Purpose Payments	327 510	83 141	25.4
	1 505 410	374 407	24.9
<i>State Sources</i>			
Taxation	484 888	129 131	26.6
Receipts from Government Business Enterprises, State-owned Companies and State Authorities	155 708	7 767	5.0
Departmental Fees and Recoveries	77 408	14 335	18.5
Recoveries of State Debt Charges	7 018	2 495	35.6
Sale and Rent of Government Property	11 650	64	0.5
Resource Rents and Royalties	15 945	4 820	30.2
Other Recurrent Receipts	15 669	5 686	36.3
	768 286	164 298	21.4
Total Recurrent Receipts	2 273 696	538 705	23.7
Capital Receipts			
<i>Commonwealth Sources</i>			
Specific Purpose Payments	50 869	4 780	9.4
<i>State Sources</i>			
Capital Repayments	831	518	62.3
Total Capital Receipts	51 700	5 298	10.2
TOTAL RECEIPTS	2 325 396	544 003	23.4
EXPENDITURE			
Recurrent Expenditure	2 155 187	583 277	27.1
Capital Expenditure	166 059	43 802	26.4
TOTAL EXPENDITURE	2 321 246	627 079	27.0
NET FINANCING REQUIREMENTS	(4 150)	83 076	N/A
Financed By:			
Reduction in Cash Reserves	....	83 076	N/A
Gross Financing Requirement	(3 440)	....	N/A
Less Loan Repayments	710	....	N/A
	(4 150)	83 076	N/A

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

Table 3: Commonwealth Specific Purpose Recurrent Receipts

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
COMMONWEALTH PAYMENT TOWARDS-			
<i>Health and Human Services</i>			
Commonwealth-State Housing Agreement	17 741	3 954	22.3
Health Care Grant	145 600	36 364	25.0
Blood Transfusion Service	1 600	381	23.8
Home and Community Care Program	14 630	3 723	25.4
Supported Accommodation Assistance Program	6 574	2 270	34.5
Public Health Outcomes Funding Agreement	3 931	655	16.7
National Child Care Strategy	203	51	25.4
Disability Services Grant	15 478	4 400	28.4
High Cost Drugs	4 850	1 700	35.1
<i>Education</i>			
Primary and Secondary Education	41 091	10 130	24.7
Technical and Further Education	19 650	6 610	33.6
<i>Primary Industries, Water and Environment</i>			
World Heritage Area	5 300	....	....
<i>Police and Public Safety</i>			
Natural Disasters Organisations	202	61	30.1
<i>Finance General</i>			
Assistance for Concessions	5 360	1 357	25.3
Grant to the State for Local Government	45 300	11 485	25.4
TOTAL COMMONWEALTH SPECIFIC PURPOSE RECURRENT RECEIPTS	327 510	83 141	25.4

Table 4: State Taxation Receipts

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Land Tax	29 396	864	2.9
Motor Taxation	40 239	10 365	25.8
Payroll Tax	213 622	56 645	26.5
Financial Transaction Taxes:			
Debits Duties	....	2 359	....
Financial Institutions Duty	2 126	2 681	126.1
Stamp Duties	133 019	41 655	31.3
Franchise Fees and Levies:			
Electricity Entities Levy	1 942	235	12.1
Gambling Taxes:			
Casino Tax and Licence Fees	44 159	9 154	20.7
Lottery Tax	19 992	5 111	25.6
Racing and Gaming Taxes	363	63	17.3
Other:			
Sundry Licences	30	....	....
TOTAL STATE TAXATION RECEIPTS	484 888	129 131	26.6

MAJOR VARIATIONS - RECEIPTS

The timing of receipts paid into the Consolidated Fund is such that a comparatively greater proportion of receipts is collected in the later part of the year. Total receipts for the three months to 30 September 2001 were \$544 million, 23.4 per cent of Budget.

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

Receipts from Government Business Enterprises, State-owned Companies and State Authorities are below pro rata Budget due to the timing of dividend payments. The majority of dividends are received in the second half of the financial year.

Land Tax

Land tax receipts are below pro rata Budget as assessment notices for 2001-02 have not yet been issued. Assessment notices will be issued in the December quarter. Receipts for the September quarter reflect compliance activities and the receipt of late payments for 2000-01.

Commonwealth Specific Purpose Capital Receipts

Commonwealth Specific Purpose Capital Receipts are below pro rata Budget due to the timing of payments made by the Commonwealth for the National Roads program.

EXPENDITURE

Table 5: Consolidated Fund Expenditure

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Education			
Recurrent Expenditure	590 691	176 171	29.8
Capital Expenditure	24 546	2 025	8.3
Total	615 237	178 196	29.0
Finance-General			
Recurrent Expenditure	394 502	90 229	22.9
Capital Expenditure	20 000	20 000	100.0
Total	414 502	110 229	26.6
Health and Human Services			
Recurrent Expenditure	658 677	184 508	28.0
Capital Expenditure	22 230	4 175	18.8
Total	680 907	188 684	27.7
House of Assembly			
Recurrent Expenditure	4 537	1 193	26.3
Capital Expenditure	....	....	....
Total	4 537	1 193	26.3
Infrastructure, Energy and Resources			
Recurrent Expenditure	91 226	25 720	28.2
Capital Expenditure	80 350	11 147	13.9
Total	171 576	36 867	21.5
Justice and Industrial Relations			
Recurrent Expenditure	54 383	16 095	29.6
Capital Expenditure	1 322	168	12.7
Total	55 705	16 264	29.2
Legislative Council			
Recurrent Expenditure	3 324	958	28.8
Capital Expenditure	....	....	....
Total	3 324	958	28.8
Legislature-General			
Recurrent Expenditure	3 514	1 083	30.8
Capital Expenditure	....	....	....
Total	3 514	1 083	30.8
Ministerial and Parliamentary Support			
Recurrent Expenditure	10 795	3 366	31.2
Capital Expenditure	....	....	....
Total	10 795	3 366	31.2

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Office of the Governor			
Recurrent Expenditure	1 918	510	26.6
Capital Expenditure	8	....	....
Total	1 926	510	26.6
Police and Public Safety			
Recurrent Expenditure	111 497	32 682	29.3
Capital Expenditure	1 026	75	7.3
Total	112 523	32 757	29.1
Premier and Cabinet			
Recurrent Expenditure	20 125	6 501	32.3
Capital Expenditure	200	4	2.0
Total	20 325	6 505	32.0
Primary Industries, Water & Environment			
Recurrent Expenditure	91 014	21 906	24.1
Capital Expenditure	2 890	52	1.8
Total	93 904	21 958	23.4
State Development			
Recurrent Expenditure	86 097	14 464	16.8
Capital Expenditure	6 011	5 889	98.0
Total	92 108	20 353	22.1
Tasmanian Audit Office			
Recurrent Expenditure	292	70	24.1
Capital Expenditure	....	....	....
Total	292	70	24.1
Treasury and Finance			
Recurrent Expenditure	32 595	7 822	24.0
Capital Expenditure	7 476	266	3.6
Total	40 071	8 088	20.2
TOTAL	2 321 246	627 079	27.0

MAJOR VARIATIONS - EXPENDITURE

Total expenditure for the three months to 30 September 2001 was \$627.1 million, 27.0 per cent of Budget.

Recurrent Expenditure

Education

Recurrent expenditure is above pro rata Budget due to timing differences in the payment of grants and allowances. The majority of payments are made in the first half of the financial year.

Health and Human Services

Recurrent expenditure is above pro rata Budget due to the payment of a number of grants in the first quarter of the financial year.

Capital Expenditure

Finance-General

Capital expenditure is above pro rata Budget due to the transfer of all appropriated funds to the Social Infrastructure Fund Account in the Special Deposits and Trust Fund.

State Development

Capital expenditure is above pro rata Budget due to the timing of works, and subsequent release of funds, for the Abt Railway Project and conservation work at the Port Arthur Historic Site Management Authority.

Treasury and Finance

Capital expenditure is below pro rata Budget in the September quarter because the majority of expenditure occurs towards the end of the financial year.

Table 6: Output Group Expenditure

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Education			
Delivery of Education Services	470 811	128 598	27.3
Delivery of Vocational Education and Training	68 104	20 216	29.7
Delivery of Information Services	22 629	6 231	27.5
Strategic Development and Evaluation Services	15 374	4 537	29.5
Administered Payments	129 205	47 242	36.6
Capital Investment Program	27 988	3 493	12.4
Total	734 111	210 316	28.6
Finance-General			
Debt Servicing and Management	200 682	27 432	13.7
Employee Related Costs	147 153	27 677	18.8
Government Business Enterprises	5 905	907	15.4
Miscellaneous	77 835	18 282	23.5
Administered Payments	109 950	39 523	35.9
Infrastructure Fund	60 000	5 620	9.4
Total	601 525	119 441	19.9
Health and Human Services			
Health Advancement	39 535	9 679	24.5
Community and Rural Health	152 098	39 288	25.8
Child, Youth and Family Support	26 819	6 856	25.6
Hospitals and Ambulance Service	377 554	94 589	25.1
Housing Services	75 734	26 458	34.9
Administered Payments	146 683	29 577	20.2
Capital Investment Program	49 491	7 297	14.7
Total	867 914	213 744	24.6
House of Assembly			
House of Assembly Support Services	1 732	486	28.1
Payments Administered by the House of Assembly	2 805	707	25.2
Administered Payments	67	....	....
Total	4 604	1 193	25.9

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Infrastructure, Energy and Resources			
Development of Transport Policy Advice and Planning	1 661	436	26.2
Land Transport Safety Programs	20 698	3 633	17.6
Provision of Transport Services and Infrastructure	4 814	1 048	21.8
Provision of Energy Advisory and Regulatory Services	409	105	25.6
Workplace Standards	13 032	3 210	24.6
Mineral Resources Management and Administration	6 795	1 833	27.0
Support for the Minister in Infrastructure Development and Business Management	299	124	41.5
Support for Racing Industry	1 423	429	30.2
Administered Payments	216 395	58 619	27.1
Capital Investment Program	84 076	12 020	14.3
Total	349 602	81 456	23.3
Justice and Industrial Relations			
Administration of Justice	20 107	6 167	30.7
Legal Services	5 986	2 083	34.8
Registration Services	677	460	67.9
Review Services	2 064	781	37.9
Electoral Services	1 379	363	26.3
Corrective Services	24 126	6 855	28.4
Other Services	569	147	25.9
Consumer Services	2 674	965	36.1
Industrial Relations Services	3 424	1 003	29.3
Administered Payments	7 982	1 911	23.9
Capital Investment Program	1 322	181	13.7
Total	70 310	20 916	29.7
Legislative Council			
Legislative Council Support Services	1 582	499	31.5
Payments Administered by the Legislative Council	1 742	459	26.3
Administered Payments	27	2	7.7
Total	3 351	960	28.6
Legislature-General			
Parliamentary Reporting Service	762	231	30.3
Parliamentary Library Service	559	138	24.6
Parliamentary Printing and Systems	550	75	13.6
Joint Services	1 756	658	37.5
Administered Payments	258	36	14.0
Capital Investment Program	39	5	13.4
Total	3 924	1 142	29.1

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Ministerial and Parliamentary Support			
Support for Members of Parliament	10 820	3 369	31.1
Administered Payments	330	5	1.6
Total	11 150	3 374	30.3
Office of the Governor			
The Office of the Governor	1 918	522	27.2
Administered Payments	60	14	22.6
Capital Investment Program	8	....	....
Total	1 986	536	27.0
Police and Public Safety			
Policing Support to the Community	62 426	18 071	28.9
Crime Detection and Investigation	27 102	8 197	30.2
Traffic Law Enforcement and Road Safety	13 154	3 091	23.5
Protection of Primary Industry and Fisheries Resources	4 931	1 355	27.5
Emergency Management	1 580	419	26.5
Support to Judicial Services	6 543	1 526	23.3
Ministerial Support and Information Services	2 241	418	18.6
Administered Payments	2 786	885	31.8
Capital Investment Program	1 176	245	20.8
Total	121 939	34 207	28.1
Premier and Cabinet			
Support for Executive Decision Making	3 438	848	24.7
Government Processes and Services	5 560	1 731	31.1
Electronic Services for Government Agencies and the Community	33 016	6 798	20.6
Public Employment and Management	2 362	460	19.5
Aboriginal Affairs - Policy Advice and Community Services	648	96	14.8
Multicultural Tasmania - Policy Advice and Community Services	290	80	27.5
Development of Local Government	1 631	454	27.8
Women Tasmania - Policy Advice and Community Services	1 136	330	29.0
Administered Payments	12 708	999	7.9
Capital Investment Program	200	4	2.0
Total	60 989	11 799	19.3

	Budget Estimate 2001-02 \$'000	September YTD 2001-02 Actual \$'000	September YTD 2001-02 Actual to Budget %
Primary Industries, Water & Environment			
Information and Land Services	27 647	5 787	20.9
Food, Agriculture and Fisheries	27 755	6 284	22.6
Resource Management and Conservation	22 573	5 189	23.0
Environment Protection, Planning and Analytical Services	16 636	3 188	19.2
Parks and Wildlife Services	23 540	5 261	22.3
Administered Payments	268 886	56 810	21.1
Capital Investment Program	2 890	177	6.1
Total	389 927	82 696	21.2
State Development			
Investment Trade and Development	9 583	2 436	25.4
State Industries	5 846	1 539	26.3
Centre for Research Industry and Strategic Planning	1 914	477	24.9
Tourism Marketing and Development	27 985	5 545	19.8
Cultural, Heritage and Recreation Industry Development	7 924	1 991	25.1
Administered Payments	145 008	35 800	24.7
Capital Investment Program	6 011	5 889	98.0
Total	204 271	53 676	26.3
Tasmanian Audit Office			
Public Sector Management and Accountability	3 446	783	22.7
Administered Payments	277	44	15.8
Total	3 723	826	22.2
Treasury and Finance			
Financial and Resource Management Services	46 233	10 325	22.3
Economic and Fiscal Policy Advice	6 650	1 536	23.1
Revenue and Regulatory Management Services	12 798	3 099	24.2
Administered Payments	32 407	7 165	22.1
Capital Investment Program	7 476	271	3.6
Total	105 564	22 397	21.2

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 timing differences in the payment of grants and allowances. The majority of payments are made in the first half of the financial year.

Finance-General

Expenditure for the Debt Servicing and Management Output Group is below pro rata Budget due to the timing of payments associated with debt management activities, the majority of which are made in the last quarter of the financial year.

Expenditure for the Administered Payments Output Group is above pro rata Budget due to timing differences in the payment of grants and allowances. In addition, the demand for grants under the First Home Owners Scheme is higher than expected.

Expenditure for the Infrastructure Fund Output Group is below pro rata Budget due to the timing of expenditure on various infrastructure projects. A number of contracts have been awarded with working commencing in September 2001. It is anticipated that Infrastructure Fund expenditure for the full year will be in accordance with Budget.

Health and Human Services

Expenditure for the Capital Investment Program is below pro rata Budget due to the timing of expenditure on the various projects. It is anticipated that expenditure for the full year will be in accordance with Budget.

State Development

Expenditure for the Capital Investment Program is above pro rata Budget due to the timing of works, and subsequent release of funds, for the Abt Railway Project and conservation work at the Port Arthur Historic Site Management Authority.

Treasury and Finance

Capital expenditure under the Capital Investment Program was below pro rata Budget because the majority of expenditure occurs towards the end of the financial year.