



Quarterly Financial Results Report 2023-24

September 2023



2023-24

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Acknowledgement of Country

The Government of Western Australia acknowledges the traditional custodians throughout Western Australia and their continuing connection to the land, waters and community. We pay our respects to all members of Aboriginal communities and their cultures; and to Elders past and present.

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2023-24

Quarterly Financial Results Report

Three Months Ended 30 September 2023

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Foreword

This *Quarterly Financial Results Report* (QFRR) provides financial results for the Western Australian public sector for the three months to 30 September 2023.

Care should be exercised in extrapolating the likely outcome for the 2023-24 year based on the quarterly results to date, particularly in light of the seasonal and other timing factors that impact the State's finances. For example, the timing of grant revenue (from the Commonwealth), grant payments, and goods and services purchases and sales by agencies can be volatile, making comparisons between quarterly reporting periods difficult.

The presentation in this report is consistent with that used in the 2023-24 Budget (presented to the Legislative Assembly on 11 May 2023).

The financial statements in this report have been prepared in accordance with applicable Australian Accounting Standards including AASB 134: *Interim Financial Reporting* and AASB 1049: *Whole of Government and General Government Sector Financial Reporting*.

In addition to the *Overview*, which outlines factors impacting the State's finances relative to the same period last year, this report includes:

- Appendix 1: *Interim Financial Statements*, which details general government and total public sector financial statements;
- Appendix 2: *Operating Revenue*, which discloses detail of general government and total public sector operating revenue;
- Appendix 3: *Public Ledger*, which summarises information on the Consolidated Account, Treasurer's Special Purpose Accounts and the Treasurer's Advance;
- Appendix 4: *Special Purpose Accounts*, which details movements in balances for a number of Special Purpose Accounts established for the delivery of key Government policy outcomes; and
- Appendix 5: *General Government Salaries*, which summarises salary outcomes by agency during the reporting period.

Information presented in this QFRR is not audited.

Statement of Responsibility

The following Interim Financial Statements and accompanying notes for the general government sector and the whole-of-government have been prepared by the Department of Treasury from information provided by agencies.

In our opinion, the statements are a true and fair presentation of the operating statements and cash flows of these sectors for the three months ended 30 September 2023 and of the balance sheets of these reporting entities at 30 September 2023. The statements have been prepared in accordance with applicable Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board, and where there is no conflict with these standards, they are also consistent with the Australian Bureau of Statistics' *Government Finance Statistics Concepts, Sources and Methods 2015*.

Differences between accounting and economic aggregates are explained in the notes as Convergence Differences, consistent with the requirements of AASB 1049: *Whole of Government and General Government Sector Financial Reporting*.



MICHAEL BARNES PSM, FIPAAWA
UNDER TREASURER



MAGDALENA WITTEK
ASSISTANT DIRECTOR
FINANCIAL REPORTING

29 November 2023

Overview

Summary

The general government sector operating surplus for the three months to 30 September 2023 was \$929 million, \$549 million lower than the surplus reported in the same period in 2022-23.

- General government revenue for the first three months of 2023-24 was \$96 million higher than the first quarter of last year. This largely reflects higher royalty income (up \$434 million), partially offset by lower taxation revenue (down \$293 million) and Commonwealth grants revenue (down \$182 million).
- General government expenses were \$645 million higher than the September 2022 outcome. This increase is mainly due to the impact of higher salary and concurrent superannuation costs (up \$346 million, driven by workforce increases in the health and education sectors, and the impact of industrial agreements settled during the last twelve months), and an increase in 'other' operating expenses (up \$163 million), mainly due to increased costs to purchase services from the not-for-profit sector and higher insurance premiums.

Infrastructure investment increased by \$497 million during the September 2023 quarter, mainly reflecting higher spending on transport projects. Total public sector net debt was \$28.2 billion at 30 September 2023, \$890 million higher than the outcome recorded at 30 June 2023.

Results Compared to Prior Year

General Government Sector

The general government sector recorded an operating surplus of \$929 million for the three months to 30 September 2023. This compares with a \$1,478 million surplus reported for the same period in 2022-23.

SUMMARY OF GENERAL GOVERNMENT FINANCES					Table 1
Western Australia					
	2023-24		2022-23		
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m	
Net operating balance	929	3,293	1,478	5,120	
Net worth	153,544	144,817	134,374	151,977	
Movement in cash balances	-777	-2,966	-326	-944	
<i>Memorandum items</i>					
Net lending	620	2,241	1,280	3,652	
Net debt	19,019	22,060	19,065	18,223	
Cash surplus/-deficit	-72	3,202	760	4,043	

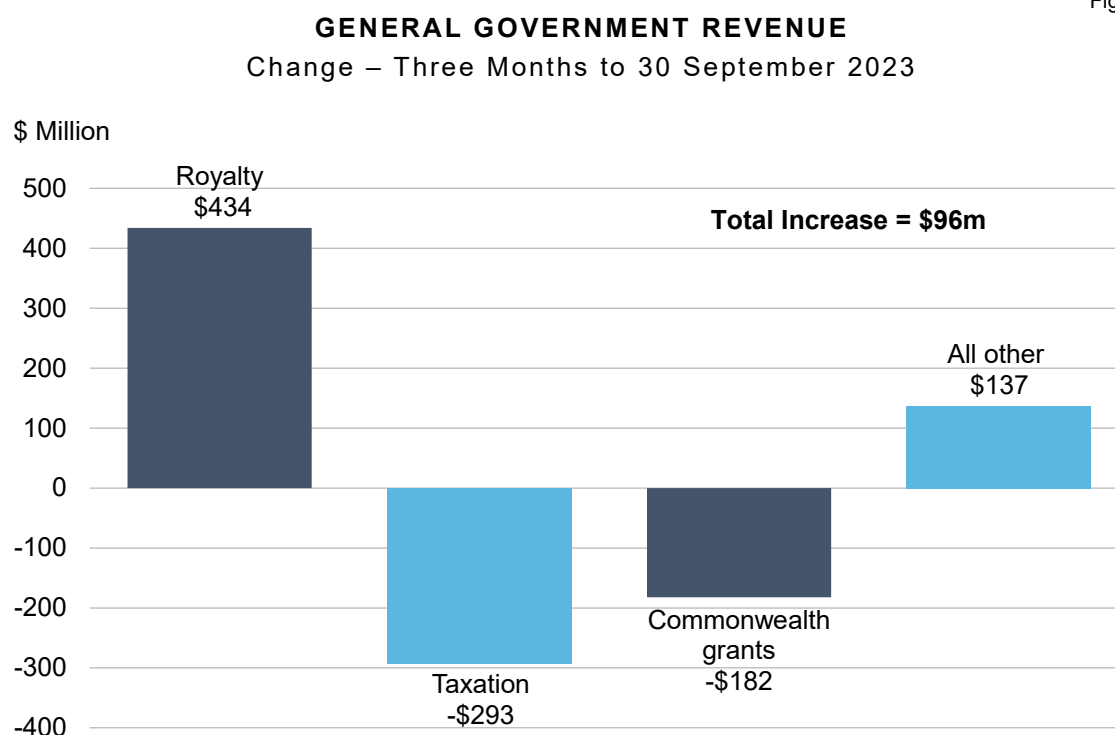
(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited data contained in the 2022-23 Annual Report on State Finances, released 28 September 2023.

Revenue

Revenue for the three months to 30 September 2023 totalled \$11 billion, \$96 million (or 0.9%) higher than the same period last year.

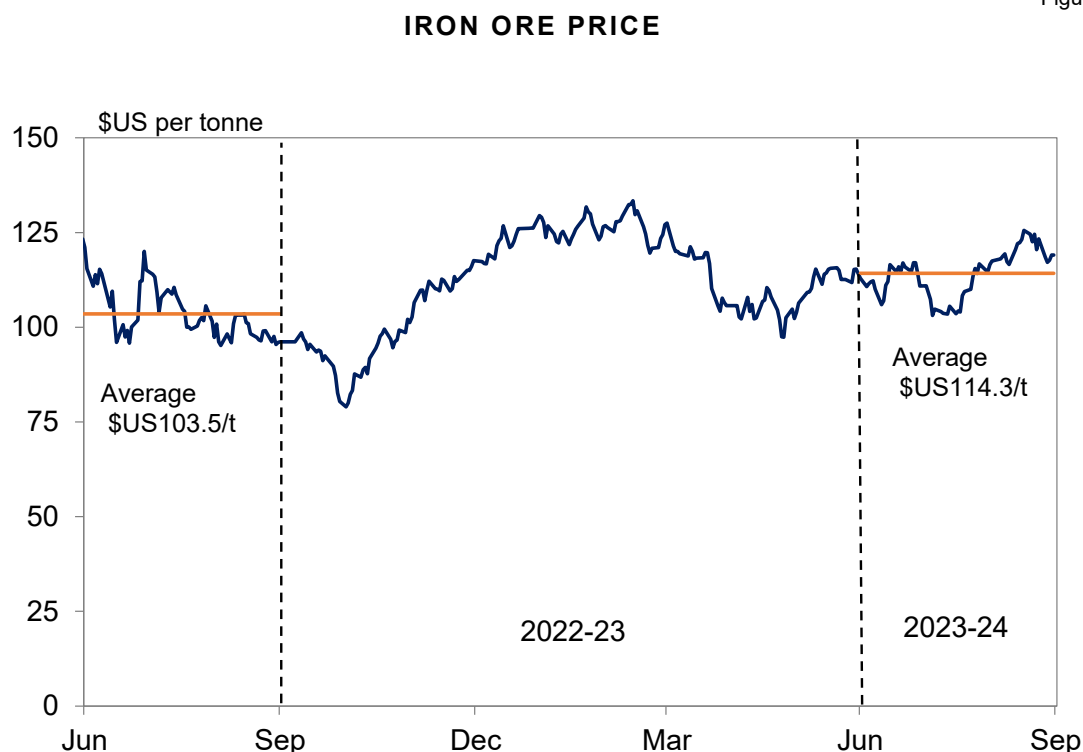
Figure 1



The higher revenue outcome for the September 2023 quarter reflects the net impact of:

- higher royalty income (up \$434 million), due to higher iron ore royalties (up \$308 million) and higher lithium royalties (up \$113 million), primarily reflecting the impact of:
 - a higher iron ore price – the benchmark iron ore price averaged \$US114.3 per tonne in the three months to 30 September 2023, compared to \$US103.5 for the same period last year;
 - higher lithium volumes in the three months to September 2023 compared to the same period last year; and
 - a lower \$US/\$A exchange rate, which averaged US65.5 cents in the three months to 30 September 2023, compared to an average of US68.3 cents for the September quarter last year;

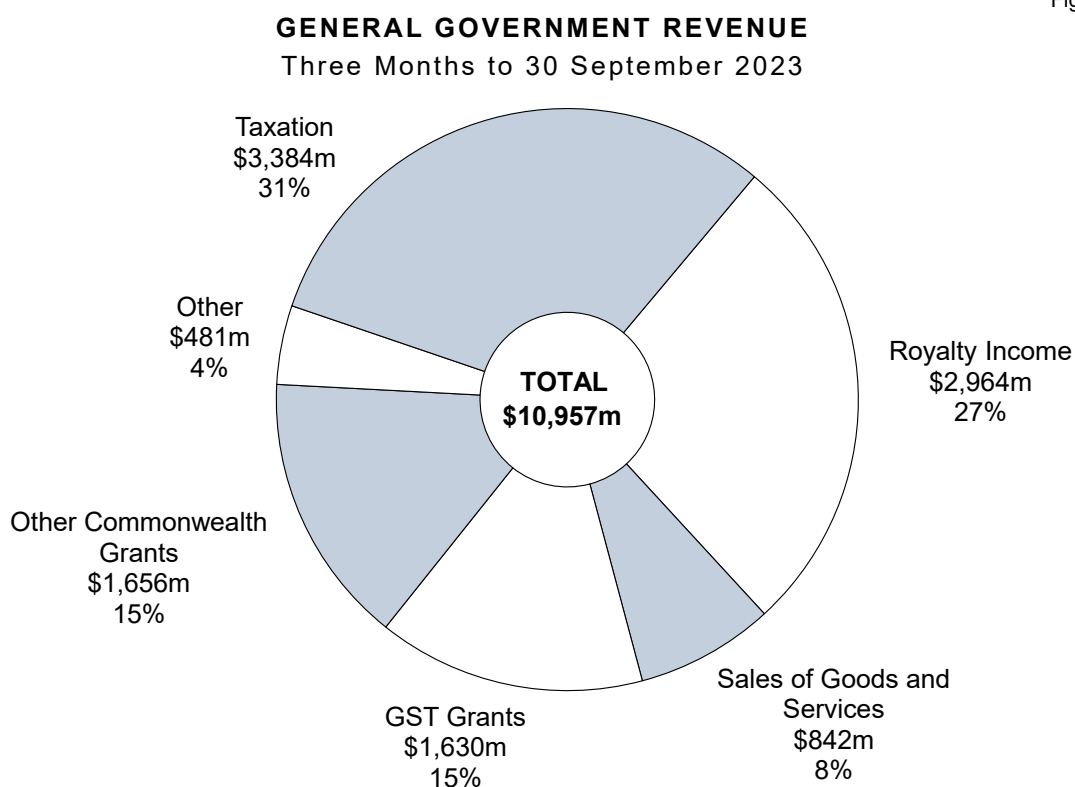
Figure 2



- lower taxation revenue (down \$293 million), mainly due to the combined impact of:
 - lower land tax and Metropolitan Region Improvement Tax collections (down \$533 million), reflecting later timing of the issuance of land tax assessments this year;
 - higher payroll tax collections (up \$143 million), reflecting higher values of company payrolls in the September 2023 quarter compared to the same period last year (particularly in the mining and professional services sectors);
 - higher landholder duty (up \$47 million), due to a higher number and value of commercial landholder transactions in the three months to September 2023 compared to the same period last year;
 - higher vehicle licence duty (up \$30 million), mainly due to a rise in new car sales and elevated prices for both new and used cars; and
 - higher motor vehicle registrations (up \$17 million), mainly due to the impact of growth in the number of registered vehicles;

- lower Commonwealth funding (down \$182 million), mainly due to the combined impact of:
 - lower North West Shelf grants and compensation for condensate excise (down \$306 million), largely due to lower oil and gas prices, and to a lesser extent lower volumes for LNG and condensate relative to the September 2022 quarter, partially offset by the lower exchange rate;
 - lower health funding following the cessation (from 31 December 2022) of the National Partnership on the COVID-19 Health Response (down \$78 million), partly offset by increased National Health Reform Funding (up \$49 million);
 - higher GST grants (up \$163 million), due to strong growth in the national GST pool and an increase in Western Australia's population share of national collections; and
 - higher education funding under the Quality Schools package, in line with the National School Reform Agreement (up \$28 million); and
- higher interest income (up \$58 million), driven by higher interest rates and Public Bank Account cash investment balances.

Figure 3



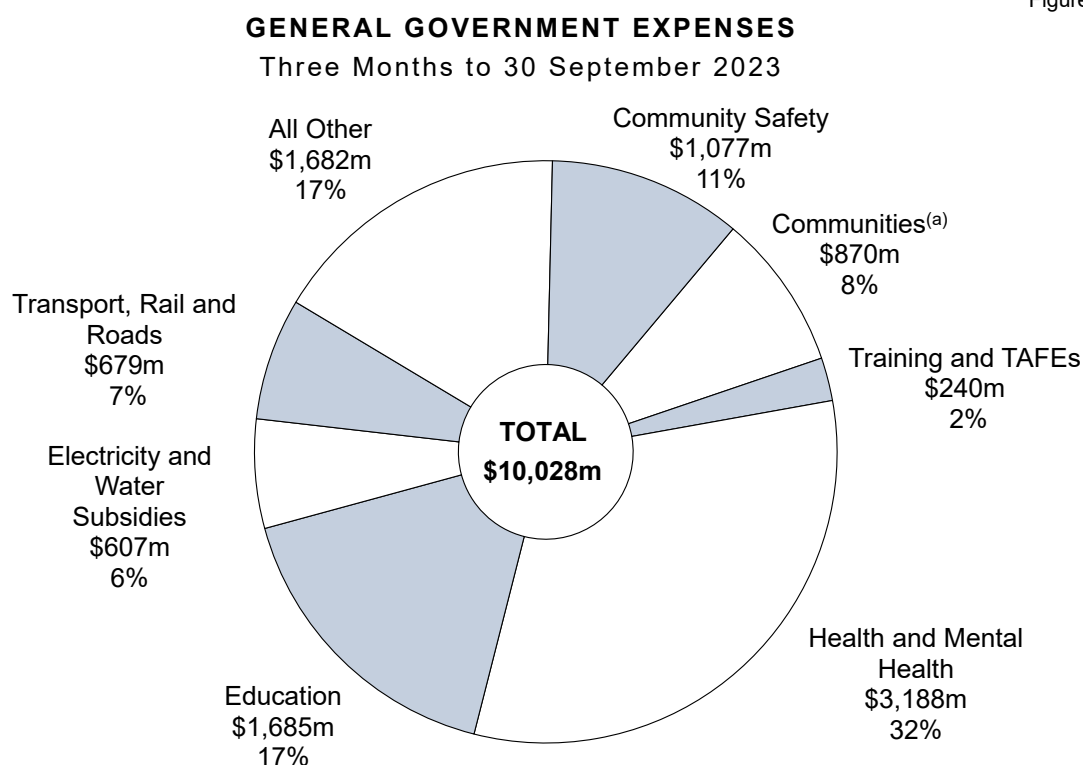
Note: Segments may not add due to rounding.

Expenses

Expenses for the three months to 30 September 2023 totalled \$10 billion, up \$645 million (or 6.9%) on the same period in 2022-23. The increase in September quarter spending mainly reflects:

- higher salaries and concurrent superannuation expenses (up \$282 million and \$65 million respectively), mainly reflecting higher workforce numbers in the health and education sectors, and the impact of industrial agreements settled across the sector over the last year;
- higher 'other' gross operating expenses (up \$163 million), mainly due to an increase in the cost of services purchased from the not-for-profit sector by the Departments of Communities and Justice and by the health sector (up \$48.6 million), increased insurance premiums (up \$48.4 million) and higher school support services (up \$16 million); and
- services and contracts (up \$70 million), primarily due to an increase in road maintenance and other transport sector costs, and higher contract costs in the health sector.

Figure 4



(a) The \$870 million for Communities in this chart represents the general government portion of the Department's recurrent spending (with expenditure by the Housing Authority remaining within the public non-financial corporations sector for the purpose of whole-of-government reporting).

Note: Segments may not add due to rounding.

Balance Sheet

At \$153.5 billion, general government sector net worth¹ increased by \$1.6 billion during the three months to 30 September 2023. This outcome is mainly due to:

- an increase in the value of equity in public corporations (up \$1.1 billion), mainly reflecting increases in the value of the sector's physical asset holdings and the impact of operating surpluses recorded in the public corporation sectors;
- a \$553 million reduction in liquid assets, mainly reflecting the timing of cash receipts and payments, partly offset by the inclusion of government trading enterprises' balances now banked in the Public Bank Account;
- a \$511 million increase in general government sector land, property, plant and equipment and 'other' non-financial assets, due to the net impact of investment in new infrastructure, depreciation charges and disposal of used assets;
- higher receivables (up \$385 million), mainly reflecting the value of royalties;
- a \$263 million increase in deposits held reflecting government trading enterprise balances noted above;
- a \$171 million reduction in other employee entitlements, mainly due to movements in accrued salaries; and
- a \$134 million reduction in superannuation entitlements, reflecting an increase in the bond rate used to calculate these liabilities.

Cash Flow

A cash deficit of \$72 million was recorded by the general government sector for the three months to 30 September 2023, an \$833 million turnaround on the cash surplus recorded for the same period in 2022-23. This outcome is mainly due to the impact on cash of the lower operating surplus detailed earlier.

¹ Net worth is the widest measure of financial value of the public sector and includes the value of all assets less the value of all liabilities recorded on the balance sheet.

Total Public Sector

Operating Statement

The total public sector recorded an operating surplus of \$1,052 million for the three months to 30 September 2023, \$163 million lower than the surplus recorded in the same period in 2022-23.

SUMMARY OF TOTAL PUBLIC SECTOR FINANCES Western Australia

Table 2

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
Net operating balance	1,052	2,523	1,215	4,738
Net worth	153,544	144,817	134,374	151,977
Movement in cash balances	-449	-2,332	-211	-344
<i>Memorandum items</i>				
Net lending	1,421	-2,526	1,755	599
Net debt	28,248	29,389	28,998	27,358
Cash surplus/-deficit	-505	-1,155	666	2,120

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited data contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

The total public sector operating surplus for the three months to 30 September 2023 includes:

- the lower general government operating surplus outlined earlier;
- an operating deficit of \$415 million for the public non-financial corporations sector, \$269 million lower than the \$684 million deficit recorded in the same period in 2022-23. This is mainly due to the timing last year of Synergy's receipt of the subsidy payment for delivering the Government's Household Electricity Credit; and
- a \$117 million higher operating surplus in the public financial corporations sector, largely due to lower insurance claim expenses for the Insurance Commission of Western Australia.

Table 3

TOTAL PUBLIC SECTOR OPERATING BALANCE
By Sector

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
Net Operating Balance				
General government sector	929	3,293	1,478	5,120
Public non-financial corporations sector	-415	608	-684	-596
Public financial corporations sector	537	82	421	437
<i>less</i>				
General government dividend revenue	-	1,423	-	145
Public non-financial corporations dividend revenue ^(c)	-	39	-	81
Agency depreciation costs on right of use assets leased from other government sectors ^(d)	-1	-2	-	-3
Total public sector net operating balance	1,052	2,523	1,215	4,738

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the *2022-23 Annual Report on State Finances*, released on 28 September 2023.

(c) Dividends received from Keystart (a public financial corporation) by the Housing Authority (a public non-financial corporation).

(d) Depreciation costs incurred by agencies for right of use assets leased from other agencies within the same sub-sector of government are eliminated on consolidation. Equivalent costs between internal sectors of government contribute to expenses (and the operating balance) in the sector in which the lessee is classified but is not matched by a 'depreciation revenue' by the sector in which the lessor is classified. This gives rise to an adjustment against equity for this unmatched internal cost when consolidating the total public sector.

Balance Sheet

The value of the total public sector balance sheet (measured by net worth, or total assets less total liabilities) is identical to that of the general government sector (discussed earlier). This is because the net worth of the public corporations sectors is recognised as an investment asset of the general government sector.

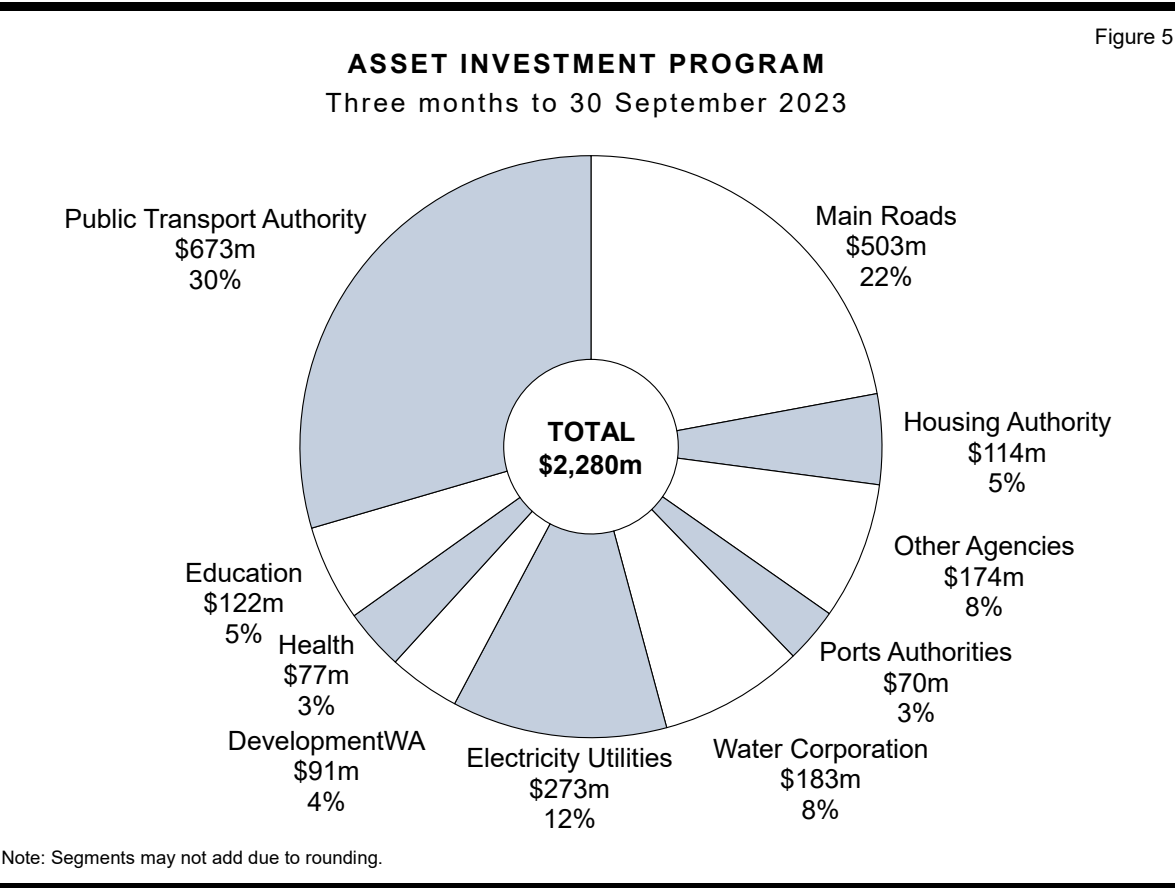
Total public sector net debt increased by \$890 million during the three months to 30 September 2023 to stand at \$28.2 billion. This largely reflects the impact on cash of the total public sector operating surplus noted in the previous section and higher infrastructure spending (see below).

Cash Flow

A cash deficit of \$505 million was recorded for the three months to 30 September 2023. This is a \$1.2 billion turnaround on the cash surplus recorded for the same period in 2022-23. The lower outcome mainly reflects the impact on cash of the lower general government operating surplus discussed earlier and a \$497 million increase in infrastructure spending in the September 2023 quarter.

Higher infrastructure spending during the September 2023 quarter was mainly attributable to higher spending by the Public Transport Authority on METRONET projects and higher spending on road infrastructure, as an increasing number of projects progress through the delivery phase.

Figure 5



Interim Financial Statements

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Introduction

Financial information presented in this appendix has been prepared in accordance with Australian Accounting Standards and pronouncements, including AASB 134: *Interim Financial Reporting*, AASB 1049: *Whole of Government and General Government Sector Financial Reporting*, and requirements under section 16 of the *Government Financial Responsibility Act 2000*. To facilitate comparisons between estimates and outturns, the formats used in this report are the same as those used in the Western Australian Government's 2023-24 Budget Papers, presented to the Legislative Assembly on 11 May 2023.

The Operating Statement, Balance Sheet and Cash Flow Statement information also comply with Uniform Presentation Framework (UPF) disclosure requirements by reporting the finances of the general government sector and the total public sector. Other UPF disclosure requirements are included in the notes to the financial statements, and in Appendix 2 of this report.

Table 1.1

GENERAL GOVERNMENT OPERATING STATEMENT

		2023-24		2022-23	
	Note	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
RESULTS FROM TRANSACTIONS					
REVENUE					
Taxation		3,384	11,915	3,677	12,427
Current grants and subsidies		3,068	13,389	3,221	12,817
Capital grants		218	3,353	247	2,081
Sales of goods and services		842	3,149	790	3,296
Interest Income		117	265	59	333
Revenue from public corporations					
Dividends from other sectors		-	1,423	-	145
Tax equivalent income		185	785	147	705
Royalty income		2,964	7,982	2,530	11,045
Other		179	957	189	752
Total	3	10,957	43,218	10,861	43,601
EXPENSES					
Salaries		4,003	15,671	3,721	15,727
Superannuation					
Concurrent costs		448	1,776	383	1,759
Superannuation interest cost		49	165	44	160
Other employee costs		88	372	80	387
Depreciation and amortisation		511	2,150	490	1,977
Services and contracts		812	3,754	743	3,080
Other gross operating expenses		1,987	6,350	1,824	6,620
Interest					
Interest on leases		42	133	34	146
Other interest		222	741	174	809
Current transfers	4	1,829	8,024	1,830	7,358
Capital transfers	4	38	788	61	458
Total		10,028	39,925	9,383	38,481
NET OPERATING BALANCE		929	3,293	1,478	5,120
Other economic flows - included in the operating result					
Net gains on assets/liabilities		-52	-194	-5	-302
Provision for doubtful debts		-	-14	-	-41
Changes in accounting policy/adjustments of prior periods		185	-	30	63
Total other economic flows		134	-208	25	-280
OPERATING RESULT		1,063	3,085	1,503	4,841
All other movements in equity					
Items that will not be reclassified to operating result					
Revaluations		-93	2,379	99	9,712
Net actuarial gains/-loss - superannuation		99	-191	12	100
Gains recognised directly in equity		-	-44	-10	-
Change in net worth of the public corporations sectors		498	840	786	5,340
All other		-	-	-	-
Total all other movements in equity		504	2,984	886	15,153
TOTAL CHANGE IN NET WORTH		1,567	6,068	2,390	19,993
KEY FISCAL AGGREGATES					
NET OPERATING BALANCE		929	3,293	1,478	5,120
Less Net acquisition of non-financial assets					
Purchase of non-financial assets		859	3,189	790	3,870
Changes in inventories		-24	-113	-83	-349
Other movement in non-financial assets		-	246	8	10
less:					
Sales of non-financial assets		15	119	27	86
Depreciation		511	2,150	490	1,977
Total net acquisition of non-financial assets		309	1,052	198	1,468
NET LENDING-BORROWING		620	2,241	1,280	3,652

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.2

GENERAL GOVERNMENT BALANCE SHEET

		For the period ending			
		30 Sept	30 June	30 Sept	30 June
Note		2023	2024 ^(a)	2022	2023 ^(b)
		\$m	\$m	\$m	\$m
ASSETS					
Financial assets					
Cash and deposits		2,252	2,632	3,755	3,734
Advances paid		713	763	701	697
Investments, loans and placements	5	6,689	3,983	5,896	5,776
Receivables	6	5,465	4,064	5,710	5,080
Shares and other equity					
Investments in other public sector entities - equity method		55,191	52,206	50,138	54,693
Investments in other public sector entities - direct injections		16,081	20,939	13,334	15,482
Investments in other entities		49	39	34	49
Other financial assets		9	9	9	9
Total financial assets		86,449	84,635	79,578	85,520
Non-financial assets					
Land		43,903	42,938	39,814	43,904
Property, plant and equipment		61,249	57,130	53,641	60,872
Right of use assets		2,344	2,287	2,467	2,365
Service concession assets		1,009	849	903	1,006
Biological assets		9	14	14	9
Inventories					
Land inventories		-	-	-	-
Other inventories		228	261	517	251
Intangibles		644	612	564	646
Assets classified as held for sale		27	21	44	32
Investment property		-	-	-	-
Other		482	403	430	347
Total non-financial assets		109,893	104,515	98,394	109,431
TOTAL ASSETS		196,342	189,149	177,972	194,950
LIABILITIES					
Deposits held		1,801	2,667	1,040	1,538
Advances received		273	332	291	273
Borrowings					
Lease liabilities		2,715	2,681	2,837	2,734
Service concession liabilities		-	-	-	-
Other borrowings		23,883	23,757	25,250	23,883
Unfunded superannuation		4,274	4,863	4,491	4,408
Other employee benefits		4,183	4,229	3,896	4,354
Payables		2,638	2,814	2,685	2,677
Other liabilities		3,029	2,989	3,108	3,104
TOTAL LIABILITIES		42,798	44,333	43,598	42,973
NET ASSETS		153,544	144,817	134,374	151,977
Of which:					
Contributed equity		-	-	-	-
Accumulated surplus		26,660	28,049	22,065	25,498
Other reserves		126,884	116,768	112,309	126,479
NET WORTH		153,544	144,817	134,374	151,977
MEMORANDUM ITEMS					
Net financial worth					
		43,651	40,302	35,980	42,546
Net financial liabilities					
		27,621	32,842	27,492	27,628
Net debt					
Gross debt liabilities		28,673	29,438	29,418	28,429
less: liquid financial assets		9,654	7,377	10,353	10,207
Net debt		19,019	22,060	19,065	18,222

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.3

GENERAL GOVERNMENT STATEMENT OF CHANGES IN EQUITY

For the three months ended 30 September 2023

	Asset Revaluation Surplus \$m	Accumulated net gain on equity investments in other sector entities \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
<i>Balance at 1 July 2023</i>	71,786	54,693	25,498	151,977
Operating result	-	-	1,063	1,063
All other movements in equity	-93	498	98	504
<i>Total change in net worth</i>	-93	498	1,161	1,567
Balance at 30 September 2023	71,694	55,191	26,660	153,544

For the three months ended 30 September 2022

	Asset Revaluation Surplus \$m	Accumulated net gain on equity investments in other sector entities \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
<i>Balance at 1 July 2022</i>	62,075	49,353	20,557	131,984
Operating result	-	-	1,503	1,503
All other movements in equity	96	786	5	886
<i>Total change in net worth</i>	96	786	1,508	2,390
Balance at 30 September 2022	62,170	50,138	22,065	134,374

Note: Columns/rows may not add due to rounding.

Table 1.4

GENERAL GOVERNMENT CASH FLOW STATEMENT

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CASH FLOWS FROM OPERATING ACTIVITIES				
<i>Cash received</i>				
Taxes received	3,093	11,931	3,096	12,622
Grants and subsidies received	3,203	19,127	3,606	17,235
Receipts from sales of goods and services	1,015	3,133	858	3,338
Interest receipts	95	265	45	287
Dividends and tax equivalents	204	2,203	194	1,023
Other	3,643	11,186	3,755	13,797
<i>Total cash received</i>	<i>11,252</i>	<i>47,846</i>	<i>11,553</i>	<i>48,303</i>
<i>Cash paid</i>				
Wages, salaries and supplements, and superannuation	-4,781	-17,732	-4,364	-17,339
Payments for goods and services	-3,238	-10,499	-2,791	-10,066
Interest paid	-226	-855	-189	-885
Grants and subsidies paid	-1,553	-10,815	-2,075	-9,837
Dividends and tax equivalents	-	-	-	-
Other	-682	-1,672	-611	-2,350
<i>Total cash paid</i>	<i>-10,480</i>	<i>-41,574</i>	<i>-10,030</i>	<i>-40,476</i>
NET CASH FLOWS FROM OPERATING ACTIVITIES	772	6,272	1,524	7,827
CASH FLOWS FROM INVESTING ACTIVITIES				
<i>Cash flows from investments in non-financial assets</i>				
Purchase of non-financial assets	-859	-3,189	-790	-3,870
Sales of non-financial assets	15	119	27	86
<i>Total cash flows from investments in non-financial assets</i>	<i>-844</i>	<i>-3,070</i>	<i>-764</i>	<i>-3,784</i>
<i>Cash flows from investments in financial assets</i>				
<i>Cash received</i>				
For policy purposes	19	10	90	114
For liquidity purposes	12	16	12	48
<i>Cash paid</i>				
For policy purposes	-646	-5,777	-479	-2,738
For liquidity purposes	-12	-	-15	-75
<i>Total cash flows from investments in financial assets</i>	<i>-628</i>	<i>-5,751</i>	<i>-393</i>	<i>-2,651</i>
NET CASH FLOWS FROM INVESTING ACTIVITIES	-1,472	-8,821	-1,156	-6,435
CASH FLOWS FROM FINANCING ACTIVITIES				
<i>Cash received</i>				
Advances received	-	18	-	18
Borrowings	13	116	11	188
Deposits received	-	-	-	-
Other financing receipts	145	37	34	316
<i>Total cash received</i>	<i>158</i>	<i>172</i>	<i>45</i>	<i>522</i>
<i>Cash paid</i>				
Advances paid	-	-18	-	-18
Borrowings repaid	-11	-112	-615	-2,151
Deposits paid	-	-	-	-
Other financing payments	-224	-458	-124	-689
<i>Total cash paid</i>	<i>-235</i>	<i>-588</i>	<i>-739</i>	<i>-2,858</i>
NET CASH FLOWS FROM FINANCING ACTIVITIES	-77	-417	-694	-2,336
Net increase in cash and cash equivalents	-777	-2,966	-326	-944
Cash and cash equivalents at the beginning of the year	9,093	7,994	10,037	10,037
Cash and cash equivalents at the end of the year	8,316	5,028	9,711	9,093
KEY FISCAL AGGREGATES				
Net cash flows from operating activities	772	6,272	1,524	7,827
Net cash flows from investing in non-financial assets	-844	-3,070	-764	-3,784
Cash surplus/-deficit	-72	3,202	760	4,043

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.5

TOTAL PUBLIC SECTOR OPERATING STATEMENT

		2023-24		2022-23	
	Note	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
<i>Results from Transactions</i>					
REVENUE					
Taxation		3,248	11,360	3,545	11,843
Current grants and subsidies		3,068	13,389	3,221	12,817
Capital grants		218	3,353	247	2,081
Sales of goods and services		10,355	41,622	9,718	38,400
Interest Income		266	917	168	868
Royalty income		2,964	7,982	2,530	11,045
Other		313	1,485	305	1,288
Total	3	20,432	80,108	19,734	78,341
EXPENSES					
Salaries		4,400	17,234	4,080	17,169
Superannuation					
Concurrent costs		492	1,953	420	1,920
Superannuation interest cost		49	165	44	160
Other employee costs		158	600	140	637
Depreciation and amortisation		1,663	5,283	1,604	5,120
Services and contracts		1,022	4,645	1,002	4,144
Other gross operating expenses		9,618	39,569	9,128	37,135
Interest					
Interest on leases		59	203	52	217
Other interest		436	1,638	315	1,490
Other property expenses		-	-	-	-
Current transfers	4	1,440	5,851	1,664	5,337
Capital transfers	4	42	443	69	274
Total		19,380	77,585	18,519	73,604
NET OPERATING BALANCE		1,052	2,523	1,215	4,738
<i>Other economic flows - included in the operating result</i>					
Net gains on assets/liabilities		-191	-193	-131	12
Provision for doubtful debts		1	-57	-1	-57
Changes in accounting policy/adjustment of prior periods		274	-	26	137
Total other economic flows		84	-250	-105	92
OPERATING RESULT		1,136	2,273	1,110	4,830
<i>All other movements in equity</i>					
<i>Items that will not be reclassified to operating result</i>					
Revaluations		306	4,032	1,277	15,118
Net actuarial gains/-loss - superannuation		103	-189	14	80
Gains recognised directly in equity		22	-47	-11	-35
All other		-	-	-	-
Total all other movements in equity		431	3,795	1,280	15,164
TOTAL CHANGE IN NET WORTH		1,567	6,068	2,390	19,993
KEY FISCAL AGGREGATES					
NET OPERATING BALANCE		1,052	2,523	1,215	4,738
<i>Less Net acquisition of non-financial assets</i>					
Purchase of non-financial assets		2,280	10,405	1,783	9,235
Changes in inventories		-909	19	-628	311
Other movement in non-financial assets		52	370	42	196
<i>less:</i>					
Sales of non-financial assets		129	462	132	483
Depreciation		1,663	5,283	1,604	5,120
Total net acquisition of non-financial assets		-369	5,049	-540	4,139
NET LENDING-BORROWING		1,421	-2,526	1,755	599

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 Annual Report on State Finances, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.6

TOTAL PUBLIC SECTOR BALANCE SHEET

		For the period ending			
	Note	30 Sept 2023 \$m	30 June 2024 ^(a) \$m	30 Sept 2022 \$m	30 June 2023 ^(b) \$m
ASSETS					
Financial assets					
Cash and deposits		4,443	5,196	6,476	6,404
Advances paid		3,000	3,500	4,028	3,156
Investments, loans and placements	5	18,375	15,078	16,310	16,498
Receivables	6	7,487	5,671	7,053	7,151
Equity - investments in other entities		2,664	2,621	2,362	2,553
Other financial assets		16	16	16	17
Total financial assets		35,984	32,083	36,245	35,779
Non-financial assets					
Land		52,989	52,839	48,349	52,879
Property, plant and equipment		132,302	127,791	118,480	131,521
Right of use assets		2,745	2,647	2,911	2,773
Service concession assets		3,395	3,044	3,129	3,398
Biological assets		229	223	211	229
Inventories					
Land inventories		1,731	1,795	1,652	1,471
Other inventories		6,808	6,771	6,778	7,717
Intangibles		1,053	1,080	969	1,032
Assets classified as held for sale		30	33	50	40
Investment property		16	14	14	16
Other		1,222	598	699	952
Total non-financial assets		202,520	196,835	183,242	202,029
TOTAL ASSETS		238,504	228,918	219,487	237,808
LIABILITIES					
Deposits held		28	19	19	23
Advances received		273	332	291	273
Borrowings					
Lease liabilities		3,392	3,284	3,572	3,427
Service concession liabilities		305	329	321	309
Other borrowings		50,066	49,200	51,609	49,384
Unfunded superannuation		4,341	4,965	4,568	4,486
Other employee benefits		4,694	4,680	4,376	4,873
Payables		10,706	10,453	10,015	11,810
Other liabilities		11,153	10,839	10,343	11,245
TOTAL LIABILITIES		84,960	84,102	85,113	85,831
NET ASSETS		153,544	144,817	134,374	151,977
Of which:					
Contributed equity		-	-	-	-
Accumulated surplus		46,438	48,715	41,443	45,177
Other reserves		107,106	96,102	92,931	106,801
NET WORTH		153,544	144,817	134,374	151,977
MEMORANDUM ITEMS					
Net financial worth		-48,976	-52,018	-48,868	-50,052
Net financial liabilities		48,976	52,018	48,868	50,052
Net debt					
Gross debt liabilities		54,065	53,164	55,812	53,417
less : liquid financial assets		25,817	23,774	26,813	26,058
Net debt		28,248	29,389	28,998	27,358

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 Annual Report on State Finances, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Table 1.7

TOTAL PUBLIC SECTOR STATEMENT OF CHANGES IN EQUITY

For the three months ended 30 September 2023

	Asset Revaluation Surplus \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
<i>Balance at 1 July 2023</i>	<i>106,801</i>	<i>45,177</i>	<i>151,977</i>
Operating result	-	1,136	1,136
All other movements in equity	306	125	431
<i>Total change in net worth</i>	<i>306</i>	<i>1,261</i>	<i>1,567</i>
Balance at 30 September 2023	107,106	46,438	153,544

For the three months ended 30 September 2022

	Asset Revaluation Surplus \$m	Accumulated Surplus/deficit \$m	Total Equity \$m
<i>Balance at 1 July 2022</i>	<i>91,654</i>	<i>40,329</i>	<i>131,984</i>
Operating result	-	1,110	1,110
All other movements in equity	1,276	4	1,280
<i>Total change in net worth</i>	<i>1,276</i>	<i>1,114</i>	<i>2,390</i>
Balance at 30 September 2022	92,931	41,443	134,374

Note: Columns/rows may not add due to rounding.

Table 1.8

TOTAL PUBLIC SECTOR CASH FLOW STATEMENT

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CASH FLOWS FROM OPERATING ACTIVITIES				
<i>Cash received</i>				
Taxes received	2,999	11,373	3,007	12,035
Grants and subsidies received	3,203	19,127	3,606	17,235
Receipts from sales of goods and services	8,138	31,348	9,770	30,454
Interest receipts	227	919	151	786
Other receipts	4,095	12,533	4,091	15,288
<i>Total cash received</i>	<i>18,662</i>	<i>75,299</i>	<i>20,624</i>	<i>75,798</i>
<i>Cash paid</i>				
Wages, salaries and supplements, and superannuation	-5,241	-19,462	-4,773	-18,922
Payments for goods and services	-8,347	-31,859	-9,895	-30,998
Interest paid	-511	-1,779	-353	-1,658
Grants and subsidies paid	-1,022	-7,643	-1,559	-7,013
Other payments	-1,895	-5,768	-1,727	-6,336
<i>Total cash paid</i>	<i>-17,016</i>	<i>-66,510</i>	<i>-18,308</i>	<i>-64,926</i>
NET CASH FLOWS FROM OPERATING ACTIVITIES	1,646	8,789	2,317	10,872
CASH FLOWS FROM INVESTING ACTIVITIES				
<i>Cash flows from investments in non-financial assets</i>				
Purchase of non-financial assets	-2,280	-10,405	-1,783	-9,235
Sales of non-financial assets	129	462	132	483
<i>Total cash flows from investments in non-financial assets</i>	<i>-2,151</i>	<i>-9,943</i>	<i>-1,651</i>	<i>-8,752</i>
<i>Cash flows from investments in financial assets</i>				
<i>Cash received</i>				
For policy purposes	19	10	90	114
For liquidity purposes	1,555	8,716	1,530	9,157
<i>Cash paid</i>				
For policy purposes	-39	-10	-81	-110
For liquidity purposes	-2,063	-9,005	-2,485	-8,851
<i>Total cash flows from investments in financial assets</i>	<i>-528</i>	<i>-289</i>	<i>-948</i>	<i>310</i>
NET CASH FLOWS FROM INVESTING ACTIVITIES	-2,679	-10,233	-2,598	-8,442
CASH FLOWS FROM FINANCING ACTIVITIES				
<i>Cash received</i>				
Advances received	-	77	-	-
Borrowings	2,957	21,042	3,950	22,051
Deposits received	-	-	-	-
Other financing receipts	136	7	35	290
<i>Total cash received</i>	<i>3,092</i>	<i>21,126</i>	<i>3,985</i>	<i>22,341</i>
<i>Cash paid</i>				
Advances paid	-	-18	-	-18
Borrowings repaid	-2,251	-21,464	-3,768	-24,313
Deposits paid	-	-	-	-
Other financing payments	-257	-532	-147	-785
<i>Total cash paid</i>	<i>-2,508</i>	<i>-22,014</i>	<i>-3,915</i>	<i>-25,115</i>
NET CASH FLOWS FROM FINANCING ACTIVITIES	585	-888	70	-2,774
Net increase in cash and cash equivalents	-449	-2,332	-211	-344
Cash and cash equivalents at the beginning of the year	15,007	13,939	15,351	15,351
Cash and cash equivalents at the end of the year	14,558	11,606	15,139	15,007
KEY FISCAL AGGREGATES				
Net cash flows from operating activities	1,646	8,789	2,317	10,872
Net cash flows from investing in non-financial assets	-2,151	-9,943	-1,651	-8,752
Cash surplus/-deficit	-505	-1,155	666	2,120

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 Annual Report on State Finances, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

Notes to the Interim Financial Statements

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) General Statement

The financial statements in this appendix constitute general purpose financial statements for the general government sector and the whole-of-government. The whole-of-government is also known as the total public sector.

The quarterly financial statements are a requirement of the *Government Financial Responsibility Act 2000*.

(b) The Reporting Entity

The reporting entity is the Government of Western Australia (the total public sector) and includes entities under its control.

The total public sector includes the general government sector and the public corporations sectors. The general government sector consists of those agencies and Crown entities that provide services that are predominantly funded from central revenue. Public corporations generally seek to recover the majority of the costs of operations through user charges and other own-source revenue.

(c) Basis of Preparation

The financial statements for the three months ended 30 September 2023 have been prepared in accordance with Australian Accounting Standards, in particular AASB 134: *Interim Financial Reporting*, and AASB 1049: *Whole of Government and General Government Sector Financial Reporting* and other authoritative pronouncements of the AASB.

This interim financial report does not include all the note disclosures that are included in an annual financial report. Accordingly, this report is to be read in conjunction with the audited Consolidated Financial Statements for the year ended 30 June 2023, presented in Appendix 1 of the 2022-23 *Annual Report on State Finances* (ARSF) released on 28 September 2023. The accounting policies adopted in this publication are consistent with those outlined in the 2022-23 ARSF. The specific accounting policies of the Government of are described in Note 3: *Summary of Significant Accounting Policies* in Appendix 1 of the 2022-23 *Annual Report on State Finances*.

The Interim Financial Statements are presented in Australian dollars and all amounts are rounded to the nearest million dollars (\$m). As a consequence, totals and sub-totals quoted in this report may not add due to rounding.

(d) Unaudited Data

The Interim Financial Statements are not audited.

NOTE 2: CONVERGENCE DIFFERENCES

Where possible, AASB 1049 harmonises GFS and accounting concepts into a single presentation. Where harmonisation cannot be achieved as a result of differences in definition, recognition, measurement, classification and consolidation principles and rules, a convergence difference arises.

Full convergence on GFS and Generally Accepted Accounting Principles (GAAP) has not been achieved. This means that there are some differences between AASB 1049 aggregates in this report and the GFS information that the ABS reports.

The following outlines the key convergence differences.

- GFS recognises dividends to owners by the PNFC and PFC sectors as a GFS expense, whereas under GAAP they are treated as a distribution to owners and therefore a direct reduction of accumulated funds. This difference does not flow through to the total public sector as internal dividend transfers are eliminated on consolidation.
- GFS does not recognise an allowance for doubtful debts as the statistical framework only recognises bad debts when they are written off. Under GAAP, an allowance for doubtful debts is recognised in the balance sheet and doubtful debts are recognised in the Operating Statement as 'other economic flows'.
- Transactions with owners as owners (such as equity injections) are excluded from the 'total change in net worth'. However, these transactions are included in the movement in GFS net worth. These types of transactions result in a convergence difference as the total change in net worth under GAAP is disclosed before such transactions, while under GFS, these transactions are included in the movement in GFS net worth.

These convergence differences do not present material variations in the presentation of Western Australia's data under GAAP and GFS.

With the adoption of AASB 16: *Leases* from 2019-20, the distinction between operating leases and finance leases under previous accounting standards disappears. Accordingly, convergence differences for net debt aggregates produced in this report (which includes all leases in the calculation of net debt) and GFS concepts (which excludes leases previously classified as operating leases from GFS net debt) is not available.

NOTE 3: OPERATING REVENUE

A detailed dissection of general government sector and total public sector operating revenue is included in Appendix 2: *Operating Revenue*.

NOTE 4: TRANSFER EXPENSES

Transfer expenses are defined as the provision of something of value for no specific return or consideration and include grants, subsidies, donations, transfers of assets free of charge, etc. The following tables provide detail of current and capital transfer expenses of the general government sector and total public sector.

TRANSFER EXPENSES ^(a)

General Government

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(b) \$m	Three Months to 30 Sept \$m	Actual ^(c) \$m
CURRENT TRANSFERS				
Local government	116	467	114	383
Private and not-for-profit sector	835	2,490	632	2,308
Other sectors of government	878	5,067	1,083	4,667
Total Current Transfers	1,829	8,024	1,830	7,358
CAPITAL TRANSFERS				
Local government	8	174	15	99
Private and not-for-profit sector	18	250	46	151
Other sectors of government	13	364	1	209
Total Capital Transfers	38	788	61	458

Total Public Sector

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(b) \$m	Three Months to 30 Sept \$m	Actual ^(c) \$m
CURRENT TRANSFERS				
Local government	116	446	114	383
Private and not-for-profit sector	1,320	4,042	1,274	3,753
Other sectors of government	4	1,363	275	1,200
Total Current Transfers	1,440	5,851	1,664	5,337
CAPITAL TRANSFERS				
Local government	8	174	15	99
Private and not-for-profit sector	34	269	54	175
Total Capital Transfers	42	443	69	274

(a) Includes grants, subsidies and other transfer expenses.

(b) 2023-24 Budget estimates released on 11 May 2023.

(c) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding.

NOTE 5: INVESTMENTS, LOANS AND PLACEMENTS

General Government

	30 Sept 2023 \$m	For the period ending		30 June 2023 ^(b) \$m
		30 June 2024 ^(a) \$m	30 Sept 2022 \$m	
<i>Investments</i>				
Term deposits	6,687	3,977	5,891	5,774
Government securities	1	1	1	1
Total	6,688	3,978	5,892	5,774
<i>Loans and advances</i>				
Loans	1	3	2	2
Financial Assets held for trading/available for sale	-	2	3	-
Total	1	5	5	2
Total	6,689	3,983	5,896	5,776

Total Public Sector

	30 Sept 2023 \$m	For the period ending		30 June 2023 ^(b) \$m
		30 June 2024 ^(a) \$m	30 Sept 2022 \$m	
<i>Investments</i>				
Term deposits	16,347	11,879	14,152	13,876
Government securities	1,933	1,924	2,039	2,529
Total	18,280	13,802	16,191	16,405
<i>Loans and advances</i>				
Loans	36	1,207	52	39
Financial Assets held for trading/available for sale	58	69	66	54
Total	94	1,276	118	93
Total	18,375	15,078	16,310	16,498

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

NOTE 6: RECEIVABLES

General Government

	30 Sept 2023 \$m	For the period ending		30 June 2023 ^(b) \$m
		30 June 2024 ^(a) \$m	30 Sept 2022 \$m	
Accounts Receivable	5,651	4,243	5,883	5,273
Provision for impairment of receivables	-186	-179	-173	-193
Total	5,465	4,064	5,710	5,080

Total Public Sector

	30 Sept 2023 \$m	For the period ending		30 June 2023 ^(b) \$m
		30 June 2024 ^(a) \$m	30 Sept 2022 \$m	
Accounts Receivable	7,855	6,058	7,379	7,511
Provision for impairment of receivables	-368	-387	-326	-360
Total	7,487	5,671	7,053	7,151

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding. The accompanying notes form part of these statements.

NOTE 7: DETAILS OF AGENCIES CONSOLIDATED

The agencies included in these financial statements are detailed in Note 38: *Composition of Sectors* in the 2022-23 *Annual Report on State Finances*.

NOTE 8: CONTINGENT ASSETS AND LIABILITIES

There have been no other material changes in the contingent assets and liabilities of the State since the disclosure in the 2022-23 *Annual Report on State Finances*.

2023-24 Quarterly Financial Results Report

Operating Revenue

The tables in this appendix detail operating revenue of the general government and total public sectors. They provide detailed revenue information consistent with the operating statements presented in Appendix 1: *Interim Financial Statements*.

The total public sector consolidates internal transfers between the general government sector and agencies in the public corporations sectors.

Accordingly, some total public sector revenue aggregates may be smaller than the general government equivalent. For example, the general government sector collects payroll tax from some public corporations. These collections are internal to the whole-of-government and are not shown in the total public sector taxation revenue data which is thus smaller in magnitude than the general government taxation revenue aggregate.

Table 2.1

GENERAL GOVERNMENT
Operating Revenue

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
TAXATION				
Taxes on employers' payroll and labour force				
<i>Payroll tax</i>	1,446	4,981	1,303	5,017
Property taxes				
<i>Land tax</i>	179	842	664	784
Transfer Duty	515	1,847	524	2,113
Foreign Buyers Surcharge	8	23	6	29
Landholder Duty	79	118	31	317
<i>Total duty on transfers</i>	601	1,989	562	2,459
Other stamp duties	- (c)	- (c)	- (c)	- (c)
Metropolitan Region Improvement Tax	20	97	69	89
Perth Parking Levy	14	60	12	53
Emergency Services Levy	127	398	129	399
Loan guarantee fees	33	136	33	128
Building and Construction Industry Training Fund Levy	14	50	19	70
<i>Total other property taxes</i>	209	741	262	739
Taxes on provision of goods and services				
Government Lotteries	47	187	44	221
Video lottery terminals	- (c)	- (c)	- (c)	- (c)
Casino Tax	15	54	10	56
Point of Consumption Tax	30	116	30	128
<i>Total taxes on gambling</i>	92	356	84	405
Insurance Duty	267	994	265	945
Other	5	20	5	21
<i>Total taxes on insurance</i>	272	1,015	270	967
<i>On-demand Transport Levy</i>	-	-	- (c)	- (c)
Taxes on use of goods and performance of activities				
Vehicle Licence Duty	184	575	154	671
Permits - Oversize Vehicles and Loads	3	8	2	11
Motor Vehicle registrations	322	1,263	305	1,205
Other Vehicle Taxes	10	33	9	37
<i>Total motor vehicle taxes</i>	519	1,879	470	1,924
<i>Mining Rehabilitation Levy</i>	45	35	41	41
<i>Landfill Levy</i>	21	78	20	91
Total Taxation	3,384	11,915	3,677	12,427
CURRENT GRANTS AND SUBSIDIES				
<i>General Purpose Grants</i>				
GST grants	1,630	6,484	1,467	6,306
North West Shelf grants	147	635	386	1,366
Compensation for Commonwealth crude oil excise arrangements	10	25	77	116
<i>National Agreements</i>				
Skills and Workforce Development	48	179	42	177
Housing and Homelessness	47	178	45	186
Schools Reform - Quality Schools	291	1,217	263	1,120
Health Reform	751	2,984	702	2,754
<i>Other Grants/National Partnerships</i>				
Health	48	131	134	325
Transport	9	223	28	127
Disability Services	1	1,008	1	3
Other	85	326	78	337
Total Current Grants and Subsidies	3,068	13,389	3,221	12,817

GENERAL GOVERNMENT
Operating Revenue

Table 2.1 (cont.)

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CAPITAL GRANTS				
<i>Other Grants/National Partnerships</i>				
Transport	205	3,268	214	1,701
Other	13	85	34	380
Total Capital Grants	218	3,353	247	2,081
SALES OF GOODS AND SERVICES	842	3,149	790	3,296
INTEREST INCOME	117	265	59	333
REVENUE FROM PUBLIC CORPORATIONS				
Dividends	-	1,423	-	145
Tax Equivalent Regime	185	785	147	705
Total Revenue from Public Corporations	185	2,208	147	850
ROYALTY INCOME				
Iron ore	2,468	5,972	2,160	9,079
Other	496	2,010	370	1,966
Total Royalty Income	2,964	7,982	2,530	11,045
OTHER				
Lease Rentals	47	154	37	158
Fines	60	218	61	248
Revenue not elsewhere counted	72	585	92	346
Total Other	179	957	189	752
GRAND TOTAL	10,957	43,218	10,861	43,601

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

(c) Amount less than \$500,000.

Note: Columns may not add due to rounding.

Table 2.2

TOTAL PUBLIC SECTOR
Operating Revenue

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
TAXATION				
Taxes on employers' payroll and labour force				
<i>Payroll tax</i>	1,416	4,872	1,275	4,902
Property taxes				
<i>Land tax</i>	162	761	647	713
Transfer Duty	515	1,847	524	2,113
Foreign Buyers surcharge	8	23	6	29
Landholder Duty	79	118	31	317
<i>Total duty on transfers</i>	601	1,989	562	2,459
Other stamp duties	- (c)	- (c)	- (c)	- (c)
Metropolitan Region Improvement Tax	20	97	69	89
Perth Parking Levy	14	60	12	53
Emergency Services Levy	127	393	129	395
Loan guarantee fees	2	7	2	6
Building and Construction Industry Training Fund Levy	14	50	19	70
<i>Total other property taxes</i>	179	606	231	613
Taxes on provision of goods and services				
Video lottery terminals	- (c)	- (c)	- (c)	- (c)
Casino Tax	15	54	10	56
Point of Consumption tax	18	72	18	78
<i>Total taxes on gambling</i>	34	126	28	134
Insurance Duty	267	994	265	945
Other	5	20	5	21
<i>Total taxes on insurance</i>	272	1,015	270	967
<i>On-demand Transport Levy</i>	-	-	- (c)	- (c)
Taxes on use of goods and performance of activities				
Vehicle Licence Duty	184	575	154	671
Permits - Oversize Vehicles and Loads	3	8	2	11
Motor Vehicle registrations	322	1,263	305	1,205
Other Vehicle taxes	10	33	9	37
<i>Total motor vehicle taxes</i>	519	1,879	470	1,924
<i>Mining Rehabilitation Levy</i>	45	35	41	41
<i>Landfill Levy</i>	21	78	20	91
Total Taxation	3,248	11,360	3,545	11,843
CURRENT GRANTS AND SUBSIDIES				
<i>General Purpose Grants</i>				
GST grants	1,630	6,484	1,467	6,306
North West Shelf grants	147	635	386	1,366
Compensation for Commonwealth crude oil excise arrangements	10	25	77	116
<i>National Agreements</i>				
Skills and Workforce Development	48	179	42	177
Housing and Homelessness	47	178	45	186
Schools Reform - Quality Schools	291	1,217	263	1,120
Health Reform	751	2,984	702	2,754
<i>Other Grants/National Partnerships</i>				
Health	48	131	134	325
Transport	9	223	28	127
Disability Services	1	1,008	1	3
Other	85	326	78	337
Total Current Grants and Subsidies	3,068	13,389	3,221	12,817

Table 2.2 (cont.)

TOTAL PUBLIC SECTOR
Operating Revenue

	2023-24		2022-23	
	Three Months to 30 Sept \$m	Budget Year ^(a) \$m	Three Months to 30 Sept \$m	Actual ^(b) \$m
CAPITAL GRANTS				
<i>Other Grants/National Partnerships</i>				
Transport	205	3,268	214	1,701
Other	13	85	34	380
Total Capital Grants	218	3,353	247	2,081
SALES OF GOODS AND SERVICES	10,355	41,622	9,718	38,400
INTEREST INCOME	266	917	168	868
ROYALTY INCOME				
Iron ore	2,468	5,972	2,160	9,079
Other	496	2,010	370	1,966
Total Royalty Income	2,964	7,982	2,530	11,045
OTHER				
Lease Rentals	47	154	37	158
Fines	61	218	61	248
Revenue not elsewhere counted	205	1,113	207	882
Total Other	313	1,485	305	1,288
GRAND TOTAL	20,432	80,108	19,734	78,341

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited outcomes contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

(c) Amount less than \$500,000.

Note: Columns may not add due to rounding.

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APPENDIX 3

Public Ledger

The Public Ledger, established by section 7 of the *Financial Management Act 2006* (FMA), includes those transactions and operations that are conducted through the Consolidated Account, the Treasurer's Advance Account and through the Treasurer's Special Purpose Accounts (TSPAs). Together with agency Special Purpose Accounts, the total of these accounts form the Public Bank Account.

Table 3.1

PUBLIC LEDGER BALANCES AT 30 SEPTEMBER

	2023 \$m	2022 \$m	Variance \$m
THE PUBLIC LEDGER			
Consolidated Account ^(a)	-28,184	-25,312	-2,872
Treasurer's Special Purpose Accounts	27,593	26,006	1,588
Treasurer's Advance Account – Net Recoverable Advances	-138	-16	-122
TOTAL	-728	678	-1,406
Agency Special Purpose Accounts	9,664	9,022	642
TOTAL PUBLIC BANK ACCOUNT	8,937	9,700	-763

(a) The balance of the Consolidated Account at 30 September 2023 includes non-cash appropriations of \$18.8 billion (30 September 2022: \$17.4 billion), representing the non-cash cost of agency services. These appropriations are credited to agency holding accounts that are included in the TSPAs balance. In cash terms, the Consolidated Account was in a deficit position of \$9.4 billion at 30 September 2023 (compared with a deficit position of \$7.9 million at 30 September 2022).

Note: Columns/rows may not add due to rounding.

Consolidated Account

The *Constitution Act 1889* requires that all revenue of the Crown that is not permanently appropriated by legislation to another entity, shall be credited to the Consolidated Account. The Act also requires that payments out of the Account must be appropriated by the Parliament.

Accordingly, Consolidated Account revenue is not available for use by agencies that collect it, and such receipts must be paid directly to the credit of the Account. Expenditure is authorised by the Parliament, with both the amount and the expressed purpose of each appropriation clearly specified.

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The Consolidated Account was in an accrued deficit position of \$28.2 billion at 30 September 2023. Payments exceeded receipts by \$4.2 billion during the first three months of 2023-24, compared with a \$4.3 billion deficit movement in the same period last year. This included:

- lower revenue (down \$163 million), primarily due to lower iron ore royalties reflecting lower iron ore prices, partly offset by higher lithium royalty collections and a lower exchange rate; and
- lower payments (down \$290 million), mainly due to the timing of debt reduction payments in 2022-23, partly offset by increased general government agency appropriations.

In cash terms, the Consolidated Account was in a deficit position of \$9.4 billion at 30 September 2023.

Central borrowings stood at \$22.9 billion at 30 September 2023, down from \$24.4 billion at 30 September 2022, reflecting the application of higher operating surplus outcomes approved by the Government during the last year. Total proceeds from gross borrowings (i.e. excluding repayments of borrowings) stood at \$27.5 billion at 30 September 2023 and remain below the \$34.5 billion cumulative limit approved by the *Loan Act 2017* and preceding Loan Acts¹.

¹ Proceeds of borrowings by the Consolidated Account (i.e. gross borrowings excluding debt repayments) cannot exceed the cumulative limit authorised by the Loan Acts.

Table 3.2

CONSOLIDATED ACCOUNT TRANSACTIONS
For the three months ended 30 September

	2023 \$m	2022 \$m	Variance \$m
REVENUE			
<i>Operating Activities</i>			
Taxation	2,521	2,522	- (a)
Commonwealth grants	1,820	1,830	-10
Government enterprises	204	193	12
Royalty receipts	2,847	3,033	-186
Other receipts from agencies	437	397	40
Other receipts	95	112	-17
<i>Total Operating Activities</i>	7,925	8,087	-162
<i>Financing Activities</i>			
Transfers from the Debt Reduction Account	-	-	-
Borrowings	-	-	-
Other receipts	- (a)	2	-2
<i>Total Financing Activities</i>	- (a)	2	-2
TOTAL REVENUE	7,925	8,089	-163
EXPENDITURE			
<i>Recurrent</i>			
Authorised by other statutes	1,199	941	258
Appropriation Act (No. 1)	8,385	7,984	401
Recurrent expenditure under the Treasurer's Advance	-	143	-143
<i>Total Recurrent Expenditure</i>	9,584	9,068	516
<i>Investing Activities</i>			
Authorised by other statutes	164	123	41
Appropriation Act (No. 2)	2,385	2,030	355
Investing expenditure under the Treasurer's Advance	-	-	-
<i>Total Investing Activities</i>	2,549	2,153	396
<i>Financing Activities</i>			
Funding for Loan repayments (through the Debt Reduction Account)	-	1,200	-1,200
Appropriation Act (No. 2)	-	-	-
Other financing	-	2	-2
<i>Total Financing Activities</i>	-	1,202	-1,202
TOTAL EXPENDITURE	12,133	12,423	-290
NET MOVEMENT (REVENUE LESS EXPENDITURE)	-4,208	-4,335	127
Consolidated Account Balance			
Opening balance at 1 July	-23,976	-20,977	-2,999
Closing balance at 30 September	-28,184	-25,312	-2,872
Of which:			
Appropriations payable	-18,803	-17,443	-1,360
Cash balance at 30 September	-9,381	-7,868	-1,512
Memorandum item: Consolidated Account Borrowings at 30 September	22,887	24,383	-1,496

(a) Amount less than \$500,000.

Note: Columns/rows may not add due to rounding.

Treasurer's Special Purpose Accounts

The Treasurer's Special Purpose Accounts (TSPAs) consist of:

- any account established by the Treasurer as a TSPA for the purposes determined by the Treasurer;
- suspense accounts established for the purposes of section 26 of the FMA;
- any account established to hold money transferred under section 39(5) of the FMA;
- the Public Bank Account Interest Earned Account, established for the purpose of holding money credited to that account under section 38(9) of the FMA pending its allocation and payment as required or permitted under the FMA or another written law;
- any account established under written law and determined by the Treasurer to be a TSPA; and
- any other account established to hold money and determined by the Treasurer to be a TSPA.

Aggregate TSPA balances at 30 September 2023 were \$1.6 billion higher than at the same time last year. This reflects:

- higher Holding Account balances for non-cash accrual appropriations to agencies for depreciation and accrued leave entitlements (up \$1,360 million);
- funding held in the Debt Reduction Account to be applied to debt repayments during the 2022-23 financial year (\$596 million);
- the top-up of the Climate Action Fund in the 2023-24 Budget to support the Government's emissions reduction target and other climate-related initiatives (\$869 million), less drawdowns from the Fund during the period (\$499 million);
- the establishment of the Asset Maintenance Fund in the 2023-24 Budget (\$250 million) to support targeted investment in maintenance works for general government sector agencies;
- a \$450 million top-up of the Social Housing Investment Fund in the 2023-24 Budget, partly offset by drawdowns of \$251 million to support various social housing initiatives;
- a \$166 million decrease in the Digital Capability Fund balance with funds drawn to progress a range of approved projects by agencies;
- a \$137 million increase on the Public Bank Account Interest Earned, mainly reflecting the impact of higher interest rates and higher cash holdings in the Public Bank Account;

- an increase in the balance of the Western Australian Future Health Research and Innovation Fund reflecting appropriation of 1% of forecast annual royalty receipts (\$80 million) and interest earnings on the balance of the Fund over the last 12 months (\$56 million), partly offset by the transfer of \$51 million to the Western Australian Future Health Research and Innovation Account;
- a decrease in the National Redress Scheme and Civil Litigation for Survivors of Institutional Child Sexual Abuse Account (down \$82 million), reflecting payments to cover Scheme expenditure, civil litigation costs and associated administration costs;
- an increase in the balance of agency cash held to meet the future cost of an extra pay period which falls due every 11 years (up \$58 million);
- a \$49 million net increase in the Royalties for Regions Fund reflecting the timing of project cashflows;
- a \$44 million reduction in the balance held in the Softwood Plantation Expansion Account following cash drawdowns over the last year; and
- a net \$32 million reduction in all other TSPAs.

A number of TSPAs and other agency accounts are discussed in Appendix 4: *Special Purpose Accounts*.

TREASURER'S SPECIAL PURPOSE ACCOUNTS
At 30 September

Table 3.3

	2023 \$m	2022 \$m	Variance \$m
Agency Holding Accounts	18,803	17,443	1,360
Debt Reduction Account	-	596	-596
Climate Action Fund	1,037	667	371
Asset Maintenance Account	250	-	250
Social Housing Investment Fund	949	750	199
Digital Capability Fund	635	801	-166
Public Bank Account Interest Earned	247	110	137
Western Australian Future Health Research and Innovation Fund	1,727	1,643	84
National Redress Scheme and Civil Litigation for Survivors of Institutional Child Sexual Abuse Account	130	212	-82
Accrued Salaries	359	301	58
Royalties for Regions Fund	934	885	49
Softwood Plantation Expansion Fund	306	349	-44
Other Treasurer's Special Purpose Accounts	2,217	2,249	-32
TREASURER'S SPECIAL PURPOSE ACCOUNTS AT 30 SEPTEMBER	27,593	26,006	1,588

Note: Columns/rows may not add due to rounding.

Treasurer's Advance

The Treasurer's Advance allows for repayable advances to agencies for working capital purposes (known as 'net recoverable advances'), a short-term advance for any overdrawn agency SPAs, and the provision of supplementary appropriation funding for unforeseen and/or extraordinary events during the year (known as 'excesses and new items').

A limit of \$909.9 million is authorised under section 29 of the FMA for the year ended 30 June 2024². A total of \$137.7 million was charged to the Treasurer's Account at 30 September 2023.

TREASURER'S ADVANCE AT 30 SEPTEMBER				Table 3.4
	2023	2022	Variance	
	\$m	\$m	\$m	
AUTHORISED LIMIT	909.9	977.5	-67.6	
<i>Total Drawn Against Treasurer's Advance Account</i>	<i>137.7</i>	<i>158.9</i>	<i>-21.2</i>	
Comprising:				
<i>Net recoverable advances</i>	<i>137.7</i>	<i>15.6</i>	<i>122.1</i>	
Regional Road Safety Program	107.2	-	107.2	
COVID-19 Business Assistance	20.3	-	20.3	
Sundry Debtors	2.8	-1.0	3.9	
Homebuyers Assistant Account	2.5	2.5	-	
Suitors Fund	2.5	2.5	-	
Petroleum and Geothermal Energy Safety	2.0	2.0	-	
Western Australian Energy Disputes Arbitrator	0.4	0.2	0.2	
Principal Shared Paths Program	-	9.5	-9.5	
<i>Excesses and new items</i>	<i>-</i>	<i>143.3</i>	<i>-143.3</i>	
- recurrent	-	143.3	-143.3	
- capital	-	-	-	

Note: Columns/rows may not add due to rounding.

Transfers, Excesses and New Items

No transfers of appropriation between agencies, excesses or new items impacting appropriations occurred during the September 2023 quarter.

² The annual limit authorised by the FMA cannot exceed 3% of the total amount appropriated for the previous financial year by the Appropriation Acts.

Special Purpose Accounts

Special Purpose Accounts (SPAs) are established under various sections of the *Financial Management Act 2006* (FMA) or by specific legislation (e.g. the Royalties for Regions Fund). Accounts established by legislation are governed by the relevant provisions of the statute, while accounts that are established administratively are governed by a special purpose statement (operating accounts) or a trust statement (trust accounts) that outlines the purpose of the account.

The focus of this Appendix is on major/material SPAs that were in existence at 30 September 2023 and which were established to deliver specific Government policy outcomes. The SPA balances, and transactions in and out of these accounts, form part of the overall consolidated outcomes outlined elsewhere in this report.

Asset Maintenance Fund

This SPA was established as part of the 2023-24 Budget to support targeted investment in maintenance works for general government agencies. Receipts in the three months to 30 September 2023 reflect \$250 million appropriated as part of the Budget. The first round of funding from the Fund is expected to be considered as part of the 2023-24 Mid-year Review.

ASSET MAINTENANCE FUND			Table 4.1
At 30 September			
	2023 \$m	2022 \$m	
<i>Balance at 1 July</i>	-	-	
Receipts	250	-	
Payments	-	-	
Closing Balance	250	-	

Note: Columns may not add due to rounding.

Climate Action Fund

This SPA was established in 2021-22 to hold funds for future climate action and renewable energy initiatives. The balance for the three months to 30 September 2023 includes \$869 million allocated in the 2023-24 Budget and paid into the Fund during the September 2023 quarter. A \$0.3 million drawdown was provided to the Western Australia Police Force to assess the agency's emissions.

Table 4.2

CLIMATE ACTION FUND At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	168	167
Receipts	869	500
Payments	- (a)	- (a)
Closing Balance	1,037	667

(a) Amount below \$500,000.

Note: Columns may not add due to rounding.

Debt Reduction Account

The Debt Reduction Account was established in 2017-18 to apply windfall funds to the repayment of Consolidated Account borrowings. No funds passed through this Account in the September quarter.

Table 4.3

DEBT REDUCTION ACCOUNT At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	-	-
Receipts	-	1,200
Payments	-	604
Closing Balance	-	596

Note: Columns may not add due to rounding.

Digital Capability Fund Account

This SPA was established in 2021-22 to hold funds for the upgrade of ICT systems to improve government service delivery, enhance cyber security and mitigate operational risks.

During the September 2023 quarter, a total of \$10.2 million was drawn down from the Account to progress a range of projects being delivered by agencies, including the Western Australia Police Force (\$6.9 million), Landgate (\$1.2 million), the Office of the Auditor General (\$1.1 million), the Small Business Development Corporation (\$0.5 million), and Parliamentary Services (\$0.4 million).

DIGITAL CAPABILITY FUND ACCOUNT

Table 4.4

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	645	427
Receipts	-	400
Payments	10	25
Closing Balance	635	801

Note: Columns may not add due to rounding.

METRONET Account

This SPA was established in 2017-18 to support the planning and construction of METRONET transport infrastructure projects.

Receipts for the September 2023 quarter reflect appropriation of \$595.3 million for METRONET projects and an operating subsidy of \$0.4 million for the METRONET Office. Drawdowns for the quarter totalled \$628.4 million, for the Morley-Ellenbrook Line (\$182 million), the Yanchep Rail Extension (\$167 million), the Thornlie-Cockburn Link (\$66 million), level crossing removals (\$61 million), and various other projects.

METRONET ACCOUNT

Table 4.5

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	33	137
Receipts	596	315
Payments	628	301
Closing Balance	-(a)	151

(a) Amount below \$500,000.

Note: Columns may not add due to rounding.

METRONET and Westport Roads Account

This SPA was established in 2018 to hold funds for road works associated with METRONET, including projects under development. The purpose of the Account has recently been expanded to also hold funds for the delivery of future Westport road-related transport infrastructure works and associated costs.

Receipts are paid into the Account later in the financial year. For the quarter ending 30 September 2023, \$9 million was drawn for METRONET-related road spending.

Table 4.6

METRONET AND WESTPORT ROADS ACCOUNT

At 30 September

	2023	2022
	\$m	\$m
Balance at 1 July	84	109
Receipts	-	-
Payments	9	1
Closing Balance	75	108

Note: Columns may not add due to rounding.

Metropolitan Region Improvement Account

This account was established under the *Metropolitan Region Improvement Tax Act 1959* to hold funds for the management of the Metropolitan Region Scheme, including receipts from the Metropolitan Region Improvement Tax (MRIT).

Receipts for the three months to the end of September 2023 reflect MRIT collections (\$24.3 million), return of funds from unsettled acquisitions (\$6.6 million), interest revenue (\$3.5 million), rent revenue (\$2.2 million), refunds of GST on purchases from the Australian Taxation Office (\$1.5 million), scheme certificate fees collections (\$0.3 million) and proceeds from the sale of land and buildings (\$0.3 million).

Drawdowns during the September 2023 quarter were for the service delivery costs associated with the Account (\$7.8 million), acquisition of land and buildings (\$4.1 million), compensation to landowners for compulsory property acquisitions (\$1.1 million), and funding for a range of infrastructure projects (\$1.2 million).

Table 4.7

METROPOLITAN REGION IMPROVEMENT ACCOUNT

At 30 September

	2023	2022
	\$m	\$m
Balance at 1 July	403	385
Receipts	39	37
Payments	14	19
Closing Balance	428	403

Note: Columns may not add due to rounding.

Mining Rehabilitation Fund

The Mining Rehabilitation Fund was established in 2013 to hold levy collections under the *Mining Rehabilitation Fund Act 2012*. Receipts for the September 2023 quarter reflect levy contributions from mining operators (\$44.6 million). Payments for the quarter were for mine site rehabilitation (\$5.6 million) and administration costs (\$0.1 million).

Table 4.8

MINING REHABILITATION FUND

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	291	254
Receipts	45	41
Payments	6	3
Closing Balance	330	292

Note: Columns may not add due to rounding.

National Redress Scheme and Civil Litigation for Survivors of Institutional Child Sexual Abuse Account

This account was established in 2018, to meet the cost of payments associated with the State's participation in the National Redress Scheme, and for civil litigation claims against the State by victims of historical child sexual abuse.

Payments of \$12 million were recorded during the September 2023 quarter, to meet National Redress Scheme participation costs.

Table 4.9

NATIONAL REDRESS SCHEME AND CIVIL LITIGATION FOR SURVIVORS OF INSTITUTIONAL CHILD SEXUAL ABUSE ACCOUNT

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	143	27
Receipts	-	185
Payments	12	-
Closing Balance	130	212

Note: Columns may not add due to rounding.

New Women and Babies Hospital Account

This SPA was established in 2021 to support the construction of a new Women and Babies Hospital. Funding is expected to be drawn down as the project is progressed.

NEW WOMEN AND BABIES HOSPITAL ACCOUNT

Table 4.10

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	1,778	1,787
Receipts	-	-
Payments	-	-
Closing Balance	1,778	1,787

Note: Columns may not add due to rounding.

Perth Parking Licensing Account

This SPA was established under section 23(1) of the *Perth Parking Management Act 1999* to set aside funds to be used to encourage a balanced transport system and improve the amenity of the Perth city area. Money credited to the account reflects licence fees, penalties and funding appropriated by the Parliament for the purposes of the Act.

Funds drawn from the Account are used to support the Central Area Transit bus system, the Free Transit Zone public transport services in the Perth Central Business District, improvements to public transport access, enhancements to the pedestrian environment, support for bicycle access, and for the administration of the Act.

PERTH PARKING LICENSING ACCOUNT

Table 4.11

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	209	192
Receipts	14	12
Payments	-(a)	-(a)
Closing Balance	222	204

(a) Amount below \$500,000.

Note: Columns may not add due to rounding.

Remote Communities Fund

This SPA was established as part of the 2022-23 Budget to support investment to upgrade and regularise water and power, provide new and refurbished housing, and improve municipal services and economic participation in remote communities. Funding is expected to be drawn down later in the financial year as works are progressed.

REMOTE COMMUNITIES FUND

At 30 September

Table 4.12

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	340	-
Receipts	-	350
Payments	-	-
Closing Balance	340	350

Note: Columns may not add due to rounding.

Road Trauma Trust Account

This account was established to provide for road safety initiatives on Western Australian roads. Receipts for the September 2023 quarter mainly reflect collections from prescribed penalties (\$32 million) and interest revenue on the account balance (\$0.9 million).

Projects funded from the account during the September quarter included initiatives to:

- reduce run-off crashes on regional roads by applying treatments such as shoulder sealing, audible edge lines and installing safety barriers (\$4 million);
- reduce the number and rate at which vulnerable road users are killed and seriously injured (\$0.8 million); and
- providing post-crash support (\$0.3 million).

A further \$3.5 million was spent on the operations of the Road Safety Commission, including community education campaigns, community grants, the Infringement Management Reform Program, Safety Camera Trial, and a range of other road safety initiatives.

ROAD TRAUMA TRUST ACCOUNT

At 30 September

Table 4.13

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	95	71
Receipts	33	33
Payments	8	10
Closing Balance	119	94

Note: Columns may not add due to rounding.

Royalties for Regions Fund

The Royalties for Regions Fund was established in December 2008 to set aside a share of the State's annual royalty income to fund investment in regional Western Australia. Under the *Royalties for Regions Act 2009*, the balance held in the Fund at any time cannot exceed \$1 billion.

Receipts during the September 2023 quarter reflect interest revenue earned on the account balance. A total of \$68.8 million was disbursed from the Fund to support infrastructure, business and economic development and other regional initiatives (spending by the Royalties for Regions program is detailed in Chapter 7 of the 2023-24 Budget Paper No. 3).

ROYALTIES FOR REGIONS FUND

Table 4.14

At 30 September

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	<i>1,000</i>	<i>1,000</i>
Receipts	3	1
Payments	69	116
Closing Balance	934	885

Note: Columns may not add due to rounding.

Royalties for Regions Regional Reform Fund

This SPA was established in June 2015 to fund strategic reform initiatives in regional Western Australia. There were no receipts or payments during the September 2023 quarter.

ROYALTIES FOR REGIONS REGIONAL REFORM FUND

Table 4.15

At 30 September

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	<i>18</i>	<i>43</i>
Receipts	-	-
Payments	-	-
Closing Balance	18	43

Note: Columns may not add due to rounding.

Social Housing Investment Fund

The Social Housing Investment Fund (SHIF) was established as part of the 2021-22 Budget with \$750 million set aside to fund future dwelling construction projects and other initiatives to increase social housing supply. The Fund received an additional \$450 million in capital appropriation in the September 2023 quarter, reflecting an allocation from the higher than expected general government operating surplus in 2022-23. Funds are expected to be drawn from the Fund later in 2023-24.

SOCIAL HOUSING INVESTMENT FUND

Table 4.16

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	499	750
Receipts	450	-
Payments	-	-
Closing Balance	949	750

Note: Columns may not add due to rounding.

Softwood Plantation Expansion Fund

This Fund was established as part of the 2021-22 Budget to expand the State's softwood plantation estate, support the Western Australian timber and construction industries into the future, provide a funding source for initiatives to offset carbon dioxide production, and to support associated regional development.

A total of \$13.9 million has been drawn down over the three months to 30 September 2023, supporting plantation land purchases in Nannup, Benjinup, Mordalup and Frankland River.

SOFTWOOD PLANTATION EXPANSION FUND

Table 4.17

At 30 September

	2023 \$m	2022 \$m
<i>Balance at 1 July</i>	319	350
Receipts	-	-
Payments	14	1
Closing Balance	306	349

Note: Columns may not add due to rounding.

Waste Avoidance and Resource Recovery Account

The Waste Avoidance and Resource Recovery Account was established under the *Waste Avoidance and Resource Recovery Act 2007* to hold revenue allocated from the waste (landfill) levy. Funds are drawn from the Account to support programs and other initiatives related to the management, reduction, reuse, recycling, monitoring or measurement of waste.

Receipts totalling \$5.5 million were paid into the Account to 30 September 2023. This included \$5.2 million in waste (landfill) levy collections allocated to the Account by Ministerial determination under the Act, together with interest and other miscellaneous receipts (\$0.3 million). Funds totalling \$3.2 million were drawn for waste programs and payment of administration costs incurred by the Department of Water and Environmental Regulation.

WASTE AVOIDANCE AND RESOURCE RECOVERY ACCOUNT			Table 4.18
At 30 September			
	2023	2022	
	\$m	\$m	
Balance at 1 July	42	41	
Receipts	6	5	
Payments	3	2	
Closing Balance	44	43	

Note: Columns may not add due to rounding.

Western Australian Future Health Research and Innovation Fund

The Western Australian Future Fund Amendment (Future Health Research and Innovation Fund) Bill 2019 received Royal Assent in late May 2020 and took effect from June 2020. The amending Act discontinued the Western Australian Future Fund and created the Western Australian Future Health Research and Innovation Fund into which 1% of forecast annual royalties are to be paid each year. From 2020-21, the Act also applies forecast annual investment income from the new fund to a new account that provides long-term support for medical and health research, innovation and commercialisation activities.

Receipts for the three months to 30 September 2023 included the budgeted \$79.8 million annual contribution for 2023-24 (equivalent to 1% annual forecast royalty revenue), and interest receipts of \$16.6 million. A transfer of \$51.4 million was paid to the Western Australian Future Health Research and Innovation Account during the September 2023 quarter.

Table 4.19

**WESTERN AUSTRALIAN FUTURE HEALTH RESEARCH
AND INNOVATION FUND ^(a)**

At 30 September

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	1,682	1,597
Receipts	96	79
Payments	51	32
Closing Balance	1,727	1,643

(a) This Account is a Treasurer's Special Purpose Account.

Note: Columns may not add due to rounding.

The Western Australian Future Health Research and Innovation Account received \$51.4 million from the Future Health Research and Innovation Fund in the September quarter, as well as \$0.4 million in interest income. Funds totalling \$2.6 million were drawn in the three months to 30 September 2023 to support grant payments.

Table 4.20

**WESTERN AUSTRALIAN FUTURE HEALTH RESEARCH
AND INNOVATION ACCOUNT ^(a)**

At 30 September

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	55	24
Receipts	52	32
Payments	3	3
Closing Balance	104	53

(a) This Account is an agency Special Purpose Account administered by the Minister for Medical Research.

Note: Columns may not add due to rounding.

Westport Account

This Account was established as part of the 2021-22 Budget to support the Westport project. Drawdowns for the year to 30 September 2023 included \$2 million to the Fremantle Ports Authority for bulk jetty relocation, \$1.5 million to the Department of Transport for feasibility studies, and \$0.4 million to the Western Australian Planning Commission for the Future of Fremantle project.

Table 4.21

WESTPORT ACCOUNT

At 30 September

	2023	2022
	\$m	\$m
<i>Balance at 1 July</i>	336	399
Receipts	-	-
Payments	4	-
Closing Balance	332	399

Note: Columns may not add due to rounding.

General Government Salaries

Introduction

Salaries represent the single largest component of general government sector expenses (at 41% for the three months to 30 September 2023, or 46% if concurrent superannuation costs are also included).

General government salaries totalled \$4 billion for the first three months of 2023-24 (an increase of 7.6% compared to the same period in 2022-23). This includes increases in salary rates under industrial agreements and higher workforce numbers, particularly in WA Health and the Department of Education (these two key services accounted for approximately 67% of general government salaries costs in the September quarter).

The following table summarises salaries outcomes for general government agencies for the three months to 30 September 2023 compared with the same period last year.

Table 5.1

SALARIES COSTS
General Government Sector

	2023-24		2022-23	
	Three Months to 30 Sep \$m	Budget Year ^(a) \$m	Three Months to 30 Sep \$m	Actual ^(b) \$m
WA Health	1,607	5,861	1,491	6,272
Education	1,084	4,432	1,031	4,301
Western Australia Police Force	266	1,135	255	1,074
Justice	201	768	192	816
Communities	148	610	139	592
Biodiversity, Conservation and Attractions	52	229	47	228
Fire and Emergency Services	56	228	52	219
Primary Industries and Regional Development	58	214	47	212
Mines, Industry Regulation and Safety	49	209	42	191
Transport	40	172	36	149
North Metropolitan TAFE	33	135	31	131
South Metropolitan TAFE	34	129	31	130
Finance	33	132	29	121
Local Government, Sport and Cultural Industries	29	110	24	112
Water and Environmental Regulation	27	120	25	110
Premier and Cabinet	27	107	24	103
Planning, Lands and Heritage	28	110	22	101
Commissioner of Main Roads	28	110	21	92
WA Sports Centre Trust (VenuesWest)	18	60	16	67
Jobs, Tourism, Science and Innovation	16	58	12	55
Training and Workforce Development	13	56	12	52
Mental Health Commission	13	55	12	51
Land Information Authority (Landgate)	12	52	12	50
South Regional TAFE	14	44	12	47
Legal Aid Commission of Western Australia	12	49	10	45
Office of the Director of Public Prosecutions	11	44	9	41
Central Regional TAFE	11	41	9	39
State Solicitor's Office	9	43	9	36
Treasury	9	40	7	35
North Regional TAFE	9	43	9	34
Office of the Auditor General	6	26	6	23
Legislative Assembly	6	23	6	23
Public Sector Commission	5	20	4	18
Corruption and Crime Commission	5	20	4	18
Chemistry Centre (WA)	4	17	4	16
Legislative Council	4	16	4	16
WorkCover WA Authority	4	15	4	15
Parliamentary Services Dept	3	12	3	12
All other agencies (with annual salaries costs below \$10 million)	20	127	19	79
Total salaries	4,003	15,671	3,721	15,727

(a) 2023-24 Budget estimates released on 11 May 2023.

(b) Final audited data contained in the 2022-23 *Annual Report on State Finances*, released on 28 September 2023.

Note: Columns may not add due to rounding.

