

2022

**THE LEGISLATIVE ASSEMBLY FOR THE
AUSTRALIAN CAPITAL TERRITORY**

December Quarter 2021 Consolidated Financial Report

**Presented by
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Treasurer
February 2022**

December Quarter 2021 Consolidated Financial Report

for the financial quarter
ending 31 December 2021



ACT
Government

Table of Contents

1	DECEMBER QUARTER RESULTS.....	3
1.1	HEADLINE NET OPERATING BALANCE	3
1.2	TOTAL REVENUE	3
1.3	TOTAL EXPENSES.....	4
1.4	BALANCE SHEET.....	5
1.5	NET DEBT	5
1.6	NET FINANCIAL LIABILITIES	5
1.7	NET WORTH.....	5
	ATTACHMENT A – ACCOUNTING BASIS.....	6
	ATTACHMENT B – FINANCIAL STATEMENTS.....	7
	ATTACHMENT C – QUARTERLY FINANCIAL STATEMENTS.....	26
	ATTACHMENT D – SIGNED FINANCIAL INSTRUMENTS	38
	ATTACHMENT E – CAPITAL WORKS RESERVE.....	39
	ATTACHMENT F – AGENCY YEAR TO DATE REVENUE AND EXPENSES.....	40

1 December Quarter Results

1.1 Headline net operating balance

The December Quarter 2021 Headline Net Operating Balance (HNOB) for the General Government Sector (GGS) was a deficit of \$218.8 million, which is \$245.5 million lower than the December year to date deficit of \$464.3 million estimated in the 2021-22 Budget (Table 1.1.1 refers).

The HNOB is lower than the December year to date budget estimate largely due to higher revenue and slightly lower expenses.

Table 1.1.1 General Government Sector Headline Net Operating Balance

General Government Sector	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Total revenue	6,311,349	6,597,145	3,371,873	3,603,564	231,691
Total expenses	6,808,037	7,764,689	3,944,232	3,928,471	(15,761)
UPF net operating balance	(496,688)	(1,167,544)	(572,359)	(324,908)	247,451
Plus: Superannuation return adjustment ¹	123,533	216,060	108,030	106,067	(1,963)
Headline net operating balance	(373,155)	(951,484)	(464,329)	(218,841)	245,488

Note (1): The superannuation return adjustment is added to the Uniform Presentation (UPF) Net operating balance to make up the Headline net operating balance. Together with transactional earnings revenue, this adjustment reflects the long-term target annual return on superannuation investment assets of 7.15 per cent per annum.

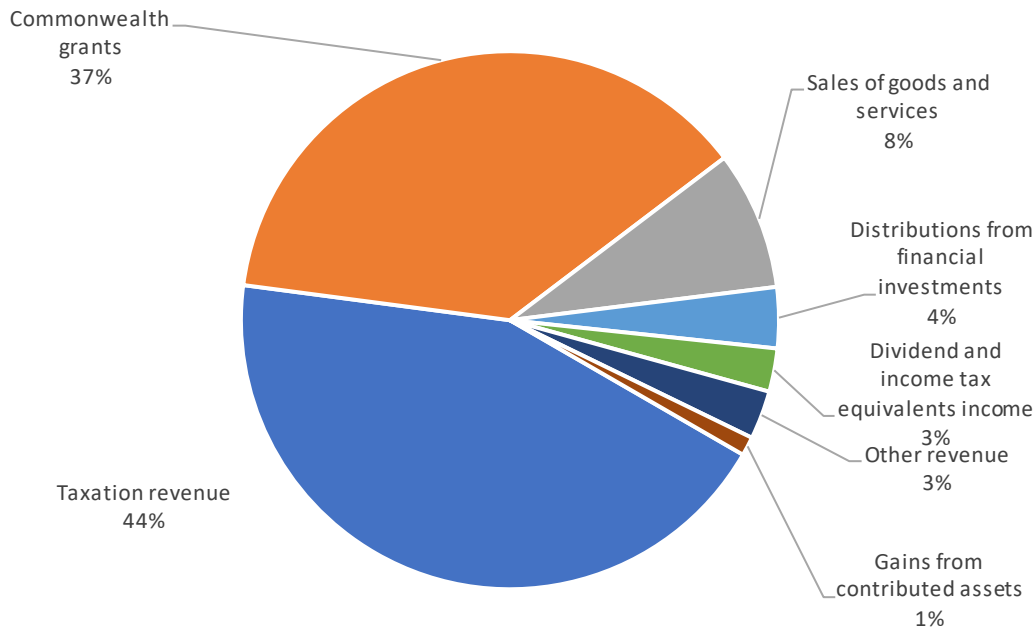
The largest component of GGS revenue is from own-source taxation, followed by revenue from the Commonwealth Government through GST and grants.

1.2 Total revenue

Total revenue for the GGS as at 31 December 2021 was \$3,603.6 million. This is \$231.7 million higher than the December year to date budget estimate of \$3,371.9 million. This is mainly due to:

- higher than expected Commonwealth grants of \$134 million largely due to an increase in the projected GST Revenue included in the 2021-22 Commonwealth Mid-year Economic and Fiscal Outlook as a result of a higher GST pool and higher population share; and
- higher than expected own-source taxation revenue of \$86.2 million largely due to higher conveyance revenue in all sectors of the market, arising from stronger than expected property market activity and prices, combined with higher payroll tax and general rates.

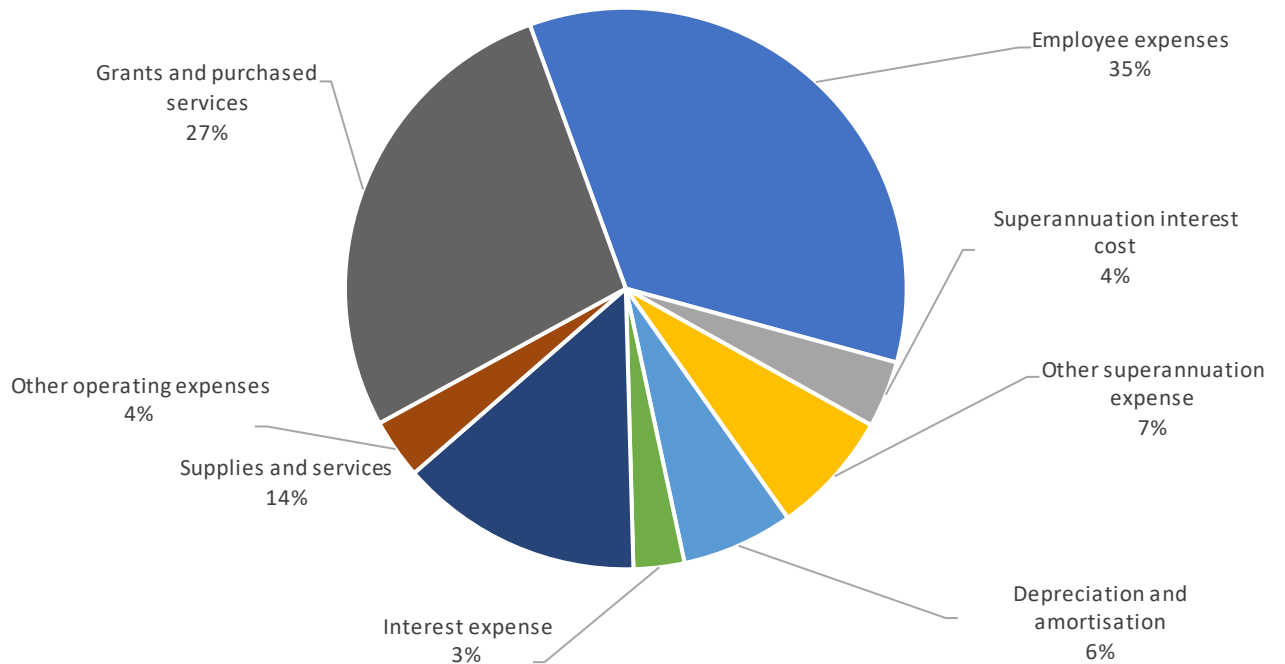
Chart 1.2.1: Components of General Government Sector revenue (%)



1.3 Total expenses

Total expenses for the GGS for the six months to 31 December 2021 were \$3,928.5 million, which is broadly in line with the December year to date budget estimate of \$3,944.2 million.

Chart 1.3.1: Components of General Government Sector expenses (%)



1.4 Balance sheet

The ACT Government continues to maintain a strong balance sheet as seen in the balance sheet measures summary in Table 1.4.1 below.

Table 1.4.1 General Government Sector key balance sheet measures

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000	2021-22 Variance (from 2020-21 audited outcome) \$'000
Total assets	38,275,187	39,336,651	39,063,684	788,497
Net debt	4,354,517	5,721,000	4,641,744	287,227
Net financial liabilities	13,339,767	11,747,778	10,076,473	(3,263,294)
Net worth	13,707,848	16,055,583	17,083,581	3,375,733

1.5 Net debt

The net debt of the GGS as at 31 December 2021 was \$4,641.7 million, an increase of \$287.2 million from the 30 June 2021 result of \$4,354.5 million. This variance is mainly due to prevailing cash flow requirements.

1.6 Net financial liabilities

Net financial liabilities of the GGS as at 31 December 2021 were \$10,076.5 million, a decrease of \$3,263.3 million from the 30 June 2021 result of \$13,339.8 million. This mainly reflects a decrease in the defined benefit superannuation liability valuation, reverting to the long-term discount rate assumption of 4 per cent, compared to 2.26 per cent at 30 June 2021. The use of a higher discount rate decreases the liability valuation estimate.

1.7 Net worth

Net worth of the GGS as at 31 December 2021 was \$17,083.6 million, an increase of \$3,375.7 million from the 30 June 2021 result of \$13,707.8 million. This improvement is largely due to the decrease in net financial liabilities outlined above.

Attachment A – Accounting Basis

This quarterly consolidated financial management report has been prepared to meet the requirements of section 26 of the *Financial Management Act 1996* (FMA).

This special purpose financial report summarises the financial performance and position of the Territory for the quarter, and the quarter ending 31 December 2021. The Territory's financial statement presentation complies with AASB 1049: 'Whole of Government and General Government Sector Financial Reporting' and is consistent with Australian Accounting Standards.

The 2020-21 Actual reflects the published Consolidated Annual Financial Statements. The 2021-22 Budget reflects the published 2021-22 Budget.

This report provides financial management information and is not intended to form an audited financial report. Some estimates and assumptions have been necessary to ensure this information is provided in a timely way. Any differences will relate primarily to the accounting treatment of specific issues and elimination of internal trading, rather than non-disclosure of the whole of government financial position. Transactions and balances between government-controlled entities have been eliminated.

Headline net operating balance (HNOB)

The HNOB is the ACT Government's key measure of the public finances, calculated as the difference between revenue and expenses resulting from transactions, plus the superannuation return adjustment.

The superannuation return adjustment, together with transactional revenues, reflects the long-term target annual return on the investment assets of CPI + 4.75 per cent per annum (currently 7.15 per cent). This adjustment is made as under the Government Finance Statistics reporting framework capital growth on financial assets is not included as transactional revenue in the net operating balance. This approach understates investment revenue and overstates the net superannuation expense related to the superannuation liability.

Net debt

Net debt reflects the sum of deposits held, advances received and borrowings minus the sum of cash and deposits, advances paid, investments, loans and placements. Net debt is a useful measure to judge the overall strength of the Government's fiscal position. A positive position indicates that cash reserves and investments are lower than gross liabilities, placing a call on future revenue to service these liabilities. A negative position indicates that cash reserves and investments are greater than gross liabilities.

Net financial liabilities

Net financial liabilities include unfunded superannuation liabilities and provides a broader measure of debt than net debt. Net financial liabilities are calculated as total liabilities less financial assets (such as cash reserves and investments). The measure includes all non-equity financial assets but excludes the value of equity held by the General Government sector in public corporations.

Attachment B – Financial Statements

Australian Capital Territory General Government Sector Operating statement

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue					
Taxation revenue	2,043,428	2,216,163	1,490,538	1,576,737	86,199
Commonwealth grants	2,506,835	2,767,551	1,220,644	1,354,619	133,975
Sales of goods and services from contracts with customers	583,772	602,401	301,573	300,474	(1,099)
Investment revenue	262,161	245,643	127,562	132,072	4,511
Dividend and income tax equivalents income	463,004	252,490	92,320	93,716	1,396
Other revenue					
Other revenue	241,950	206,424	112,186	105,136	(7,049)
Gains from contributed assets	210,198	306,473	27,051	40,809	13,758
Total revenue	6,311,349	6,597,145	3,371,873	3,603,564	231,691
Expenses					
Employee expenses	2,469,087	2,532,911	1,329,530	1,367,051	37,521
Superannuation expenses					
Superannuation interest cost	210,537	302,379	151,190	151,190	0
Other superannuation expense	492,935	549,002	277,528	279,873	2,345
Depreciation and amortisation	496,828	539,817	262,356	252,381	(9,975)
Interest expense	198,329	239,084	119,679	115,027	(4,652)
Other operating expenses					
Supplies and services	1,091,188	1,415,144	563,135	550,614	(12,521)
Other operating expenses	386,654	327,334	154,204	135,682	(18,522)
Grants and purchased services	1,462,481	1,859,018	1,086,610	1,076,654	(9,957)
Total expenses	6,808,037	7,764,689	3,944,232	3,928,471	(15,761)
UPF net operating balance	(496,688)	(1,167,544)	(572,359)	(324,908)	247,451
Dividends (market gains on land sales)	66,649	2,756	0	0	0
Net land revenue (undeveloped land value)	47,492	41,952	14,576	7,813	(6,763)
Net gain/(loss) on sale/(disposal) of non-financial assets	(2,282)	(8,800)	24,138	13,217	(10,920)
Net gain/(loss) on financial assets or liabilities at fair value	692,242	229,223	114,612	278,042	163,431
Doubtful debts	(5,068)	(12,928)	(2,951)	(1,231)	1,720
Operating surplus/(deficit)	302,345	(915,341)	(421,985)	(27,066)	394,919

**Australian Capital Territory
General Government Sector
Operating statement**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Other economic flows – other comprehensive income					
Items that will not be subsequently reclassified to profit or loss					
Payments to ACT Government agencies	(120,133)	(156,786)	N/A	(31,497)	N/A
Transfer of assets to the Public Trading Enterprises (PTE) sector	(10,710)	(12,000)	N/A	0	N/A
Superannuation actuarial gain/(loss)	(994,929)	(3,412,160)	N/A	3,412,160	N/A
Other movements	298	(18,760)	N/A	(969)	N/A
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	192,950	(92,375)	N/A	(8,260)	N/A
Items that may be subsequently reclassified to profit or loss					
Increase/(decrease) in net assets of PTE	1,307,684	145,646	N/A	31,365	N/A
Total comprehensive income/(deficit)	677,505	2,362,544	N/A	3,375,733	N/A
Key fiscal aggregates					
UPF net operating balance	(496,688)	(1,167,544)	(572,359)	(324,908)	247,451
less net acquisition of non-financial assets					
Payments for non-financial assets	671,334	1,052,744	391,434	335,602	(55,831)
Sales of non-financial assets	(97,312)	(75,266)	(29,718)	(41,766)	(12,048)
Change in inventories	19,473	285	0	3,589	3,589
Depreciation and amortisation	(496,828)	(539,817)	(262,356)	(252,381)	9,975
Other movements in non-financial assets	71,667	251,096	21,668	31,842	10,174
<i>Total net acquisition of non-financial assets</i>	<i>168,334</i>	<i>689,042</i>	<i>121,028</i>	<i>76,886</i>	<i>(44,141)</i>
Net lending/(borrowing)	(655,023)	(1,856,586)	(693,387)	(401,794)	291,593
UPF net operating balance	(496,688)	(1,167,544)	(572,359)	(324,908)	247,451
Superannuation return adjustment	123,533	216,060	108,030	106,067	(1,963)
HEADLINE NET OPERATING BALANCE	(373,155)	(951,484)	(464,329)	(218,841)	245,488

**Australian Capital Territory
General Government Sector
Balance sheet**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Financial assets			
Cash and deposits	2,609,659	2,518,801	2,880,767
Advances paid	1,898,178	1,881,956	1,904,508
Investments and loans	5,394,424	6,245,886	5,684,761
Receivables	1,325,291	886,647	1,433,595
Equity investments			
Investments in other public sector enterprises	8,930,677	9,020,607	8,962,041
Investments accounted for using the equity method	20	0	0
Total financial assets	20,158,249	20,553,897	20,865,672
Non-financial assets			
Produced assets			
Property, plant and equipment	12,867,867	13,309,042	12,840,434
Investment properties	7,920	7,920	7,920
Intangibles	177,247	273,327	198,541
Inventories	41,836	42,121	45,426
Non-current assets held for sale	30,001	19,837	15,741
Capital works-in-progress	701,204	885,616	882,547
Non-produced assets			
Property, plant and equipment	4,252,261	4,206,232	4,180,255
Biological assets	27,148	27,148	27,148
Other non-financial assets	11,454	11,511	0
Total non-financial assets	18,116,939	18,782,754	18,198,012
Total assets	38,275,187	39,336,651	39,063,684
Liabilities			
Advances received	53,761	49,649	53,761
Borrowings			
Lease liabilities	1,046,766	1,066,307	1,082,477
Other borrowings	8,024,148	9,763,243	8,511,821
Superannuation	13,231,437	10,103,197	9,961,213
Employee benefits	916,443	958,436	990,542
Other provisions	953,295	988,002	987,819
Payables	297,024	319,413	359,279
Contract liabilities	27,807	15,325	5,133
Other liabilities	16,658	17,496	28,059
Total liabilities	24,567,339	23,281,068	21,980,104
Net assets	13,707,848	16,055,583	17,083,581
Equity in public trading enterprises	8,930,677	9,020,607	8,962,041
Accumulated funds	(1,740,254)	610,685	1,612,401
Asset revaluation surplus	6,516,195	6,423,061	6,507,909
Other reserves	1,230	1,230	1,230
Net worth	13,707,848	16,055,583	17,083,581
Net financial worth	(4,409,091)	(2,727,171)	(1,114,432)
Net financial liabilities	13,339,767	11,747,778	10,076,473
Net debt (excluding superannuation related investments)	4,354,517	5,721,000	4,641,744

**Australian Capital Territory
General Government Sector
Statement of changes in equity**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Opening equity			
Opening equity in public trading enterprises (PTE)	7,622,993	8,874,961	8,930,677
Opening accumulated funds	(946,123)	(1,701,708)	(1,740,254)
Opening asset revaluation surplus	6,352,243	6,518,556	6,516,195
Opening other reserves	1,230	1,230	1,230
Opening balance	13,030,343	13,693,038	13,707,848
Comprehensive income			
<i>Included in accumulated funds:</i>			
Operating result for the period	302,345	(915,341)	(27,066)
Payments to ACT Government agencies	(120,133)	(156,786)	(31,497)
Superannuation actuarial gain/(loss)	(994,929)	3,412,160	3,412,160
Transfer of assets to the PTE sector	(10,710)	(12,000)	0
Other movements	298	(18,760)	(969)
<i>Included in equity in PTE:</i>			
Increase/(decrease) in net assets of PTE entities	1,307,684	145,646	31,365
<i>Included in asset revaluation surplus:</i>			
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	192,950	(92,375)	(8,260)
Total comprehensive income/(deficit)	677,505	2,362,544	3,375,733
Other			
Transfer to/(from) accumulated funds	28,998	3,120	27
Transfer to/(from) the asset revaluation surplus	(28,998)	(3,120)	(27)
Total other	0	0	0
Closing equity			
Closing equity in PTE	8,930,677	9,020,607	8,962,041
Closing accumulated funds	(1,740,254)	610,685	1,612,401
Closing asset revaluation surplus	6,516,195	6,423,061	6,507,909
Closing other reserves	1,230	1,230	1,230
Closing balance	13,707,848	16,055,583	17,083,581

**Australian Capital Territory
General Government Sector
Statement of cash flows**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities					
<i>Receipts</i>					
Taxes received	1,875,146	2,206,443	1,103,222	1,109,955	6,734
Sales of goods and services from contracts with customers	725,711	585,184	363,717	452,755	89,037
Grants and contributions	2,414,771	2,775,172	1,382,786	1,363,471	(19,315)
Investment receipts	268,752	242,438	133,869	142,668	8,799
Dividends and income tax equivalents	474,670	361,144	90,506	78,058	(12,448)
Other receipts	516,167	444,937	610,455	540,005	(70,450)
Total receipts from operating activities	6,275,216	6,615,318	3,684,554	3,686,911	2,357
<i>Payments</i>					
Payments for employees	(2,940,265)	(3,100,494)	(1,563,785)	(1,581,964)	(18,179)
Payments for goods and services	(1,085,455)	(1,456,805)	(703,316)	(680,511)	22,805
Grants/subsidies paid	(1,346,960)	(1,741,752)	(1,039,883)	(1,097,561)	(57,678)
Interest paid	(188,647)	(228,766)	(106,769)	(99,415)	7,354
Other payments	(476,329)	(415,913)	(233,310)	(241,191)	(7,881)
Total payments from operating activities	(6,037,656)	(6,943,730)	(3,647,064)	(3,700,643)	(53,579)
Net cash flows from operating activities	237,560	(328,412)	37,491	(13,731)	(51,222)
Cash flows from investing activities					
Cash flows from investments in non-financial assets					
Sales of non-financial assets	97,312	75,266	29,718	41,766	12,048
Payments for non-financial assets	(671,334)	(1,052,744)	(391,434)	(335,602)	55,831
Net cash flows from investments in non-financial assets	(574,022)	(977,478)	(361,716)	(293,837)	67,879
Cash flows from investments in financial assets for policy purposes					
<i>Receipts</i>					
Repayment of loans	193	259	27	18	(9)
Capital receipts from government agencies	0	313,113	0	0	0
Dividends (market gains on land sales)	66,649	2,756	0	0	0
Total receipts from investments in financial assets for policy purposes	66,842	316,128	27	18	(9)
<i>Payments</i>					
Capital payments to government agencies	(120,133)	(156,786)	(78,393)	(31,497)	46,896
Total payments from investments in financial assets for policy purposes	(120,133)	(156,786)	(78,393)	(31,497)	46,896
Net cash flows from investments in financial assets for policy purposes	(53,291)	159,342	(78,366)	(31,479)	46,887

**Australian Capital Territory
General Government Sector
Statement of cash flows**

	2020-21 Audited Outcome	2021-22 Annual Budget	December Budget	Quarter Actual	YTD 2021 Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from investments in financial assets for liquidity purposes					
Sales of investments	4,851	43,613	2,204	147,472	145,267
Payments for investments	(5,220)	(633,818)	(293,728)	(624)	293,104
Net cash flows from investments in financial assets for liquidity purposes	(370)	(590,205)	(291,523)	146,847	438,371
Net cash flows from investing activities	(627,683)	(1,408,341)	(731,605)	(178,468)	553,137
Cash flows from financing activities					
<i>Receipts</i>					
Borrowings	997,732	1,749,678	874,839	490,723	(384,116)
Total receipts from financing activities	997,732	1,749,678	874,839	490,723	(384,116)
<i>Payments</i>					
Borrowings	(55,837)	(55,313)	(27,109)	(856)	26,253
Repayment of lease liabilities – principal	(50,418)	(46,987)	(15,661)	(17,594)	(1,933)
Total payments from financing activities	(106,255)	(102,300)	(42,770)	(18,450)	24,320
Net cash flows from financing activities	891,478	1,647,378	832,096	472,273	(359,823)
Net increase/(decrease) in cash and cash equivalents	501,355	(89,375)	137,955	280,074	142,119
Cash and cash equivalents at the beginning of reporting period	2,099,337	2,600,693	2,600,693	2,600,693	0
Cash and cash equivalents at the end of reporting period	2,600,693	2,511,317	2,738,647	2,880,766	142,119
Key fiscal aggregates					
Net cash from operating activities	237,560	(328,412)	37,491	(13,731)	(51,222)
Investments in non-financial assets	(574,022)	(977,478)	(361,716)	(293,837)	67,879
Cash deficit	(336,462)	(1,305,890)	(324,225)	(307,568)	16,657

**Australian Capital Territory
General Government Sector
Taxation revenue**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
General tax					
Payroll tax	576,294	588,846	303,579	323,107	19,528
Tax waivers	0	4,497	0	0	0
General rates	612,338	660,691	666,462	674,711	8,250
Land tax	149,082	157,957	79,393	79,525	133
Total general tax	1,337,714	1,411,991	1,049,433	1,077,344	27,911
Duties					
Commercial conveyances	31,769	85,949	50,327	82,742	32,416
Residential conveyances	214,314	265,035	132,518	150,581	18,064
General insurance	0	0	0	2	2
Motor vehicle registrations and transfers	38,992	34,440	17,220	15,969	(1,251)
Total duties	285,075	385,424	200,064	249,294	49,230
Gambling taxes					
Tabcorp licence fee	1,101	1,120	0	0	0
Gaming tax	35,703	27,356	15,337	15,337	0
Casino tax	3,041	2,071	1,156	1,156	0
Interstate lotteries	14,384	14,704	7,206	7,206	0
Betting operations tax	14,994	16,960	8,480	10,265	1,785
Total gambling taxes	69,222	62,211	32,179	33,964	1,785
Other taxes					
Motor vehicle registration fees	157,122	156,168	79,084	78,413	(671)
Ambulance levy	25,461	25,701	12,851	12,722	(128)
Lease variation charge	28,005	21,498	10,749	16,969	6,220
Utilities (network facilities) tax	43,982	44,979	0	82	82
Fire and emergency service levy	87,259	94,060	94,060	95,608	1,548
City centre marketing and improvements levy	1,168	2,350	2,337	2,346	9
Energy industry levy	3,510	3,631	3,631	3,819	188
Safer families levy	4,910	6,150	6,150	6,177	27
Total other taxes	351,417	356,537	208,862	216,135	7,274
Total taxation	2,043,428	2,216,163	1,490,538	1,576,737	86,199

**Australian Capital Territory
Public Trading Enterprise
Operating statement**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue					
Controlled recurrent payments	282,670	285,626	152,062	160,108	8,046
Commonwealth grants	2,360	9,189	4,164	2,910	(1,254)
Sales of goods and services revenue					
Revenue from associates and joint ventures	41,539	77,093	40,722	47,204	6,482
Other sales of goods and services from contracts with customers	416,419	472,872	227,839	199,896	(27,943)
Investment revenue	2,286	816	384	1,354	970
Other revenue					
Land revenue (value add component)	696,902	377,277	259,883	216,637	(43,246)
Other revenue	35,939	10,093	8,400	9,982	1,582
Gains from contributed assets	20,163	23,712	16,699	16,878	179
Total revenue	1,498,280	1,256,678	710,152	654,969	(55,183)
Expenses					
Employee expenses	211,707	217,591	109,929	114,263	4,333
Superannuation expenses	31,451	34,812	17,272	16,822	(450)
Depreciation and amortisation	145,988	159,215	79,877	79,383	(495)
Interest expense	81,944	89,265	42,687	44,704	2,016
Other property expenses (income tax equivalents)	153,735	80,624	51,631	43,157	(8,474)
Other operating expenses					
Supplies and services	263,249	300,402	149,021	132,051	(16,970)
Other operating expenses	306,792	103,558	159,681	133,425	(26,256)
Grants and purchased services	143,944	174,782	23,086	14,959	(8,126)
Total expenses	1,338,811	1,160,249	633,185	578,763	(54,422)
UPF net operating balance	159,469	96,429	76,967	76,206	(761)
Land revenue (market gains on land sales)	96,638	4,322	0	0	0
Net gain/(loss) on sale/(disposal) of non-financial assets	6,857	(48,729)	(696)	5,162	5,858
Net gain/(loss) on financial assets or liabilities at fair value	2,440	100	50	206	156
Doubtful debts	(5,916)	(3,208)	(772)	(1,098)	(327)
Operating surplus	259,488	48,914	75,549	80,475	4,926

**Australian Capital Territory
Public Trading Enterprise
Operating statement**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Other economic flows – other comprehensive income					
Items that will not be subsequently reclassified to profit or loss					
Other movements	4,476	0	N/A	0	N/A
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	1,249,507	103,495	N/A	(4,698)	N/A
Total comprehensive income/(deficit)	1,513,470	152,409	N/A	75,778	N/A
Key fiscal aggregates					
UPF net operating balance	159,469	96,429	76,967	76,206	(761)
less net acquisition of non-financial assets					
Payments for non-financial assets	245,547	346,458	131,056	95,341	(35,715)
Sales of non-financial assets	(121,306)	(101,691)	(57,491)	(62,199)	(4,708)
Change in inventories	(144,875)	18,851	0	(27,594)	(27,594)
Depreciation and amortisation	(145,988)	(159,215)	(79,877)	(79,383)	495
Other movements in non-financial assets	(104,130)	(124,209)	7,052	16,878	9,826
<i>Total net acquisition of non-financial assets</i>	<i>(270,752)</i>	<i>(19,806)</i>	<i>739</i>	<i>(56,956)</i>	<i>(57,695)</i>
Net lending/(borrowing)	430,221	116,235	76,228	133,162	56,934
UPF net operating balance	159,469	96,429	76,967	76,206	(761)
HEADLINE NET OPERATING BALANCE	159,469	96,429	76,967	76,206	(761)

**Australian Capital Territory
Public Trading Enterprise
Balance sheet**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Financial assets			
Cash and deposits	325,146	142,247	442,056
Advances paid	927	0	802
Investments and loans	40,000	40,000	20,000
Receivables	86,582	69,568	81,939
Equity investments	967,944	993,607	988,147
Total financial assets	1,420,598	1,245,422	1,532,943
Non-financial assets			
Produced assets			
Property, plant and equipment	5,446,597	5,504,657	5,403,541
Investment properties	25,581	25,587	24,471
Intangibles	41,896	50,959	38,027
Inventories	371,564	390,415	343,970
Non-current assets held for sale	12,988	11,226	21,393
Capital works-in-progress	156,128	205,749	200,661
Non produced assets			
Property, plant and equipment	4,877,826	4,898,028	4,835,148
Other non-financial assets			
Deferred tax assets	0	18,105	18,105
Total non-financial assets	10,932,580	11,104,726	10,885,316
Total assets	12,353,178	12,350,148	12,418,259
Liabilities			
Advances received	1,878,690	1,921,206	1,885,039
Borrowings			
Lease liabilities	12,477	4,332	303,705
Other borrowings	304,684	288,380	0
Employee benefits	78,173	79,795	84,588
Other provisions	178,110	181,410	158,567
Payables	159,897	178,259	171,986
Contract liabilities	40,419	18,464	13,743
Other liabilities			
Current tax liability	131,198	31,311	160,037
Deferred tax liability	572,833	567,867	590,939
Other liabilities	66,019	58,517	87,614
Total liabilities	3,422,501	3,329,541	3,456,218
Net assets	8,930,677	9,020,607	8,962,041
Accumulated funds	3,434,470	3,499,246	3,518,560
Asset revaluation surplus	5,496,207	5,521,361	5,443,482
Net worth	8,930,677	9,020,607	8,962,041
Net financial worth	(2,001,903)	(2,084,119)	(1,923,275)
Net debt	1,525,095	1,743,291	1,725,887

**Australian Capital Territory
Public Trading Enterprise
Statement of changes in equity**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Opening equity			
Opening accumulated funds	3,279,392	3,435,095	3,434,470
Opening asset revaluation surplus	4,343,600	5,439,866	5,496,207
Opening balance	7,622,993	8,874,961	8,930,677
Comprehensive income			
<i>Included in accumulated funds:</i>			
Operating result for the period	259,488	48,914	80,475
Other movements	4,476	0	0
<i>Included in asset revaluation surplus:</i>			
Increase/(decrease) in asset revaluation reserve	1,249,507	103,495	(4,698)
Total comprehensive income/(deficit)	1,513,470	152,409	75,778
Other			
Transfer to/(from) accumulated funds	96,900	22,000	48,028
Transfer to/(from) the asset revaluation	(96,900)	(22,000)	(48,028)
Total other	0	0	0
Transactions involving owners affecting accumulated funds			
Capital injections	120,133	156,786	31,497
Capital distributions	(625)	0	0
Transfer of assets from the General Government Sector	10,710	11,073	0
Dividends approved	(336,004)	(174,622)	(75,911)
Total transactions involving owners affecting accumulated funds	(205,786)	(6,763)	(44,413)
Closing equity			
Closing accumulated funds	3,434,470	3,499,246	3,518,560
Closing asset revaluation surplus	5,496,207	5,521,361	5,443,482
Closing balance	8,930,677	9,020,607	8,962,041

**Australian Capital Territory
Public Trading Enterprise
Statement of cash flows**

	2020-21 Audited Outcome	2021-22 Annual Budget	December Budget	Quarter YTD 2021 Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities					
Receipts					
Sales of goods and services from contracts with customers	1,187,743	878,505	514,567	440,793	(73,775)
Grants and contributions	284,973	294,815	142,377	159,020	16,643
Interest receipts	2,106	816	391	1,364	973
Other receipts	100,708	95,308	41,041	55,958	14,917
Total receipts from operating activities	1,575,530	1,269,444	698,376	657,134	(41,242)
Payments					
Payments for employees	(240,801)	(190,475)	(96,668)	(126,985)	(30,318)
Payments for goods and services	(257,682)	(408,621)	(198,363)	(137,842)	60,521
Grants/subsidies paid	(27,342)	(31,549)	(16,423)	(15,298)	1,125
Interest paid	(75,409)	(80,939)	(42,049)	(42,272)	(223)
Other payments	(303,414)	(307,267)	(134,735)	(147,497)	(12,762)
Total payments from operating activities	(904,649)	(1,018,851)	(488,237)	(469,893)	18,344
Net cash flows from operating activities	670,881	250,593	210,139	187,241	(22,898)
Cash flows from investing activities					
Cash flows from investments in non-financial assets					
Sales of non-financial assets	121,306	101,691	57,491	62,199	4,708
Payments for non-financial assets	(245,547)	(346,458)	(131,056)	(95,341)	35,715
Net cash flows from investments in non-financial assets	(124,241)	(244,767)	(73,565)	(33,143)	40,422
Cash flows from investments in financial assets for policy purposes					
Receipts					
Repayment of loans	29,216	926	926	125	(801)
Capital receipts from government agencies	120,133	156,786	57,560	31,497	(26,062)
Total receipts from investments in financial assets for policy purposes	149,348	157,712	58,486	31,622	(26,863)
Payments					
Issue of loan	(625)	(927)	(927)	(125)	802
Dividends (market gains on land sales)	(66,649)	(2,756)	0	0	0
Total payments from investments in financial assets for policy purposes	(67,274)	(3,683)	(927)	(125)	802
Net cash flows from investments in financial assets for policy purposes	82,075	154,029	57,559	31,497	(26,061)
Cash flows from investments in financial assets for liquidity purposes					
Sales of investments	2,047	184	755	2,601	1,846
Payments for investments	0	0	(695)	(695)	0
Net cash flows from investments in financial assets for liquidity purposes	2,047	184	60	1,906	1,846
Net cash flows from investing activities	(40,119)	(90,554)	(15,947)	261	16,207

**Australian Capital Territory
Public Trading Enterprise
Statement of cash flows**

	2020-21 Audited Outcome	2021-22 Annual Budget	December Budget	Quarter YTD Actual	2021 Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from financing activities					
<i>Receipts</i>					
Advances received	50,567	40,763	379	352	(27)
Total receipts from financing activities	50,567	40,763	379	352	(27)
<i>Payments</i>					
Advances paid	(21,439)	(7,642)	1,556	5,194	3,637
Dividends paid	(428,844)	(180,633)	(65,493)	(74,357)	(8,864)
Repayment of lease liabilities – principal	(4,779)	(14,916)	(7,421)	(7,487)	(66)
Other financing	(45,825)	(180,511)	(150,026)	(14,293)	135,733
Total payments from financing activities	(500,888)	(383,702)	(221,385)	(90,944)	130,441
Net cash flows from financing activities	(450,321)	(342,939)	(221,006)	(90,592)	130,414
Net increase/(decrease) in cash and cash equivalents	180,442	(182,900)	(26,814)	96,910	123,723
Cash and cash equivalents at the beginning of reporting period	184,704	365,146	365,146	365,146	0
Cash and cash equivalents at the end of reporting period	365,146	182,248	338,332	462,056	123,723
Key fiscal aggregates					
Net cash from operating activities	670,881	250,593	210,139	187,241	(22,898)
Net cash flows from investments in non-financial assets	(124,241)	(244,767)	(73,565)	(33,143)	40,422
Distributions paid	(474,670)	(361,144)	(215,519)	(88,650)	126,870
Cash surplus/(deficit)	71,971	(355,318)	(78,946)	65,448	144,394

**Australian Capital Territory
Consolidated Total Territory
Operating statement**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue					
Taxation revenue	1,994,644	2,163,866	1,457,294	1,545,184	87,889
Commonwealth grants	2,509,196	2,767,551	1,220,644	1,355,512	134,868
Sales of goods and services					
Revenue from associates and joint ventures	41,539	77,093	40,722	47,204	6,482
Other sales of goods and services from contracts with customers	915,873	1,007,080	496,968	464,646	(32,323)
Investment revenue	204,121	176,567	93,445	96,250	2,805
Other revenue					
Land revenue (value add component)	663,633	350,186	255,890	212,644	(43,246)
Other revenue	243,296	200,883	113,095	104,788	(8,307)
Gains from contributed assets	103,396	177,474	31,784	41,659	9,875
Total revenue	6,675,698	6,920,700	3,709,842	3,867,886	158,044
Expenses					
Employee expenses	2,675,536	2,744,955	1,434,825	1,478,408	43,583
Superannuation expenses					
Superannuation interest cost	210,537	302,379	151,190	151,190	0
Other superannuation expense	511,510	571,626	287,122	289,743	2,621
Depreciation and amortisation	642,816	699,032	342,234	331,764	(10,470)
Interest expense	219,933	258,457	130,429	122,554	(7,875)
Other operating expenses					
Supplies and services	1,300,292	1,680,284	687,373	655,355	(32,017)
Other operating expenses	562,646	317,273	269,161	225,190	(43,971)
Grants and purchased services	1,210,643	1,609,273	915,604	925,972	10,368
Total expenses	7,333,914	8,183,279	4,217,937	4,180,176	(37,761)
UPF net operating balance	(658,216)	(1,262,579)	(508,096)	(312,290)	195,805
Other economic flows – included in the operating result					
Land revenue (market gains on land sales)	96,638	4,322	0	0	0
Net land revenue (undeveloped land value)	(3,285)	42,315	14,466	7,473	(6,993)
Net gain/(loss) on sale/(disposal) of non-financial assets	3,801	(57,529)	23,441	18,379	(5,062)
Net gain/(loss) on financial assets or liabilities at fair value	694,682	229,323	114,661	278,248	163,587
Doubtful debts	(10,984)	(16,136)	(3,723)	(2,329)	1,393
Operating surplus/(deficit)	122,636	(1,060,284)	(359,249)	(10,519)	348,731

**Australian Capital Territory
Consolidated Total Territory
Operating statement**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome	Annual Budget	Budget	Actual	Variance
	\$'000	\$'000	\$'000	\$'000	\$'000
Other economic flows – other comprehensive income					
Items that will not be subsequently reclassified to profit or loss					
Capital distributions	(625)	0	N/A	0	N/A
Superannuation actuarial gain/(loss)	(994,929)	3,412,160	N/A	3,412,160	N/A
Other movements	4,774	(19,687)	N/A	(969)	N/A
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	1,530,312	(25,024)	N/A	57,711	N/A
Total comprehensive income/(deficit)	662,168	2,307,166	N/A	3,458,383	N/A
Key fiscal aggregates					
UPF net operating balance	(658,216)	(1,262,579)	(508,096)	(312,290)	195,805
<i>less net acquisition of non-financial assets</i>					
Payments for non-financial assets	866,331	1,372,111	508,944	420,268	(88,676)
Sales of non-financial assets	(192,108)	(176,957)	(87,209)	(103,965)	(16,756)
Change in inventories	(125,403)	19,135	0	(24,005)	(24,005)
Depreciation and amortisation	(642,816)	(699,032)	(342,234)	(331,764)	10,470
Other movements in non-financial assets	(32,462)	126,887	31,191	41,484	10,293
<i>Total net acquisition of non-financial assets</i>	<i>(126,459)</i>	<i>642,144</i>	<i>110,693</i>	<i>2,019</i>	<i>(108,674)</i>
Net borrowing	(531,758)	(1,904,723)	(618,788)	(314,309)	304,479
GOVERNMENT FISCAL MEASURE – OPERATING SURPLUS/(DEFICIT)					
UPF net operating balance	(658,216)	(1,262,579)	(508,096)	(312,290)	195,805
Superannuation return adjustment	123,533	216,060	108,030	106,067	(1,963)
HEADLINE NET OPERATING BALANCE	(534,683)	(1,046,519)	(400,066)	(206,224)	193,842

**Australian Capital Territory
Consolidated Total Territory
Balance sheet**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Financial assets			
Cash and deposits	2,934,805	2,661,048	3,322,823
Advances paid	64,980	1,050	64,836
Investments and loans	5,434,424	6,285,886	5,704,761
Receivables	1,057,984	620,823	1,233,455
Investments accounted for using the equity	967,944	993,607	988,147
Total financial assets	10,460,137	10,562,414	11,314,022
Non-financial assets			
Produced assets			
Property, plant and equipment	18,314,464	18,813,699	18,244,088
Investment properties	33,501	33,507	32,391
Intangibles	219,143	324,286	236,568
Inventories	413,401	432,536	389,396
Non-current assets held for sale	42,989	31,063	37,134
Capital works-in-progress	857,332	1,091,363	1,083,208
Non-produced assets			
Property, plant and equipment	9,130,087	9,104,260	9,015,404
Biological assets	27,148	27,148	27,148
Other non-financial assets	11,318	11,375	(113)
Total non-financial assets	29,049,382	29,869,239	29,065,224
Total assets	39,509,520	40,431,653	40,379,246
Liabilities			
Advances received	98,327	89,949	98,327
Borrowings			
Lease liabilities	1,059,243	1,070,639	1,386,181
Other borrowings	8,328,832	10,051,623	8,511,821
Superannuation	13,231,501	10,103,261	9,961,309
Employee benefits	994,552	1,038,167	1,075,033
Other provisions	1,081,488	1,116,205	1,115,148
Payables	384,333	447,500	475,007
Contract liabilities	68,121	33,751	18,876
Other liabilities	23,784	32,163	39,822
Total liabilities	25,270,181	23,983,258	22,681,525
Net assets	14,239,338	16,448,395	17,697,721
Accumulated funds	1,800,617	4,067,324	5,249,344
Asset revaluation surplus	12,437,491	12,379,841	12,447,147
Other reserves	1,230	1,230	1,230
Net worth	14,239,338	16,448,395	17,697,721
Net financial worth	(14,810,044)	(13,420,844)	(11,367,503)
Net financial liabilities	15,777,988	14,414,451	12,355,650
Net debt (excluding superannuation related investments)	6,184,297	7,752,671	6,367,631

**Australian Capital Territory
Consolidated Total Territory
Statement of changes in equity**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	2021-22 December YTD Actual \$'000
Opening equity			
Opening accumulated funds	2,423,873	1,710,015	1,800,617
Opening asset revaluation surplus	11,152,068	12,429,985	12,437,491
Opening other reserves	1,230	1,230	1,230
Opening balance	13,577,170	14,141,229	14,239,338
Comprehensive income			
<i>Included in accumulated funds:</i>			
Operating result for the period	122,636	(1,060,284)	(10,519)
Capital distributions	(625)	0	0
Superannuation actuarial gain/(loss)	(994,929)	3,412,160	3,412,160
Other movements	4,774	(19,687)	(969)
<i>Included in asset revaluation surplus:</i>			
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	1,530,312	(25,024)	57,711
Total comprehensive income/(deficit)	662,168	2,307,166	3,458,383
Other			
Transfer to/(from) accumulated funds	244,888	25,120	48,055
Transfer to/(from) the asset revaluation surplus	(244,888)	(25,120)	(48,055)
Total other	0	0	0
Closing equity			
Closing accumulated funds	1,800,617	4,067,324	5,249,344
Closing asset revaluation surplus	12,437,491	12,379,841	12,447,147
Closing other reserves	1,230	1,230	1,230
Closing balance	14,239,338	16,448,395	17,697,721

**Australian Capital Territory
Consolidated Total Territory
Statement of cash flows**

	2020-21	2021-22	December Quarter YTD 2021		
	Audited Outcome \$'000	Annual Budget \$'000	Budget \$'000	Actual \$'000	Variance \$'000
Cash flows from operating activities					
<i>Receipts</i>					
Taxes received	1,827,588	2,148,971	1,074,486	1,091,569	17,084
Sales of goods and services from contracts with customers	1,791,956	1,351,214	829,290	828,031	(1,259)
Grants and contributions	2,416,745	2,774,203	1,382,301	1,364,818	(17,484)
Investment receipts	214,951	182,380	104,267	112,451	8,184
Other receipts	599,704	518,517	641,004	585,797	(55,207)
Total receipts from operating activities	6,850,943	6,975,285	4,031,349	3,982,667	(48,682)
<i>Payments</i>					
Payments for employees	(3,162,829)	(3,273,234)	(1,650,789)	(1,696,629)	(45,840)
Payments for goods and services	(1,291,919)	(1,805,673)	(861,937)	(787,328)	74,609
Grants/subsidies paid	(1,099,642)	(1,496,423)	(907,388)	(956,450)	(49,062)
Interest paid	(208,149)	(248,831)	(120,858)	(110,106)	10,752
Other payments	(678,817)	(617,178)	(354,303)	(358,325)	(4,022)
Total payments from operating activities	(6,441,357)	(7,441,339)	(3,895,275)	(3,908,838)	(13,563)
Net cash flows from operating activities	409,587	(466,055)	136,074	73,829	(62,244)
Cash flows from investing activities					
Cash flows from investments in non-financial assets					
Sales of non-financial assets	192,108	176,957	87,209	103,965	16,756
Payments for non-financial assets	(866,331)	(1,372,111)	(508,944)	(420,268)	88,676
Net cash flows from investments in non-financial assets	(674,223)	(1,195,154)	(421,735)	(316,304)	105,432
Cash flows from investments in financial assets for policy purposes					
<i>Receipts</i>					
Repayment of loans	29,409	1,185	953	143	(810)
Capital receipts from government agencies	0	313,113	0	0	0
Total receipts from investment in financial assets for policy purposes	29,409	314,298	953	143	(810)
<i>Payments</i>					
Issue of loans	(625)	(927)	(927)	(125)	802
Total payments from investments in financial assets for policy purposes	(625)	(927)	(927)	(125)	802
Net cash flows from investments in financial assets for policy purposes	28,784	313,371	26	18	(8)

**Australian Capital Territory
Consolidated Total Territory
Statement of cash flows**

	2020-21 Audited Outcome \$'000	2021-22 Annual Budget \$'000	December Budget \$'000	Quarter YTD 2021 Actual \$'000	Variance \$'000
Cash flows from investments in financial assets for liquidity purposes					
Sales of investments	7,042	43,798	3,314	150,428	147,114
Payments for investments	(5,220)	(633,819)	(294,423)	(1,319)	293,104
Net cash flows from investments in financial assets for liquidity purposes	1,281	(590,021)	(291,109)	149,108	440,217
Net cash flows from investing activities	(643,617)	(1,471,804)	(712,818)	(167,177)	545,641
Cash flows from financing activities					
<i>Receipts</i>					
Borrowings	992,074	1,748,113	874,054	491,635	(382,419)
Total receipts from financing activities	992,074	1,748,113	874,054	491,635	(382,419)
<i>Payments</i>					
Borrowings	(21,050)	(25,179)	1,583	3,777	2,195
Repayment of lease liabilities – principal	(55,196)	(57,351)	(23,055)	(25,082)	(1,999)
Total payments from financing activities	(76,247)	(82,530)	(21,500)	(21,304)	196
Net cash flows from financing activities	915,827	1,665,583	852,554	470,331	(382,223)
Net increase/(decrease) in cash and cash equivalents	681,796	(272,276)	275,810	376,983	101,173
Cash and cash equivalents at the beginning of reporting period	2,284,042	2,965,842	2,965,842	2,965,842	0
Cash and cash equivalents at the end of reporting period	2,965,842	2,693,564	3,241,652	3,342,824	101,173
Key fiscal aggregates					
Net cash from operating activities	409,587	(466,055)	136,074	73,829	(62,244)
Investments in non-financial assets	(674,223)	(1,195,154)	(421,735)	(316,304)	105,432
Cash deficit	(264,636)	(1,661,209)	(285,662)	(242,475)	43,187

Attachment C – Quarterly Financial Statements

Australian Capital Territory General Government Sector Operating statement

	December Quarter 2021	
	Budget \$'000	Actual \$'000
Revenue		
Taxation revenue	379,515	399,801
Commonwealth grants	584,206	720,719
Sales of goods and services	144,167	144,583
Investment revenue	65,187	57,516
Dividend and income tax equivalents income	21,835	23,271
Other revenue		
Other revenue	53,192	47,717
Gains from contributed assets	25,392	39,691
Total revenue	1,273,495	1,433,298
Expenses		
Employee expenses	665,417	680,346
Superannuation expenses		
Superannuation interest cost	75,595	75,595
Other superannuation expense	141,659	143,294
Depreciation and amortisation	132,065	128,884
Interest expense	59,903	58,358
Other operating expenses		
Supplies and services	291,244	289,525
Other operating expenses	88,936	74,707
Grants and purchased services	604,272	622,668
Total expenses	2,059,091	2,073,376
UPF net operating balance	(785,596)	(640,078)
Other economic flows - included in the operating result		
Net land revenue (undeveloped land value)	11,743	4,521
Net gain/(loss) on sale/(disposal) of non-financial assets	26,327	20,815
Net gain/(loss) on financial assets or liabilities at fair value	57,306	188,931
Doubtful debts	(1,649)	(843)
Operating deficit	(691,870)	(426,654)

**Australian Capital Territory
General Government Sector
Operating statement**

	December Quarter 2021	
	Budget \$'000	Actuals \$'000
Other economic flows – other comprehensive income		
Items that will not be subsequently reclassified to profit or loss		
Payments to ACT government agencies	N/A	(23,863)
Other movements	N/A	(962)
Increase/(decrease) in asset revaluation reserve surpluses due to revaluations	N/A	(4,516)
Items that may be subsequently reclassified to profit or loss		
Increase/(decrease) in net assets of PTE	N/A	20,855
Total comprehensive loss	N/A	(435,141)
UPF net operating balance	(785,596)	(640,078)
less net acquisition of non-financial assets		
Payments for non-financial assets	218,994	180,073
Sales of non-financial assets	(8,802)	(19,550)
Change in inventories	0	7,043
Depreciation and amortisation	(132,065)	(128,884)
Other movements in non-financial assets	20,204	30,811
<i>Total net acquisition of non-financial assets</i>	<i>98,331</i>	<i>69,493</i>
Net borrowing	(883,927)	(709,571)
GOVERNMENT FISCAL MEASURE - OPERATING SURPLUS/(DEFICIT)		
UPF net operating balance	(785,596)	(640,078)
Superannuation return adjustment	54,015	50,190
HEADLINE NET OPERATING BALANCE	(731,581)	(589,888)

**Australian Capital Territory
General Government Sector
Statement of cash flows**

	December Quarter 2021	
	Budget \$'000	Actual \$'000
Cash flows from operating activities		
Receipts		
Taxes received	551,611	535,728
Receipts from sales of goods and services	213,675	250,148
Grants/subsidies received	715,470	727,237
Investment receipts	59,876	56,717
Dividends and income tax equivalents	90,381	71,151
Other receipts	487,543	451,384
Total receipts from operating activities	2,118,555	2,092,365
Payments		
Payments for employees	(741,174)	(728,361)
Payments for goods and services	(394,531)	(364,766)
Grants/subsidies paid	(577,389)	(645,194)
Interest paid	(53,422)	(87,643)
Other payments	(135,113)	(152,727)
Total payments from operating activities	(1,901,629)	(1,978,690)
Net cash flows from operating activities	216,926	113,675
Cash flows from investing activities		
Cash flows from investments in non-financial assets		
Sales of non-financial assets	8,802	19,550
Payments for non-financial assets	(218,994)	(180,073)
Net cash flows from investments in non-financial assets	(210,192)	(160,523)
Cash flows from investments in financial assets for policy purposes		
Receipts		
Repayment of loans	10	9
Total receipts from investments in financial assets for policy purposes	10	9
Payments		
Capital payments to Government Agencies	(45,810)	(23,863)
Total payments from investments in financial assets for policy purposes	(45,810)	(23,863)
Net cash flows from investments in financial assets for policy purposes	(45,800)	(23,855)
Cash flows from investments in financial assets for liquidity purposes		
Sales of investments	(8,645)	(188,057)
Payments for investments	(146,814)	(262)
Net cash flows from investments in financial assets for liquidity purposes	(155,459)	(188,319)
Net cash flows from investing activities	(411,451)	(372,697)

**Australian Capital Territory
General Government Sector
Statement of cash flows**

	December Quarter 2021	
	Budget \$'000	Actual \$'000
Cash flows from financing activities		
Receipts		
Borrowings	437,420	490,519
Total receipts from financing activities	437,420	490,519
Payments		
Borrowings	(13,697)	(564)
Repayment of lease liabilities – principal	(7,314)	(8,993)
Total payments from Financing Activities	(21,011)	(9,557)
Net cash flows from financing activities	416,408	480,962
Net increase/(decrease) in cash and cash equivalents	221,883	221,940
Cash and cash equivalents at the beginning of reporting period	2,516,764	2,658,826
Cash and cash equivalents at the end of reporting period	2,738,647	2,880,766

**Australian Capital Territory
Public Trading Enterprises
Operating statement**

	December Quarter 2021	
	Budget	Actual
	\$'000	\$'000
Revenue		
Controlled recurrent payments	69,993	79,589
Commonwealth grants	3,463	1,559
Sales of goods and services		
Revenue from associates and joint ventures	7,877	14,505
Other sales of goods and services	120,560	102,163
Interest income	180	680
Other revenue		
Land revenue (value add component)	121,953	53,170
Other revenue	4,615	6,649
Gains from contributed assets	15,534	15,721
Total revenue	344,174	274,035
Expenses		
Employee expenses	51,958	56,312
Other superannuation expenses	8,745	8,405
Depreciation and amortisation	39,840	39,646
Interest expense	21,582	22,287
Other property expense (income tax equivalents)	22,011	9,038
Other operating expenses		
Supplies and services	73,456	71,676
Other operating expenses	80,835	22,974
Grants and purchased services	14,694	7,235
Total expenses	313,120	237,573
UPF net operating balance	31,054	36,463
Other economic flows - included in the operating result		
Land revenue (market gains on land sales)	2,335	(24,091)
Net gain/(loss) on sale/(disposal) of non-financial assets	(195)	1,854
Net gain/(loss) on financial assets or liabilities at fair value	25	148
Doubtful debts	36	(780)
Operating result	33,255	13,593

**Australian Capital Territory
Public Trading Enterprises
Operating statement**

	December Quarter 2021	
	Budget \$'000	Actuals \$'000
Other economic flows - other comprehensive income		
Items that will not be subsequently reclassified to profit or loss		
Increase/(decrease) in asset revaluation reserve ¹ surpluses due to revaluations	N/A	(2,318)
Total comprehensive income/(loss)	N/A	11,751
UPF net operating balance	31,054	36,463
less net acquisition of non-financial assets		
Payments for non-financial assets	78,198	52,323
Sales of non-financial assets	(31,163)	(36,627)
Change in inventories ¹	0	(3,004)
Depreciation and amortisation	(39,840)	(39,646)
Other movements in non-financial assets	7,485	15,721
<i>Total net acquisition of non-financial assets</i>	<i>14,681</i>	<i>(11,233)</i>
Net lending	16,373	47,696
UPF net operating balance	31,054	36,463
HEADLINE NET OPERATING BALANCE	31,054	36,463

**Australian Capital Territory
Public Trading Enterprises
Statement of cash flows**

	December Quarter 2021	
	Budget	Actual
	\$'000	\$'000
Cash flows from operating activities		
Receipts		
Receipts from sales of goods and services	245,050	158,475
Grants/subsidies received	68,660	75,639
Interest receipts	109	680
Other receipts	21,782	39,208
Total receipts from operating activities	335,601	274,002
Payments		
Payments for employees	(40,193)	(54,990)
Payments for goods and services	(114,691)	(75,286)
Grants/subsidies paid	(8,262)	(7,354)
Interest paid	(28,282)	(28,337)
Other payments	(64,447)	(82,588)
Total payments from operating activities	(255,874)	(248,555)
Net cash flows from operating activities	79,727	25,447
Cash flows from investing activities		
Cash flows from investments in non-financial assets		
Sales of non-financial assets	31,163	36,627
Payments for non-financial assets	(78,198)	(52,323)
Net cash flows from investments in non-financial assets	(47,035)	(15,696)
Cash flows from investments in financial assets for policy purposes		
Receipts		
Repayment of loans	551	125
Capital receipts from government agencies	47,838	23,863
Total receipts from investments in financial assets for policy purposes	48,389	23,988
Payments		
Issue of loans	(552)	(125)
Dividends (market gains on land sales)	0	0
Total payments from investments in financial assets for policy purposes	(552)	(125)
Net cash flows from investments in financial assets for policy purposes	47,837	23,863
Cash flows from investments in financial assets for liquidity purposes		
Sales of investments	(1,343)	(297)
Payments for investments	1,218	1,218
Net cash flows from investments in financial assets for liquidity purposes	(125)	921
Net cash flows from investing activities	676	9,088

**Australian Capital Territory
Public Trading Enterprises
Statement of cash flows**

	December Quarter 2021	
	Budget	Actual
	\$'000	\$'000
Cash flows from financing activities		
Receipts		
Advances received	194	167
Total cash received from financing activities	194	167
Payments		
Advances paid	746	2,496
Dividends paid	(65,368)	(74,232)
Repayment of lease liabilities – principal	(3,698)	(3,772)
Other financing	(142,091)	(7,511)
Total payments from financing activities	(210,412)	(83,019)
Net cash flows from financing activities	(210,218)	(82,853)
Net increase/decrease) in cash and cash equivalents	(129,815)	(48,317)
Cash and cash equivalents at the beginning of reporting period	468,147	510,373
Cash and cash equivalents at the end of reporting period	338,332	462,056

**Australian Capital Territory
Total Territory
Operating statement**

	December Quarter 2021	
	Budget \$'000	Actual \$'000
Revenue		
Taxation revenue	376,021	395,015
Commonwealth grants	584,206	721,160
Sales of goods and services		
Revenue from associates and joint ventures	7,877	14,505
Other sales of goods and services	247,352	228,396
Investment revenue	48,117	39,404
Other revenue		
Land revenue (value add component)	120,567	51,784
Other revenue	54,251	48,718
Gains from contributed assets	30,559	40,541
Total Revenue	1,468,949	1,539,523
Expenses		
Employee expenses	715,113	735,272
Superannuation expenses	0	0
Superannuation interest cost	75,595	75,595
Other superannuation expense	146,595	148,490
Depreciation and amortisation	171,905	168,530
Interest expense	65,070	61,852
Other operating expenses		
Supplies and services	348,148	344,273
Other operating expenses	144,092	98,095
Grants and purchased services	530,163	543,764
Total expenses	2,196,680	2,175,870
UPF net operating balance	(727,731)	(636,348)
Other economic flows - included in the operating result		
Net land revenue (undeveloped land value)	11,763	4,181
Net gain/(loss) on sale/(disposal) of non-financial assets	26,133	22,669
Net gain/(loss) on financial assets or liabilities at fair value	57,331	189,079
Doubtful debts	(1,613)	(1,623)
Operating result	(634,118)	(422,042)

**Australian Capital Territory
Total Territory
Operating statement**

	December Quarter 2021	
	Budget \$'000	Actuals \$'000
Other economic flows - other comprehensive income		
Items that will not be subsequently reclassified to profit or loss		
Superannuation actuarial gain/(loss)	N/A	0
Other movements	N/A	(962)
Increase/(decrease) in asset revaluation reserve ¹ surpluses due to revaluations	N/A	(6,835)
Total comprehensive loss	N/A	(429,839)
UPF net operating balance	(727,731)	(636,348)
less net acquisition of non-financial assets		
Payments for non-financial assets	290,419	231,358
Sales of non-financial assets	(45,064)	(61,366)
Change in inventories ¹	0	4,039
Depreciation and amortisation	(171,905)	(168,530)
Other movements in non-financial assets ¹	30,161	40,453
<i>Total net acquisition of non-financial assets</i>	103,610	45,954
Net borrowing	(831,342)	(682,302)
GOVERNMENT FISCAL MEASURE – OPERATING SURPLUS/(DEFICIT)		
UPF net operating balance	(727,731)	(636,348)
Superannuation return adjustment	54,015	50,190
HEADLINE NET OPERATING BALANCE	(673,716)	(586,158)

**Australian Capital Territory
Total Territory
Statement of cash flows**

	December Quarter 2021	
	Budget	Actual
	\$'000	\$'000
Cash flows from operating activities		
Receipts		
Taxes received	537,243	524,985
Sales of goods and services	429,858	373,396
Grants and contributions	715,228	727,922
Investment receipts	44,989	34,508
Other receipts	503,203	485,692
Total receipts from operating activities	2,230,521	2,146,503
Payments		
Payments for employees	(780,780)	(780,142)
Payments for goods and services	(479,454)	(423,229)
Grants/subsidies paid	(516,708)	(575,636)
Interest paid	(60,735)	(93,090)
Other payments	(196,210)	(226,693)
Total payments from operating activities	(2,033,886)	(2,098,791)
Net cash flows from operating activities	196,634	47,712
Cash flows from investing activities		
Cash flows from investments in non-financial assets		
Sales of non-financial assets	45,064	61,366
Payments for non-financial assets	(290,419)	(231,358)
Net cash flows from investments in non-financial assets	(245,355)	(169,992)
Cash flows from investments in financial assets for policy purposes		
Receipts		
Repayment of loans	561	134
Total receipts from investments in financial assets for policy purposes	561	134
Payments		
Issue of loans	(552)	(125)
Total payments from investments in financial assets for policy purposes	(552)	(125)
Net cash flows from investments in financial assets for policy purposes	9	9
Cash flows from investments in financial assets for liquidity purposes		
Sales of investments	(9,633)	(187,999)
Payments for investments	(142,511)	4,040
Net cash flows from investments in financial assets for liquidity purposes	(152,144)	(183,959)
Net cash flows from investing activities	(397,490)	(353,942)

**Australian Capital Territory
Total Territory
Statement of cash flows**

	December Quarter 2021	
	Budget	Actual
	\$'000	\$'000
Cash flows from financing activities		
Receipts		
Borrowings	437,031	490,945
<i>Total receipts from financing activities</i>	<i>437,031</i>	<i>490,945</i>
Payments		
Borrowings	560	1,673
Repayment of lease liabilities – principal	(11,012)	(12,765)
<i>Total payments from financing activities</i>	<i>(10,452)</i>	<i>(11,092)</i>
Net cash flows from financing activities	426,580	479,853
Net increase/(decrease) in cash and cash equivalents	225,723	173,623
Cash and cash equivalents at the beginning of reporting period	3,015,929	3,169,202
Cash and cash equivalents at the end of reporting period	3,241,652	3,342,825

Attachment D – Signed Financial Instruments

Section 26(2)(b) of the *Financial Management Act 1996* (FMA) requires a summary of instruments signed for the quarter to which these statements relate.

Table 1.4 Signed FMA Instruments Summary

Agency	Instrument
N/A	N/A

No instruments requiring disclosure were signed for the quarter ending 31 December 2021.

Attachment E – Capital Works Reserve

Section 18G(2) of the *Financial Management Act 1996* (FMA) requires a reconciliation of the capital works reserve of amounts appropriated, advances authorised, any reductions in advances and the amount of reserve remaining.

Table 1.5 Capital Works Reserve Reconciliation

	\$'000
Total appropriated to capital works reserve:	190,000
Total amount authorised under section 18E:	0
Total advance reduced under section 18F:	0
Total capital works reserve remaining:	190,000

Attachment F – Agency Year to Date Revenue and Expenses

Agency	Entity	Income			Expense			Operating Result		
		Budget \$'000	Actual \$'000	Variance \$'000	Budget \$'000	Actual \$'000	Variance \$'000	Budget \$'000	Actual \$'000	Variance \$'000
ACT Executive	Territorial	7,161	7,161	0	7,344	7,344	0	(183)	(183)	0
ACT Gambling and Racing Commission	Controlled	28,880	28,880	0	26,341	26,341	0	2,539	2,539	0
ACT Health Directorate	Controlled	244,685	264,635	19,950	221,150	245,044	23,894	23,535	19,591	(3,944)
ACT Health Directorate	Territorial	9,008	1,130	(7,877)	9,008	1,027	(7,981)	0	104	104
ACT Insurance Authority	Controlled	48,920	50,463	1,544	32,445	30,353	(2,091)	16,475	20,110	3,635
ACT Integrity Commission	Controlled	3,094	3,094	0	3,202	3,202	0	(108)	(108)	0
ACT Local Hospital Network	Controlled	908,583	919,183	10,600	885,521	891,529	6,009	23,062	27,654	4,592
Auditor-General	Controlled	4,901	4,901	0	4,955	4,955	0	(54)	(54)	0
Canberra Health Services	Controlled	751,190	827,488	76,298	775,309	797,640	22,331	(24,120)	29,848	53,968
Canberra Institute of Technology	Controlled	54,550	52,856	(1,695)	60,360	61,905	1,545	(5,810)	(9,049)	(3,240)
Cemeteries and Crematoria Authority	Controlled	2,394	2,394	0	2,614	2,614	0	(220)	(220)	0
Chief Minister, Treasury and Economic Development Directorate	Controlled	699,612	690,376	(9,237)	715,521	707,912	(7,610)	(15,909)	(17,536)	(1,627)
Chief Minister, Treasury and Economic Development Directorate	Territorial	2,655,119	2,847,430	192,310	2,655,119	2,852,386	197,267	0	(4,956)	(4,956)
CIT Solutions	Controlled	9,024	9,024	0	7,198	7,198	0	1,825	1,825	0
City Renewal Authority	Controlled	6,812	6,330	(482)	15,242	7,369	(7,873)	(8,430)	(1,039)	7,391
Community Services Directorate	Controlled	113,257	115,406	2,150	115,297	114,353	(944)	(2,041)	1,053	3,093
Community Services Directorate	Territorial	83,581	78,976	(4,604)	83,581	81,178	(2,403)	0	(2,201)	(2,201)
Cultural Facilities Corporation	Controlled	10,171	10,171	0	11,467	11,467	0	(1,296)	(1,296)	0
Education Directorate	Controlled	511,507	509,200	(2,307)	509,713	519,186	9,473	1,794	(9,986)	(11,780)
Education Directorate	Territorial	165,087	327,144	162,057	165,087	196,702	31,615	0	130,442	130,442
ACT Electoral Commission	Controlled	1,915	1,915	0	1,637	1,637	0	279	279	0
ACT Electoral Commission	Territorial	18	18	0	0	0	0	18	18	0
Environment, Planning and Sustainable Development Directorate	Controlled	118,505	135,025	16,520	91,883	94,312	2,429	26,622	40,713	14,091
Environment, Planning and Sustainable Development Directorate	Territorial	17,491	20,264	2,773	18,365	20,184	1,819	(874)	80	954
Housing ACT	Controlled	80,082	91,077	10,995	124,865	116,553	(8,312)	(44,783)	(25,475)	19,308
Icon Water Limited	Controlled	218,486	206,629	(11,857)	183,069	181,339	(1,730)	35,416	25,290	(10,126)
Independent Competition and Regulatory Commission	Controlled	1,007	1,007	0	879	879	0	128	128	0
Justice and Community Safety Directorate	Controlled	204,097	208,394	4,297	224,531	226,621	2,090	(20,434)	(18,227)	2,207

Agency	Entity	Income			Expense			Operating Result		
		Budget \$'000	Actual \$'000	Variance \$'000	Budget \$'000	Actual \$'000	Variance \$'000	Budget \$'000	Actual \$'000	Variance \$'000
Justice and Community Safety Directorate	Territorial	103,384	107,892	4,508	105,165	108,845	3,680	(1,780)	(953)	827
Legal Aid Commission (ACT)	Controlled	9,892	9,892	0	9,876	9,876	0	17	17	0
Lifetime Care and Support Fund	Territorial	11,970	11,970	0	13,385	13,385	0	(1,415)	(1,415)	0
Major Projects Canberra	Controlled	22,313	14,985	(7,328)	23,122	18,917	(4,205)	(810)	(3,932)	(3,123)
Motor Accident Injuries Commission	Controlled	2,533	2,533	0	2,533	2,533	0	0	0	0
Office of the Legislative Assembly	Controlled	5,495	5,495	0	5,674	5,674	0	(179)	(179)	0
Office of the Legislative Assembly	Territorial	4,903	4,903	0	5,657	5,657	0	(755)	(755)	0
Office of the Work Health and Safety Commissioner	Controlled	7,004	7,004	0	6,552	6,552	0	452	452	0
Public Sector Workers Compensation Fund	Territorial	58,277	58,277	0	31,502	31,502	0	26,775	26,775	0
Public Trustee and Guardian	Controlled	4,470	4,470	0	4,554	4,554	0	(85)	(85)	0
Suburban Land Agency	Controlled	269,059	226,371	(42,688)	184,075	150,960	(33,115)	84,984	75,411	(9,573)
Superannuation Provision Account	Territorial	180,228	335,362	155,135	309,879	309,774	(105)	(129,651)	25,589	155,240
Territory Banking Account	Territorial	2,848,517	2,956,737	108,220	3,824,960	3,928,746	103,786	(976,443)	(972,008)	4,434
Transport Canberra and City Services Directorate	Controlled	263,102	277,080	13,978	368,632	377,742	9,110	(105,530)	(100,662)	4,868
Transport Canberra and City Services Directorate	Territorial	13,722	7,110	(6,612)	13,722	7,110	(6,612)	0	0	0
Transport Canberra Operations	Controlled	124,411	124,998	587	132,681	129,034	(3,647)	(8,270)	(4,036)	4,234