

# PART 4

## TREASURY FINANCIAL STATEMENTS



# FINANCIAL STATEMENTS

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## Department of the Treasury statement by the Departmental Secretary

In my opinion, the attached financial statements give a true and fair view of the matters required by Schedule 2 to the Finance Minister's Orders made under section 63 of the *Financial Management and Accountability Act 1997*.

E. A. Evans  
Secretary to the Treasury  
14 August 2000

## Agency operating statement for the period ended 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>OPERATING REVENUES</b>			
Revenues from Government	5A	65,733	51,092
Sales of goods and services	5B	50,545	32,818
Other revenues	5C	7,059	1,540
<b>Total operating revenues</b>		<b>123,337</b>	<b>85,450</b>
<b>OPERATING EXPENSES</b>			
Employee expenses	6A	46,687	42,148
Supplier expenses	6B	61,261	41,046
Net loss from sale of assets		61	556
Write-down of assets	6D	3,145	-
Depreciation and amortisation	6C	4,063	2,407
Interest		90	10
Other operating expenses	6E	1,626	1,235
<b>Total operating expenses</b>		<b>116,933</b>	<b>87,402</b>
<b>Operating surplus before income tax expense</b>		<b>6,404</b>	<b>(1,952)</b>
<b>Company tax equivalent</b>	8C	<b>(2,033)</b>	<b>(598)</b>
<b>Net surplus after income tax expense</b>		<b>4,371</b>	<b>(2,550)</b>
<b>Net surplus attributable to the Commonwealth</b>		<b>4,371</b>	<b>(2,550)</b>
Accumulated surpluses at beginning of the reporting period		12,943	8,340
<b>Total available for appropriation</b>		<b>17,314</b>	<b>5,790</b>
Equity appropriation/(distribution) on restructuring	8A	137	(499)
Capitalisation of assets	8D	286	7,652
Capital use charge provided for or paid		(1,539)	-
<b>Accumulated results at end of the reporting period</b>		<b>16,198</b>	<b>12,943</b>

The above statement should be read in conjunction with the accompanying notes.

Statement of administered revenues and expenses  
for the period ended 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>OPERATING REVENUES</b>			
<b>Non-taxation</b>			
Revenues from Government	5D	18,685,892	104,374,523
Interest revenue	5E	129	1,880,638
Dividend revenue	5F	3,676,000	-
Net foreign exchange gains	2.22	173,702	586,196
Revenues from non trading securities	5G	-	281,139
Other sources of non-taxation revenue	5H	356,518	9,337,712
<b>Total operating revenues</b>		<b>22,892,241</b>	<b>116,460,208</b>
<b>OPERATING EXPENSES</b>			
Grants	7A	18,018,994	17,394,217
Subsidies	7B	298,879	-
Interest	6F	-	8,549,837
Other administered expenses	6G	74,711	999,121
<b>Total operating expenses</b>		<b>18,392,584</b>	<b>26,943,175</b>
<b>Net contribution to the Budget outcome (before extraordinary items)</b>		<b>4,499,657</b>	<b>89,517,033</b>
<b>Net contribution to the Budget outcome</b>		<b>4,499,657</b>	<b>89,517,033</b>
Transfer to Official Public Account		(3,463,974)	(79,330,137)
<b>Net surplus</b>		<b>1,035,683</b>	<b>10,186,896</b>
Accumulated results at beginning of the reporting period		(82,266,414)	(92,453,310)
Equity appropriation on restructuring	8B	84,097,275	-
<b>Accumulated results at end of the reporting period</b>		<b>2,866,544</b>	<b>(82,266,414)</b>

The above statement should be read in conjunction with the accompanying notes.



## Agency balance sheet as at 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>ASSETS</b>			
<b>Financial assets</b>			
Cash	9A	2,642	547
Investments	9B	15,494	-
Receivables	9C	4,631	4,732
<b>Total financial assets</b>		<b>22,767</b>	5,279
<b>Non-financial assets</b>			
Infrastructure, plant and equipment	10A,B	9,371	10,576
Inventories	10C	11,979	13,193
Intangibles	10A,B	3,622	7,505
Other	10D	5,695	6,826
<b>Total non-financial assets</b>		<b>30,667</b>	38,100
<b>Total assets</b>		<b>53,434</b>	43,379
<b>LIABILITIES</b>			
<b>Debt</b>			
Loans	11B	758	-
Lease liability	11A	1,379	1,501
<b>Total debt</b>		<b>2,137</b>	1,501
<b>Provisions and payables</b>			
Employee provisions	12A	14,728	13,408
Suppliers	12B	2,947	1,126
Other	12C	8,447	4,965
<b>Total provisions and payables</b>		<b>26,122</b>	19,499
<b>Total liabilities</b>		<b>28,259</b>	21,000
<b>EQUITY</b>			
Reserves		5,214	5,673
Capital		3,763	3,763
Accumulated results		16,198	12,943
<b>Total equity</b>	13A	<b>25,175</b>	22,379
<b>Total liabilities and equity</b>		<b>53,434</b>	43,379
<b>Current liabilities</b>		<b>19,949</b>	9,999
<b>Non-current liabilities</b>		<b>8,310</b>	11,001
<b>Current assets</b>		<b>36,781</b>	22,091
<b>Non-current assets</b>		<b>16,653</b>	21,288

The above statement should be read in conjunction with the accompanying notes.

Statement of administered assets and liabilities  
as at 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>ASSETS</b>			
<b>Financial assets</b>			
Cash	9D	263,694	12,781
Receivables	9E	-	148,367
Investments	9H	15,935,130	15,266,681
Loans and advances	9F	133,245	5,783,453
Dividend receivable		676,000	-
Other receivables	9G	85,755	3,287,225
<b>Total financial assets</b>		<b>17,093,824</b>	<b>24,498,507</b>
<b>Non-financial assets</b>			
Other - deferred acquisition costs		6,168	12,185
<b>Total assets</b>		<b>17,099,992</b>	<b>24,510,692</b>
<b>LIABILITIES</b>			
<b>Debt</b>			
Government securities	11C	-	89,053,504
Loans	11D	4,718,483	4,346,721
<b>Total debt</b>		<b>4,718,483</b>	<b>93,400,225</b>
<b>Provisions and payables</b>			
Grants	12D	22,500	25,000
Payables due to financial institutions	12E	-	1,406,834
Suppliers	12F	210	-
Subsidies	12G	260,297	-
Other	12H	1,177,103	3,905,407
<b>Total provisions and payables</b>		<b>1,460,110</b>	<b>5,337,241</b>
<b>Total liabilities</b>		<b>6,178,593</b>	<b>98,737,466</b>
<b>EQUITY</b>			
Accumulated results		2,866,544	(82,266,414)
Capital		15,215	-
Reserves		8,039,640	8,039,640
<b>Total equity</b>	13B	<b>10,921,399</b>	<b>(74,226,774)</b>
<b>Total liabilities and equity</b>		<b>17,099,992</b>	<b>24,510,692</b>
<b>Current liabilities</b>		<b>284,671</b>	<b>23,023,759</b>
<b>Non-current liabilities</b>		<b>5,893,922</b>	<b>75,713,707</b>
<b>Current assets</b>		<b>1,028,772</b>	<b>4,108,546</b>
<b>Non-current assets</b>		<b>16,071,220</b>	<b>20,402,146</b>

The above statement should be read in conjunction with the accompanying notes.

## Agency cash flows for the period ended 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>OPERATING ACTIVITIES</b>			
<b>Cash received</b>			
Appropriations for outputs		69,346	54,642
Sale of goods and services		53,662	33,613
Interest		432	-
<b>Total cash received</b>		<b>123,440</b>	<b>88,255</b>
<b>Cash used</b>			
Employees		45,090	35,576
Suppliers		63,231	52,445
Interest		-	10
<b>Total cash used</b>		<b>108,321</b>	<b>88,031</b>
<b>Net cash from operating activities</b>	14A	<b>15,119</b>	<b>224</b>
<b>INVESTING ACTIVITIES</b>			
<b>Cash received</b>			
Proceeds from sales of property, plant and equipment		17	88
<b>Total cash received</b>		<b>17</b>	<b>88</b>
<b>Cash used</b>			
Purchase of property, plant and equipment		1,489	2,740
Purchase of investments		9,500	-
<b>Total cash used</b>		<b>10,989</b>	<b>2,740</b>
<b>Net cash used by investing activities</b>		<b>(10,972)</b>	<b>(2,652)</b>
<b>FINANCING ACTIVITIES</b>			
<b>Cash received</b>			
Transfer from trust fund		144	3,503
Other		775	-
<b>Total cash received</b>		<b>919</b>	<b>3,503</b>
<b>Cash used</b>			
Repayment of leases		992	564
Repayment of debt		440	-
Capital use charge paid for		1,539	-
<b>Total cash used charge</b>		<b>2,971</b>	<b>564</b>
<b>Net cash from (used by) financing activities</b>		<b>(2,052)</b>	<b>2,939</b>
<b>Net increase in cash held</b>		<b>2,095</b>	<b>511</b>
Cash at the beginning of the reporting period		547	36
<b>Cash at the end of the reporting period</b>		<b>2,642</b>	<b>547</b>

The above statement should be read in conjunction with the accompanying notes.

**Administered cash flows**  
for the period ended 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>OPERATING ACTIVITIES</b>			
<b>Cash received</b>			
<b>Non-taxation</b>			
Interest/Remuneration		76,681	1,851,497
Dividends		3,000,000	2,725,983
Appropriations		18,676,471	26,666,714
Other		241,308	763,454
<b>Total cash received</b>		<b>21,994,460</b>	<b>32,007,648</b>
<b>Cash used</b>			
Borrowing costs		37,889	8,857,424
Grants		17,758,642	17,396,717
Subsidies		298,879	
Cash to Official Public Account		3,463,974	5,326,889
Other		36,693	111,946
<b>Total cash used</b>		<b>21,596,077</b>	<b>31,692,976</b>
<b>Net cash from operating activities</b>	14B	<b>398,383</b>	<b>314,672</b>
<b>INVESTING ACTIVITIES</b>			
<b>Cash received</b>			
Repayments of advances		-	1,671,837
Cash from Official Public Account		15,215	4,145,813
Other		145,869	3,599,074
<b>Total cash received</b>		<b>161,084</b>	<b>9,416,724</b>
<b>Cash used</b>			
Purchase of equity instruments		-	11,330
Cash to Official Public Account		-	5,258,031
Other		308,554	4,134,483
<b>Total cash used</b>		<b>308,554</b>	<b>9,403,844</b>
<b>Net cash from/(used by) investing activities</b>		<b>(147,470)</b>	<b>12,880</b>
<b>FINANCING ACTIVITIES</b>			
<b>Cash received</b>			
Proceeds from borrowing		-	61,077,791
Cash from Official Public Account		-	70,366,459
Other		-	8,606,106
<b>Total cash received</b>		<b>-</b>	<b>140,050,356</b>
<b>Cash used</b>			
Repayment of debt		-	71,350,234
Cash to Official Public Account		-	68,745,218
Other		-	281,108
<b>Total cash used</b>		<b>-</b>	<b>140,376,560</b>
<b>Net cash used by financing activities</b>		<b>-</b>	<b>(326,204)</b>
<b>Net increase in cash held</b>		<b>250,913</b>	<b>1,348</b>
Cash at the beginning of the reporting period		12,781	11,433
<b>Cash at the end of the reporting period</b>		<b>263,694</b>	<b>12,781</b>

The above statement should be read in conjunction with the accompanying notes.

Schedule of commitments  
as at 30 June 2000

	Agency		Administered	
	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000
<b>BY TYPE</b>				
<b>Capital commitments</b>				
Infrastructure, plant and equipment(a)	20,066	-	-	-
<b>Total capital commitments</b>	<b>20,066</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other commitments</b>				
Operating leases(b)	37,732	4,709	-	-
Other commitments	-	74	39,983	-
<b>Total other commitments</b>	<b>37,732</b>	<b>4,783</b>	<b>39,983</b>	<b>-</b>
<b>Net commitments</b>	<b>57,798</b>	<b>4,783</b>	<b>39,983</b>	<b>-</b>
<b>BY MATURITY</b>				
<b>All net commitments</b>				
One year or less	8,461	2,769	14,619	-
From one to two years	16,892	1,016	11,037	-
From two to five years	25,690	998	11,103	-
Over five years	6,755	-	3,224	-
<b>Net commitments</b>	<b>57,798</b>	<b>4,783</b>	<b>39,983</b>	<b>-</b>
<b>Operating lease commitments</b>				
One year or less	5,273	2,717	-	-
From one to two years	12,641	994	-	-
From two to five years	19,818	998	-	-
Over five years	-	-	-	-
<b>Net commitments</b>	<b>37,732</b>	<b>4,709</b>	<b>-</b>	<b>-</b>

(a) Plant and equipment commitments are primarily contracts for purchases of furniture and fittings for building refurbishment.

(b) Operating Leases included are effectively non-cancellable and comprise:  
- leases for office accommodation; and  
- agreements for the provision of motor vehicles to senior executive officers.

Note: All 1999-00 commitments are GST inclusive where relevant. The comparatives have not been adjusted to reflect GST.

The above schedules should be read in conjunction with the accompanying notes.

Schedule of contingencies  
as at 30 June 2000

	Agency		Administered	
	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000
<b>CONTINGENT LOSSES</b>				
Uncalled shares	-	-	8,876,575	8,004,195
PNG loans	-	-	48,387	-
Claims for damages/costs	615	747	10,759	-
<b>Total contingent losses</b>	<b>615</b>	<b>747</b>	<b>8,935,721</b>	<b>8,004,195</b>
<b>CONTINGENT GAINS</b>				
Claims for damages	10	10	-	-
<b>Total contingent gains</b>	<b>10</b>	<b>10</b>	<b>-</b>	<b>-</b>
<b>Net contingencies</b>	<b>605</b>	<b>737</b>	<b>8,935,721</b>	<b>8,004,195</b>

Schedule of unquantifiable contingencies

At 30 June 2000, the Department had a number of legal claims outstanding. It is not possible to estimate the amounts of any eventual payments which may be required in relation to these claims.

Notes to and forming part of the financial statements  
for the period ended 30 June 2000

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## Note 1: Reporting entity and objectives

The objective of the Department of the Treasury is to improve the wellbeing of the Australian community through strong sustainable economic growth. It does so by providing sound and timely advice to the government, based on objective and thorough analysis of options, and by assisting Treasury portfolio Ministers in the administration of their responsibilities and in the implementation of government decisions.

The **Department of the Treasury** is structured to meet three outcomes:

Outcome 1: Sound macroeconomic environment;

Outcome 2: Effective government spending and taxation arrangements; and

Outcome 3: Well functioning markets.

The reporting entity comprises the Department of the Treasury, the Foreign Investment Review Board, the Loan Council, Australian Government Actuary and the Royal Australian Mint (the Mint), hereafter referred to as 'the Department'. In these statements, 'the Department' does not correspond with the Department of the Treasury.

The Australian Office of Financial Management (AOFM) was established as a 'prescribed agency' on 1 July 1999, transferring all the functions formerly carried out by the Debt Management Office within Treasury from that date. The creation of AOFM has had significant impact on the Administered accounts within Treasury, most specifically on:

- Revenues from government;
- Interest revenue;
- Other sources of non-taxation revenue;
- Interest expense; and
- Balance sheet amounts as detailed in Note 8B.



## Note 2: Summary of significant accounting policies

### 2.1 Basis of accounting

The financial statements are required by section 49 of the *Financial Management and Accountability Act 1997* and are a general purpose financial report.

The statements have been prepared in accordance with:

- *Requirements for the Preparation of Financial Statements of Commonwealth Agencies and Authorities* made by the Minister for Finance and Administration in August 1999 (Schedule 2 to the Financial Management and Accountability (FMA) Orders);
- Australian Accounting Standards;
- other authoritative pronouncements of the Australian Accounting Standards Boards; and
- the Consensus Views of the Urgent Issues Group.

The Statements have been prepared having regard to:

- Statements of Accounting Concepts; and
- the Explanatory Notes to Schedule 2 issued by the Department of Finance and Administration.

The financial statements have been prepared on an accrual basis and in accordance with historical cost convention except for certain assets which, as noted, are at valuation. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position.

The continued existence of the department in its present form, and with its present outcomes, is dependent on government policy and on continuing appropriations by parliament for the department's administration and outcomes.

### 2.2 Changes in accounting policy

Changes in accounting policy have been identified in this note under their appropriate headings.

### 2.3 Agency and administered items

Agency assets, liabilities, revenues and expenses are those items that are controlled by the department including:

- computers, plant and equipment used in providing goods and services;
- liabilities for employee entitlements;
- revenues from running cost appropriations;
- revenues from user charging, etc, where the proceeds are deemed appropriated under Section 31 of the *Financial Management and Accountability Act 1997*; and
- employee expenses and other administrative expenses incurred in providing goods and services.

Administered items are those items which are controlled by the government and managed or overseen by the department on behalf of the government. These items include grant payments to other governments, dividend revenue from Reserve Bank of Australia, grant payments and subsidies by the Goods and Services Tax Assistance Office.

The purpose of the separation of administered and agency items is to enable assessment of the administrative efficiency of the department in providing goods and services. The basis of accounting described in Note 2.1 applies to both agency and administered items.

Administered items are distinguished from agency items in the financial statements by shading.

## 2.4 Principles of consolidation

The financial statements of the Mint are consolidated into the department's financial statements. All balances and transactions between the Mint and the department have been eliminated on consolidation.

## 2.5 Revenues from government

Revenues from government are revenues relating to the core operating activities of the department.

The policies for accounting for revenue from government follow (amounts and other details are given in Note 5).

From 1 July 1999, the Commonwealth Budget has been prepared under an accruals framework.

Appropriations to the Department of the Treasury for its departmental outputs are recognised as revenue to the extent they have been received into the

department's bank account or are entitled to be received by the department at year end.

Appropriations to the Department of the Treasury for departmental capital items are recognised directly in equity, to the extent that the appropriation has been received into the department's bank account or are entitled to be received by the department at year end.

The appropriations for departmental capital items for 1999-2000 include, as carryovers, the re-appropriation to the department of the certain unspent amounts from 1998-99. These amounts were recognised directly in equity in the financial statements for 1998-99.

This is a change in the policy adopted in prior years when departmental appropriations, other than running costs, were recognised as revenue to the extent that the appropriations were spent. Amounts appropriated for department running costs were recognised as revenue in the year of appropriation, except to the extent of:

- unspent amounts not automatically carried over into the new financial year; and
- running costs borrowing.

#### Administered appropriations

Appropriations for administered expenses are recognised as revenue to the extent that expenses have been incurred up to the limit, if any, of each appropriation. Appropriations for administered capital are recognised as the amount appropriated by parliament.

#### Resources received free of charge

Services received free of charge are recognised in the Operating Statement as revenue when and only when a fair value can be reliably determined and the services would have been purchased if they had not been donated. Use of those resources is recognised as an expense.

## 2.6 Other revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Dividend revenue is recognised when the right to receive a dividend has been established. Revenue from disposal of non-current assets is recognised when control of the asset is passed to the buyer.

All revenues described in this note are revenues relating to the core operating activities of the department, whether in its own right or on behalf of the Commonwealth, except for gains from the sale of agency assets. Details of revenue amounts are given in Note 5.

## 2.7 Grants (administered)

The Treasury Department administers a number of grant schemes on behalf of the Commonwealth. Grants liabilities are recognised to the extent that (i) the services required to be performed by the guarantee have been performed or (ii) the grant eligibility criteria have been satisfied. A commitment is recorded when the Commonwealth has a binding agreement to make the grants but services have not been performed or criteria satisfied. In 1997-98, the Commonwealth agreed to contribute \$30,000,000 in twelve annual instalments of \$2,500,000 to the International Monetary Fund's (IMF) Enhanced Structural Adjustment Facility. The department has made three payments and has a liability of \$22,500,000.

## 2.8 Revenue replacement payments

The Commonwealth, up to 30 June 2000, collected a number of revenue replacement taxes as an agent for the States and Territories. These taxes replaced constitutionally invalid business franchise fees and were passed directly by the Commonwealth to the state and territory governments, with an adjustment for administration costs. Reflecting the Commonwealth's agency role in the collection of these taxes, they have not been recognised in these financial statements. Under the previous accounting policy, the revenue replacement payments were treated on a gross basis. The relevant amounts for 1998-99 and 1999-2000 are outlined in the table below.

	1999-00 \$'000	1998-99 \$'000
Transfers to the states and territories in relation to revenue replacement payments	7,301,832	6,751,952
Cash from the Official Commonwealth Public Account in relation to revenue replacement payments	6,929,305	6,751,952

## 2.9 Mirror taxes collected by state and territory governments

On behalf of the States, the Commonwealth imposes mirror taxes which replace State taxes on Commonwealth places which may be constitutionally invalid. Mirror taxes are collected by the States and will be paid to the Commonwealth

and immediately repaid to the States. The state governments bear the administration costs of collecting mirror taxes. There has to date been no mirror taxes paid to the Commonwealth because the States need to enter into formal arrangements with the Commonwealth for their State Revenue Offices to collect mirror taxes in order to bring the mirror tax regime into effect.

## 2.10 Employee entitlements

### Leave

The liability for employee entitlements includes provisions for annual leave and long service leave. No provision is made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees of the department is estimated to be less than the annual entitlement for sick leave.

The liability for annual leave reflects the value of total annual leave entitlements of all employees at 30 June 2000 and is recognised at the nominal amount.

The non-current portion of the liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at 30 June 2000. In determining the present value of the liability, the department has taken into account attrition rates and pay increases through promotion and inflation.

### Separation and redundancy

Provision is also made for separation and redundancy payments in circumstances where the department has formally identified positions as excess to requirements and a reliable estimate of the amount of the payments can be determined.

### Superannuation

Staff of the department contribute to the Commonwealth Superannuation Scheme and the Public Sector Superannuation Scheme. Employer contributions amounting to \$3,585,767 have been expensed in these financial statements.

No liability is shown for superannuation in the statement of Agency Balance Sheet as the employer contributions fully extinguish the accruing liability, which is assumed by the Commonwealth.

Employer Superannuation Productivity Benefit contributions totalled \$716,510.

## 2.11 Leases

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets, and operating leases under which the lessor effectively retains substantially all such risks and benefits.

Where a non-current asset is acquired by means of a finance lease, the asset is capitalised at the present value of minimum lease payments at the inception of the lease and a liability recognised for the same amount. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are charged to the Agency Operating Statement on a basis which is representative of the pattern of benefits derived from the leased assets.

## 2.12 Cash

Cash includes notes and coins held, deposits held at call with a bank or financial institution and balances of commercial trust accounts held in the Official Public Account.

## 2.13 Acquisition of assets

Assets are recorded at cost on acquisition except as stated below. The cost of acquisition includes the fair value of assets transferred in exchange and liabilities undertaken.

Assets acquired at no cost or for nominal consideration are initially recognised as assets and revenue at their fair value at the date of acquisition, unless acquired as a consequence of restructuring arrangements. In the latter case, assets are initially recognised at the amounts at which they were recognised in the transferor agency's accounts immediately prior to the restructuring (Note 8).

## 2.14 Infrastructure plant and equipment

Asset recognition threshold

Purchases of infrastructure, plant and equipment are recognised initially at cost in the statement of Agency Balance Sheet, except for purchases costing less than \$2,000 which are expensed in the year of acquisition (other than where they form part of a group of similar items which are significant in total).

## Revaluation

Schedule 2 requires that buildings, infrastructure, plant and equipment be revalued progressively in accordance with the 'deprival' method of valuation in successive three-year cycle.

Revaluations of infrastructure, plant and equipment are accounted for by separately restating the gross amount and the related accumulated depreciation of the revalued asset.

The carrying amounts of infrastructure, plant and equipment held by the department have been reviewed to determine whether they are in excess of their recoverable amounts. In assessing recoverable amounts the relevant cash flows have not been discounted to their present value.

The department is implementing its progressive revaluations as follows:

- leasehold improvements are to be revalued every three years; and
- plant and equipment were revalued over the financial year 1998-99, and will be revalued in successive three-year periods.

Assets in each class acquired after the commencement of the progressive revaluation cycle will be reported on the basis of the value initially recognised on acquisition for the duration of the progressive revaluation then in progress.

The financial effect of the move to progressive revaluation is that the carrying amounts of assets will reflect current values and depreciation charges will reflect the current cost of the service potential consumed in each period.

## Intangible assets

Software has been revalued over the financial year 1999-2000 and brought to account at valuation. Software is amortised on a straight line basis over its anticipated useful life to the department.

## Depreciation and amortisation

Depreciable infrastructure, plant and equipment are written off to their estimated residual values over their estimated useful lives to the department using the straight line method of depreciation. Leasehold improvements are amortised on a straight line basis over the lesser of the estimated useful life of the improvements or the unexpired period of the lease.

Depreciation and amortisation rates applying to each class of depreciable assets are as follows:

	<b>1999-2000</b>	1998-99
Computers, plant and equipment	<b>3 - 20 years</b>	3 - 20 years
Leasehold improvements	<b>5 - 10 years</b>	5 - 10 years
Motor vehicles	<b>4 years</b>	4 years
Office equipment	<b>5 years</b>	5 years
Capitalised software	<b>3 - 5 years</b>	3 - 5 years

Depreciation and amortisation rates and methods are reviewed at each balance date and necessary adjustments are recognised in the current and future reporting periods as appropriate.

The aggregate amount of depreciation allocated for each class of asset during the reporting period is disclosed in Note 10B.

## 2.15 Inventories

Inventories are brought to account at the lower of cost and net realisable value. Work in progress and finished goods are brought to account at actual costs to include direct costs and a proportion of direct labour and overhead. All precious metals are purchased and brought to account at cost and expensed as used. Indirect materials are expensed at the time of purchase.

## 2.16 Taxation

The Department of the Treasury is exempt from all forms of taxation except for Fringe Benefits Tax and Goods and Services Tax. The Mint is liable for all forms of taxation including Payroll Tax, Companies Income Tax, Fringe Benefits Tax and sales tax on non-coin products.

## 2.17 Capital use charge

A capital use charge of 12 per cent is imposed by the Commonwealth on the net departmental assets of the agency. The charge is adjusted to take account of asset gifts and revaluation increments during the financial year.



## 2.18 Insurance

The Commonwealth's insurable risk managed fund, called 'Comcover' commenced operations in 1998-99. The department has insured with the fund for risks other than workers compensation, which is dealt with via continuing arrangements with Comcare.

## 2.19 Bad and doubtful debts

Bad debts are written off during the year in which they are identified to the extent to which they have not been provided for.

A provision is raised for any doubtful debts based on a review of all outstanding accounts as at year end.

## 2.20 Comparative figures

Where necessary, comparative figures have been adjusted to conform to changes in presentation within these financial statements.

## 2.21 Statement of significant accounting policies for administered items

Administered items include:

### Unclaimed moneys

Moneys from bank accounts inactive for seven years are transferred to the Commonwealth from banking institutions. These unclaimed moneys are deposited in the Consolidated Revenue Fund and are recognised as administered revenue. A provision representing the expected recovery of these moneys less refunds paid, based on an analysis of historical transactions, is recognised.

### Guarantees

Guarantees provided under legislation within the portfolio responsibility of the Treasurer are recognised as liabilities when it is probable that the guarantee will be called and it can be reliably measured. In all other instances such guarantees are disclosed in the Schedule of Administered Remote Contingencies (Note 15).

### Royal Australian Mint — seigniorage and repurchase of circulating coins

Seigniorage is collected by the Mint on behalf of the Commonwealth. Seigniorage represents the difference between the face value of coinage sold to the Reserve Bank of Australia and its cost of production to the Mint.

The Mint repurchases circulating coins on behalf of the Commonwealth. The costs incurred by the Mint in repurchasing circulating coins are offset to an extent by the sale of scrap metal and the balance is supplemented by the Commonwealth via a reduction in the total amount paid to the Commonwealth by the Mint.

#### Reserve Bank of Australia dividend

Dividends from the Reserve Bank of Australia (RBA) are recognised when determination is made by the Treasurer. The basis of payment of dividends is a memorandum of understanding with the Treasurer. Dividend revenue is brought to account once the right to control the income stream is established. On this basis the RBA's dividend for 1999-2000 will be recognised in Treasury's account in 2000-01.

#### Investments

##### *Development banks*

Investments in development banks are classified as non-monetary assets.

Where the information is available, these investments are recognised at historical cost. Where historical cost records are not readily obtainable, a notional cost has been established at 30 June 1993 by reference to the Development Banks' financial statements and exchange rates at that time.

The investment in the European Bank for Reconstruction and Development is recognised at historical cost, whereas the investments in the Asian Development Bank, the International Finance Corporation, the Multilateral Investment Guarantee Agency and the International Bank for Reconstruction and Development are recognised at notional cost.

Owing to their nature, these investments are not revalued.

##### *International Monetary Fund*

The *quota* is the current value in Australian dollars of Australia's subscription to the IMF.

The Special Drawing Rights (SDR) allocation liability reflects the current value in Australian dollars of the liability to repay to the IMF Australia's cumulative allocation of SDRs, and is classified as an 'Other Provisions and Payables'.

#### *Portfolio agencies*

The Commonwealth's investment in other controlled authorities and companies in this portfolio is valued at the aggregate of the Commonwealth's share of the net assets and net liabilities of each entity as at 30 June 1997.

#### *Promissory notes*

Promissory notes which have been issued in foreign currencies are translated at the spot rate at balance date. Foreign currency gains and losses are recognised where applicable. Promissory notes have been issued to the International Monetary Fund, International Bank for Reconstruction and Development, the European Bank for Reconstruction and Development, the Asian Development Bank and the Multilateral Investment Guarantee Agency.

#### *Payments to the States*

Grants are recognised as expenses at the time that conditions under the grant agreement have been satisfied or payment has been made.

#### *Foreign currency transactions*

Transactions denominated in a foreign currency are converted at the exchange rate at the date of the transaction. Foreign currency receivables and payables are translated at the exchange rates current as at balance date.

#### *Mortgage insurance policies written by Housing Loans Insurance Corporation up to 12 December 1997*

The Housing Loans Insurance Corporation (HLIC) was sold by the Commonwealth on 12 December 1997. Terms and conditions of the sale included that the Commonwealth shall remain responsible for the mortgage insurance policies written up to the time of the sale.

The sale of the HLIC was conducted by the Office of Asset Sales and Information Technology Outsourcing.

Accounting policies adopted are:

#### *Premiums*

Premiums comprise amounts charged to the policyholder or other insurer, excluding amounts collected on behalf of third parties, principally stamp duties. The earned portion of premiums received and receivable is recognised as revenue. Premiums are treated as earned from the date of attachment of risk.

Premiums received in respect of insured loans are apportioned over a number of years in accordance with an actuarial determination of the pattern of risk in relation to the loans. Premium amounts carried forward in this way are credited to 'Provision for unearned premiums'.

#### *Claims*

Claims incurred expense and a liability for outstanding claims are recognised in respect of insurance policies. The liability is assessed on an actuarial basis and covers claims incurred but not yet paid, incurred but not yet reported and the anticipated direct and indirect costs of settling those claims.

#### *Acquisition costs*

A portion of acquisition costs relating to unearned premium revenue is deferred in recognition that it represents future benefits. Deferred acquisition costs are amortised on an actuarial basis over the reporting periods expected to benefit from the expenditure.

## 2.22 Investment in Sydney 2000 Olympic Coin Program

### General

The Royal Australian Mint and the Perth Mint are joint venturers in the Sydney 2000 Olympic Coin Program (STOCP) marketing and distributing Sydney 2000 Olympic Coins. This joint venture will conclude in 2001 after the Sydney Olympics.

The Royal Australian Mint's interest in STOCP is carried at the recoverable amount.

The STOCP consists of 28 base metal coins, 16 silver coins, 8 gold coins and a 1 kilo silver coin.

### Profit distribution

The distribution of any profit is made on the following basis:

	Royal Australian Mint %	Perth Mint %
Base metal	60	40
Silver	40	60
Gold	40	60

### Foreign currency hedge

The STOCP entered into a foreign currency hedge (the hedge) on 25 June 1997 to the value of \$US34 million for the purpose of reducing the risk of foreign currency exposure on overseas sales. The currency hedge matures on 20 December 2000 and is expected to cover all overseas revenues. At present the STOCP has a commitment to the hedge of \$US13 million (\$US26 million as at 30 June 1999).

The hedge has been accounted for in accordance with *AAS 20 (Part A) Foreign Currency Transactions*. Pursuant to this accounting standard the hedge has been classified as a specific hedge, being a specific hedge of all future overseas sales of the STOCP.

### 2.23 Rounding

Amounts are rounded to the nearest \$1,000 except in relation to the following items:

- appropriations note, special accounts and special purpose moneys;
- remuneration of executives; and
- remuneration of auditors.

**Note 3A: Consolidated operating statement**  
for the period ended 30 June 2000

	Treasury		Royal Australian Mint		Total	
	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000
<b>OPERATING REVENUES</b>						
Revenues from Government	65,733	51,092	-	-	65,733	51,092
Sales of goods and services	3,758	653	46,787	32,165	50,545	32,818
Other revenue	504	-	6,555	1,540	7,059	1,540
<b>Total operating revenues</b>	<b>69,995</b>	<b>51,745</b>	<b>53,342</b>	<b>33,705</b>	<b>123,337</b>	<b>85,450</b>
<b>OPERATING EXPENSES</b>						
Employee expenses	40,067	36,242	6,620	5,906	46,687	42,148
Suppliers expenses	23,523	16,602	37,738	24,444	61,261	41,046
Net loss from sale of assets	61	556	-	-	61	556
Write down of assets	2,340	-	805	-	3,145	-
Depreciation and amortisation	3,158	1,949	905	458	4,063	2,407
Interest	90	10	-	-	90	10
Other operating expenses	-	-	1,626	1,235	1,626	1,235
<b>Total operating expenses</b>	<b>69,239</b>	<b>55,359</b>	<b>47,694</b>	<b>32,043</b>	<b>116,933</b>	<b>87,402</b>
<b>Operating surplus before income tax expense</b>	<b>756</b>	<b>(3,614)</b>	<b>5,648</b>	<b>1,662</b>	<b>6,404</b>	<b>(1,952)</b>
<b>Company tax expenses equivalent</b>	<b>-</b>	<b>-</b>	<b>(2,033)</b>	<b>(598)</b>	<b>(2,033)</b>	<b>(598)</b>
<b>Net surplus after income tax expense</b>	<b>756</b>	<b>(3,614)</b>	<b>3,615</b>	<b>1,064</b>	<b>4,371</b>	<b>(2,550)</b>
<b>Net surplus attributable to the Commonwealth</b>	<b>756</b>	<b>(3,614)</b>	<b>3,615</b>	<b>1,064</b>	<b>4,371</b>	<b>(2,550)</b>
Accumulated results at beginning of the reporting period	424	(3,115)	12,519	11,455	12,943	8,340
<b>Total available for appropriation</b>	<b>1,180</b>	<b>(6,729)</b>	<b>16,134</b>	<b>12,519</b>	<b>17,314</b>	<b>5,790</b>
Equity appropriations/(distribution) on restructuring	137	(499)	-	-	137	(499)
Capitalisation of assets	286	7,652	-	-	286	7,652
Capital use provided for or paid	(1,539)	-	-	-	(1,539)	-
<b>Accumulated surpluses at end of the reporting period</b>	<b>64</b>	<b>424</b>	<b>16,134</b>	<b>12,519</b>	<b>16,198</b>	<b>12,943</b>

**Note 3B: Consolidated balance sheet**  
as at 30 June 2000

	Treasury		Royal Australian Mint		Total	
	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000
<b>ASSETS</b>						
<b>Financial assets</b>						
Cash	2,219	11	423	536	2,642	547
Investments	9,500	-	5,994	-	15,494	-
Receivables	1,050	3,776	3,581	956	4,631	4,732
<b>Total financial assets</b>	<b>12,769</b>	<b>3,787</b>	<b>9,998</b>	<b>1,492</b>	<b>22,767</b>	<b>5,279</b>
Infrastructure, plant and equipment	5,108	5,146	4,263	5,430	9,371	10,576
Inventories	-	-	11,979	13,193	11,979	13,193
Intangibles	2,779	6,477	843	1,028	3,622	7,505
Other	840	2,713	4,855	4,113	5,695	6,826
<b>Total non-financial assets</b>	<b>8,727</b>	<b>14,336</b>	<b>21,940</b>	<b>23,764</b>	<b>30,667</b>	<b>38,100</b>
<b>Total assets</b>	<b>21,496</b>	<b>18,123</b>	<b>31,938</b>	<b>25,256</b>	<b>53,434</b>	<b>43,379</b>
<b>LIABILITIES</b>						
<b>Debt</b>						
Loans	758	-	-	-	758	-
Leases	1,379	1,501	-	-	1,379	1,501
<b>Total debt</b>	<b>2,137</b>	<b>1,501</b>	<b>-</b>	<b>-</b>	<b>2,137</b>	<b>1,501</b>
<b>Provisions and payables</b>						
Employees	12,150	11,131	2,578	2,277	14,728	13,408
Suppliers	1,668	584	1,279	542	2,947	1,126
Other	994	-	7,453	4,965	8,447	4,965
<b>Total provisions and payables</b>	<b>14,812</b>	<b>11,715</b>	<b>11,310</b>	<b>7,784</b>	<b>26,122</b>	<b>19,499</b>
<b>Total liabilities</b>	<b>16,949</b>	<b>13,216</b>	<b>11,310</b>	<b>7,784</b>	<b>28,259</b>	<b>21,000</b>
<b>EQUITY</b>						
Reserves	720	720	4,494	4,953	5,214	5,673
Capital	3,763	3,763	-	-	3,763	3,763
Accumulated surpluses	64	424	16,134	12,519	16,198	12,943
<b>Total equity</b>	<b>4,547</b>	<b>4,907</b>	<b>20,628</b>	<b>17,472</b>	<b>25,175</b>	<b>22,379</b>
<b>Total liabilities and equity</b>	<b>21,496</b>	<b>18,123</b>	<b>31,938</b>	<b>25,256</b>	<b>53,434</b>	<b>43,379</b>

#### Note 4: Events occurring after balance date

1. The RBA has calculated a dividend of \$803 million in respect of its results for the year ended 30 June 2000. The Treasurer will ratify the payment in accordance with the recommendation of the RBA's Board of Directors.

Treasury will record this Dividend Income in its accounts for the year ended 30 June 2001 in accordance with its accounting policy (Note 2.21).

2. On 31 July 2000 the Australian Securities and Investments Commission (ASIC) assumed responsibility for the administration of Unclaimed Monies, as agent for Treasury. This arrangement has been put in place pending the passing through parliament of the Financial Sector Legislation Amendment Bill (No. 1) 2000 which will allow the Treasurer to delegate the responsibility for all Unclaimed Moneys to a Commonwealth authority, being ASIC.



## Note 5: Operating revenue

	1999-00 \$'000	1998-99 \$'000
<b>Note 5A: Revenues from Government</b>		
Appropriations for outputs	65,583	50,449
Resources received free of charge		
ANAO audit fees	150	215
Australian Archives: file storage	-	18
DOFA: Comcover premium	-	60
Other services	-	350
<b>Total revenues from Government</b>	<b>65,733</b>	<b>51,092</b>
<b>Note 5B: Sales of goods and services</b>		
Sale of goods and services	13,527	5,824
Net coin sales	37,018	26,994
<b>Total sales of goods and services</b>	<b>50,545</b>	<b>32,818</b>
<b>Note 5C: Other revenues</b>		
Interest	508	-
Net profit from sale of assets	1	-
Revenue from STOC Program	6,550	1,540
<b>Total other revenues</b>	<b>7,059</b>	<b>1,540</b>
<b>Note 5D: Revenues from Government</b>		
Transfers from Official Public Account	18,676,472	101,178,986
Appropriations accrued	9,420	3,195,537
<b>Total revenues from Government</b>	<b>18,685,892</b>	<b>104,374,523</b>
<b>Note 5E: Administered interest revenue</b>		
Interest from other governments:		
Housing agreements	-	223,085
State and Territory debt	-	174,927
<b>Administered interest from other governments</b>	<b>-</b>	<b>398,012</b>
Interest from other sources:		
Other loans	-	-
Swaps	-	1,480,773
Other	129	1,853
<b>Total interest from other sources</b>	<b>129</b>	<b>1,482,626</b>
<b>Total administered interest revenue</b>	<b>129</b>	<b>1,880,638</b>

## Note 5: Operating revenue (continued)

	1999-00 \$'000	1998-99 \$'000
<b>Note 5F: Administered dividend revenue</b>		
Reserve Bank of Australia	3,676,000	-
<b>Total administered dividend revenue</b>	<b>3,676,000</b>	<b>-</b>
<b>Note 5G: Revenue from non-trading securities</b>		
Amortisation of premiums for Commonwealth Government Securities on issue		
	-	281,139
<b>Note 5H: Other sources of non-taxation revenue</b>		
Transfer from Consolidated Revenue Fund to Trust Fund (LCIR)		
	-	8,544,540
Australian Securities and Investments Commission regulation fees and receipts		
	-	331,778
State fiscal contributions		
	-	199,584
Other	356,518	261,810
<b>Total other sources of non-taxation revenue</b>	<b>356,518</b>	<b>9,337,712</b>

## Note 6: Operating expenses

	1999-00 \$'000	1998-99 \$'000
<b>Note 6A: Employee expenses</b>		
Remuneration (for services provided)	45,284	41,581
Separation and redundancy	424	567
<b>Total remuneration</b>	<b>45,708</b>	42,148
Other employee expenses	979	-
<b>Total employee expenses</b>	<b>46,687</b>	42,148
<b>Note 6B: Suppliers expenses</b>		
Supply of goods and services	60,825	40,189
Operating lease rentals	436	857
<b>Total supplier expenses</b>	<b>61,261</b>	41,046
<b>Note 6C: Depreciation and amortisation</b>		
Depreciation of property, plant and equipment	2,639	2,109
Amortisation of software	1,424	-
Amortisation of leased assets	-	298
<b>Total depreciation and amortisation</b>	<b>4,063</b>	2,407
<b>Note 6D: Write down of assets</b>		
Non-financial assets		
Software - revaluation decrement	2,340	-
Master tooling - revaluation decrement	777	-
Write-down of assets	28	-
<b>Total write down of assets</b>	<b>3,145</b>	-
<b>Note 6E: Other operating expenses</b>		
Repurchase of numismatic coins	557	434
Royalty on numismatic sales	1,069	801
<b>Total other operating expenses</b>	<b>1,626</b>	1,235
<b>Note 6F: Interest</b>		
Government securities	-	7,283,049
Swaps	-	1,266,788
<b>Total interest</b>	<b>-</b>	<b>8,549,837</b>
<b>Note 6G: Other administered expenses</b>		
Assumption of debt of Australian National Railways		
Commission	-	230,101
Premium paid on redemption of debt	-	508,127
Debt waiver - Victoria	-	180,411
Other	74,711	80,482
<b>Total other administered expenses</b>	<b>74,711</b>	999,121

## Note 7: Grants and subsidies

### Note 7A: Grants

	1999-00 \$'000	1998-99 \$'000
Grants to other sectors (appropriations to other Commonwealth entities)	-	330,708
Grants to State and Territory governments	17,886,602	17,062,716
GST assistance grants	130,378	-
Other	2,014	793
<b>Total grants</b>	<b>18,018,994</b>	<b>17,394,217</b>

### Note 7B: Subsidies

	1999-00 \$'000	1998-99 \$'000
GST direct assistance payments	298,879	-
<b>Total subsidies</b>	<b>298,879</b>	<b>-</b>

## Note 8: Restructuring, company tax equivalent and capitalisation of assets

### Note 8A: Agency restructuring

	1999-00 \$'000	1998-99 \$'000
In respect of programs or sub-programs assumed, the following assets and liabilities were recognised at the date of transfer:		Consumer Affairs Division
	<b>AGA(a)</b>	
<b>Assets</b>		
Receivables	419	-
Property, plant and equipment	11	184
Other	100	-
<b>Total assets recognised</b>	<b>530</b>	<b>184</b>
<b>Liabilities</b>		
Creditors		
Provisions	(492)	(683)
<b>Total liabilities recognised</b>	<b>(492)</b>	<b>(683)</b>
<b>Net assets/(liabilities) assumed</b>	<b>38</b>	<b>(499)</b>
In respect of programs and sub-programs relinquished, the following assets and liabilities were transferred:		1998-99 \$'000
	<b>AOFM(b)</b>	
<b>Assets</b>		
Receivables		
Property, plant and equipment	(242)	-
Other	-	-
<b>Total assets recognised</b>	<b>(242)</b>	<b>-</b>
<b>Liabilities</b>		
Creditors		
Provisions	341	-
<b>Total liabilities recognised</b>	<b>341</b>	<b>-</b>
<b>Net (assets)/liabilities relinquished</b>	<b>99</b>	<b>-</b>
<b>Net appropriation/(distribution) from restructuring</b>	<b>137</b>	<b>-499</b>

- (a) The Australian Government Actuary (AGA) transferred from the Insurance and Superannuation Commission (ISC) to the Australian Prudential Regulation Authority (APRA) on 1 July 1998. The Australian Government Solicitors (AGS) indicated that AGA may not have had sufficient powers within the Australian Prudential Regulation Authority Act of 1988 to carry out its full range of functions. As a result APRA and Treasury entered into an agreement for the divestment of AGA from APRA and the transfer to Treasury from 1 April 2000. AGA operates within Treasury as a s20 special account under the Financial Management and Accountability Act.
- (b) The Australian Office of Financial Management (AOFM) is an independent Treasury Agency within the Treasury portfolio having been established as a 'prescribed agency' under the Financial Management and Accountability Act (FMAA) as of 1 July 1999. The AOFM assumed all functions formerly carried out by the Debt Management Office within Treasury from that date. The AOFM is responsible for all aspects of the Commonwealth's funding, debt redemption and risk management functions.

## Note 8B: Administered restructuring

	1999-00 \$'000	1998-99 \$'000
In respect of programs and sub-programs relinquished, the following assets and liabilities were transferred:	<b>AOFM(b)</b>	
<b>Assets</b>		
Cash	9,155	-
Receivables	3,358,845	-
Property, plant and equipment	-	-
Other	5,783,454	-
<b>Total assets recognised</b>	<b>9,151,454</b>	<b>-</b>
<b>Liabilities</b>		
Government securities	(89,053,503)	-
Interests	(2,788,392)	-
Other	(1,406,833)	-
<b>Total liabilities recognised</b>	<b>(93,248,728)</b>	<b>-</b>
<b>Net (assets)/liabilities relinquished</b>	<b>(84,097,275)</b>	<b>-</b>
<b>Contribution by Government</b>	<b>-</b>	<b>-</b>
<b>Net appropriation from restructuring</b>	<b>(84,097,275)</b>	<b>-</b>

- (b) The Australian Office of Financial Management (AOFM) is an independent Treasury Agency within the Treasury portfolio having been established as a 'prescribed agency' under the Financial Management and Accountability Act (FMAA) as of 1 July 1999. The AOFM assumed all functions formerly carried out by the Debt Management Office within Treasury from that date. The AOFM is responsible for all aspects of the Commonwealth's funding, debt redemption and risk management functions.

## Note 8C: Company tax equivalent

	1999-00 \$'000	1998-99 \$'000
Company tax equivalent for business operations	(2,033)	(598)
<b>Total company tax equivalent</b>	<b>(2,033)</b>	<b>(598)</b>

## Note 8D: Capitalisation of assets

	1999-00 \$'000	1998-99 \$'000
Capitalisation of assets	286	7,652

The above amount represents the value of assets not capitalised in prior years.

## Note 9: Financial assets

	1999-00 \$'000	1998-99 \$'000
<b>Note 9A: Cash</b>		
Cash at bank and on hand	2,642	547
<b>Note 9B: Investments</b>		
Term deposits	9,500	-
RAM Interest in the STOCP at recoverable amount	5,994	-
<b>Total investments</b>	<b>15,494</b>	<b>-</b>
<b>Note 9C: Receivables</b>		
Trade debtors	4,614	1,007
Other debtors	96	3,802
Less: Provision for doubtful debts	(79)	(77)
<b>Total receivables</b>	<b>4,631</b>	<b>4,732</b>
Receivables (gross) are aged as follows:		
Overdue by		
Less than 30 days	3,920	4,614
30 to 60 days	390	84
More than 60 days	400	111
	<b>4,710</b>	<b>4,809</b>
<b>Note 9D: Administered financial assets - cash</b>		
Cash at bank	263,694	3,626
Cash in trust accounts	-	9,155
<b>Total cash</b>	<b>263,694</b>	<b>12,781</b>
<b>Note 9E: Administered financial assets - receivables from other financial institutions</b>		
Swap principal	-	54,810
Swap interest	-	93,557
<b>Total receivables from other financial institutions</b>	<b>-</b>	<b>148,367</b>
Maturity schedule for receivables from other financial institutions as at 30 June 2000 is as follows:		
Payable		
Within one year	-	93,557
In one to two years	-	-
In two to five years	-	24,736
In more than five years	-	30,074
	<b>-</b>	<b>148,367</b>

## Note 9: Financial assets (continued)

	1999-00 \$'000	1998-99 \$'000
<b>Note 9F: Administered financial assets - loans and advances</b>		
Loans to State and Territory governments	-	5,783,453
Loan to Papua New Guinea	133,245	-
<b>Total loans and advances</b>	<b>133,245</b>	<b>5,783,453</b>
Maturity schedule for Loans as at 30 June 2000 is as follows:		
Payable		
Within one year	-	708,966
In one to two years	-	564,926
In two to five years	133,245	710,756
In more than five years	-	3,798,805
	<b>133,245</b>	<b>5,783,453</b>
<b>Note 9G: Administered financial assets - other receivables</b>		
Appropriation receivable	63,702	3,195,537
APRA Supervisory levies	7,752	11,106
IMF related moneys owing	13,101	10,647
Interest receivable	-	69,224
Other	1,200	711
<b>Total other receivables</b>	<b>85,755</b>	<b>3,287,225</b>
<b>Note 9H: Administered financial assets - investments</b>		
<b>International financial institutions</b>		
Asian Development Bank	281,431	281,430
European Bank for Reconstruction and Development	51,486	51,486
International Finance Corporation	69,144	61,180
International Bank for Reconstruction and Development	265,115	265,082
Multilateral Investment Guarantee Agency	5,819	5,819
	<b>672,995</b>	<b>664,997</b>
<b>Quota</b>		
International Monetary Fund	7,222,495	6,562,044
<b>Commonwealth entities</b>		
Reserve Bank of Australia	8,035,041	8,035,041
Australian Securities and Investments Commission	4,267	4,267
Companies and Securities Advisory Committee	332	332
	<b>8,039,640</b>	<b>8,039,640</b>
<b>Total investments</b>	<b>15,935,130</b>	<b>15,266,681</b>



## Note I0: Non-financial assets

### Note I0A: Infrastructure, plant and equipment

	1999-00 \$'000	1998-99 \$'000
Computers, plant and equipment - at valuation	7,184	7,458
Accumulated depreciation	(2,076)	(975)
	<b>5,108</b>	6,483
Computers, plant and equipment - at cost	3,543	3,124
Accumulated depreciation	(1,602)	(1,247)
	<b>1,941</b>	1,877
Computers, plant and equipment under finance lease	2,955	2,177
Accumulated amortisation	(1,162)	(298)
	<b>1,793</b>	1,879
Leasehold improvements - at cost	645	414
Accumulated amortisation	(116)	(77)
	<b>529</b>	337
<b>Total infrastructure, plant and equipment</b>	<b>9,371</b>	10,576
Intangibles - software	4,010	8,135
Accumulated amortisation	(388)	(630)
	<b>3,622</b>	7,505
<b>Total infrastructure, plant and equipment and intangibles</b>	<b>12,993</b>	18,081

## Note 10: Non-financial assets (continued)

### Note 10B: Analysis of infrastructure, plant and equipment and intangibles

**Table A: Movement summary 1999-00 for all assets irrespective of valuation basis**

Item	Leasehold Improvements \$'000	Computers, Plant & Equipment \$'000	Intangibles- Software \$'000	Total \$'000
Gross value as at 1 July 1999	414	12,759	8,135	21,308
Additions	245	2,751	534	3,530
Disposals	-	(406)	-	(406)
Transfers In (Out)	(14)	(170)	184	-
Restructure	-	(17)	(450)	(467)
Revaluations	-	(1,235)	(4,393)	(5,628)
<b>Gross value as at 30 June 2000</b>	<b>645</b>	<b>13,682</b>	<b>4,010</b>	<b>18,337</b>
Accumulated depreciation/amortisation as at 1 July 1999	(77)	(2,520)	(630)	(3,227)
Depreciation/amortisation charge for assets held 1 July 1999	(39)	(2,039)	(1,812)	(3,890)
Depreciation/amortisation charge for additions	-	(173)	-	(173)
Adjustment for disposals	-	334	237	571
Adjustment for acquisition	-	(442)	-	(442)
Restructure	-	-	(236)	(236)
Revaluations	-	-	2,053	2,053
Accumulated depreciation/amortisation as at 30 June 2000	(116)	(4,840)	(388)	(5,344)
<b>Net book value as at 30 June 2000</b>	<b>529</b>	<b>8,842</b>	<b>3,622</b>	<b>12,993</b>
Net book value as at 1 July 1999	337	10,239	7,505	18,081

Note 10B: Analysis of infrastructure, plant and equipment and intangibles  
(continued)

**Table B: Summary of balances of assets at valuation  
as at 30 June 2000**

Item	Infrastructure, Plant & Equipment \$'000	Intangibles - Software \$'000	Total \$'000
<b>As at 30 June 2000</b>			
Gross value	7,184	4,010	11,194
Accumulated depreciation/amortisation	(2,076)	(388)	(2,464)
<b>Net book value</b>	<b>5,108</b>	<b>3,622</b>	<b>8,730</b>
<b>As at 30 June 1999</b>			
Gross value	7,458	8,135	15,593
Accumulated depreciation/amortisation	(975)	(630)	(1,605)
<b>Net book value</b>	<b>6,483</b>	<b>7,505</b>	<b>13,988</b>

**Table C: Summary of balances of assets held under finance lease  
as at 30 June 2000**

Item	Computers, Plant & Equipment \$'000
<b>As at 30 June 2000</b>	
Gross value	2,955
Accumulated depreciation/amortisation	(1,162)
<b>Net book value</b>	<b>1,793</b>
<b>As at 30 June 1999</b>	
Gross value	2,177
Accumulated depreciation/amortisation	(298)
<b>Net book value</b>	<b>1,879</b>

## Note 10: Non-financial assets (continued)

### Note 10C: Inventories

	<b>1999-00</b>	1998-99
	<b>\$'000</b>	\$'000
All Departmental inventories are current assets		
Raw materials	<b>7,043</b>	7,031
Work in progress	<b>1,718</b>	1,281
Finished goods	<b>3,218</b>	4,881
<b>Total inventories</b>	<b>11,979</b>	13,193

### Note 10D: Other

	<b>1999-00</b>	1998-99
	<b>\$'000</b>	\$'000
Coin collection	<b>3,660</b>	3,660
Prepayments	<b>1,838</b>	3,046
Prepaid precious metal	<b>197</b>	120
<b>Total other</b>	<b>5,695</b>	6,826

## Note II: Debt

	1999-00 \$'000	1998-99 \$'000
<b>Note 11A: Lease liability</b>		
Finance lease commitments:		
Not later than one year	804	653
Later than one year and not later than two years	552	644
Later than two years and not later than five years	133	310
Minimum lease payments	1,489	1,607
Deduct: future finance charges	(110)	(106)
<b>Lease liability</b>	<b>1,379</b>	<b>1,501</b>
Total Lease liability is represented by:		
Current	792	589
Non-current	587	912
<b>Total lease liability</b>	<b>1,379</b>	<b>1,501</b>
<b>Note 11B: Loans</b>		
Loans from Government	758	-
<b>Total loans</b>	<b>758</b>	<b>-</b>
Maturity schedule for loans:		
Payable		
within one year	138	-
in one to two years	310	-
in two to five years	310	-
more than five years	-	-
	<b>758</b>	<b>-</b>
<b>Note 11C: Government securities</b>		
Government securities:		
Securities issued on behalf of the Commonwealth	-	85,897,242
Securities issued on behalf of the States and Territories	-	1,796,458
	-	87,693,700
Unamortised net premiums on Commonwealth Government Securities on issue	-	1,359,804
<b>Total Government securities</b>	<b>-</b>	<b>89,053,504</b>
Maturity schedule for Government securities as at 30 June 2000 is as follows:		
Payable		
within one year	-	17,081,236
in one to two years	-	12,580,412
in two to five years	-	16,503,480
in more than five years	-	41,528,572
	-	87,693,700

## Note 11: Debt (continued)

	1999-00 \$'000	1998-99 \$'000
<b>Note 11D: Loans</b>		
Other promissory notes	103,406	101,036
IMF promissory notes	4,615,077	4,245,685
<b>Total loans</b>	<b>4,718,483</b>	<b>4,346,721</b>
Maturity schedule for loans is as follows:		
Payable		
within one year	12,669	11,686
in one to two years	11,619	6,988
In two to five years	4,951	15,038
in more than five years	-	2,810
Promissory notes payable on demand	4,689,244	4,310,199
	<b>4,718,483</b>	<b>4,346,721</b>

## Note 12: Provisions and payables

	1999-00 \$'000	1998-99 \$'000
<b>Note 12A: Employee provisions</b>		
Salaries and wages	906	597
Annual leave	5,061	4,473
Long service leave	8,593	8,236
Superannuation	168	102
<b>Total employee provisions</b>	<b>14,728</b>	<b>13,408</b>
<b>Note 12B: Suppliers</b>		
Trade creditors	2,947	1,126
<b>Total suppliers</b>	<b>2,947</b>	<b>1,126</b>
<b>Note 12C: Other</b>		
Other creditors	1,346	153
STOCP Payables	2,344	199
Trust fund surplus	4,757	4,613
<b>Total other</b>	<b>8,447</b>	<b>4,965</b>
<b>Note 12D: Grants</b>		
Grants		
IMF - enhanced structural adjustment facility	22,500	25,000
Maturity schedule for grants is as follows:		
Payable		
within one year	2,500	2,500
in one to two years	2,500	2,500
in two to five years	7,500	7,500
in more than five years	10,000	12,500
	<b>22,500</b>	<b>25,000</b>
<b>Note 12E: Payables due to financial institutions</b>		
Swap principal	-	1,396,333
Swap interest	-	10,501
<b>Total payables due to financial institutions</b>	<b>-</b>	<b>1,406,834</b>

## Note 12: Provisions and payables (continued)

	1999-00 \$'000	1998-99 \$'000
Maturity schedule for payables due to other financial institutions as at 30 June 2000 is as follows:		
Payable		
within one year	-	181,667
in one to two years	-	110,575
in two to five years	-	774,765
in more than five years	-	339,827
	-	1,406,834
<b>Note 12F: Suppliers</b>		
Trade creditors	210	-
<b>Note 12G: Subsidies</b>		
Provision for direct assistance payments	260,297	-
<b>NOTE 12H: Provisions and payables - other</b>		
Interest payable	-	2,788,392
IMF SDR allocation	1,050,089	954,065
Provisions for unclaimed moneys repayments	55,892	48,975
Provision for insurance claims	14,169	20,894
Provision for unearned premiums	48,570	87,749
IMF related moneys owing	7,810	4,027
Other	573	1,305
<b>Total provisions and payables - other</b>	<b>1,177,103</b>	<b>3,905,407</b>



## Note 13: Equity

Item	Capital		Accumulated Results		Asset Revaluation Reserve		Total Equity	
	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000	1999-00 \$'000	1998-99 \$'000
<b>Note 13A: Equity - agency</b>								
Balance 1 July 1999	3,763	-	12,943	8,340	5,673	4,463	22,379	12,803
Operating result	-	-	4,371	(2,550)	-	-	4,371	(2,550)
Equity appropriations	-	3,763	-	-	-	-	-	3,763
Restructuring	-	-	137	(499)	-	-	137	(499)
Capital use charge	-	-	(1,539)	-	-	-	(1,539)	-
Capitalisation of assets	-	-	286	7,652	-	-	286	7,652
Net asset revaluation decrease	-	-	-	-	(459)	1,210	(459)	1,210
<b>Balance 30 June 2000</b>	<b>3,763</b>	<b>3,763</b>	<b>16,198</b>	<b>12,943</b>	<b>5,214</b>	<b>5,673</b>	<b>25,175</b>	<b>22,379</b>
<b>Note 13B: Equity - administered</b>								
Balance 1 July 1999	-	-	(82,266,414)	(92,453,310)	8,039,640	8,039,640	(74,226,774)	(84,413,670)
Injection of capital	15,215	-	-	-	-	-	15,215	-
Restructuring	-	-	84,097,275	-	-	-	84,097,275	-
Contribution to Budget Outcome	-	-	4,499,657	89,517,033	-	-	4,499,657	89,517,033
Amount to Official Public Account	-	-	(3,463,974)	(79,330,137)	-	-	(3,463,974)	(79,330,137)
<b>Balance 30 June 2000</b>	<b>15,215</b>	<b>-</b>	<b>2,866,544</b>	<b>(82,266,414)</b>	<b>8,039,640</b>	<b>8,039,640</b>	<b>10,921,399</b>	<b>(74,226,774)</b>

## Note 14: Cash flow reconciliation

### Note 14A: Agency cash flow reconciliation

	1999-00 \$'000	1998-99 \$'000
<b>Reconciliation of operating surplus to net cash provided by operating activities:</b>		
<b>Operating surplus before abnormal items</b>	<b>4,371</b>	<b>(2,550)</b>
Extraordinary item - restructuring	-	(499)
<b>Net surplus ( deficit)</b>	<b>4,371</b>	<b>(3,049)</b>
Profit distribution	<b>(5,994)</b>	618
Depreciation/amortisation	<b>4,063</b>	2,407
Asset write-off (Olympic Coin project costs)	<b>28</b>	64
Transfer of inventory to coin collection	-	2
Loss on sale on disposal of non current assets	<b>61</b>	556
Profit on sale on disposal of non current assets	<b>(1)</b>	-
Finance charges	<b>90</b>	-
Revaluation decrement-software	<b>3,117</b>	-
Increase in other current assets	<b>(742)</b>	-
Decrease in receivables	<b>1,332</b>	943
Decrease/ (increase) in prepayments	<b>1,944</b>	(131)
Decrease/ (increase) in inventories	<b>1,214</b>	(7,231)
Increase in employee liabilities	<b>1,527</b>	666
Increase in suppliers	<b>1,845</b>	82
Increase in other liabilities	<b>2,264</b>	5,297
<b>Net cash provided by operating activities</b>	<b>15,119</b>	<b>224</b>

## Note 14: Cash flow reconciliation (continued)

### Note 14B: Administered cash flow reconciliation

	1999-00 \$'000	1998-99 \$'000
<b>Reconciliation of net contribution to budget outcome to net cash provided by operating activities:</b>		
<b>Net contribution to the Budget outcome</b>	<b>4,499,657</b>	89,517,033
Cash to the Public Account from operations	<b>(3,463,974)</b>	(79,330,137)
<b>Net surplus</b>	<b>1,035,683</b>	10,186,896
Cash from the Official Public Account	-	(74,512,272)
Cash to the Official Public Account	-	74,003,248
Transfer of funds from Consolidated Revenue to Trust Fund	-	(8,544,540)
Assumption of debt of Australian National Railways Commission	-	230,101
Waiver of debt - Victoria	-	180,411
Foreign exchange losses/(gains)	<b>(173,702)</b>	(586,197)
Amortisation of net premium on issue of debt	-	(281,139)
Premium on redemption of debt	-	508,127
Restructuring	<b>(9,155)</b>	-
Provision for direct assistance payments	<b>260,297</b>	-
(Increase)/decrease in dividend and interest receivables	<b>(676,000)</b>	2,696,859
Increase in IMF remuneration receivables	<b>(2,474)</b>	(3,216)
Decrease in premiums receivable	-	386
Increase in appropriations receivable	<b>(9,421)</b>	(3,195,537)
(Increase)/decrease in other financial assets	<b>2,996</b>	(11,040)
Decrease in non-financial assets	-	9,631
Decrease in insurance claims and unearned premium provisions and payables	<b>(39,315)</b>	(62,279)
Increase in payables	<b>54</b>	-
Increase in unclaimed moneys provisions and payables	<b>6,916</b>	7,583
Decrease in grant provisions and payables	-	(2,500)
Decrease in interest provisions and payables	-	(307,587)
Increase/(decrease) in IMF provisions and payables	<b>2,504</b>	(2,263)
<b>Net cash provided by operating activities</b>	<b>398,383</b>	314,672

## Note 15: Administered remote contingencies

Borrower	Legislation Authorising Guarantee	Balance Outstanding 1999-00 \$'000	Balance Outstanding 1998-99 \$'000
Papua New Guinea	<i>PNG Act 1949-75 &amp; PNG Loans Guarantee Act 1975</i>	5,775	5,775
Commonwealth Bank of Australia(a)	<i>CBA Act 1959 s117</i>	(d)	94,124,900
Commonwealth Bank of Australia Officers' of Superannuation Fund(a)	<i>CBA Act 1959 s117</i>	(d)	3,753
Commonwealth Development Bank(a)	<i>CBA Act 1959 s117</i>	(d)	272,600
Reserve Bank of Australia(b)	<i>RBA Act s77</i>	45,228,000	38,160,000
Housing Loans Insurance Corporation(c)	<i>HLIC Act 1965 s30,31(b)</i>	-	-

- (a) In relation to the Commonwealth Bank of Australia, the Commonwealth Bank of Australia Officers' Superannuation Fund and the Commonwealth Development Bank, the Commonwealth guarantees all moneys that are, or may at any time become, payable to a person other than the Commonwealth. Such guarantee will be progressively phased out following the government sell-down on 19 July 1996.
- (b) In relation to the Reserve Bank of Australia, the Commonwealth guarantees all moneys that are, or may at any time become, payable to a person other than the Commonwealth.
- (c) The HLIC was sold by the Commonwealth on 12 December 1997 and all residual contingencies have been assumed by the Commonwealth. The principal amount covered by the guarantee and the balances outstanding are unable to be reliably measured. The guarantee relates essentially to the Housing Loans Insurance Corporation's (HLIC) contracts of mortgage insurance and any borrowings approved by the Treasurer up to the time of sale.
- (d) At the finalisation of these statements this figure was not reliably measurable.

## Note 16: Appropriations

### Note 16A: Agency appropriations

#### Annual appropriations for departmental items (price of outputs)

	1999-00
	\$
Balance available at 1 July	-
Add: Appropriation Acts No 1 & 3 credits:	-
Section 6 - Act 1 - basic appropriations (budget)	59,765,000
Section 6 - Act 3 - basic appropriations	2,818,000
Section 9 - adjustments	3,000,000
Section 10 - Advance to the Finance Minister	-
Section 11 - Comcover receipts	-
Add: FMA Act	-
s30 appropriations	-
s31 appropriations	4,621,043
Total appropriations available for the year	70,204,043
Expenditures during the year	70,204,043
Balance of appropriations for outputs at 30 June	-

#### Annual appropriations for departmental non-revenue items

	Equity Injections	Loans	Carryovers
	1999-00	1999-00	1999-00
	\$	\$	\$
Balance available at 1 July	-	-	-
Add: Appropriation Act No. 2 (Budget)	-	775,000	3,200,000
Add: Advance to the Finance Minister	-	-	-
Add: FMA Act s30 appropriations	-	-	-
Add: Appropriation Act No. 4	-	-	563,000
Total appropriations available for the year	-	775,000	3,763,000
Expenditure debited during the year	-	775,000	3,763,000
Balance of appropriations for capital at 30 June 2000	-	-	-

## Note 16: Appropriations (continued)

### Note 16B: Administered appropriations

#### Annual appropriations for administered expense items

Outcome 1 — Economic

	Administered Expenses Appropriation Act No. 1 1999-00 \$	Administered Expenses Appropriation Act No. 2 1999-00 \$	State Payment Items Appropriation Act No. 2 1999-00 \$
Balance available at 1 July	-	-	-
Add: Appropriations Acts Nos. 1/2			
Basic appropriations			
specified Acts Nos. 1/2 (Budget)	-	-	-
Basic appropriations			
specified Acts No. 3/4	-	-	-
Section 10 - Advance to the Finance Minister	-	-	-
Section 11 - Comcover receipts	-	-	-
Add: FMA Act			
s30 appropriations	-	-	-
s31 appropriations	-	-	-
Total appropriations available for the year	-	-	-
Expenditure debited during the year	-	-	-
Balance unspent Appropriations lapsing(a)	-	-	-
Balance of appropriations at 30 June	-	-	-

(a) The amount of the appropriation that lapsed is based on the amount to be determined by the Finance Minister under the annual appropriation Acts, to be the administered expenses by the Agency in the current year.

## Note 16B: Administered appropriations (continued)

### Annual appropriations for administered expense items

#### Outcome 2 — Budget

	Administered Expenses Appropriation Act No. 1 1999-00	Administered Expenses Appropriation Act No. 2 1999-00	State Payment Items Appropriation Act No. 2 1999-00
Balance available at 1 July	-	-	-
Add: Appropriations Acts Nos. 1/2	-	-	-
Basic appropriations specified Acts Nos. 1/2 (Budget)	498,000,000	13,200,000	-
Basic appropriations specified Acts Nos. 3/4		200,000	-
Section 10 - Advance to the Finance Minister	-	-	-
Section 11 - Comcover receipts	-	-	-
Add: FMA Act			
s30 appropriations	-	-	-
s31 appropriations	-	-	-
Total appropriations available for the year	498,000,000	13,400,000	-
Expenditure debited during the year	429,203,523	13,227,044	-
Balance unspent	68,796,477	172,956	-
Appropriations lapsing(a)	68,742,651	172,956	-
Balance of appropriations at 30 June	53,826	-	-

- (a) The amount of the appropriation that lapsed is based on the amount to be determined by the Finance Minister under the annual appropriation Acts, to be the administered expenses by the Agency in the current year.

## Note 16B: Administered appropriations (continued)

### Annual appropriations for administered expense items

#### Outcome 3 — Markets

	Administered Expenses Appropriation Act No. 1 1999-00	Administered Expenses Appropriation Act No. 2 1999-00	State Payment Items Appropriation Act No. 2 1999-00
Balance available at 1 July	-	-	-
Add: Appropriations Acts Nos. 1/2			
Basic appropriations			
specified Acts Nos. 1/2 (Budget)	26,300,000	-	134,412,000
Basic appropriations			
specified Acts Nos. 3/4	424,000	-	-
Section 10 - Advance to the Finance Minister	-	-	535,084
Section 11 - Comcover receipts	-	-	-
Add: FMA Act			
s30 appropriations	-	-	-
s31 appropriations	-	-	-
Total appropriations available for the year	26,724,000	-	134,947,084
Expenditure debited during the year	17,799,550	-	134,947,084
Balance unspent	8,924,450	-	-
Appropriations lapsing(a)	8,924,450	-	-
Balance of appropriations at 30 June	-	-	-

(a) The amount of the appropriation that lapsed is based on the amount to be determined by the Finance Minister under the annual appropriation Acts, to be the administered expenses by the Agency in the current year.



## Note I6B: Administered appropriations (continued)

### Annual appropriations for administered expense items

	1999-00
Capital	\$
Balance available at 1 July	
Add: Appropriation Act No 2 (Budget)	13,100,000
Add: Advance to the Finance Minister	2,115,125
Add: FMA Act s30 appropriations	-
Add: Appropriation Act No 4	-
Total appropriations available for the year	15,215,125
Expenditure debited during the year	15,215,125
Balance of appropriations at 30 June 2000	-

### Special appropriations (unlimited) for administered items

Special Appropriation (Act/section)	Budget	Actual
	Estimate	Expenditure
	1999-00	1999-00
	\$	\$
<i>Asian Development Bank (Additional Subscription) Act 1995</i>	7,250,000	2,584,649
<i>Banking Act 1959</i>	13,000,000	11,427,775
<i>International Monetary Agreements Act 1947</i>	324,318,000	328,643,335
<i>States Grants (General Purposes) Act 1994</i>	17,738,915,000	17,738,453,808

## Note 16C: Special accounts and special public money

### Other trust moneys

#### Legal authority

*Financial Management and Accountability Act 1997, section 20.*

#### Purpose

For the receipt of moneys temporarily held in trust for other persons.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	13,000
Receipts from other sources	-
Less: Expenditure in 1999-00	-
<b>Balance at end of the reporting period</b>	<b>13,000</b>

### Royal Australian Mint and coinage trust

#### Legal authority

*Financial Management and Accountability Act 1997, section 21.*

#### Purpose

- (a) payment of goods and services and salaries and other expenses incurred for activities entered into by the Royal Australian Mint and approved by the Treasurer; and
- (b) repayment of capital funds and payment of moneys in excess of requirements to the Consolidated Revenue Fund.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	500,987
Receipts from other sources	-
Less: Expenditure in 1999-00	(500,987)
<b>Balance at end of the reporting period</b>	<b>-</b>

## Note 16C: Special accounts and special public money (continued)

### Companies and Securities Advisory Committee

#### Legal authority

*Financial Management and Accountability Act 1997, section 20.*

#### Purpose

For the payment of moneys in connection with services performed on behalf of other government and non-departmental bodies.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	10,230
Receipts from other sources	-
Less: Expenditure in 1999-00	(10,230)
<b>Balance at end of the reporting period</b>	<b>-</b>

### Ministerial Council on Consumer Affairs

#### Legal authority

*Financial Management and Accountability Act 1997, section 20.*

#### Purpose

To receive funds from member bodies to provide secretariat support and funding for agreed MCCA projects.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	39,858
Receipts from other sources	759,044
Less: Expenditure in 1999-00	(177,137)
<b>Balance at end of the reporting period</b>	<b>621,765</b>

## Note 16C: Special accounts and special public money (continued)

### Advisory panel for marketing in Australia of infant formula

#### Legal authority

*Financial Management and Accountability Act 1997, section 20.*

#### Purpose

To meet the administrative costs of APMAIF, a non-statutory body that advises government on, The Marketing in Australia of Infant Formulas: Manufactures and Importers Agreement 1992.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	26,480
Receipts from other sources	44,751
Less: Expenditure in 1999-00	(39,501)
<b>Balance at end of the reporting period</b>	<b>31,730</b>

### Commonwealth Consumer Affairs Advisory Council

#### Legal authority

*Financial Management and Accountability Act 1997, section 20.*

#### Purpose

To fund projects on behalf of the Minister for Financial Services and Regulation's advisory council on consumer issues.

	1999-00 Actual \$
Balance as at 1 July 1999	-
Add: Receipts from appropriations	-
Receipts from other sources	29,192
Less: Expenditure in 1999-00	(4,364)
<b>Balance at end of the reporting period</b>	<b>24,828</b>

## Note 16C: Special accounts and special public money (continued)

### Revenue replacement payments

#### Legal authority

*States Grants (General Purposes) Act 1994, schedule 5.*

#### Purpose

For the payment of moneys to the States and Territories in connection with constitutionally invalid business franchise fees.

	1999-00 Actual \$
Receipts from Consolidated Revenue Fund	6,929,304,875
Payments to States and Territories	(7,301,831,930)
<b>Accrued liability at 30 June 2000</b>	<b>(372,527,055)</b>

### Lloyds deposit trust fund

#### Legal authority

*Insurance Laws Amendment Act 1998, schedule 2.*

#### Purpose

To meet the costs of the judicial management and wind-up in the event the company ceases to trade.

	1999-00 Actual \$
Balance as at 1 July 1999	567,330
Add: Receipts from appropriations	-
Receipts from other sources	1,581,075
Less: Expenditure in 1999-00	-
<b>Balance at end of the reporting period</b>	<b>2,148,405</b>

## Note 16C: Special accounts and special public money (continued)

### Investments

The balance of investments at 30 June 2000 includes the following investments held in the corporate name of the Treasurer of the Commonwealth pursuant to subsection 93(1) of the *Insurance Act 1973* on behalf of the Trust.

Rate of Interest %	Date of Maturity	Face Value of Investment \$	Cost of Investment \$
9.75	15 March 2002	500,000	567,330
8.75	15 January 2001	1,500,000	1,581,075
<b>Total investment</b>		<b>2,000,000</b>	<b>2,148,405</b>

### Trustee companies (ACT) deposits trust fund

#### Legal authority

*Trustee Companies Act 1947*, subsection 10(1).

#### Purpose

For the purpose of administering the *Trustee Companies Act 1947* in relation to Trustee Companies.

	1999-00 Actual \$
Balance as at 1 July 1999	124,363
Add: Receipts from appropriations	
Receipts from other sources	44,023
Less: Expenditure in 1999-00	(41,123)
<b>Balance at end of the reporting period</b>	<b>127,263</b>

## Note 16C: Special accounts and special public money (continued)

### Investments

The balance of investments at 30 June 2000 includes the following investments held in the corporate name of the Treasurer of the Commonwealth pursuant to subsection 10(1) of the *Trustee Companies Ordinance 1947* on behalf of the Trust.

Rate of Interest %	Date of Maturity	Face Value of Investment \$	Cost of Investment \$
12	15 November 2001	20,000	21,897
10	15 October 2002	20,000	20,599
10	15 October 2002	20,000	22,127
9.5	15 August 2003	10,000	12,119
7.5	15 July 2005	30,000	30,313
7.5	15 July 2005	20,000	20,208
<b>Total</b>		<b>120,000</b>	<b>127,263</b>

## Note 17: Reporting of outcomes

### Reporting by outcomes

	Outcome 1		Outcome 2		Outcome 3		Total	
	Budget \$'000	Actual \$'000	Budget \$'000	Actual \$'000	Budget \$'000	Actual \$'000	Budget \$'000	Actual \$'000
Subsidies, benefits and grants expenses	-	-	18,250,115	17,882,032	136,961	136,961	18,387,076	18,018,993
Other administered expenses	39,094	40,393	200	298,906	30,514	34,292	69,808	373,591
Total administered expenses	39,094	40,393	18,250,315	18,180,938	167,475	171,253	18,456,884	18,392,584
Add Net cost of entity outputs	17,013	17,969	22,880	23,161	25,690	24,453	65,583	65,583
Outcome before abnormal/extraordinary items	56,107	58,362	18,273,195	18,204,099	193,165	195,706	18,522,467	18,458,167
Abnormal/extraordinary items	-	-	-	-	-	-	-	-
<b>Net cost to budget outcome</b>	<b>56,107</b>	<b>58,362</b>	<b>18,273,195</b>	<b>18,204,099</b>	<b>193,165</b>	<b>195,706</b>	<b>18,522,467</b>	<b>18,458,167</b>
Total assets deployed as at 30/6/00	8,542,836	8,723,197	6,864	267,986	8,138,452	8,162,243	16,688,152	17,153,426
Net assets deployed as at 30/6/00	3,159,575	2,920,088	1,791	1,626	8,018,934	8,024,860	11,180,300	10,946,574



## Note 17: Reporting of outcomes (continued)

### Major agency revenues and expenses by outcome

	Outcome 1 Actual \$'000	Outcome 2 Actual \$'000	Outcome 3 Actual \$'000	Total Actual \$'000
Major expenses				
Employees	11,421	14,355	20,911	46,687
Suppliers	6,482	8,753	46,026	61,261
Depreciation	828	1,149	2,086	4,063
Other	621	891	3,410	4,922
<b>Total expenses</b>	<b>19,352</b>	<b>25,148</b>	<b>72,433</b>	<b>116,933</b>
Major sources of revenues from				
Government	17,013	22,880	25,690	65,583
Other	629	1,616	55,509	57,754
<b>Total revenues</b>	<b>17,642</b>	<b>24,496</b>	<b>81,199</b>	<b>123,337</b>

### Major administered revenues and expenses by outcome

	Outcome 1 Actual \$'000	Outcome 2 Actual \$'000	Outcome 3 Actual \$'000	Total Actual \$'000
Major expenses				
Grants	-	17,882,032	136,961	18,018,994
Subsidies	-	298,879	-	298,879
Other	40,393	27	34,292	74,711
<b>Total expenses</b>	<b>40,393</b>	<b>18,180,938</b>	<b>171,253</b>	<b>18,392,584</b>
Major sources of revenues from				
Government	333,732	18,180,885	171,275	18,685,892
Dividends	3,676,000	-	-	3,676,000
Other	252,729	-	277,620	530,349
<b>Total revenues</b>	<b>4,262,461</b>	<b>18,180,885</b>	<b>448,895</b>	<b>22,892,241</b>

## Note 17: Reporting of outcomes (continued)

### Financial statements

Outcomes	Administered Expenses				Departmental Outputs					Total Appropriations	Total Expenses
	\$'000				\$'000					\$'000	\$'000
	Expenses against Special Appropriations	Expenses against Annual Appropriations		Total Administered Expenses	Expenses against Revenue from Government (Appropriations)			Expenses against Revenue from other sources	Total Expenses Against Outputs	(D)=(A)+(B)	
		(A)			(B)			(C)			
		Appropriation Act 1 & 3	Appropriation Act 2 & 4 (SPP's & New Outcomes)		Special Appropriations	Annual Appropriation Acts	Total				
Outcome 1											
Actual	40,393	-	-	40,393	-	17,969	17,969	1,382	19,352	58,362	59,745
Budget	39,094	-	-	39,094	-	17,013	17,013	638	17,651	56,107	56,745
Outcome 2											
Actual	17,738,454	429,257	13,227	18,180,938	-	23,161	23,161	1,987	25,148	18,204,099	18,206,086
Budget	17,738,915	498,000	13,400	18,250,315	-	22,880	22,880	1,439	24,319	18,273,195	18,274,634
Outcome 3											
Actual	18,345	17,961	134,947	171,253	-	24,453	24,453	47,981	72,433	195,706	243,686
Budget	5,804	26,724	134,947	167,475	-	25,690	25,690	42,864	68,554	193,165	236,029
Total											
Actual	<b>17,797,192</b>	<b>447,218</b>	<b>148,174</b>	<b>18,392,584</b>	-	<b>65,583</b>	<b>65,583</b>	<b>51,350</b>	<b>116,933</b>	<b>18,458,167</b>	<b>18,509,517</b>
Budget	<b>17,783,813</b>	<b>524,724</b>	<b>148,347</b>	<b>18,456,884</b>	-	<b>65,583</b>	<b>65,583</b>	<b>44,941</b>	<b>110,524</b>	<b>18,522,467</b>	<b>18,567,408</b>
								Appropriation Act 2			
								Departmental Capital			
								Actual		-	
								Budget		4,538	
								Appropriation Act 2			
								Administered Capital			
								Actual		15,215	
								Budget		15,215	
								Total Appropriations			
								Actual		18,473,382	
								Budget		18,542,220	

Note: Expenses may be incurred against funding sources not separately identified in this table but which be included in the total expenses column eg expenses incurred by special accounts under section 20 of the FMA Act.

## Note 18: Related party transactions

	1999-00 \$'000	1998-99 \$'000
Sale of goods and services		
Coin sales	5,700	2,670
Other income		
Profit share	6,385	1,183
Administration fee	357	357
Expenditure paid on behalf of the STOCP that has been or is to be reimbursed	835	370
Receivables		
Coin sales	549	177
Administration fee	-	89
Reimbursable expenditure	548	149
Investments		
Interest in STOCP	6,186	-
Payables		
Amount due to STOCP	-	199

## Note 19: Payments to the Commonwealth from business operations

	1999-00 \$'000	1998-99 \$'000
Seigniorage	107,913	63,980
Royalty on Numismatic Coin Sales	1,069	801
STOCP royalty to Treasury	4,496	1,850
Loss from withdrawn circulating coin	(752)	(780)
Trust Fund surplus	(144)	(3,503)
Company and payroll tax equivalents	2,418	952
Actual surplus funds paid to the Commonwealth	115,000	63,300

Note: Budget estimates include section 31 deemed appropriation.

## Note 20: Executive remuneration

	1999-00 Number	1998-99 Number
\$100,000 to \$110,000	-	4
\$110,001 to \$120,000	2	5
\$120,001 to \$130,000	5	16
\$130,001 to \$140,000	10	3
\$140,001 to \$150,000	5	3
\$150,001 to \$160,000	4	-
\$160,001 to \$170,000	2	2
\$170,001 to \$180,000	3	2
\$180,001 to \$190,000	-	1
\$190,001 to \$200,000	1	-
\$200,001 to \$210,000	-	-
\$210,001 to \$220,000	1	-
\$220,001 to \$230,000	2	-
\$230,001 to \$240,000	1	-
\$280,001 to \$290,000	-	1
\$310,001 to \$320,000	1	-
	<b>37</b>	<b>37</b>
The aggregate amount of total remuneration of executive officers shown above	<b>\$5,836,022</b>	\$4,954,041
The aggregate amount of performance pay paid during the year to executive officers shown above	<b>\$419,880</b>	-
The aggregate amount of separation and redundancy payments to the executive officers shown above	-	-

Total remuneration includes actual salary, higher duties allowance, part-day travelling allowance, employer superannuation component and an estimate of the non-salary component of the SES package.

For 1999-2000 remuneration also now includes net accruals for annual leave and long service leave.

The aggregate amount of performance pay shown above for 1999-2000 covers an 18 month period.

## Note 21: Services provided by the Auditor-General

	1999-00 \$	1998-99 \$
Royal Australian Mint	75,000	60,000
Treasury	175,000	215,000
	<b>250,000</b>	<b>275,000</b>

## Note 22: Act of grace payments, waivers and amounts written off

	1999-00	1998-99
	\$	\$
<b>Agency</b>		
No Act of Grace payments were made during the reporting period		
No waivers of amounts owing to the Commonwealth were made pursuant to subsection 34(1) of the <i>Financial Management and Accountability Act 1997</i>		
Amounts written off in accordance with subsection 47 (1) of the <i>Financial Management and Accountability Act 1997</i>	-	-

	1999-00	1998-99
	\$	\$
<b>Administered</b>		
<b>Waivers</b>		
Waivers of amounts owing to the Commonwealth were made pursuant to subsection 70C(2) of the Audit Act 1901. These were amounts payable by Victoria in relation to Commonwealth advances under the States (Works and Housing) Assistance Acts and Commonwealth-State Housing Agreements.	-	180,411,000

## Note 23: Actual staffing level as at 30 June 2000

	1999-00	1998-99
	Number	Number
Program 1: Treasury	548	504
Program 2: Royal Australian Mint	119	116
<b>Total</b>	<b>667</b>	<b>620</b>

## Note 24: Financial instruments departmental

Financial Instruments	Notes	Accounting Policies and Methods (including recognition criteria and measurement basis)	Nature of underlying instruments (including significant terms and conditions affecting the amount, timing and certainty of cash flows)
<b>Financial Assets</b>		Financial assets are recognised when control over future economic benefits is established and the amount of the benefit can be reliably measured.	
Cash — at bank		Deposits are recognised at their nominal amounts. Interest is credited to revenue as it accrues.	The Department of Treasury maintains a bank account with the Reserve Bank of Australia for the administration of petty cash and for the receipt and payment of moneys. The Royal Australian Mint maintains its own commercial accounts for the conduct of its business operations.
Receivables for goods and services		These receivables are recognised at the nominal amounts due less any provision for bad and doubtful debts. Collectability of debts is reviewed at balance date. Provisions are made when collection of the debt is judged to be less rather than more likely.	Credit sales are normally on 30 day terms.
Investments		The Royal Australian Mint and the Perth Mint have formed a joint venture to market and distribute Sydney 2000 Olympic Coins. The Royal Australian Mint's interest in the STOCP is carried at the recoverable amount.	The terms of the partnership are that any annual surplus will be retained in the partnership unless unanimously agreed by the partners.

## Note 24: Financial instruments departmental (continued)

Financial Instruments	Notes	Accounting Policies and Methods (including recognition criteria and measurement basis)	Nature of underlying instruments (including significant terms and conditions affecting the amount, timing and certainty of cash flows)
<b>Financial Liabilities</b>		Financial liabilities are recognised when a present obligation to another party is entered into and the amount of the liability can be reliably measured.	
Trade creditors and accruals	(a)	Creditors and accruals are recognised at their nominal amounts, being the amounts at which the liabilities will be settled. Liabilities are recognised to the extent that the goods or services have been received (and irrespective of having been invoiced).	Trade liabilities are normally settled on 30 day terms.
Finance lease liabilities		Liabilities are recognised at the present value of minimum lease payments at the beginning of the lease. The discount rates used are estimates of the interest rates implicit in the leases.	At reporting date, the Department had finance leases with terms averaging 3 years. The interest rate implicit in the leases averaged 9.6 per cent. The lease assets secure the lease liabilities.

(a) Credit Risk: The maximum exposure to credit risk at the reporting date in relation to each class of recognised financial asset is the carrying amount of those assets as indicated in the balance sheet. The department does not have any significant exposures to any concentrations of credit risk. The maximum value of credit risk exposure does not take into account the value of any collateral or other security.

## Note 25: Financial instruments administered

### Note 25A: Terms, conditions and accounting policies

Financial Instruments	Notes	Accounting Policies and Methods	Nature of Underlying Instruments
<b>Financial Assets</b>		Financial assets are recognised when control over future economic benefits is established and the amount of the benefit can be reliably measured.	
Cash — at bank		Deposits are recognised at their nominal amounts.	<p>The Department maintains two bank accounts with a commercial bank for the purposes of administering mortgage insurance policies written by the Housing Loans Insurance Corporation (HLIC) up to 12 December 1997 and a bank account for administering the wrap-up of the final accounts and other minor details up to the point of sale of the HLIC.</p> <p>The Department also maintains one bank account for the administration of APRA refunds.</p>
Dividends receivable		Dividends from the Reserve Bank of Australia are recognised when determination is made by the Treasurer.	The basis of payment of dividends is a memorandum of understanding with the Treasurer.
International Monetary Fund moneys owing		Amounts owing from the International Monetary Fund are credited to revenue as they accrue.	Where the IMF's holdings of Australian dollars fall below a specified level, it pays remuneration on Australia's average remunerated reserve tranche position. The rate of remuneration is equal to the Special Drawing Rights (SDR) interest rate (this rate is then adjusted for burden sharing). Remuneration is calculated and paid at the end of the IMF's financial quarters.



Note 25A: Terms, conditions and accounting policies (continued)

Financial Instruments	Notes	Accounting Policies and Methods	Nature of Underlying Instruments
Investments — Quota-International Monetary Fund		The investment is recognised as a monetary asset. It is denominated in Special Drawing Rights and is valued at the Australian dollar equivalent. Dividend income is not earned from this investment.	The Quota represents Australia's membership subscription to the International Monetary Fund (IMF). Each member is required to pay to the IMF the amount of its initial quota and subsequent increases partly in the member's own currency and the remainder in the form of reserve assets. A member's quota is not increased until the member has consented to the increase.
Investments — International financial institutions		These investments are classified as non-monetary assets and recognised as at historical cost. Dividend income is not earned from these investments.	These investments represent Australia's membership shareholding in the Asian Development Bank, the International Bank for Reconstruction and Development, the International Finance Corporation and the European Bank for Reconstruction and Development.
<b>Financial Liabilities</b>		Financial liabilities are recognised when a present obligation to another party is entered into and the amount of the liability can be reliably measured.	
Grant liabilities		Grants are recognised as liabilities and expensed in the year in which the grant agreements are made.	This represents Australia's contribution to the Enhanced Structural Adjustment Facility (ESAF) of the IMF. The ESAF will enable the IMF to provide concessional funding to support medium term macroeconomic adjustment and structural reforms in low income members of the IMF facing protracted balance of payment problems. The ESAF will assist Australia to promote its international economic and aid interests with developing countries in the Asian region. Australia's contribution involves \$30 million to be paid in annual instalments of \$2.5 million over a 12 year period.

Note 25A: Terms, conditions and accounting policies (continued)

Financial Instruments	Notes	Accounting Policies and Methods	Nature of Underlying Instruments
International Monetary Fund (IMF) Special Drawing Right (SDR) allocation liability		This liability is recognised as a monetary liability. It is valued at the Australian dollar equivalent of its liability in Special Drawing Rights. Interest expense is recognised as it accrues.	The SDR allocation liability reflects the current value in Australian dollars of the Department's liability to repay to the IMF Australia's cumulative allocations of SDRs. Interest is payable to the IMF in relation to the amount of SDR holdings that are below Australia's net cumulative allocations.
Provision for unclaimed moneys repayments		A provision is recognised at a nominal value representing the expected recovery of these moneys less refunds already made, based on an analysis of historical transactions.	This comprises moneys which have been paid to the Commonwealth government as unclaimed moneys in accordance with section 69 of the <i>Banking Act 1959</i> . These moneys may be claimed by depositors or their legal representatives by applying to the bank concerned. Interest is not paid by the Commonwealth in relation to these moneys.
Loans — promissory notes		The promissory notes are measured at nominal face value.	The Department has on issue promissory notes to the International Monetary Fund (IMF), the International Bank for Reconstruction and Development (IBRD) and the Asian Development Bank (ADB). These promissory notes are in relation to undrawn paid-in capital subscriptions. Promissory notes to the value of \$3,480 million do not possess established drawdown schedules. The promissory notes are non-interest bearing.

## Note 25B: Interest rate exposures

The Department's exposure to interest rate risk and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out below.

Financial Instrument	Floating Interest Rate		Fixed Interest Rate								Non-Interest Bearing		Total		Weighted Average Effective Interest Rate			
	99/00	98/99	1 year or less		1 to 2 years		2 to 5 years		> 5 years		99/00	98/99	99/00	98/99	99/00	98/99		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%	%
<b>Financial assets</b>																		
Cash	3,406	3,626	-	-	-	-	-	-	-	-	260,288	9,156	263,694	12,781	4.75	4.75		
Interest receivable		2,814	159,968	-	-	-	-	-	-	-	-	-	-	162,781		5.99		
IMF monies owing		-	-	-	-	-	-	-	-	-	13,101	10,647	13,101	10,647		-		
Swap principal		-	-	-	-	24,736	-	30,074	-	-	-	-	-	54,810		5.43		
Loans to state and territory governments		341,766	675,809	517,369	517,537	517,537	517,537	3,731,155	-	-	-	-	-	5,783,453		8.62		
Loan to Papa New Guinea						133,245	-	-	-	-	-	-	133,245		7.05			
Other receivables		-	-	-	-	-	-	-	-	-	10,212	11,817	10,212	11,817		-		
Investments		-	-	-	-	-	-	-	-	-	7,895,490	7,227,042	7,895,490	7,227,042		-		
Total financial assets (Recognised)	3,406	348,206	835,777	517,369	517,369	133,245	542,273	3,761,229	8,179,091	7,258,662	8,315,742	13,263,331						
<b>Total assets</b>													17,095,084	21,315,155				

Note 25B: Interest rate exposures (continued)

Financial Instrument	Floating Interest Rate		Fixed Interest Rate						Non-Interest Bearing		Total		Weighted Average Effective Interest Rate			
			1 year or less		1 to 2 years		2 to 5 years		> 5 years							
	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 \$'000	98/99 \$'000	99/00 %	98/99 %
<b>Financial liabilities</b>																
Grant liabilities		-		-		-		-		-	22,500	25,000	22,500	25,000		-
Swap principal liabilities	1,022,015		21,119		72,651		151,714		128,837					1,396,333		5.43
Interest payable		64,680		2,734,213		-		-						2,798,893		7.5
IMF allocation liability		-		-		-		-		-	1,050,089	954,065	1,050,089	954,065		-
Provision for unclaimed moneys repayments		-		-		-		-		-	55,892	48,975	55,892	48,975		-
Commonwealth government securities	4,641,766		17,048,079		8,232,855		16,310,082		41,460,923					87,693,700		6.54
Loans - promissory notes		-		-		-		-		-	4,718,483	4,346,721	4,718,483	4,346,721		-
Other		-		-		-		-		-	8,383	5,306	8,383	5,306		-
<b>Total financial liabilities (Recognised)</b>	<b>5,728,461</b>		<b>19,803,411</b>		<b>8,305,505</b>		<b>16,461,795</b>		<b>41,589,759</b>		<b>5,855,347</b>	<b>5,380,067</b>	<b>5,855,347</b>	<b>97,268,993</b>		
<b>Total liabilities</b>													<b>6,178,593</b>	<b>98,737,466</b>		

Note 25C: Net fair values of administered financial assets and liabilities

	1999-00		1998-99	
	Total Carrying Amount \$'000	Aggregate Net Fair Value \$'000	Total Carrying Amount \$'000	Aggregate Net Fair Value \$'000
<b>Financial assets</b>				
Cash	263,694	263,694	12,781	12,781
Interest receivable			162,781	162,781
IMF moneys owing	13,101	13,101	10,647	10,647
Swaps			54,810	11,069
Loans to state and territory governments			5,783,453	5,783,453
Other receivables	10,212	10,212	11,817	11,817
Investments	7,895,490	7,993,153	7,227,042	7,253,598
	<b>8,182,497</b>	<b>8,280,160</b>	<b>13,263,331</b>	<b>13,246,146</b>
<b>Financial liabilities</b>				
Grant liabilities	22,500	22,500	25,000	25,000
Swaps			1,396,333	1,390,750
Interest payable			2,798,893	2,798,893
IMF allocation liability	1,050,089	1,050,089	954,065	954,065
Provision for unclaimed moneys repayments	55,892	55,892	48,975	48,975
Commonwealth government securities			87,693,700	97,191,300
Loans - promissory notes	4,718,483	4,718,483	4,346,721	4,346,721
Other	8,383	8,383	5,332	5,332
	<b>5,855,347</b>	<b>5,855,347</b>	<b>97,269,019</b>	<b>106,761,036</b>

Note 25D: Net fair values of financial assets and liabilities

	Note	1999-00		1998-99	
		Total Carrying Amount \$'000	Aggregate Net Fair Value \$'000	Total Carrying Amount \$'000	Aggregate Net Fair Value \$'000
<b>Departmental financial assets</b>					
Cash at bank		2,642	2,642	547	547
Investments		15,494	15,494		
Receivables for goods and services	9C	4,631	4,631	4,809	4,732
<b>Total financial assets</b>		<b>22,767</b>	<b>22,767</b>	5,356	5,279
<b>Financial liabilities (recognised)</b>					
Loans		758	758		
Finance lease liabilities	11A	1,379	1,379	1,501	1,501
Trade creditors	12B	2,947	2,947	1,126	1,126
<b>Total financial liabilities (recognised)</b>		<b>5,084</b>	<b>5,084</b>	2,627	2,627

## Note 26: Business operations

### Australian Government Actuary

	<b>1999-00</b>
	<b>\$'000</b>
Total revenue from appropriations	-
Total revenue from sale of goods and services	855
Total operating expenses	341
Abnormal gains/(losses)	-
<b>Operating result</b>	<b>514</b>
Extraordinary gains/(losses)	-
<b>Net surplus or (deficit)</b>	<b>514</b>
Total current assets	1,073
Total non-current assets	10
Total current liabilities	146
Total non-current liabilities	386
Equity	551

Note: The above amounts have been consolidated into the Department's balances shown in these financial statements.

