



# Tasmanian Audit Office

**Report of the Auditor-General  
2016-17 Financial Audits**

*Volume 1*

**Treasurer's Annual Financial Report and results of  
General Government Sector Entities 2016-17**

*Presentation to Members of Parliament  
30 November 2017*

# Report contents

- Treasurer's Annual Financial Report (TAFR)
- Brief summaries for:
  - Government Departments
  - Tasmanian Health Service (THS)
  - other General Government Sector (GGS) Entities and other State entities
- Disposal of firearms and ammunition audit

# Presentation

Today's presentation will cover:

- Entities within the report
- Developments within the sector
- Submission and certification details
- Audit Findings
- Discussion of financial results at GGS and TSS level
- Disposal of firearms and ammunition

# Entities within the report



# Developments within the sector

- Mersey Community Hospital Transfer
- Tasmanian Government Superannuation Reform
- Related Parties Disclosure
- Financial Management Act 2016

# Submission of reports and timeliness of opinions

**96%**

Financial statements submitted on time

**98%**

Audits completed on time



# Certification of submitted financial reports

**48**

Unmodified audit opinions  
issued on financial statements

**1**

Modified audit opinion



# Findings from audits

**5**

**High Risk Findings**

**21**

**Moderate Risk Findings**

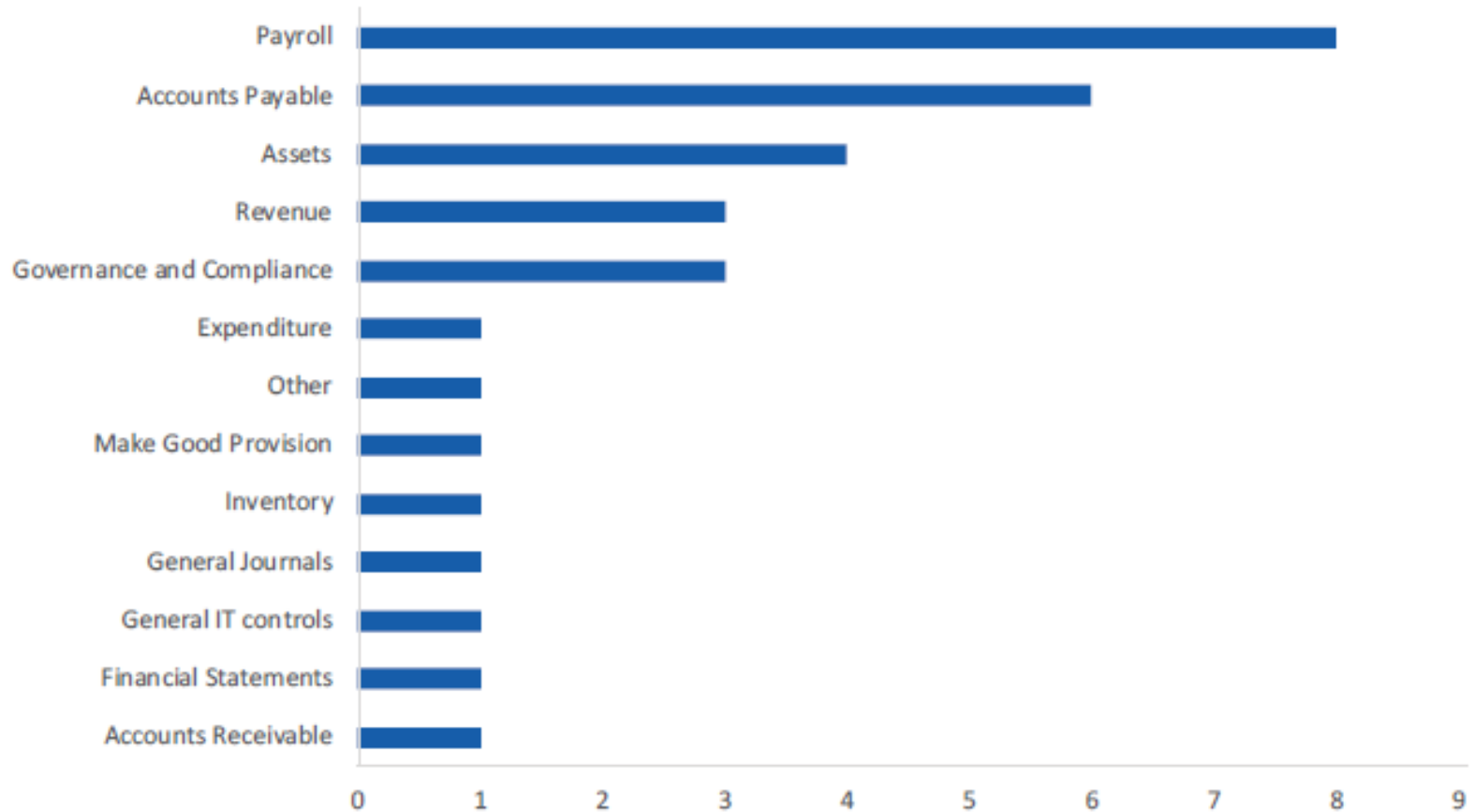
**6**

**Low Risk Findings**

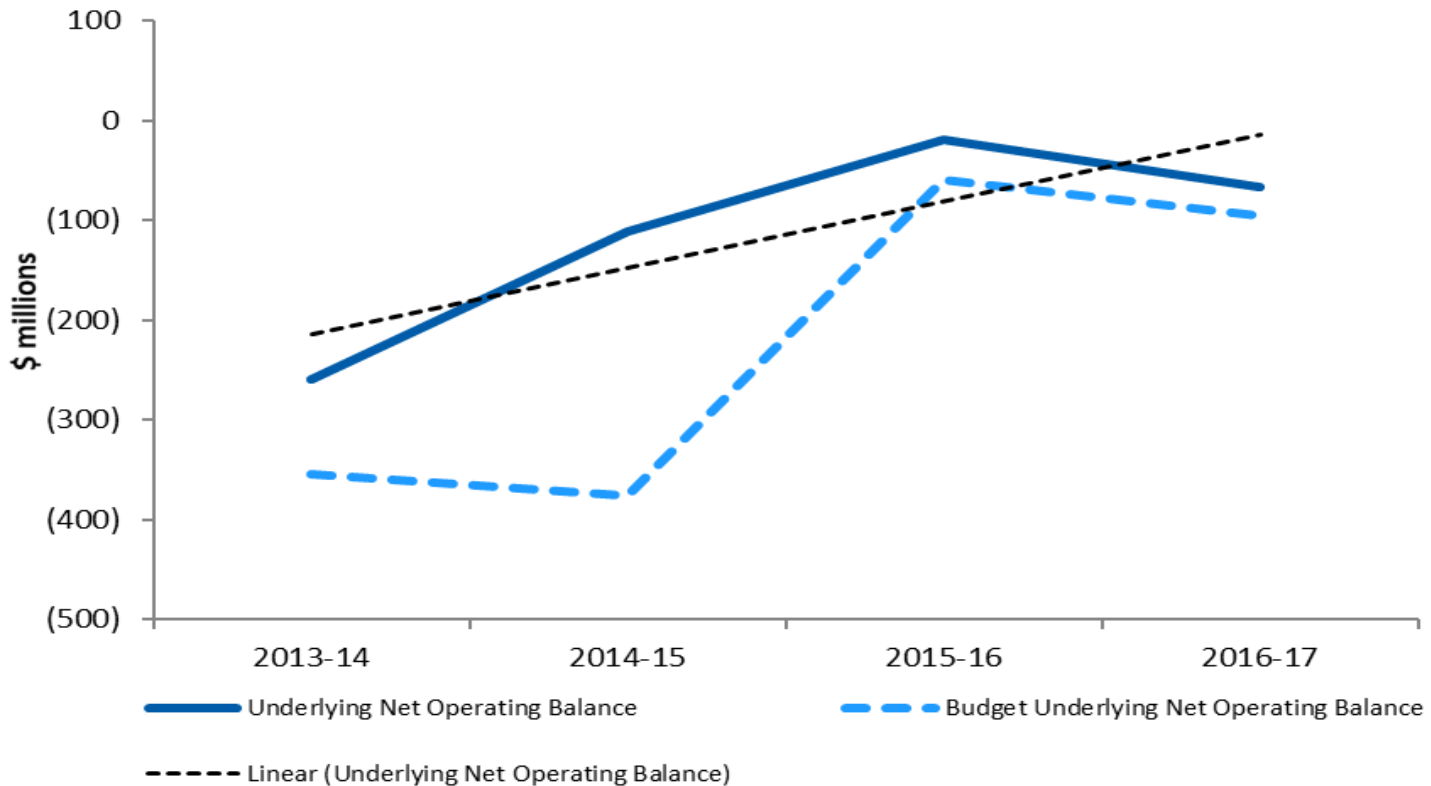




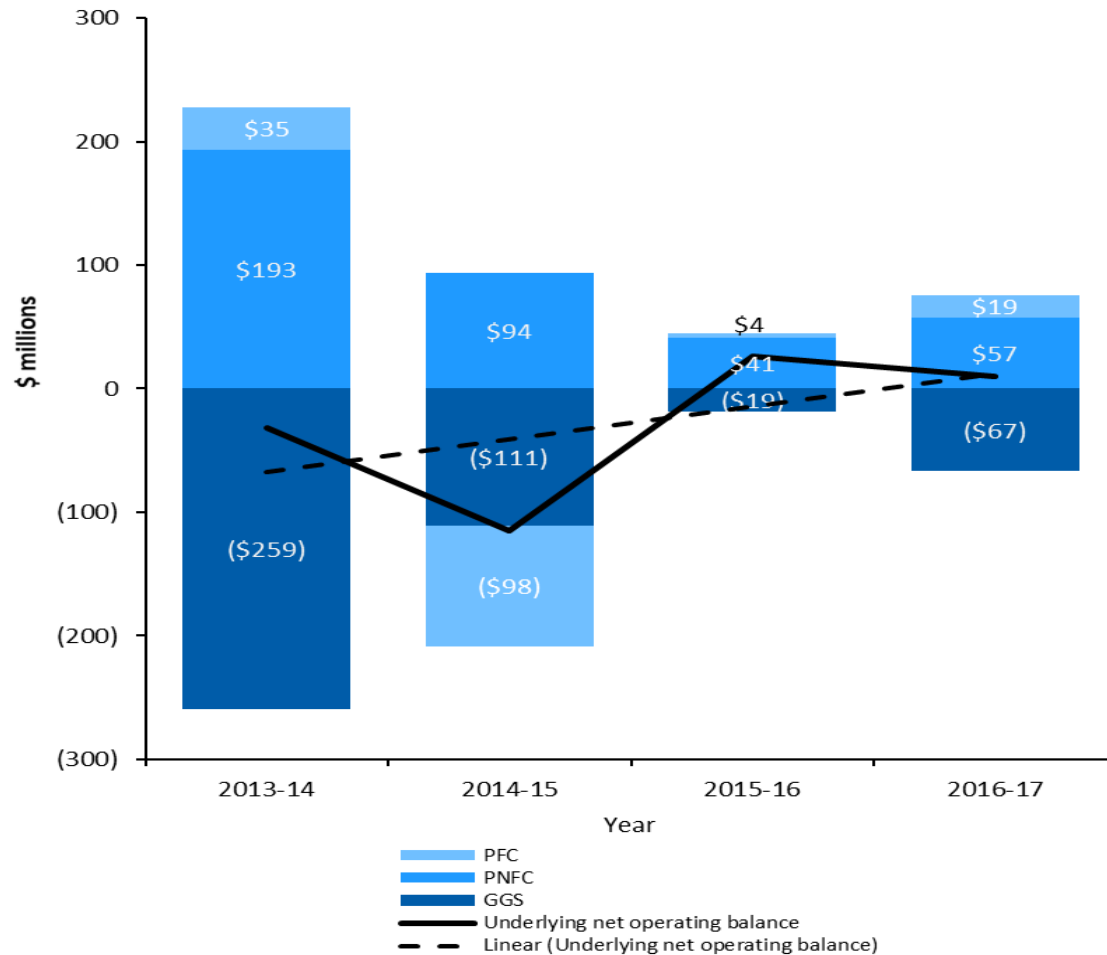
# Findings from audits



# GGs Underlying net operating balance (4-Year trend)



# TSS Underlying net operating balance (4-Year trend)



# GGGS Revenue (4-Year trend)

## General Government Sector

**\$4.37bn**

Australian  
Government  
Grants

**\$1.10bn**

State Taxation

**\$0.41bn**

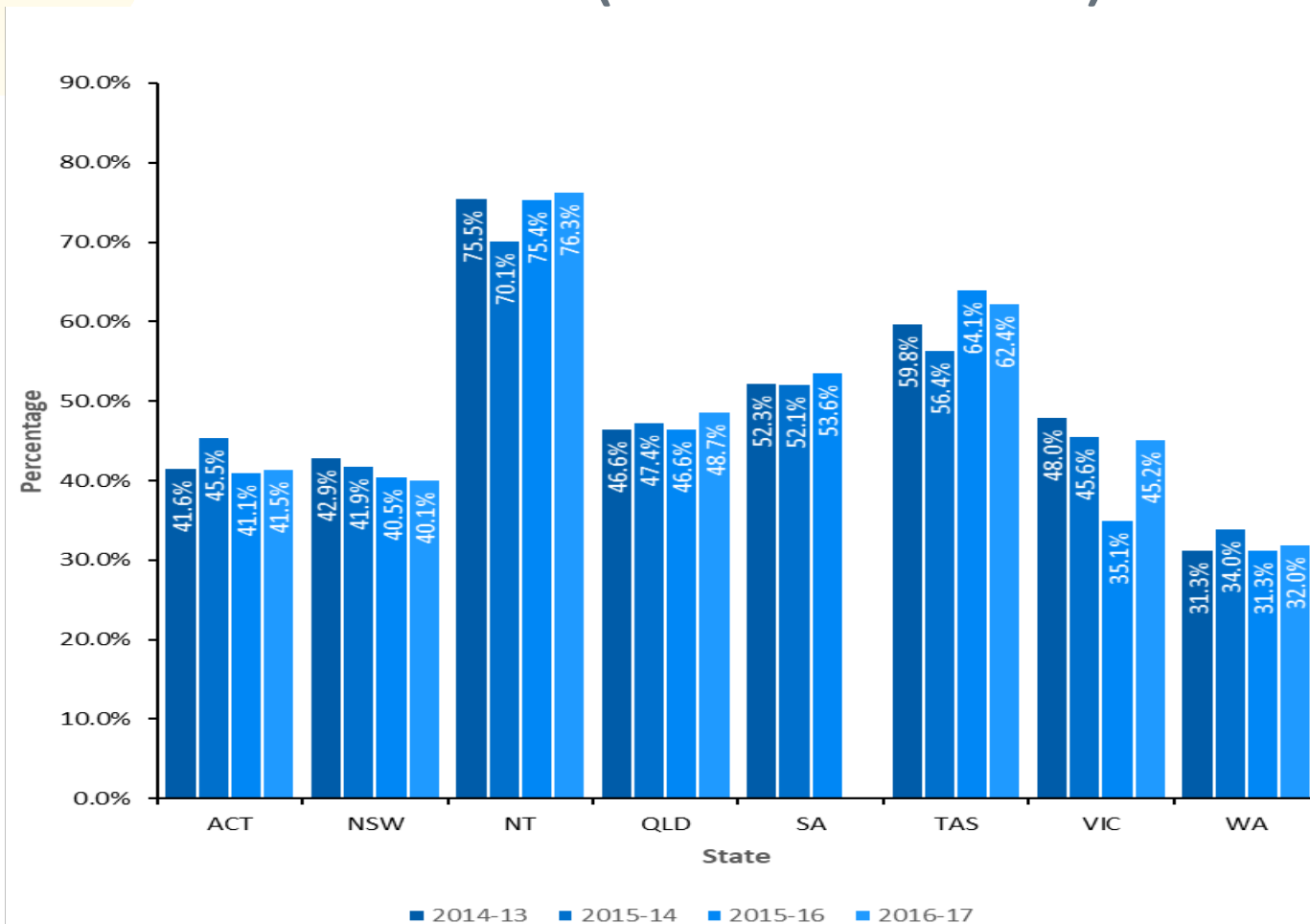
Sales of Goods  
& Services, Fees  
and Fines

**\$0.30bn**

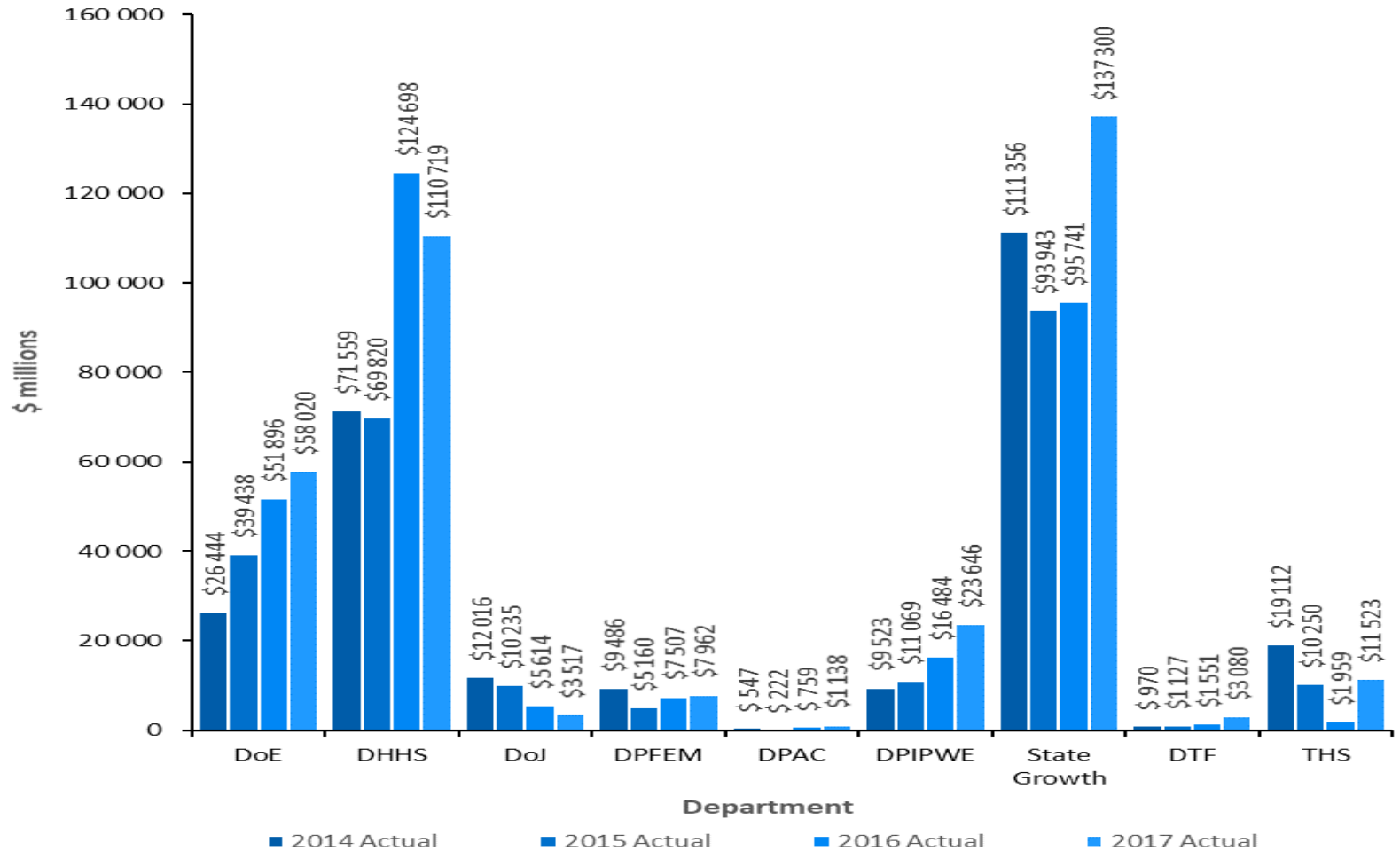
Dividends and  
Income Tax  
equivalents



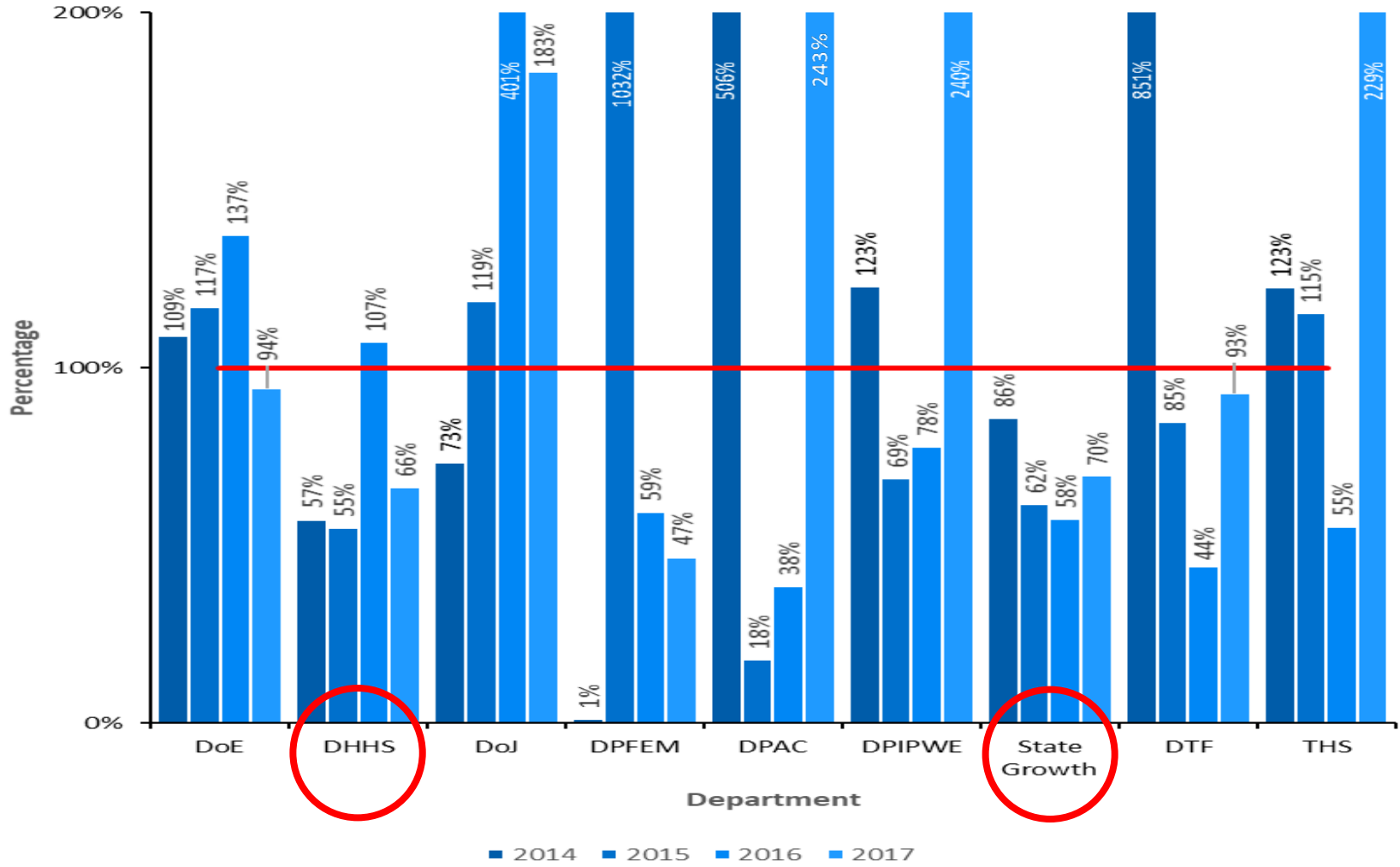
# Australian Government funding as a % of revenue (4-Year trend)







# GGS Capital investment



# GGs % of Capital spend against budget



# Net worth and Net debt

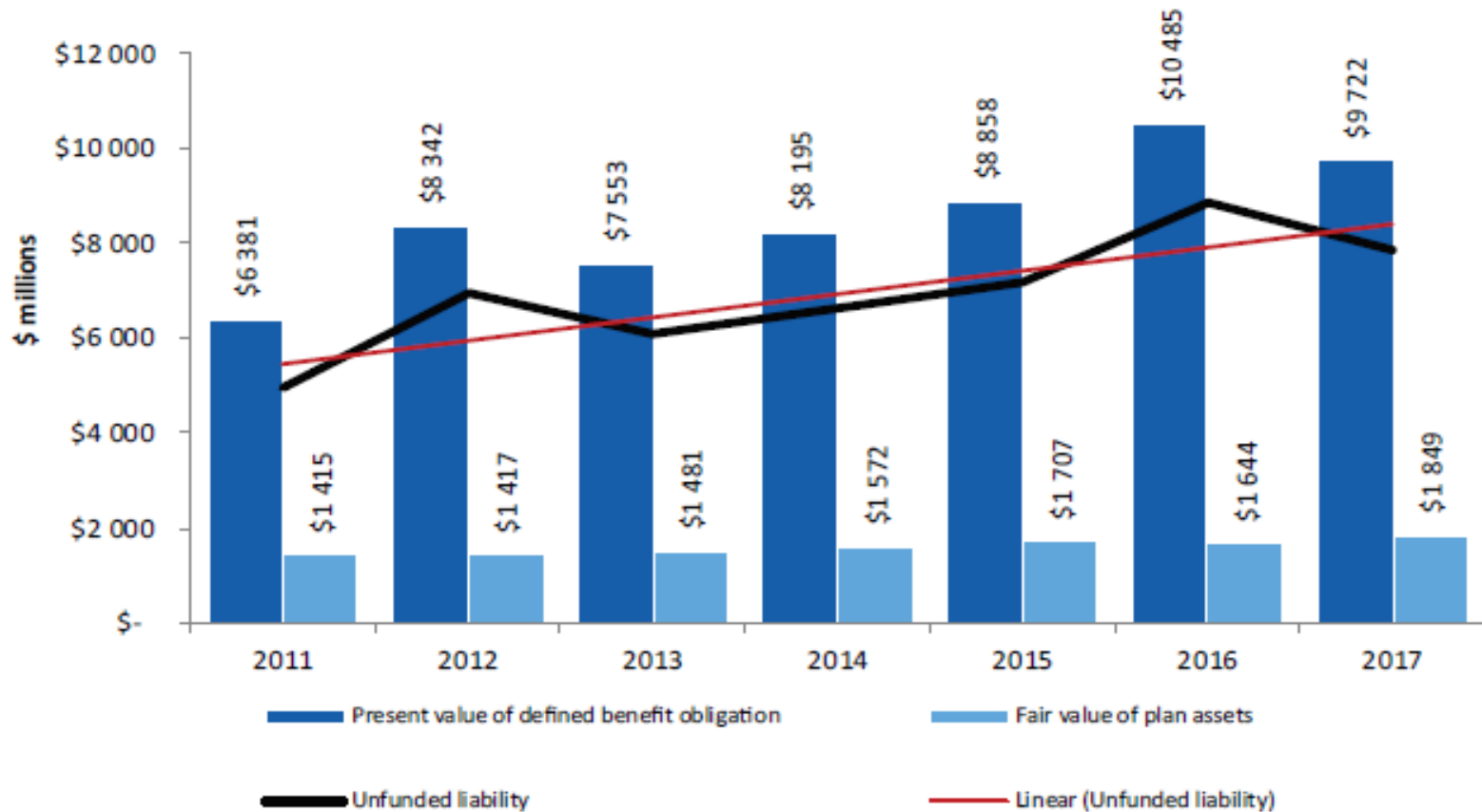
- GGS Net worth  to \$9.68bn (35%)
- GGS Net debt  to negative \$0.79bn (6%)
- TSS Net worth to  \$9.68bn (35%)
- TSS Net debt  to negative \$0.81bn (514%)



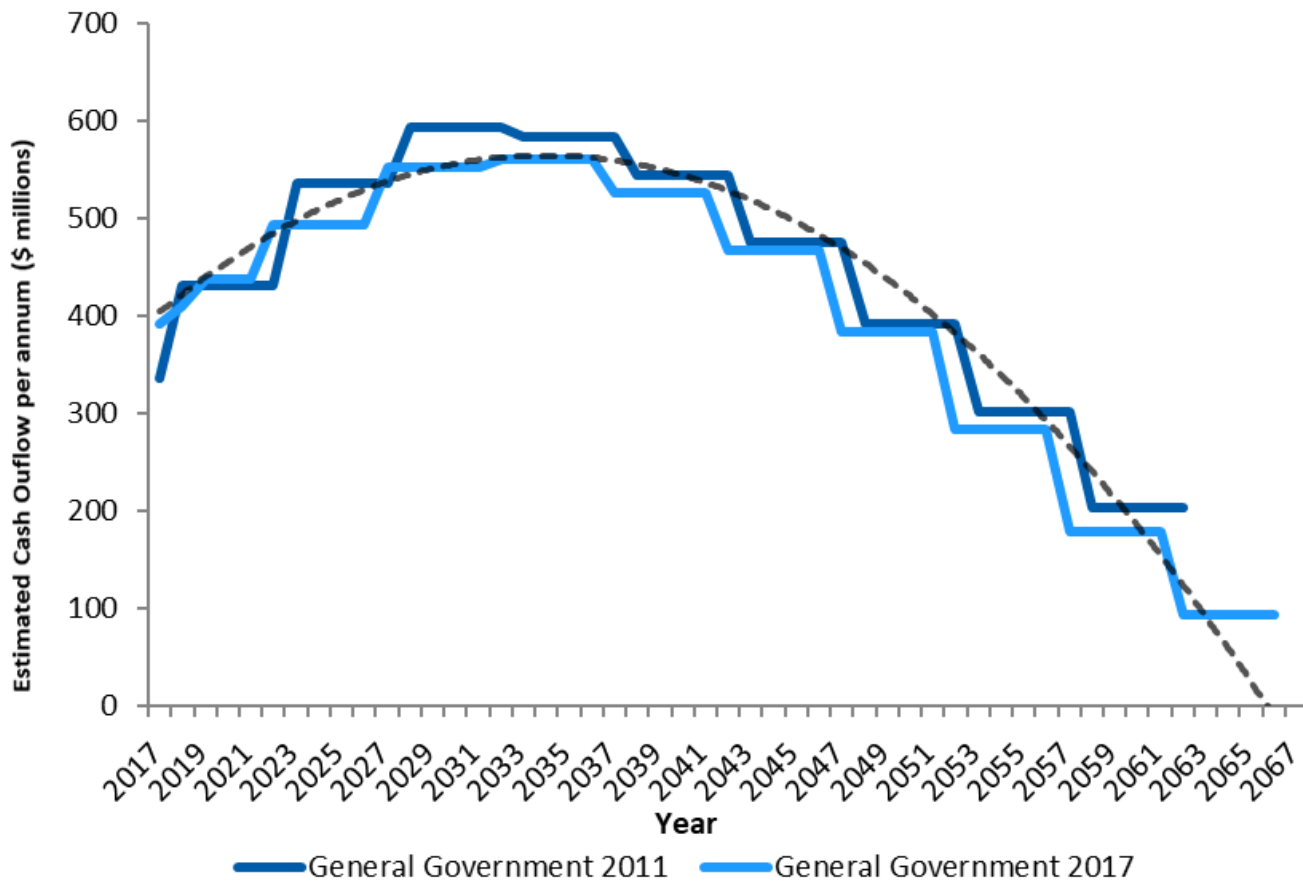
# Fiscal strategies

No.	Strategy	2016-17
1	Annual growth in GGS operating expenses < average growth in revenue.	X
2	Debt and defined benefit superannuation liabilities annual servicing cost < 6.0% of GGS receipts.	✓ <input type="checkbox"/>
5	Infrastructure investment > depreciation expense.	✓ <input type="checkbox"/>

# GGs Defined benefit superannuation liability



# GGs Defined benefit superannuation liability



# Disposal of firearms and ammunition

- DPFEM – has responsibility under the *Firearms Act 1996*
- Audit indicated that:
  - Act was complied with in relation to the disposal of firearms
  - Unable to express an opinion on ammunition



**Thank you**



**Tasmanian**  
Audit Office