



# **Tasmanian** Audit Office

## **Report of the Auditor-General 2017-18 Financial Audits**

*Volume 1*

## **Treasurer's Annual Financial Report and results of General Government Sector Entities 2017-18**

*Presentation to Members of Parliament  
27 November 2018*

# Report contents

- Sector Analysis
  - General Government Sector (GSS) and Total State Sector (TSS)
- Treasurer's Annual Financial Report (TAFR)
- Brief summaries for:
  - Government Departments
  - Tasmanian Health Service
  - Superannuation Commission
  - other GGS Entities and other State entities

# Presentation

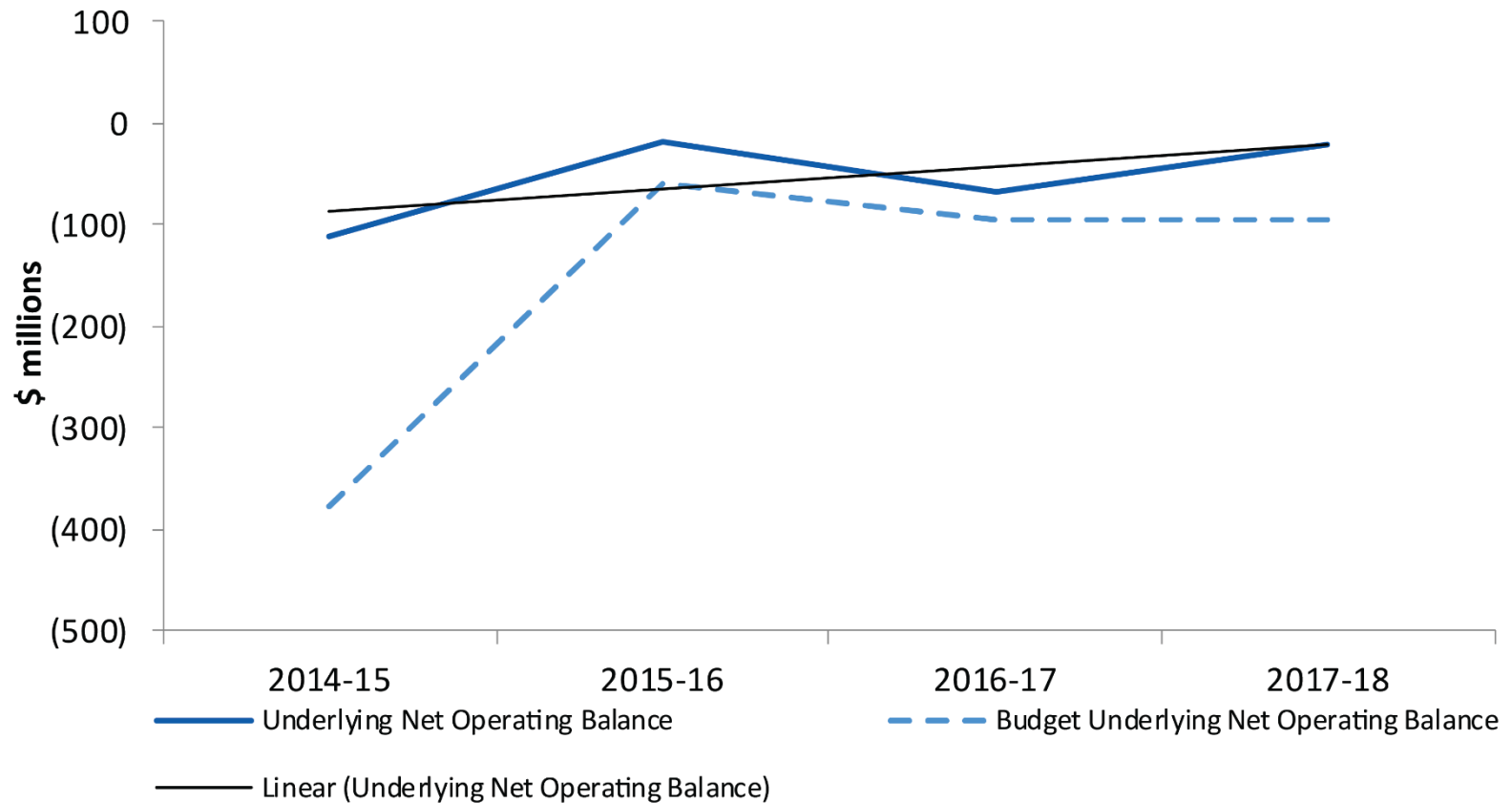
Today's presentation will cover:

- Developments within the sector
  - Discussion of financial results at GGS and TSS level
  - Superannuation Commission
- 
- Findings from audits will be discussed in our Volume four presentation

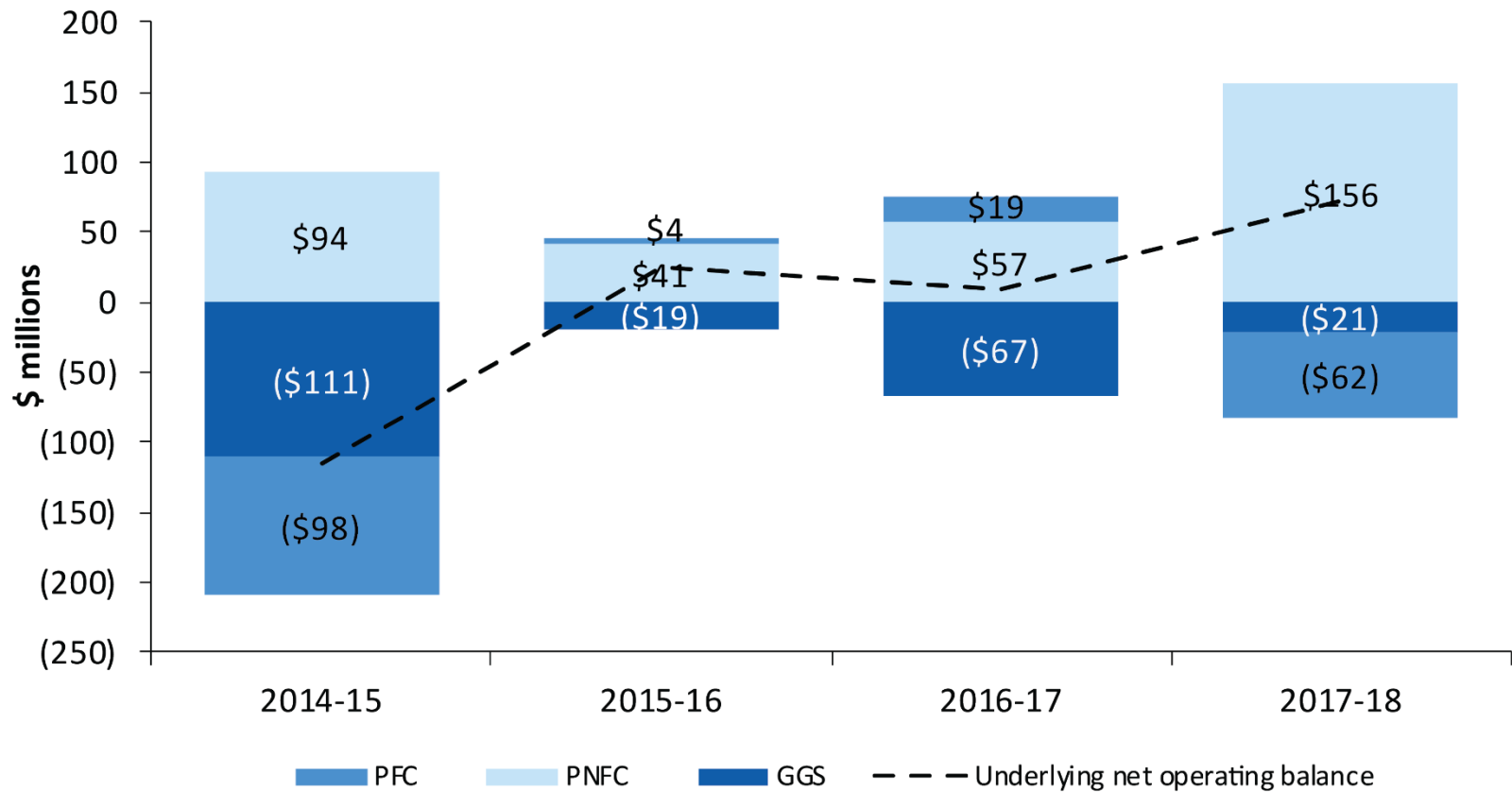
# Developments within the sector

- Administrative restructure of Health and Human Services
- Parliament Square
- *Financial Management Act 2016*

# GGs Underlying net operating balance



# TSS Underlying net operating balance



# GGs Revenue

**\$3.66bn**

Australian Government  
Grants

▼ 13%

**\$1.16bn**

State Taxation

▲ 5%

**\$0.52bn**

Sales of Goods &  
Service Fees and Fines

● 0%

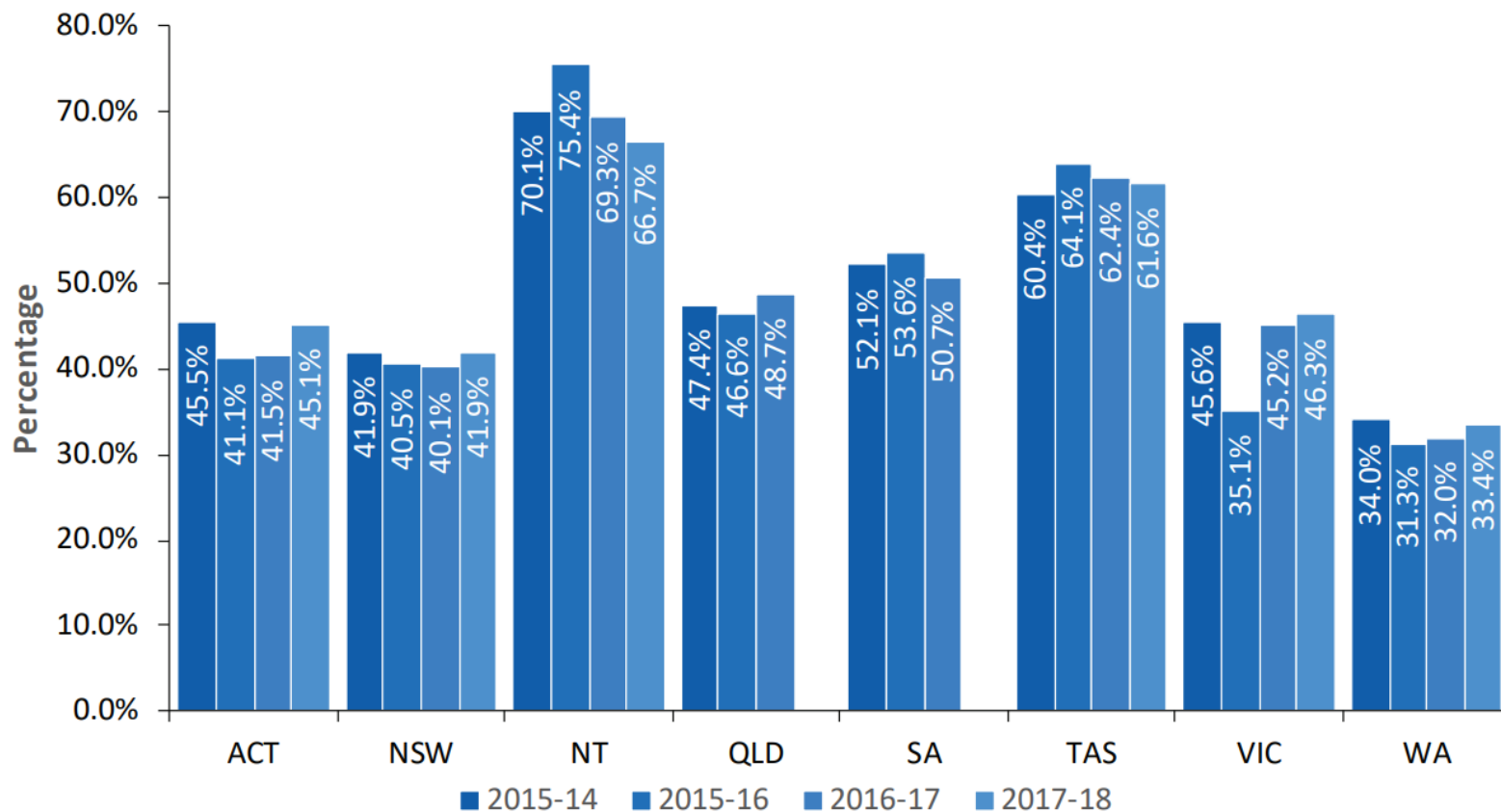
**\$0.39bn**

Dividends and Income  
Tax Equivalents

▲ 31%

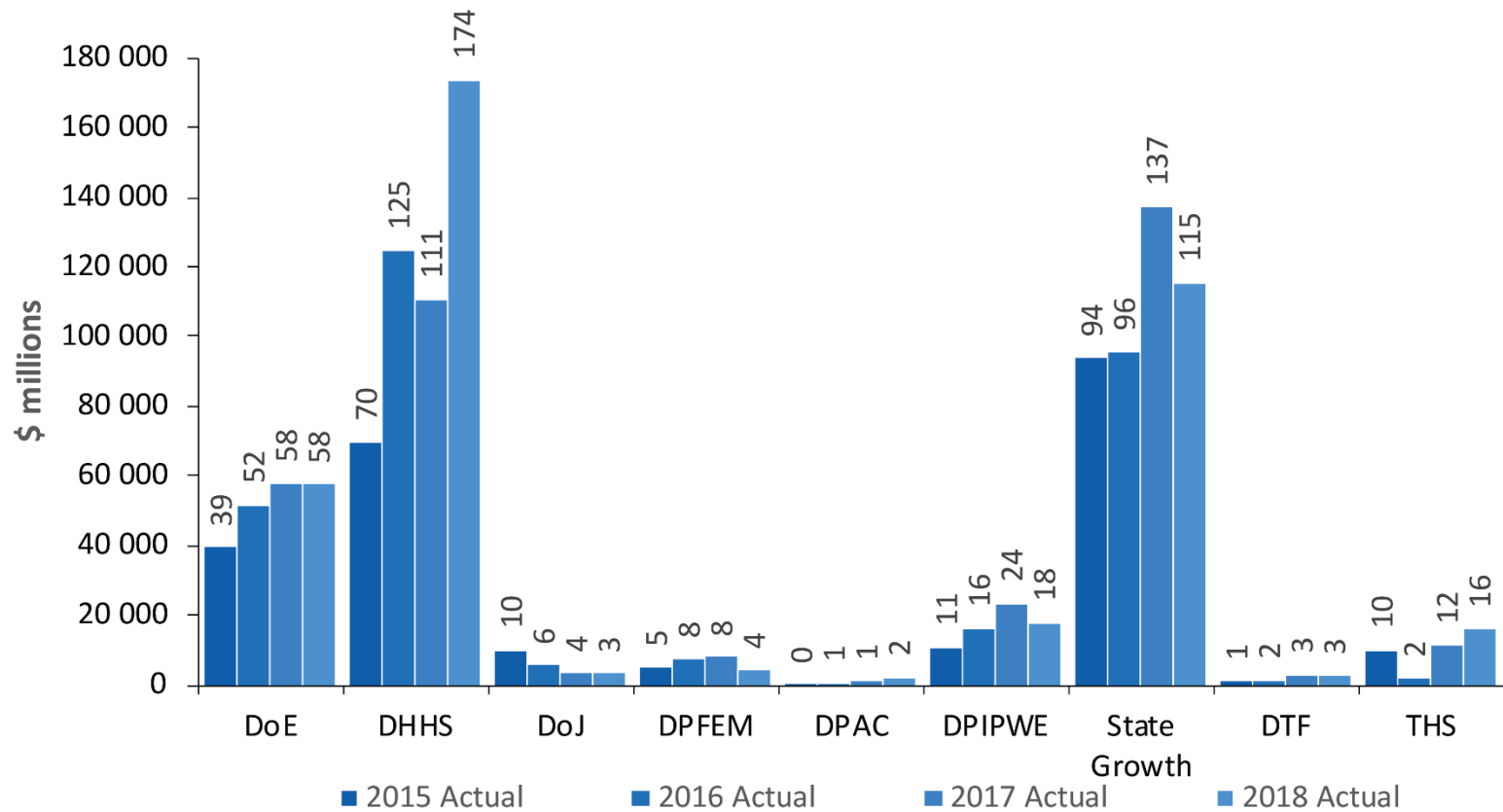


# Australian Government funding as a % of revenue

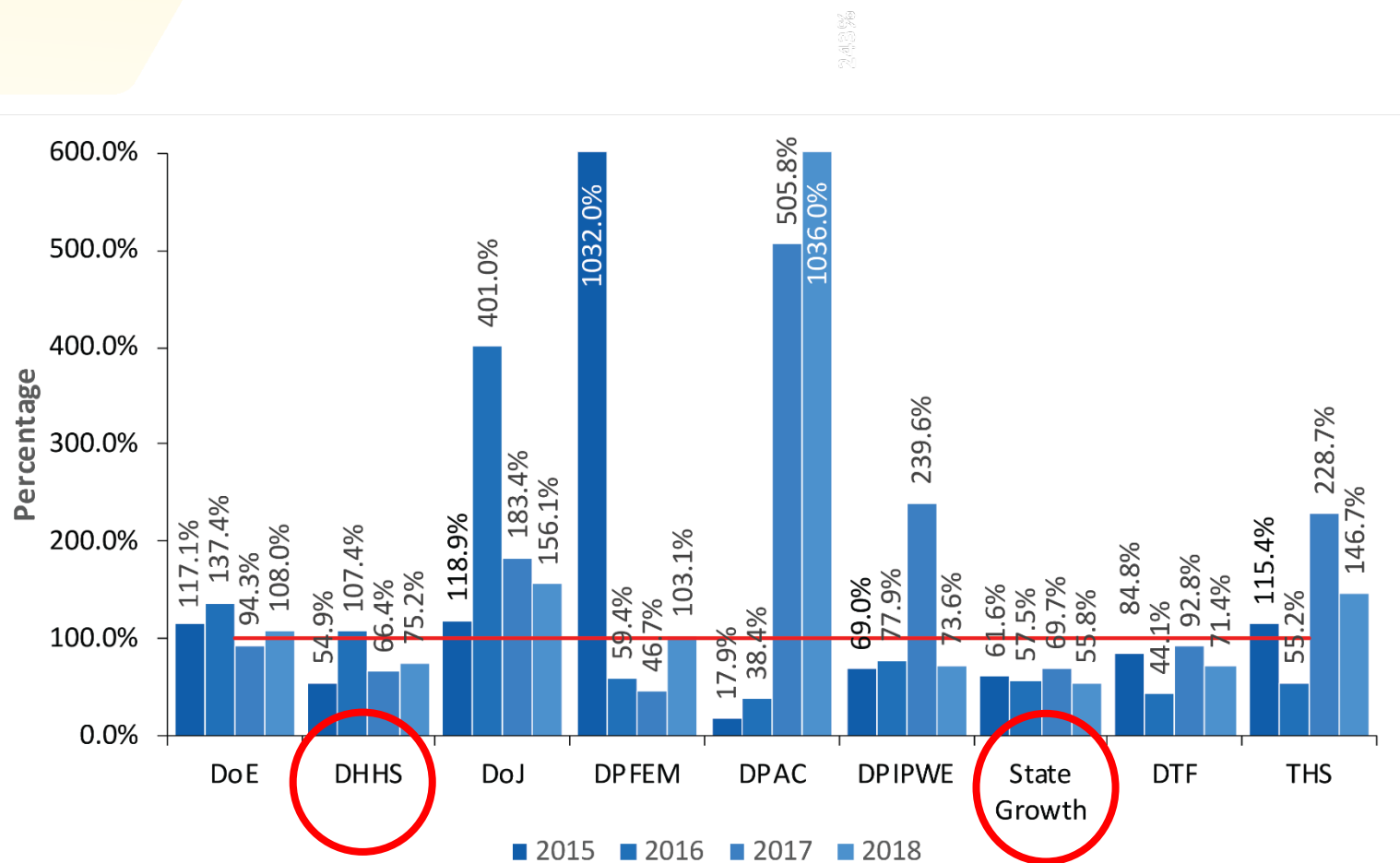




# GGS Capital investment



# GGs % of Capital spend against budget



## Net worth and Net debt

GGS Net worth  to \$10.50bn (9%)

GGS Net debt  to negative \$0.86bn (9%)

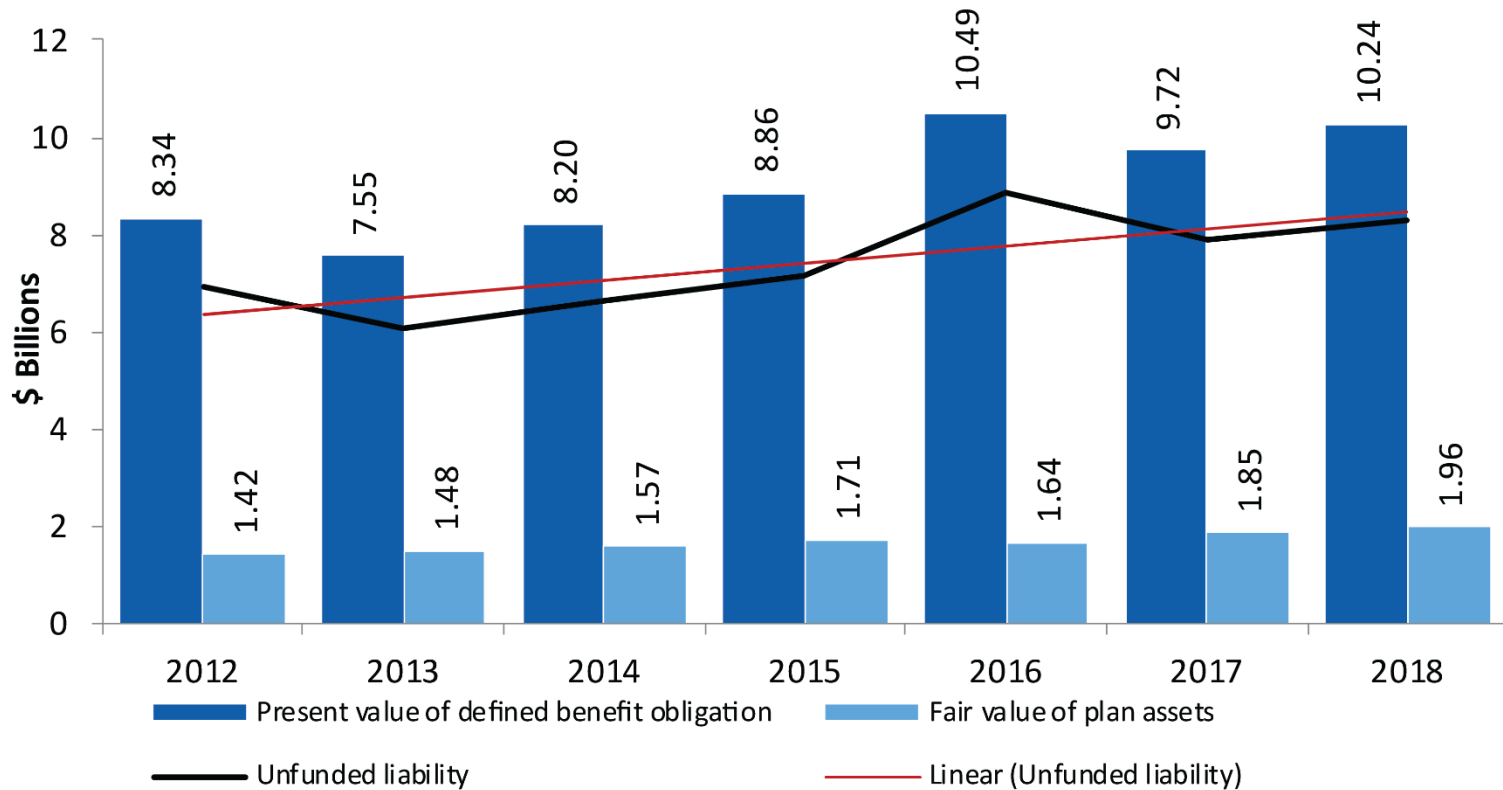
TSS Net worth  to \$10.50bn (9%)

TSS Net debt  to negative \$1.09bn (35%)

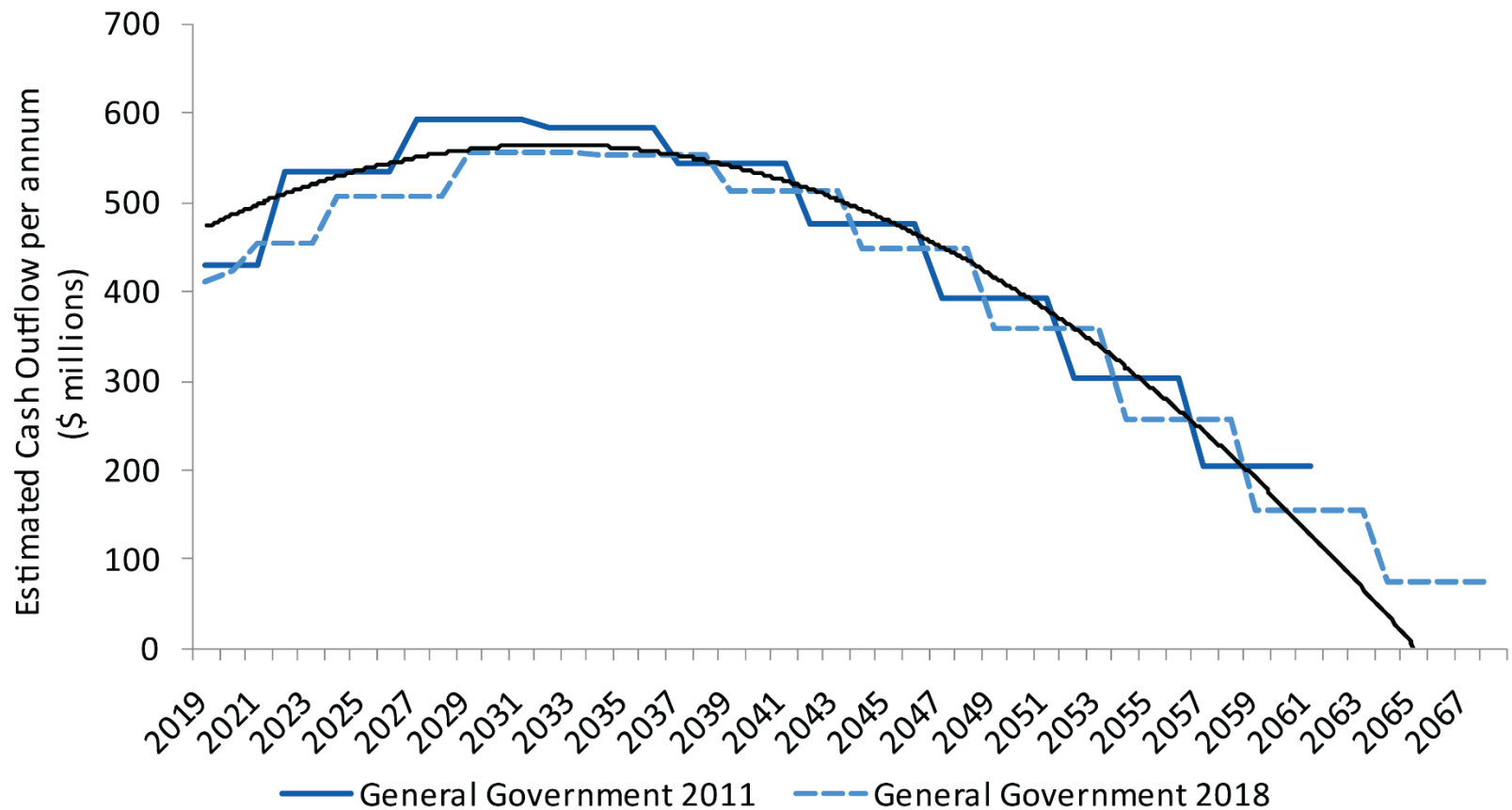
# Fiscal strategies

No.	Strategy	2017-18
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



# Superannuation Commission

- During 2017-18 it was determined, that the Commission was a State entity
- Commissioners were the accountable authority
- Separate financial statements of the Fund required from 1 April 2017.
- Prepared and audited under AASB 1056 *Superannuation Entities*.
- Differs from the requirements under AASB 119 as presented by the Department of Treasury and Finance.



# Thank you



**Tasmanian**  
Audit Office