

Central Holding Authority

Overview

The Central Holding Authority (CHA) records on behalf of the Territory:

- assets, which are not assigned to agencies, such as the Territory's investment portfolio;
- liabilities, where it is not practical or effective to assign them to individual agencies. The CHA has two major liabilities – Territory borrowings and unfunded employee liabilities. Territory borrowings comprise the stock of general government debt that has accumulated since Self-Government and has been used to fund major infrastructure in the Territory over this period. Unfunded employee liabilities are those which have accrued but are not yet due to be paid, such as superannuation and long service leave;
- revenue classified as Territory revenue. The main categories are taxation, fines revenue, untied grants (predominantly GST revenue) and capital specific purpose payments from the Commonwealth excluding Auslink grants which are received directly by the Department of Planning and Infrastructure; and
- expenses, limited to those managed on behalf of the Territory. The main expense is output appropriation to agencies. Other expenses are interest on Territory borrowings, interest on cash balances of government businesses and superannuation and long service leave costs.

Appropriations from Central Holding Authority

The *Appropriation Act* provides the CHA with the authority to pay appropriations for Purposes. The main Purposes are output and capital.

Output appropriation is the operating payment to each agency for the outputs they provide. Capital appropriation is the payment for capital investment. Capital works for most general government agencies is centrally managed by the Department of Planning and Infrastructure, which receives a capital appropriation for the capital works that it manages on behalf of other agencies. General government agencies also receive capital appropriation for capital items and payments of advances.

Other appropriations Purposes include those paid for employee entitlements, interest, taxes, other administrative payments and Treasurer's Advance.

Performance

The reduced surplus in 2007-08 compared to 2008-09 largely results from a combination of a repayment of tax following a court ruling in that year and unrealised losses due to current financial market conditions.

Operating Statement

	2007-08 Estimate	2008-09 Budget
	\$000	\$000
INCOME		
Taxation revenue	493 625	494 055
Grants and subsidies revenue		
GST revenue	2 174 400	2 405 900
Current	11 622	9 311
Capital	21 302	3 938
Fees from regulatory services	12 156	12 277
Interest revenue	5 968	55 743
Royalties, rents and dividends	116 655	113 594
Superannuation contributions	45 983	44 956
Other revenue	13 622	9 123
TOTAL INCOME	2 895 333	3 148 897
EXPENSES		
Long service leave expense	30 636	29 297
Superannuation expense	200 074	202 090
Other salary expenses	13 179	29 612
Administrative expenses	67 277	25 222
Interest expense	118 343	113 926
Government transfers		
Output expense	2 351 128	2 460 262
Treasurer's Advance		40 000
TOTAL EXPENSES	2 780 637	2 900 409
NET SURPLUS(+)/DEFICIT(-)	114 696	248 488

Balance Sheet

	2007-08 Estimate	2008-09 Budget
	\$000	\$000
ASSETS		
Cash and deposits	58 715	65 333
Receivables	79 438	67 767
Prepayments	259	259
Advances	781 081	784 117
Equity investments	4 567 918	4 826 293
Other assets		
TOTAL ASSETS	5 487 411	5 743 769
LIABILITIES		
Deposits held	317 220	249 313
Creditors and accruals	7 397	7 401
Borrowings and advances	1 598 113	1 596 953
Superannuation liability	2 303 301	2 371 367
Provision for long service leave	173 822	182 689
Provision for workers' compensation	55 750	55 750
TOTAL LIABILITIES	4 455 603	4 463 473
NET ASSETS	1 031 808	1 280 296
EQUITY		
Capital		
Reserves		
Accumulated funds		
Opening balance	917 112	1 031 808
Current year surplus(+)/deficit(-)	114 696	248 488
Accounting policy changes and corrections		
TOTAL EQUITY	1 031 808	1 280 296

Cash Flow Statement

	2007-08 Estimate	2008-09 Budget
	\$000	\$000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating receipts		
Taxes received	488 908	502 835
Grants and subsidies received		
GST receipts	2 174 400	2 405 900
Current	11 622	9 311
Capital	21 302	3 938
Receipts from regulatory services	26 178	21 814
Interest received	38 358	29 373
Royalties, rents and dividends received	116 377	116 056
Superannuation contributions	45 983	44 956
Total operating receipts	2 923 128	3 134 183
Operating payments		
Long service leave payments	20 200	21 000
Superannuation benefits paid	122 053	134 024
Other salary payments	12 678	29 042
Payments for goods and services	67 261	25 208
Interest paid	118 334	113 921
Government transfer payments		
Output Appropriation payments	2 351 128	2 460 262
Treasurer's Advance		40 000
Total operating payments	2 691 654	2 823 457
NET CASH FROM OPERATING ACTIVITIES	231 474	310 726
CASH FLOWS FROM INVESTING ACTIVITIES		
Investing receipts		
Repayment of advances		
Equity withdrawals from agencies	22 596	
Total investing receipts	22 596	
Investing payments		
Advance payments	- 2 445	- 23 334
Capital Appropriation payments	219 125	258 375
Equity injections to agencies	28 583	
Total investing payments	245 263	235 041
NET CASH FROM INVESTING ACTIVITIES	- 222 667	- 235 041
CASH FLOWS FROM FINANCING ACTIVITIES		
Financing receipts		
Proceeds of borrowings		
Deposits received	- 10 437	- 67 907
Total financing receipts	- 10 437	- 67 907
Financing payments		
Repayment of borrowings	1 043	1 160
Total financing payments	1 043	1 160
NET CASH FROM FINANCING ACTIVITIES	- 11 480	- 69 067
Net increase(+)/decrease(-) in cash held	- 2 673	6 618
Cash at beginning of financial year	61 388	58 715
CASH AT END OF FINANCIAL YEAR	58 715	65 333