

9 Finance



INTRODUCTION

This chapter provides details of the financial activities of the Victorian State Government, Victorian local government authorities, and those of some financial institutions operating in Victoria, such as banks, building societies and credit co-operative societies.

Public finance

Three levels of government, Commonwealth, State, and Local, collectively constitute the public sector in Australia. The public sector finance statistics presented in this chapter exclude public financial enterprises such as government savings banks and insurance offices.

State government enterprises discussed in this chapter include the central government of Victoria, statutory bodies created by or under State legislation to carry out activities on behalf of the central government, and incorporated organisations in which the central government has a controlling interest.

The public finance tables in this chapter cover the State government and Local government components of the non-financial public sector. A series of summary tables show, on a consolidated basis, revenue, outlays and financing transactions and the purposes that are being served by government expenditure programs.

State Government Summary

In 1991-92, the overall financial position of the Victorian State Government was reflected in the annual deficit of \$1,946m, a 120 per cent increase from the 1990-91 deficit. Total current and capital outlays increased by \$1,544m to \$18,597m, whereas total revenue and grants received only increased by \$532m to \$15,726m. The net financing requirement was \$2,635m, which was an increase of 63 per cent on the previous year.

Current outlays

Current outlays by the Victorian State government in 1991-92 were \$16,343m, which was an increase of 7 per cent on the previous year. The largest component of this outlay was final consumption expenditure (\$9,618m), followed by interest payments (\$3,755m).

The largest components of final consumption expenditure were education (41 per cent) and health (29 per cent).

TABLE 9.1 ECONOMIC TRANSACTIONS OF VICTORIAN STATE GOVERNMENT
(\$ million)

Item	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
Gross current expenditure	7,289	7,933	8,609	9,351	10,002	10,615
<i>less</i> Sales of goods and services (a)	785	862	936	959	977	996
<i>equals</i> Final consumption expenditure	6,504	7,071	7,672	8,392	9,025	9,618
Interest payments	2,527	2,769	2,935	3,256	3,664	3,755
Subsidies paid to PTEs	1,018	807	903	953	1,015	1,005
Current grants to other governments	252	284	300	319	326	407
Other transfer payments	920	1,022	1,154	1,262	1,247	1,559
Total current outlays	11,220	11,954	12,965	14,182	15,277	16,343
Expenditure on new fixed assets	2,749	2,747	2,975	3,249	2,738	2,519
<i>plus</i> Expenditure on secondhand assets (net)	-174	-284	-306	-296	-277	-156
<i>equals</i> Gross fixed capital expenditure	2,575	2,463	2,669	2,953	2,461	2,363
Expenditure on land and intangible assets (net)	7	77	-101	61	-7	-20
Capital grants to other governments	53	68	66	67	70	25
Other capital outlays	103	119	70	44	-748	-114
Total capital outlays	2,738	2,727	2,704	3,125	1,776	2,254
Total outlays	13,959	14,681	15,669	17,308	17,053	18,597
Taxes, fees and fines	3,889	4,436	5,067	5,438	5,803	6,214
Net operating surplus of public trading enterprises	1,494	1,505	1,634	1,738	1,884	2,063
Interest received	241	211	324	367	307	224
Grants received -	5,394	5,662	5,757	6,074	6,854	6,769
for own use	4,322	4,490	4,564	4,831	5,497	5,244
for onpassing	1,072	1,172	1,193	1,243	1,357	1,525
Other revenue	325	380	503	499	347	456
Total revenue	11,343	12,194	13,285	14,116	15,194	15,726
Increase in provisions -	719	704	805	936	974	925
for depreciation	495	554	624	728	827	890
other	224	150	181	208	147	36
Advances received (net)	117	15	-9	-82	-731	-689
Borrowing (net)	1,746	1,310	1,703	1,976	2,155	2,857
Other financing transactions	35	458	-115	362	-538	-222
Total financing (b)	2,616	2,487	2,384	3,191	1,859	2,871
Current deficit	4	-93	-186	114	526	707
Capital deficit	1,893	1,877	1,765	2,142	359	1,239
Total deficit (c)	1,897	1,783	1,579	2,256	886	1,946
Net financing requirement (d)	1,781	1,768	1,588	2,338	1,617	2,635

(a) Sales of goods and services represents the value of current general government output sold to other public and private bodies.

(b) Financing is a measure of the means by which governments finance net outlays or invest net surpluses. It is the difference between total outlays (current and capital) and revenue and grants received.

(c) Deficit/surplus comprises financing less increase in provisions.

(d) Net financing requirement comprises deficit/surplus less net advances.

TABLE 9.2 VICTORIAN STATE GOVERNMENT - GENERAL GOVERNMENT FINAL CONSUMPTION EXPENDITURE BY PURPOSE
(\$ million)

	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
General public services	635	738	775	869	946	1,110
Public order and safety	567	611	668	784	857	873
Education	2,764	2,945	3,163	3,393	3,597	3,916
Primary and secondary education	1,605	1,633	1,830	1,922	2,038	2,212
Tertiary education, of which	949	1,060	1,128	1,259	1,343	1,479
University education	337	387	445	568	715	785
Technical and further education	288	304	341	370	389	422
Other education	210	252	205	212	216	226
Health	1,845	2,082	2,294	2,507	2,684	2,814
Hospital and other institutional services	1,698	1,893	2,070	2,241	2,413	2,528
Clinics and other non-institutional services	74	95	71	80	92	98
Other health	73	94	153	186	180	187
Social security and welfare	116	108	138	157	186	190
Housing and community amenities	48	50	53	61	78	90
Housing and community development	36	38	41	44	56	61
Water supply	5	6	5	5	6	10
Sanitation and protection of the environment	7	6	6	12	15	18
Other community amenities	-	-	-	-	1	1
Recreation and culture	103	101	145	151	148	135
Fuel and energy	6	6	6	18	15	12
Agriculture, forestry, fishing, and hunting	141	149	129	144	148	152
Mining, manufacturing, construction etc	6	6	6	8	12	8
Transport and communications	193	202	235	233	277	215
Road transport	185	199	228	218	264	202
Rail and multi-mode transport	-	-	-	-	-	-
Other transport and communications	8	2	7	14	13	13
Other economic affairs	81	75	62	65	77	105
Other purposes	-	-2	-3	-2	-1	-1
- Total	6,504	7,071	7,672	8,392	9,025	9,616

Capital outlays

Capital outlays in 1991-92 were \$2,254m, a increase of 27 per cent on 1990-91. Gross fixed capital expenditure was \$2,363m, a decrease of 4 per cent.

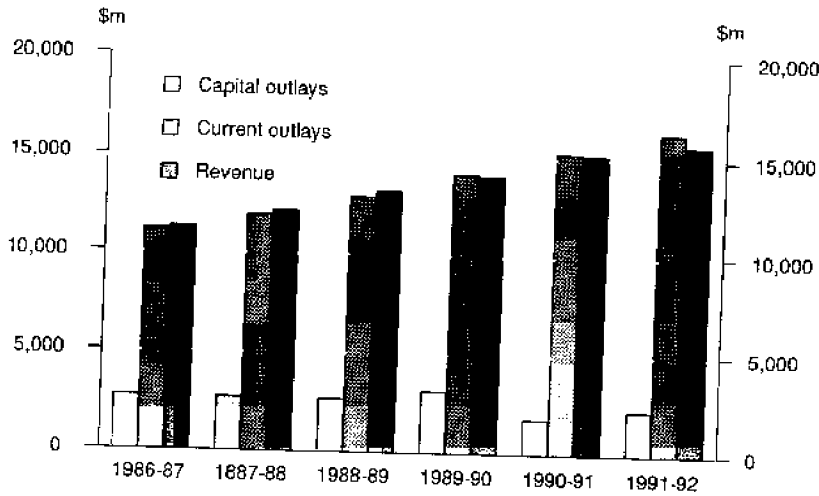
The largest components of fixed capital expenditure were in housing and community amenities (29 per cent), transport and communications (23 per cent) and fuel and energy (23 per cent).

TABLE 9.3 VICTORIAN STATE GOVERNMENT - GROSS FIXED CAPITAL EXPENDITURE BY PURPOSE (a)
(\$ million)

	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
General public services	-49	-95	-126	-72	2	-
Public order and safety	115	140	137	113	88	75
Education	254	178	181	193	249	191
Primary and secondary education	97	54	72	88	114	57
Tertiary education, of which	143	113	102	97	129	131
University education	23	16	14	3	19	29
Technical and further education	82	75	68	79	76	68
Other education	15	11	7	8	5	3
Health	98	139	151	161	204	172
Hospital and other institutional services	90	130	138	155	195	162
Clinics and other non-institutional services	1	6	8	3	2	1
Other health	7	3	5	3	7	10
Social security and welfare	5	10	9	7	2	5
Housing and community amenities	669	655	743	831	767	674
Housing and community development	260	238	301	340	320	288
Water supply	160	157	182	192	154	143
Sanitation and protection of the environment	249	259	260	298	294	233
Other community amenities	-	-	-	-	-	10
Recreation and culture	58	68	85	83	60	92
Fuel and energy	556	642	821	963	620	545
Agriculture, forestry, fishing, and hunting	32	43	48	45	48	40
Mining, manufacturing, construction etc	154	106	9	8	9	9
Transport and communications	658	553	603	608	414	548
Road transport	366	329	372	369	304	360
Water transport	22	14	14	31	37	25
Rail and multi-mode transport	270	207	208	208	72	162
Other transport and communications	-	3	9	-	-	-
Other economic affairs	28	31	13	12	-3	7
Other purposes	2	-6	-3	-1	1	6
Total	2,575	2,463	2,669	2,953	2,461	2,363

(a) Expenditure on new fixed assets less net sales of secondhand assets.

**SUMMARY CAPITAL AND CURRENT OUTLAYS
AND REVENUE AND GRANTS RECEIVED, VICTORIA**



Revenue

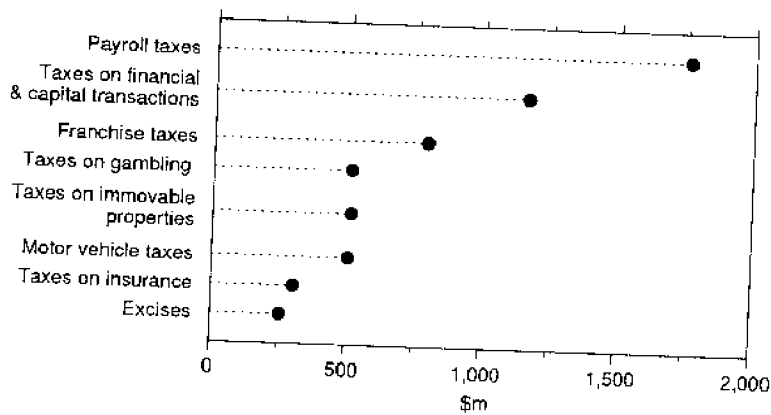
Revenue, including grants, received by the State government in 1991-92 was \$15,726m, a 4 per cent increase on 1990-91. The main components were grants received from the Commonwealth Government (43 per cent) and taxes, fees, and fines (40 per cent).

Taxes, fees and fines increased 7 per cent on 1990-91. The largest components were employers' payroll taxes (28 per cent) and taxes on property (27 per cent). Taxes on financial institutions increased 26 per cent on 1990-91, vehicle registration fees and taxes increased by 88 per cent, and tertiary education fees increased 26 per cent.

TABLE 9.4 VICTORIAN STATE GOVERNMENT - TAXES, FEES, AND FINES BY TYPE
(\$ million)

	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
Employers' payroll taxes	1,108	1,230	1,406	1,554	1,742	1,761
Taxes on property	1,046	1,361	1,685	1,563	1,571	1,679
Taxes on immovable property	226	243	266	346	459	515
Land taxes	195	210	230	307	416	465
Metropolitan improvement rates	30	33	36	39	43	50
Estate inheritance and gift duty	2	1	1	1	-	-
Taxes on financial and capital transactions	819	1,118	1,419	1,216	1,111	1,163
Stamp duties	700	978	1,260	1,033	787	754
Financial institutions' taxes	120	139	159	183	325	409
Taxes on provision of goods and services	779	832	893	1,010	1,040	1,080
Excises and levies	218	212	228	254	243	258
Agricultural production taxes	1	1	1	1	-	-
Levies on statutory corporations	217	211	227	253	243	258
Taxes on gambling	352	386	412	482	502	513
Taxes on private lotteries	208	226	234	279	300	300
Poker machine taxes	-	-	-	-	-	-
Race betting taxes	141	155	172	195	187	192
Taxes on gambling n.e.c.	3	4	6	7	15	21
Taxes on insurance	208	233	253	274	295	308
Insurance company contributions to fire brigades	106	115	122	135	149	160
Third party insurance taxes	-	-	-	-	-	-
Taxes on insurance n.e.c.	103	119	131	139	147	148
Taxes on use of goods and performance of activities	841	898	919	1,058	1,154	1,304
Motor vehicle taxes	410	426	419	432	396	506
Vehicle registration fees and taxes	203	194	146	120	122	229
Stamp duty on vehicle registration	163	181	219	248	206	196
Drivers' licences	44	49	52	59	64	76
Road transport and maintenance taxes	-	2	2	4	5	5
Franchise taxes	417	456	494	618	753	793
Gas franchise taxes	-	-	-	-	-	-
Petroleum products franchise taxes	215	238	228	295	352	372
Tobacco franchise taxes	113	124	152	204	252	268
Liquor franchise taxes	88	94	114	120	149	153
Other taxes on use of goods etc	14	16	6	7	6	5
Fees and fines	114	116	164	255	296	389
Compulsory fees, of which	65	67	111	189	217	263
Tertiary education fees	28	32	86	165	169	213
Fines	50	49	52	66	78	126
Total	3,889	4,436	5,067	5,438	5,802	6,212

STATE TAXATION VICTORIA, 1991-92



Commonwealth Government payments to Victoria

The Commonwealth Government has made payments of various kinds to the States since Federation. With the introduction in 1942 of the uniform tax arrangements (under which the Commonwealth became the sole Government imposing taxes on income) the Commonwealth Government began to make annual tax reimbursement grants to the States. Specific purpose payments to the States also increased, reflecting the extending range of government activities.

Tax reimbursement grants were replaced in 1959-60 by 'financial assistance grants' which continued up to the year 1975-76. Since 1976-77 general revenue grants to the States have included local government and have been based on shares of Commonwealth tax. In 1978 legislation was passed giving States the right to either impose a surcharge or grant a rebate on personal income tax to be collected or paid by the Commonwealth on behalf of the State.

As part of changes to its fiscal policy, the Commonwealth Government in 1985-86 discontinued the tax sharing agreements with the States under which general revenue grants to the States had been determined for a period of three to five years. Since 1985-86 these grants have been determined on a yearly basis.

Under the tax sharing policy, payments by the Commonwealth to local government are in the form of untied grants for general purpose assistance, paid in the first instance to the States for passing on to local government municipalities. The Victoria Grants Commission, formally constituted in 1977, has as its primary role the allocation of this grant between municipalities in Victoria. There are also direct payments by the Commonwealth Government to local government authorities, in addition to Commonwealth programs under which a portion of funds made available to the States is passed on to local government authorities. Further details of the Commonwealth Government relations with the States and local government are contained in *Commonwealth Budget Paper No 4: Commonwealth Financial Relations with other levels of Government 1992-93*.

In 1991-92, total general purpose grants from the Commonwealth to Victoria totalled \$2,734m, a 2 per cent decrease from 1990-91. Specific purpose grants for current and capital purposes totalled \$4,035m, a 1 per cent decrease from 1990-91. Education and health together comprised 67 per cent of total specific purpose grants, with grants to the health area increasing more than 300 per cent over 6 years.

TABLE 9.5 COMMONWEALTH GOVERNMENT PAYMENTS TO VICTORIAN STATE AND LOCAL GOVERNMENTS (a)
(\$ million)

<i>Nature of Payment</i>	<i>1986-87</i>	<i>1987-88</i>	<i>1988-89</i>	<i>1989-90</i>	<i>1990-91</i>	<i>1991-92</i>
General Revenue Funds	2,906	3,113	2,675	2,710	2,712	2,649
Financial Assistance Grants	2,494	2,667	2,661	2,710	2,712	2,646
Identified Road Funds	-	-	-	-	-	3
Special Revenue Assistance	-	4	14	-	-	-
Health Grants	412	442	-	-	-	-
General Purpose Capital Funds	303	143	142	71	68	85
Loan Council Program - Loan	78	-	-	-	-	-
Housing Nominations	117	95	71	-	-	-
Capital Grants	108	48	71	71	68	85
Specific Purpose Current and Capital Grants	2,234	2,500	3,010	3,293	4,073	4,035
Education	1,205	1,285	1,295	1,370	1,488	1,618
Health	303	342	854	935	1,011	1,066
Social Security and Welfare	49	71	75	96	102	117
Housing and Community Amenities	160	160	158	215	220	226
Culture and Recreation	6	5	3	1	1	6
Transport	254	250	296	280	340	292
Industry Assistance and Development	30	20	20	23	31	110
Labour and Employment	46	24	4	3	3	12
General Public Service	20	20	26	47	71	88
Other Economic Affairs and Purposes	-	144	93	133	199	105
Sinking Fund on State Debt (b)	13	13	13	13	12	11
Tax Compensation - Sale of Assets	-	-	-	-	413	-
Grants in Lieu of Royalties	-	-	-	-	-	131
Financial Assistance - Local Govt	148	166	173	177	182	186
Local Govt - Identified Road Funds	-	-	-	-	-	67
Total Commonwealth Payments	5,443	5,756	5,827	6,074	6,853	6,769

(a) Excludes subsidies and bounties to primary producers, and cash benefits payments to persons in Victoria paid by Commonwealth departments.

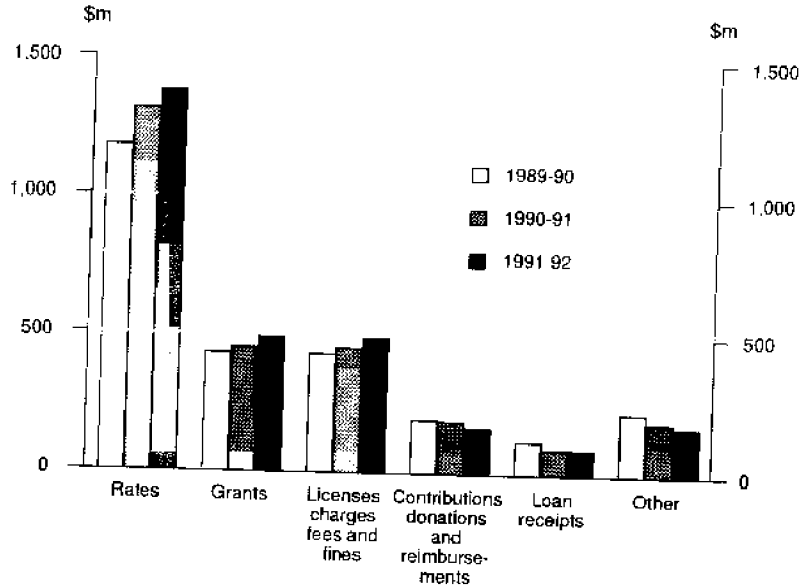
(b) Paid to National Debt Sinking Fund.

Local Government

About 50 per cent of local government revenue comes from rates, with the rest of the revenue spread across a number of sources.

The greatest outlays are on roads (20 per cent), recreation and culture (16 per cent) and administration (16 per cent). Community amenities (13 per cent) and social security and welfare (10 per cent) also require significant expenditure.

**LOCAL GOVERNMENT ORDINARY SERVICES - REVENUE ALL SOURCES, VICTORIA
1989-90 TO 1991-92**



LOCAL GOVERNMENT ORDINARY SERVICES - TOTAL OUTLAY BY PURPOSE, VICTORIA 1989-90 TO 1991-92

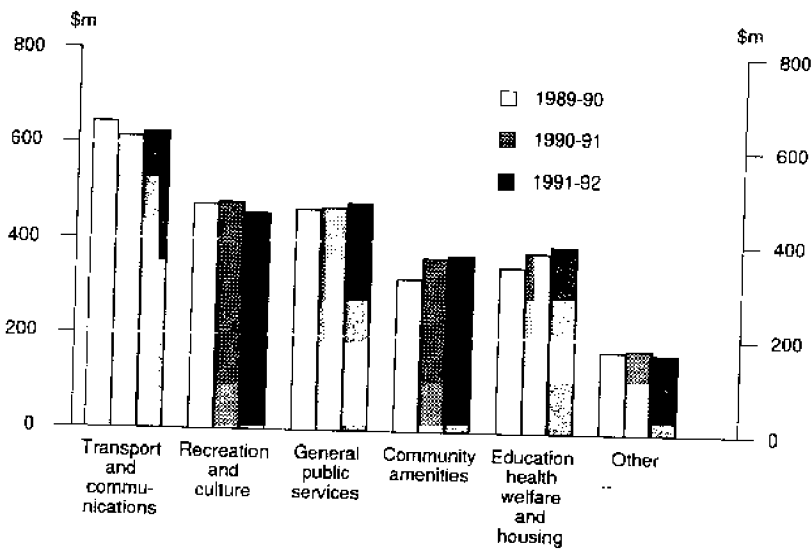


TABLE 9.6 VICTORIAN LOCAL GOVERNMENT - ORDINARY SERVICES REVENUE, LOAN RECEIPTS, AND OUTLAYS (a)

Particulars	1989-90		1990-91		1991-92	
	\$'000	Per cent	\$'000	Per cent	\$'000	Per cent
Revenue						
Rates (incl. penalties); ex-gratia receipts	1,252,047	47.0	1,392,847	50.1	1,382,329	49.2
Garbage (incl. rates and charges)	78,062	2.9	88,098	3.2	93,243	3.3
Other charges	284,958	10.7	291,696	10.5	318,461	11.3
Government grants						
General purpose	177,211	6.7	182,293	6.6	206,511	7.4
Specific purpose						
Capital	71,960	2.7	60,358	2.2	64,492	2.3
Current	183,101	6.9	209,153	7.5	229,896	8.2
Licences, fees, and fines	73,189	2.7	76,406	2.7	78,798	2.8
Interest received	137,043	5.1	106,247	3.8	81,672	2.9
Contributions, donations	71,372	2.7	69,653	2.5	62,012	2.2
Reimbursements						
Roads and bridges						
Construction	57,201	2.1	54,775	1.4	40,181	1.4
Maintenance	39,535	1.5	38,070	1.1	39,578	1.4
Other	26,697	1.0	29,266	1.1	25,130	0.9
Sale of land and second-hand fixed assets	79,034	3.0	65,835	2.4	70,107	2.5
Other (b)	11,389	0.4	21,049	0.8	25,161	0.9
Total revenue	2,542,800	95.5	2,685,745	96.6	2,717,570	96.8
Loan receipts	120,664	4.5	94,796	3.4	91,235	3.2
Total revenue and loan receipts	2,663,464	100.0	2,780,541	100.0	2,808,806	100.0
Outlay						
General administration	428,682	16.1	430,994	15.7	441,506	16.0
Public order and safety	26,674	1.0	28,106	1.0	28,830	1.0
Education	30,444	1.1	31,863	1.2	32,070	1.2
Health	67,429	2.5	73,098	2.7	74,352	2.7
Social security and welfare	233,599	8.8	262,375	9.5	281,011	10.2
Housing	10,716	0.4	7,331	0.3	7,065	0.3
Community amenities	316,247	11.8	358,613	13.0	364,835	13.3
Recreation and culture	463,968	17.4	470,182	17.1	446,044	16.2
Transport and communications						
Roads, streets, and bridges	581,810	21.9	550,893	20.0	557,315	20.2
Other transport (c)	49,604	1.8	51,599	1.9	54,993	2.0
Other economic affairs (d)	107,188	4.0	107,580	3.9	94,532	3.4
Other n.e.c. (e)	62,668	2.4	68,480	2.5	69,513	2.5
Interest paid	137,092	5.1	140,406	5.1	129,828	4.7
Debt redemption	100,003	3.8	122,633	4.5	121,778	4.4
Grants, levies paid to government	28,439	1.1	30,957	1.1	31,451	1.1
Other (f)	18,110	0.7	18,087	0.7	17,994	0.7
Total outlay	2,662,673	100.0	2,753,189	100.0	2,753,117	100.0

(a) Includes only net results of trading activities.

(b) Includes repayment of advances and transfers from trading activities.

(c) Includes road plant purchases, parking, aerodromes and other transport n.e.c.

(d) Includes tourism and area promotion, saleyards and markets and other economic affairs.

(e) Includes agriculture and forestry, building control, natural disaster relief, mining and manufacturing and other purposes n.e.c.

(f) Consists of donations and advances paid and transfers to trading activities. --

Banking finance

The banking system in Australia as at 30 June 1993 comprised a central bank (the Reserve Bank of Australia); thirty-two banks (one owned by the Commonwealth Government, three by State Governments, and twenty-eight privately owned); and seven subsidiary banks. Twenty-seven banks, plus the Reserve Bank, have branches in Victoria.

Since 1980 Australian Governments have sought to decrease the degree of regulation imposed on the financial sector and on banking activity in particular. Specifically, controls on most bank interest rates and foreign exchange have been relaxed. In addition, eighteen new private banks have been granted licences to commence operations.

The conduct of banking business in Australia is governed by the *Banking Act 1959* (Commonwealth). Amendments to the Banking Act in 1989 gave the Reserve Bank explicit powers for prudential supervision of banks. They also provided the Reserve Bank with greater power to seek information from banks and to investigate the affairs of banks.

Other important amendments to the Banking Act removed the distinctions between trading and savings banks, formally replaced the Statutory Reserve Deposit requirement on trading banks with a new non-callable deposit requirement applicable to all banks, placed greater emphasis on prudential supervision of banks, and provided a formal statutory foundation for this supervision.

In January 1990, significant amendments were made to the Banking Act further restructuring the banking industry. Information on more specific aspects of the growth and control of the banking industry is contained in earlier issues of the *Commonwealth Year Book* (Numbers 31, 37, 45, 46 and 61).

TABLE 9.7 BANKS, NUMBER OF BRANCHES AND AGENCIES, VICTORIA

Banks	At 30 June 1992		At 30 June 1993	
	Branches	Agencies	Branches	Agencies
Commonwealth Bank of Australia	788	1,005	751	1,057
National Australia Bank	379	36	369	25
ANZ Banking Group	380	70	365	53
Westpac Banking Corporation	308	24	297	24
Bank of Melbourne	111	482	117	396
St. George Bank	-	-	31	1
Challenge Bank	22	18	22	17
Citibank	4	15	4	9
Other Banks	26	1	27	1
Total Banks	2,018	1,651	1,983	1,583
Metropolitan Area	1,300	881	1,294	833
Remainder of Victoria	718	770	689	750

Source: Reserve Bank of Australia

**TABLE 9.8 BANKS, DEPOSITS AND LOANS TO CUSTOMERS ACCOUNTS,
VICTORIA (a)
(\$ million)**

Period	Deposits Repayable in Australia					Other lending
	Current bearing interest	Current not bearing interest	Term and at call	Other	Total	
June 1990	5,501	3,938	30,537	14,343	54,319	53,723
June 1991	5,389	3,147	29,743	15,933	54,213	55,770
June 1992	6,340	3,639	28,713	17,896	56,588	57,277
June 1993	8,609	3,382	31,272	15,050	58,313	58,733

(a) Average of weekly figures for month of June.

Source: Reserve Bank of Australia

**TABLE 9.9 BANKS, INTEREST RATES (a)
(per cent per annum)**

	June 1991	June 1992	June 1993
Fixed deposits (\$5,000 to \$100,000) (b)			
30 days	9.25	5.75	4.85
3 months	9.75	6.10	5.10
6 months	9.75	5.80	4.90
12 months	10.00	6.00	5.20
3 years	10.50	7.50	6.00
5 years	10.50	8.50	6.75
Cash management accounts			
\$20,000 to \$100,000	9.40	5.30/5.40	4.10/4.30
Over \$100,000	9.60	5.70/5.85	4.40/4.65
Transaction and investment accounts			
Under \$2,000	5.00/5.50	3.00	2.25
\$2,000 to under \$10,000	5.75/6.75	3.00/4.00	2.25/2.75
\$10,000 and over	6.75/8.50	4.00/5.25	2.75/4.00
Business loans (c)			
Large business	14.00/14.25	10.25/10.75	9.50
Small/medium business	14.25/14.50	10.75/11.25	9.70/10.00
Housing for owner occupation (d)	13.00	10.50	9.50
Personal loans (e)	16.00/21.25	13.33/18.25	12.50/17.00
Credit cards (f)	23.88/24.60	22.80/23.00	19.75/20.00

(a) Except where otherwise indicated, data are compiled at or near the end of the month.

(b) Predominant rates offered by major banks.

(c) Indicator rates on variable rate business loans (ie - overdrafts and fully drawn loans). In most cases a margin is added when setting rates on individual loans.

(d) Standard variable rate loans of large bank housing tenders.

(e) Unsecured loans with terms of 6 months to 7 years.

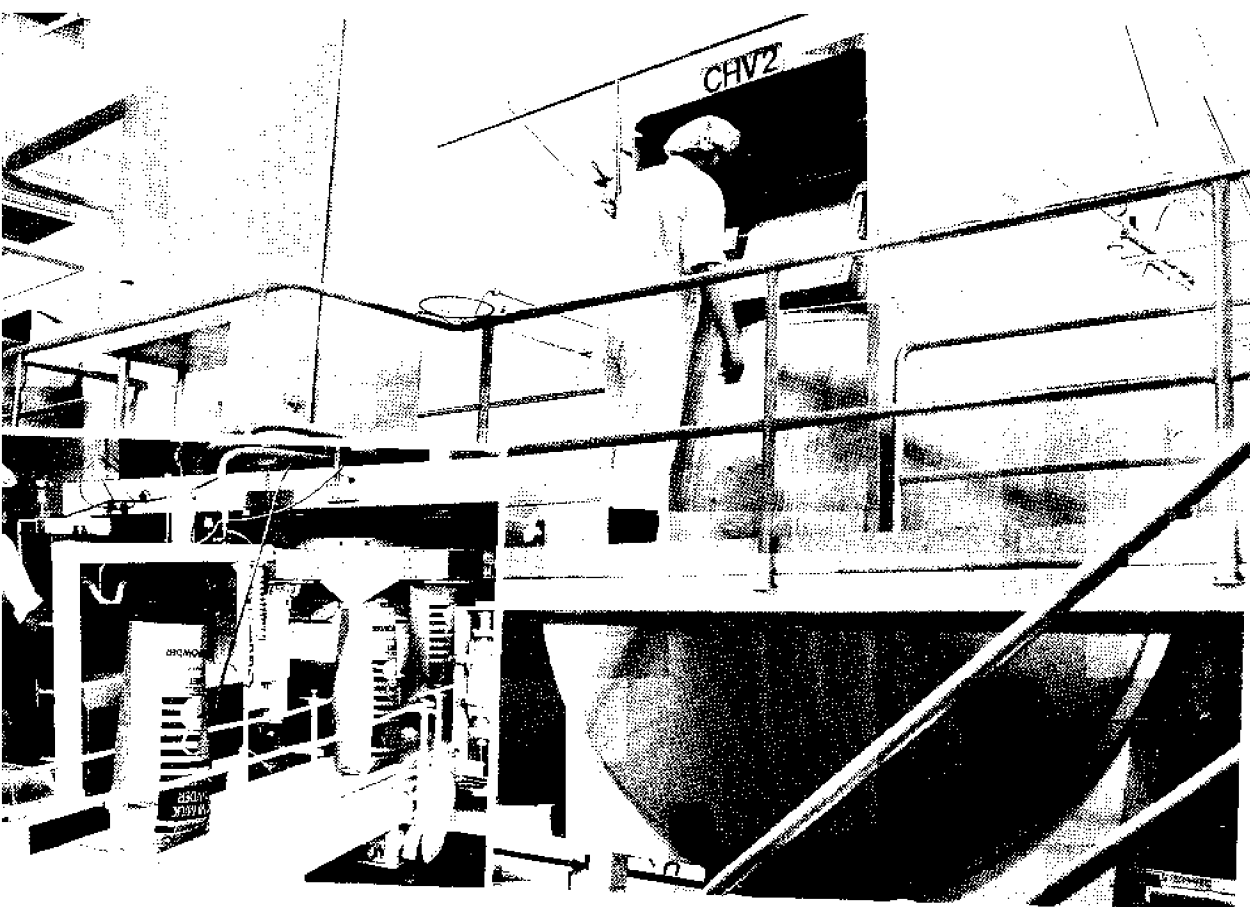
(f) Cards with an interest-free period.

Source: Reserve Bank of Australia



▲ Crab meat food processing for export. - Photos: Department of Business and Employment. (Chapter reference "Commerce".)

▼ Milk storage units. Inset: Powder bagging line - Photos: Bonlac Foods Limited. (Export Award for 1993). (Chapter reference "Commerce".)

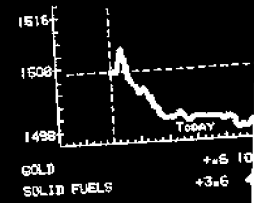




Communication Technology. - Photo: Department of Business and Employment. (Chapter reference "Commerce".)

Market display board, Australian Stock Exchange Limited, Melbourne. - Photo: Australian Stock Exchange Limited. (Chapter reference "Finance".)

STOCK	BID	OFFER	LAST	VOL	STOCK	BID	OFFER	LAST	VS.	STOCK	BID	OFFER	LAST	VOL
AMCOR					A GOLD RES	0.05	0.035	0.05	0	ACTION	1.65	1.70	1.65	0
ANZ BANK					A ASSETS	1.40	-	1.40	0	ACTION GLD	0.70	0.73	0.73	5T
B.H.P.					A HOUSING	0.12	0.20	0.15	0	ADL CAP	0.12	-	0.05	0
BRAMBLES					A WIDE	0.11	0.20	0.12	0	ADL BTON	1.58	1.60	1.60	5T
BORAL					A.C.EQUI	0.10	0.15	0.21	0	ADL STM	-	-	-	-
BTR NYLEX	2.83	2.84	2.82	4HT	A.G.F.	0.023	0.03	0.025	0	ADEN 25	0.22	0.40	0.22	0
COLES HYER					A.N.C.	-	-	0.30	0	ADEN 35	0.42	0.48	0.42	0
CRA					A.O.G.	0.88	-	0.88	864	ADROYAL	0.24	0.28	0.24	0
CSR					A.O.G.DD	-	-	0.50	0	ADTRANS	-	0.30	0.30	0
FOSTERS	12.54	12.58	12.54	2I	A.OU.MIN.	0.02	0.025	0.023	20T	ADV. INTER	-	0.75	0.40	0
LEND LEASE	3.79	3.80	3.80	1H	A.U.INV.	1.75	1.84	1.80	0	ADVANCE	5.28	5.38	5.30	2HT
M.I.M.					A.W.B.	1.16	1.17	1.17	5HT	AFINA	0.47	0.48	0.47	2T
MAT. BANK					ANUB	8.00	-	2.80	0	AFRO-VEST	-	-	0.015	0
NORTH B H					ABALOVN	1.34	1.45	1.43	0	AGEN	0.33	0.34	0.34	25T
NEWS CORP.					ABERFOYLE	4.40	4.42	4.40	4HT	ASL	-	-	3.30	0
PAC DUNLOP					ABIGROUP	0.15	0.16	0.14	0	ASL DEL	-	-	2.40	0
PIOM. INT					AC PRESS	-	-	-	-	ASL X ROC	-	-	-	-
SANTOS					ACR	-	-	-	-	ATDC LTD	0.45	0.50	0.45	0
NESTPAC					ACRDR	-	-	0.22	0	ATROBS	0.75	0.77	0.74	48T
U.H.C.					ACCEL IMP	0.75	1.00	0.85	0					



Time	Value	Change
3:1	45	
2:18pm	327	+327
6:18am	2621.8	+40.7
1:18am	3887.87	+9.15

Non-bank finance

The number of permanent building societies in Victoria declined from 20 in 1986-87 to 10 at the end of 1991-92. After a period of steady asset growth during the 1980s, rising to a peak of \$7,605m in 1988-89, the assets of permanent building societies in Victoria at the end of 1991-92 totalled \$2,956m, down 61 per cent from their highest level. Total expenditure by building societies exceeded total income in 1991-92 by \$0.9m.

TABLE 9.10 PERMANENT BUILDING SOCIETIES, VICTORIA

Particulars	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
Number of societies	20	19	19	14	13	10
Income and expenditure (\$'000) -						
Income -						
Interest from loans	508,473	551,159	733,016	593,950	433,544	245,717
Interest from deposits	40,809	31,810	41,115	48,810	24,400	17,495
Income from holdings of securities	165,859	151,857	143,718	69,852	38,924	32,683
Other income	41,435	83,117	96,472	125,088	36,247	24,243
Total	756,576	817,943	1,014,321	837,700	533,115	320,138
Expenditure -						
Interest on shares	96,730	104,320	135,676	105,780	131,944	15,923
Interest on deposits	463,996	440,104	556,729	534,718	218,535	176,499
Interest on loans	32,484	53,597	91,838	80,801	115,736	25,294
Other expenditure	145,552	158,496	172,383	498,394	287,227	103,338
Total	738,762	756,517	956,626	1,219,693	753,442	321,054
Liabilities and assets (a) (\$'000) -						
Liabilities -						
Share capital and reserves -						
Non-withdrawable shares	104,473	138,473	255,086	226,562	249,218	95,534
Withdrawable shares	1,047,024	1,090,378	1,582,012	1,265,098	1,616,723	269,898
Statutory reserves	279	91	91	2,038	1	1,202
Other reserves (b)	105,322	136,983	198,400	-524,086	-730,724	42,743
Deposits	3,384,579	3,868,913	4,453,272	2,967,417	2,037,706	2,312,075
Loans	368,637	498,312	927,431	650,895	935,245	199,922
Other liabilities	52,332	86,360	188,724	122,407	190,442	34,577
Total	5,062,916	5,819,970	7,605,016	4,710,331	4,298,610	2,955,951
Assets -						
Amounts owing on loans	3,565,737	4,077,117	5,900,647	3,727,451	3,508,069	2,361,853
Cash on hand	10,718	9,336	17,378	8,881	11,829	20,623
Deposits with banks	145,236	157,221	349,060	74,143	139,125	86,160
Deposits with other institutions	107,049	90,005	57,939	31,079	59,519	95,824
Bills, bonds, and other securities	1,057,007	1,305,654	1,067,569	608,912	461,264	247,180
Accounts receivable	38,353	32,303	43,907	98,076	19,185	9,208
Physical and other assets	138,816	148,334	168,516	161,789	99,619	135,103
Total	5,062,916	5,819,970	7,605,016	4,710,331	4,298,610	2,955,951

(a) At the balance dates of societies within the financial year shown.

(b) Includes accumulated surpluses and deficits.

There were 97 credit co-operative societies in Victoria at the end of 1991-92. The number of societies declined from the 124 which existed in 1986-87, but membership has increased by 9 per cent since then, though membership has been in decline since 1989-90. As a proportion of all societies in Australia, the number of Victorian societies and their membership changed little from 1986-87 (just under 30 per cent of societies and just over 20 per cent of members). Victorian deposits and loans also remained relatively steady at about 20 per cent of each of the Australian totals.

**TABLE 9.11 CREDIT CO-OPERATIVES SELECTED STATISTICS,
VICTORIA AND AUSTRALIA**

	1986-87	1987-88	1988-89	1989-90	1990-91	1991-92
Number of credit co-operatives -						
Victoria	124	123	120	115	105	97
Australia	434	419	403	386	364	345
Number of members at end of year -						
Victoria	517,254	542,133	564,294	583,788	579,880	566,146
Australia	2,432,531	2,452,955	2,546,694	2,609,122	2,553,262	2,628,975
Paid up capital at end of year (\$'000) -						
Victoria	6,051	6,395	6,600	6,865	5,943	5,865
Australia	21,641	26,160	27,374	28,504	26,872	27,352
Deposits at end of year (\$'000) -						
Victoria	1,364,823	1,562,415	1,598,262	1,842,321	1,792,830	1,873,218
Australia	6,819,128	6,709,196	6,871,115	7,877,563	7,937,473	8,851,030
Loans to members outstanding at end of year (a) (\$'000) -						
Victoria	1,189,985	1,272,309	1,410,299	1,642,422	1,525,470	1,468,034
Australia	5,996,954	5,665,150	6,360,961	7,082,278	7,055,184	7,785,199

(a) Includes Finance Lease Receivables.

REFERENCES

Data sources

The financial transactions of the Victorian Government are itemised in the accounts of the State Consolidated Fund and in Trust Funds. A detailed analysis and classification is made of these accounts as published in the annual budget papers, Finance Statement, and report of the Auditor-General. The remaining statutory bodies and other publicly owned or controlled organisations maintain accounts entirely, or largely, separate from the public accounts, although there may be transactions between them and State governments (such as advances and capital contributions, interest and dividends, and votes for running expenses and capital works) which affect the public accounts. The annual reports of government departments and authorities are collected and analysed in order to present a complete statement of the transactions of State Government enterprises.

Local Government Finance statistics for Victoria are collected jointly with the Victoria Grants Commission. The statistics have been collated using the Victorian Minimum Data Set, which has been developed to present uniform data for Municipalities in Victoria.

ABS publications

Government Financial Estimates, Australia (5501.0)
Local Government Finance, Victoria (5501.2)
Taxation Revenue, Australia (5506.0)
Expenditure on Education, Australia (5510.0)
Government Finance Statistics, Australia (5512.0)
Public Sector Debt, Australia (5513.0)
Government Finance Statistics: Concepts, Sources, and Methods
(5514.0)
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The Reserve Bank of Australia Bulletin
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