



**PAYMENTS TO
OR FOR THE STATES,
THE NORTHERN TERRITORY
AND LOCAL GOVERNMENT
AUTHORITIES
1982-83**

PRESENTED BY
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FOR THE INFORMATION OF
HONOURABLE MEMBERS ON THE OCCASION
OF THE BUDGET 1982-83

1982-83 BUDGET PAPER No. 7

1982-83 BUDGET PAPERS

Budget Speech

- No. 1 Budget Statements 1982-83**
Contains detailed information on the Budget figuring and measures, as well as explanatory material on the broader economic context.
- No. 2 Appropriation Bill (No. 1) 1982-83**
Appropriates sums out of Consolidated Revenue Fund for the ordinary annual services of Government.
- No. 3 Appropriation Bill (No. 2) 1982-83**
Appropriates sums out of Consolidated Revenue Fund for new policies, capital works and services, plant and equipment and payments to the States and the Northern Territory.
- No. 4 Appropriation (Parliamentary Departments) Bill 1982-83**
Appropriates sums out of Consolidated Revenue Fund for Parliamentary Departments.
- No. 5 Estimates of Receipts and Summary of Estimated Expenditure for the Year Ending 30 June 1983**
Contains, inter alia, information on estimated receipts and Departmental expenditure for the forthcoming year and an index to the Budget Papers.
- No. 6 Civil Works Program 1982-83**
Provides details of the Commonwealth Government's civil works program for 1982-83.
- No. 7 Payments to or for the States, the Northern Territory, and Local Government Authorities 1982-83**
Provides comprehensive information on funds for the States, the Northern Territory and local government authorities, including Commonwealth Budget funds and Loan Council borrowings by statutory authorities.
- No. 8 Government Securities on Issue at 30 June 1982**
Provides data on the structure and movement of securities issued by the Commonwealth and the States.
- No. 9 Australia's Overseas Development Assistance Program 1982-83**
Sets out details of Australia's bilateral and multi-lateral aid programs.
- No. 10 National Income and Expenditure 1981-82**
Gives estimates of gross domestic product; gross national expenditure and national income for the previous five years.
- No. 11 Income Tax Statistics**
Contains a summary of certain income tax data for the income years 1979-80 and 1980-81.

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CHAPTER 1—INTRODUCTION

Payments of various descriptions have been made to the States continuously since Federation. Prior to World War II, these payments were mainly of a marginal character and were confined for the most part to special grants to assist the financially weaker States and to certain specific purpose grants such as assistance for roads and for debt charges.

Since World War II and the immediate post-war period there has been a marked increase in the amount and scope of assistance to the States. This has reflected, among other things, increases in the range and variety of governmental activities that have accompanied economic and social developments in this period of rapid growth of the Australian economy; greater participation by the national Government in matters that were previously considered to be the sole responsibility of the States; and the effects of the introduction and continuation of uniform income tax.

Since 1960-61, a paper on Commonwealth payments to the States has been published annually as a Budget document. Commencing with the 1974-75 issue this paper was expanded to encompass Commonwealth payments to local government authorities; from 1978-79 it has also included payments to the Northern Territory of Australia (which became a self-governing Territory on 1 July, 1978 with expenditure responsibilities and revenue raising powers broadly approximating those of a State).

The paper concentrates on providing information on direct payments from the Commonwealth Budget. However, because of the role played by the Commonwealth in determining Loan Council borrowing programs for State authorities, information is also included on borrowing programs for those authorities as well as for State Governments, whose borrowing programs are met from the Commonwealth Budget.

The main focus of the paper is on the years 1981-82 and 1982-83, although the tables cover payments over the five years 1978-79 to 1982-83 where applicable. Information on earlier years may be found in earlier issues of this paper. In particular the 1975-76 issue of 'Payments to or for the States and Local Government Authorities' includes a consistent series of aggregate figures back to 1956-57. Also, last year's issue included, as an historical appendix (Appendix II), general revenue payments, including special grants, since 1910-11.

The arrangements under which the Commonwealth makes payments to the States for general recurrent purposes (referred to hereinafter as 'general revenue funds') are described in Chapter II. These funds comprise the largest element in Commonwealth payments to the States and are provided as general subventions which the States are free to use for any purpose.

Chapter III provides information on the general purpose capital funds available to the States and their authorities under the Loan Council arrangements. Further statistical material on these funds is presented in Appendix II.

Specific purpose payments to the States, which finance a wide variety of expenditures for both recurrent and capital purposes, are described in Chapter IV. Some further statistical details related to these payments are given in Appendix III.

Chapter V provides details of Commonwealth assistance to the Northern Territory and borrowings by Northern Territory authorities.

Chapter VI describes Commonwealth assistance to local government authorities, both direct and by way of payments through the States. The major item of assistance is that paid under the arrangements for local government authorities to receive 2.0 per cent of Commonwealth net personal income tax collections in the previous year. In this paper, these funds are treated normally as *specific purpose payments to the States* as they are specifically earmarked for 'on-passing' by the States to local government authorities. In the hands of the recipient local government authorities, however, such funds are properly regarded as 'untied general purpose assistance funds' and are so treated in the discussion and tables in Chapter VI.

Appendix I provides figures, in detail and in aggregate, of total payments to the States in 1980-81, 1981-82 and 1982-83 (estimated). It also sets out aggregate figures of these payments and of payments made direct to local government authorities for the period 1978-79 to 1982-83 (estimated). Appendix IV provides information on Commonwealth specific purpose advances to the States and debt charges paid by the States thereon and Appendix V gives figures, in detail and in aggregate, of payments to the six States combined and to each individual State for the years 1978-79 to 1982-83 (estimated).

Relationship with Statements Attached to the Budget Speech and Terminology

In the statements attached to the Budget Speech, Commonwealth budget outlays are classified according to *function*—that is, outlays having like purposes or objectives are brought together under the one functional heading. Table 1 below classifies on a functional basis the payments and net advances by the Commonwealth to or for other levels of government which are covered in this paper.

Take in Table 1

Table 1 also distinguishes between funds provided to the States, the Northern Territory and local government for *general* purposes (that is, 'untied' funds) and those provided for *specific* purposes (that is, 'tied' funds). All general purpose funds are classified under the 'Not Allocated to Function' heading. Certain forms of specific purpose payments are also classified under that heading, but most of these payments are classified under functional headings. In the following Chapters specific purpose payments are, with a few exceptions, grouped on this functional basis.

Reference should also be made here to the fact that the general treatment in this paper is for individual payments and aggregates to be on a *gross* basis—that is, before deducting repayments of Commonwealth Government loans or sinking fund contributions by the States in respect of borrowings by the Commonwealth on their account. However, as the national accounting aggregate 'grants and net advances to the States, the Northern Territory and local government authorities' appearing in other Budget Papers treats all payments to the States, etc. on a *net* basis, some tables have also been included in this paper to show payments on a *net* basis. In such cases, this is specifically indicated; in particular, the grand totals on the summary tables in this Chapter, and Tables 70 and 71 in Appendix I are on a net basis.

Table 1—Commonwealth Payments to State-Local Sector(a), 1978–79 to 1982–83 (Net Basis(b))

Functional Classification	1978–79	1979–80	1980–81	1981–82		1982–83 (estimate)	
	Amount	Amount	Amount	Amount	Percentage increase	Amount	Percentage increase
	\$'000	\$'000	\$'000	\$'000	%	\$'000	%
Defence	12 484	2 335	2 110	3 964	87.9	8 941	125.5
Education	1 959 054	2 099 848	2 372 281	2 737 574	15.4	3 124 825	14.1
Health	1 132 229	1 240 520	1 408 050	207 753(c)	—85.2(c)	225 940	8.8
Social Security and Welfare	69 075	70 696	66 769	56 819	—14.9	102 492	80.4
Housing	315 122	258 228	266 461	231 662	—13.1	317 013(d)	36.8(d)
Urban and Regional Development n.e.c. and the Environment	40 608	42 856	44 705	15 087	—66.3	37 578	149.1
Culture and Recreation	6 223	5 838	6 568	9 399	43.1	12 165	29.4
Economic Services—							
Transport	551 618	616 050	697 878	762 575	9.3	882 992	15.8
Water Supply and Electricity	704	28 514	39 597	43 621	10.2	60 019	37.6
Industry Assistance and Development	82 941	71 991	35 080	57 854	64.9	268 038	363.3
Labour and Employment	10 941	8 811	8 588	8 067	—6.1	4 500	—44.2
Other Economic Services . . . . .	..	..	..	40	n.a.	40	..
Total Economic Services	646 205	725 367	781 143	872 157	11.7	1 215 588	39.4
General Public Services	11 905	12 641	423	553	30.7	1 315	137.8
Outlays Not Allocated to Function—							
General Revenue Payments	4 790 369	5 425 810	6 018 018	7 885 419(c)	31.0(c)	8 740 249	10.8
State Governments' Loan Council Programs	1 248 534	1 049 790	1 103 814	1 093 663	—0.1	1 149 150(d)	5.1(d)
Assistance Related to State Debts	51 128	53 318	55 107	57 027	3.5	58 970	3.4
Payments to Northern Territory	280 330	338 908	422 895	500 402	18.3	586 383	17.2
Assistance for Local Government(e)	179 427	221 739	300 786	350 865	16.6	424 487	21.0
Natural Disaster Relief	23 572	10 347	69 938	20 794	—70.3	—6 191	—129.8
Total Not Allocated to Function	6 573 360	7 099 912	7 970 558	9 908 170	24.3	10 953 048	10.5
Grand Total (net basis)	10 766 266	11 558 241	12 919 069	14 043 137	8.7	15 998 905	13.9

(a) Includes payments to the Northern Territory.

(b) That is, net of repayments of Commonwealth advances and sinking fund contributions on State Governments' Loan Council borrowing programs.

(c) Commencing in 1981–82, general revenue payments include identified health grants that in previous years were classified under 'health'.

(d) The State Governments' Loan Council Program increased by 10 per cent in 1982–83. One half of this increase was allocated to welfare housing.

(e) Comprising grants to the States as general purpose assistance for local government authorities under the personal income tax sharing arrangements.

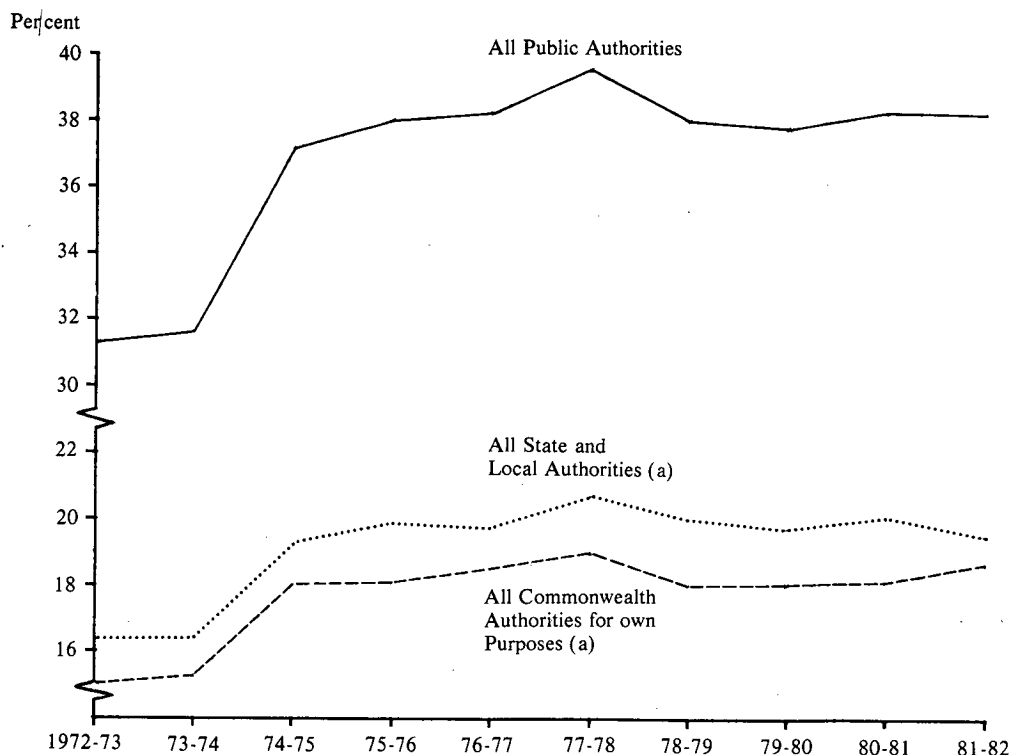
Relationship Between State-Local Sector and Commonwealth Sector

The public sector can be envisaged as comprising two main parts—a Commonwealth sector and a State-local sector. The relative demand of each sector for real and financial resources can be assessed by reference to each sector's final expenditure on goods and services plus transfer payments and net advances to the private sector. However, for this purpose transfers 'as distinct from payments for goods and services' between the Commonwealth and State-local sectors need to be netted out, i.e. transfer payments and advances from the Commonwealth to State and local government authorities, and from the State-local sector to the Commonwealth, have to be eliminated. In this way, a figure of total outlays of each sector 'for its own purposes' can be derived and the total of such outlays by each sector is, of course, equal to total outlays by the public sector as a whole.

Budget Paper No. 1 Statement No. 6 contains details of various components and aggregates of the Public Sector but the Statement does not specifically show outlays of each sector for its own purposes, as defined. For this purpose, it is necessary to allocate interest payments by State Governments to the Commonwealth either as a State or a Commonwealth outlay. The approach adopted in Chart I and Table 2 below is to treat such interest payments in respect of State debt incurred under Loan Council arrangements as a *State Government* outlay, i.e. while the Commonwealth Government actually pays the interest to holders of Commonwealth securities issued on behalf of the States, it is assumed in effect that it is acting as an agent for the States when doing so. Other interest payments to the Commonwealth by State and local authorities are deducted from the outlays of the State-local sector as they do not represent a net transfer to the private sector.

Chart I below thus shows the trend in outlays of the State-local and Commonwealth sectors for their own purposes, expressed as a percentage of GDP, for the years 1972-73 to 1981-82. In very broad terms the trend in each sector's outlays for its own purposes has been similar—a sharp increase in 1974-75, a continued slight upward trend until 1977-78 and a relatively stable picture since then. State-local sector outlays have consistently represented a somewhat higher proportion of GDP than Commonwealth sector outlays.

Chart 1 – Outlays of Public Authorities as a Percentage of GDP



(a) Prior to 1978-79 Northern Territory is included in Commonwealth.
From 1978-79 Northern Territory outlays are included in State/Local Sector.

In the context of this paper it is also of some interest to compare changes in Commonwealth outlays for its own purposes and in assistance provided to the State-local sector. Table 2 below shows, for the period 1978-79 to 1982-83 (est.), Commonwealth Budget outlays for its own purposes and payments and net advances to the State-local sector. In 1982-83 the estimated increase in Commonwealth assistance is about the same as the estimated increase in Commonwealth outlays for its own purposes. This differs from the pattern of recent years, when Commonwealth assistance has increased at a significantly slower rate than Commonwealth outlays for its own purposes.

In recent years, the States have also increasingly resorted to leasing as a means of funding their outlays. As the capital expenditure and borrowings associated with leasing are effectively recorded in the private sector, the published estimates for the State and local sector do not reflect fully the extent to which that sector has in effect increased its outlays and financed that increase by new borrowings. Moreover, the treatment of the sale in 1981-82 of the first unit of the Eraring Power Station under a leasing arrangement (proceeds from which have been netted off State sector capital expenditures) has the effect of reducing such expenditures and, hence, the borrowings that would have been shown if conventional forms of financing had been employed. The amount involved in the Eraring sale is broadly equivalent to the decline in the borrowing requirement of the State sector in 1981-82.

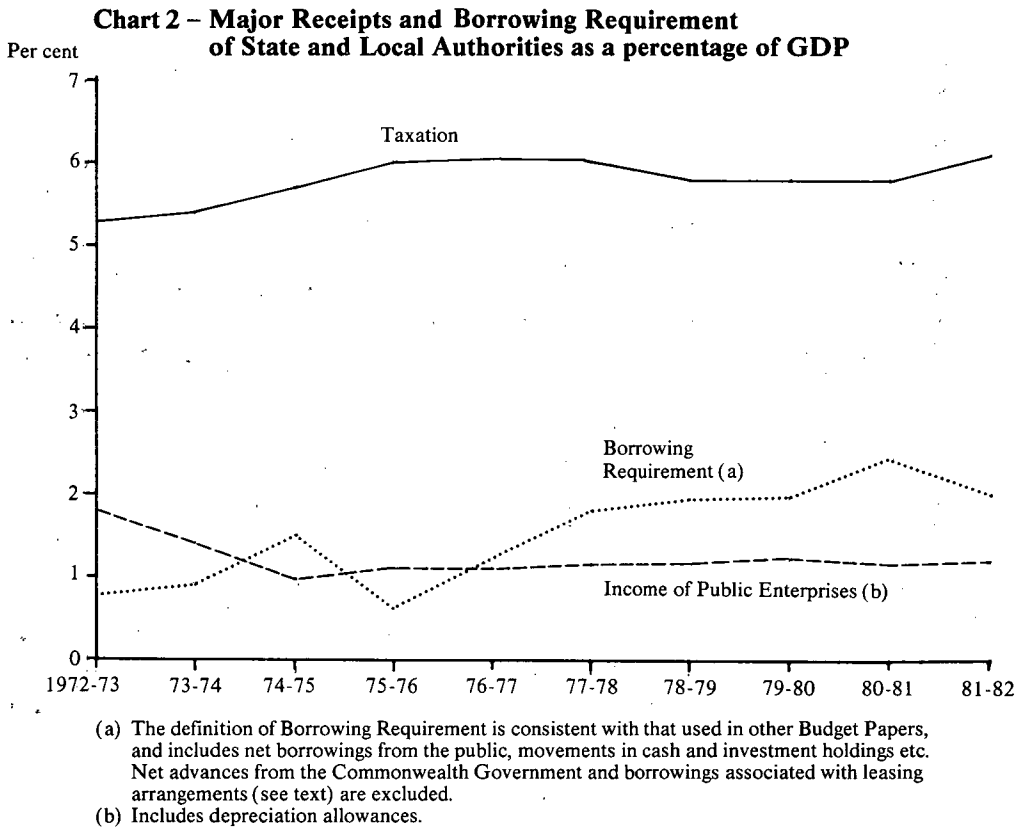
Table 2—Commonwealth Budget Outlays—Outlays for Own Purposes and Assistance to State—Local Sector, 1978–79 to 1982–83

	1978–79		1979–80		1980–81		1981–82		1982–83 (estimate)	
	Amount	Percentage increase	Amount	Percentage increase	Amount	Percentage increase	Amount	Percentage increase	Amount	Percentage increase
	\$m	%	\$m	%	\$m	%	\$m	%	\$m	%
OUTLAYS FOR OWN PURPOSES—										
Net expenditure on goods and services—										
Defence	2 401	10.0	2 787	16.0	3 304	18.6	3 832	16.0	4 257	11.1
Other current expenditure	3 145	7.0	3 341	6.2	3 949	18.2	4 677	18.4	5 267	12.6
Capital expenditure	298	–23.1	290	–2.9	442	52.6	421	–4.7	568	34.8
Total	5 844	6.0	6 417	9.8	7 696	19.9	8 930	16.0	10 092	13.0
Transfer payments and net advances—										
Personal benefit payments	9 270	10.1	10 090	8.8	11 439	13.4	13 342	16.6	15 447	15.8
Interest	1 971	19.5	2 223	12.8	2 561	15.2	2 881	12.5	3 243	12.6
Transfers overseas	477	14.3	520	9.0	576	10.8	667	15.8	728	9.1
Net advances (other than to States)	102	–42.4	78	–23.5	201	157.7	388	93.0	294	–24.2
Other	583	14.1	773	32.6	899	16.3	1 088	21.0	1 265	16.3
Total	12 403	11.0	13 684	10.3	15 676	14.6	18 366	17.2	20 976	14.2
Less Interest on Debt Allocated to States(a)	1 018	7.4	1 089	7.0	1 258	15.5	1 421	13.0	1 619	13.9
	11 385	11.3	12 595	10.6	14 418	14.5	16 945	17.5	19 357	14.2
TOTAL COMMONWEALTH OUTLAYS FOR OWN PURPOSES	17 229	9.5	19 012	10.3	22 114	16.3	25 875	17.0	29 449	13.8
ASSISTANCE TO STATE-LOCAL SECTOR—										
To or for the States (b)	10 461	4.8	11 103	6.1	12 346	11.2	13 396	8.5	15 193	13.4
To the Northern Territory	288	..	439	52.5	552	25.6	620	12.3	731	18.0
Direct to local government authorities	17	23.1	16	–8.8	22	36.2	27	25.4	75	174.2
TOTAL ASSISTANCE TO STATE-LOCAL SECTOR	10 766	7.1	11 558	7.4	12 919	11.8	14 043	8.7	15 999	13.9
Interest on debt allocated to States(a)	1 018	7.4	1 089	7.0	1 258	15.5	1 421	13.0	1 619	13.9
TOTAL OUTLAYS	29 014	8.5	31 660	9.1	36 291	14.6	41 339	13.9	47 067	13.9

(a) Excludes interest on specific purpose advances to the States by the Commonwealth.

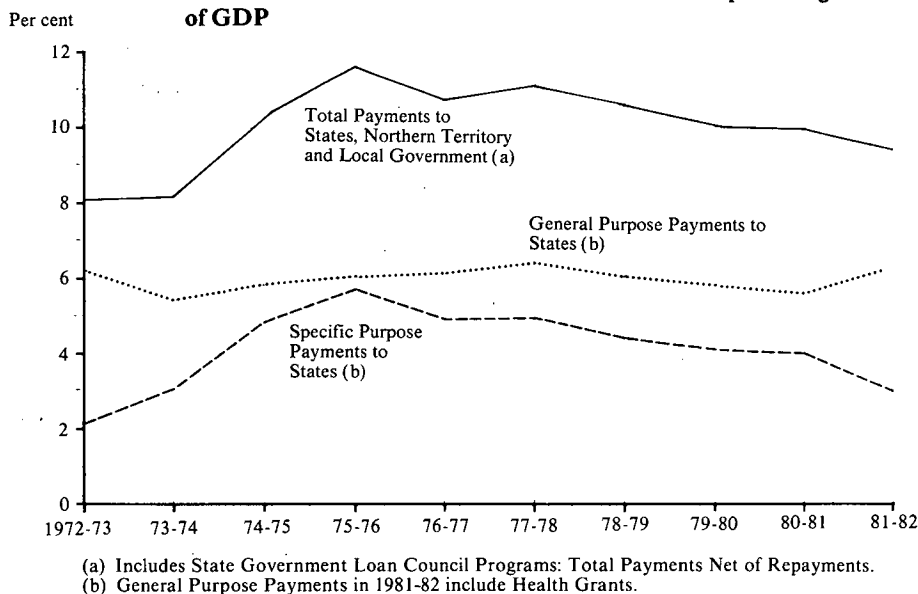
(b) This item includes State Government Loan Council borrowing programs and net personal income tax sharing payments to local government which are paid to the States for on-passing to local government authorities. Commonwealth advances to the States are included after deduction of any repayments by the States.

The restraint in Commonwealth assistance to the States in recent years has meant that the State-local sector has had to increase its own financing efforts in order to maintain State-local outlays relative to GDP. As Chart II shows, in most recent years, this has not been achieved by increasing the burden of State taxation, relative to GDP, but rather for the most part through increased 'borrowings'. It should be noted that this latter item includes net borrowings by State *authorities* as well as other financing techniques such as the drawing down of cash balances and other investments.



The slower growth in recent years in Commonwealth assistance than in outlays for the Commonwealth's own purposes has been reflected in a decline in Commonwealth payments and net advances to the States, relative to GDP, since the peak year in 1975-76. Given that the level of State-local sector outlays has been maintained, relative to GDP, since that time, Commonwealth assistance has financed a declining proportion of State-local sector outlays over this period. However, as Chart III shows, Commonwealth assistance to the States remains a significantly higher proportion of GDP than it was in 1972-73 and 1973-74.

Chart 3 – Payments to or for the States and the Northern Territory, State Government's Loan Council Programs, and Payments Made Direct to Local Government Authorities as a percentage of GDP



In considering the trend in Commonwealth assistance to the State-local sector, it is necessary to take account of Loan Council borrowing programs for State *authorities* as well as of direct payments from the Commonwealth Budget. The Commonwealth plays an important role in determining the level of such programs and the total of direct payments plus such borrowing programs can be said to represent the total funds available to the State-local sector in the determination of which the Commonwealth exercises a decisive or important role. Table 3 below includes both direct payments by the Commonwealth and borrowing programs for State authorities in recent years.

The percentage increases in the final column of Table 3 show the annual percentage increases after adjusting for certain changes in the way Commonwealth assistance has been provided. Adjustments have been made by subtracting from or adding to the total amounts, to take account of:

- (i) the overpayment in 1976-77 and recovery in 1977-78 of \$19.6 million of tax sharing grants. (i.e., The adjusted percentage for 1978-79 measures the increase over 1977-78 before recovery in that year of the overpaid amount.);
- (ii) the absorption, in 1981-82, into general purpose revenue payments of several specific purpose payments, for example, public hospital running costs, which have had the effect of increasing general purpose and reducing specific purpose assistance. (For the purpose of comparability the adjusted percentages measure increases after deducting these payments from general revenue payments and adding them to specific purpose payments.); and
- (iii) the decision by Loan Council in June 1982 to free State electricity authorities from control over the amounts, terms and conditions of their borrowings (the adjusted percentage measures the increase in 1982-83 after deducting borrowing programs for State electricity authorities from the 1981-82 figure).

Table 3—Funds Available to the States and the Northern Territory and their Authorities from Commonwealth Assistance and Loan Council Borrowing Programs, 1978–79 to 1982–83

	Amount	Actual Percentage Increase	'Adjusted' Percentage Increase (a)
	\$ million	%	%
COMMONWEALTH PAYMENTS TO STATES			
RECURRENT PURPOSES			
<i>General Revenue Funds—</i>			
1978–79	4 800.4	10.6	10.1
1979–80	5 428.3	13.1	13.1
1980–81	6 018.0	10.9	10.9
1981–82	7 885.4	31.0	11.1
1982–83 (estimate)	8 740.2	10.8	10.8
<i>Specific Purpose Payments for Recurrent Purposes—</i>			
1978–79	3 047.7	6.0	5.9
1979–80	3 360.3	10.3	10.2
1980–81	3 885.8	15.6	15.6
1981–82	3 049.4	–21.5	8.0
1982–83 (estimate)	3 516.0	15.3	15.3
<i>Total Funds for Recurrent Purposes—</i>			
1978–79	7 848.1	8.8	8.4
1979–80	8 788.6	12.0	12.0
1980–81	9 903.8	12.7	12.7
1981–82	10 934.8	10.4	10.4
1982–83 (estimate)	12 256.3	12.1	12.1
CAPITAL PURPOSES			
<i>General Purpose Capital Funds (b)—</i>			
1978–79	1 433.8	..	..
1979–80	1 245.0	–13.2	–13.2
1980–81	1 307.2	5.0	5.0
1981–82	1 307.2	..	..
1982–83 (c)	1 373.0	5.0	5.0
<i>Specific Purpose Payments for Capital Purposes—</i>			
1978–79	1 437.8	–8.7	–8.7
1979–80	1 345.8	–6.4	–6.4
1980–81	1 449.2	7.7	7.7
1981–82	1 480.2	2.1	5.6
1982–83 (estimate)	1 883.0	27.2	27.2
<i>Total Funds for Capital Purposes—</i>			
1978–79	2 871.6	–4.6	–4.6
1979–80	2 590.8	–9.8	–9.8
1980–81	2 756.4	6.4	6.4
1981–82	2 787.4	1.1	2.9
1982–83 (estimate)	3 256.0	16.8	16.8
RECURRENT AND CAPITAL PURPOSES			
<i>General Purpose Funds—</i>			
1978–79	6 234.2	7.9	7.6
1979–80	6 673.3	7.0	7.0
1980–81	7 325.3	9.8	9.8
1981–82	9 192.7	25.5	9.1
1982–83 (estimate)	10 113.2	10.0	10.0
<i>Specific Purpose Funds—</i>			
1978–79	4 485.6	0.8	0.8
1979–80	4 706.1	4.9	4.9
1980–81	5 334.9	13.4	13.4
1981–82	4 529.6	–15.1	7.4
1982–83 (estimate)	5 399.1	19.2	19.2

Table 3—Funds Available to the States and the Northern Territory and their Authorities from Commonwealth Assistance and Loan Council Borrowing Programs, 1978-79 to 1982-83—Continued

	Amount	Actual Percentage Increase	'Adjusted' Percentage Increase (a)
	\$ million	%	%
Total Funds for Recurrent and Capital Purposes—			
1978-79	10 719.7	4.8	4.6
1979-80	11 379.4	6.2	6.2
1980-81	12 660.2	11.3	11.3
1981-82	13 722.3	8.4	8.4
1982-83 (estimate)	15 512.3	13.0	13.0
LESS REPAYMENTS AND SINKING FUND CONTRIBUTIONS (d)			
1978-79	-259.0	8.4	8.4
1979-80	-276.5	6.7	6.7
1980-81	-314.5	13.8	13.8
1981-82	-326.0	3.6	3.6
1982-83 (estimate)	-319.2	-2.1	-2.1
TOTAL COMMONWEALTH PAYMENTS TO STATES (NET BASIS)			
1978-79	10 460.7	4.8	4.6
1979-80	11 102.9	6.1	6.1
1980-81	12 345.7	11.2	11.2
1981-82	13 396.3	8.5	8.5
1982-83 (estimate)	15 193.1	13.4	13.4
COMMONWEALTH PAYMENTS TO THE NORTHERN TERRITORY			
TOTAL PAYMENTS (GROSS)			
1978-79	289.8	(e)	..
1979-80	441.0	(e)	..
1980-81	554.4	25.7	25.7
1981-82	623.4	12.4	12.4
1982-83 (estimate)	736.0	18.1	18.1
PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES IN THE NORTHERN TERRITORY			
1979-80	0.3	..	..
1980-81	0.2	-17.4	-17.4
1981-82	0.3	29.7	29.7
1982-83 (estimate)	0.5	58.3	58.3
LESS REPAYMENTS			
1978-79	-1.8	..	..
1979-80	-1.9	(e)	..
1980-81	-2.9	54.7	54.7
1981-82	-4.1	37.8	37.8
1982-83 (estimate)	-5.2	27.6	27.6
TOTAL COMMONWEALTH PAYMENTS TO THE NORTHERN TERRITORY AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES IN THE NORTHERN TERRITORY (NET BASIS)			
1978-79	288.1	(e)	..
1979-80	439.4	(e)	..
1980-81	551.7	25.6	25.6
1981-82	619.7	12.3	12.3
1982-83 (estimate)	731.3	18.0	18.0
COMMONWEALTH PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES			
1978-79	17.5	23.2	23.2
1979-80	15.9	-8.8	-8.8
1980-81	21.7	36.1	36.1
1981-82	27.2	25.4	25.4
1982-83 (estimate)	74.5	174.2	174.2

Table 3—Funds Available to the States and the Northern Territory and their Authorities from Commonwealth Assistance and Loan Council Borrowing Programs, 1978–79 to 1982–83—Continued

	Amount	Actual Percentage Increase	'Adjusted' Percentage Increase (a)
	\$ million	%	%
TOTAL COMMONWEALTH PAYMENTS TO STATES, THE NORTHERN TERRITORY AND LOCAL GOVERNMENT AUTHORITIES (NET BASIS)			
1978–79	10 766.3	7.1	6.9
1979–80	11 558.2	7.4	7.4
1980–81	12 919.1	11.8	11.8
1981–82	14 043.1	8.7	8.7
1982–83 (estimate)	15 998.9	13.9	13.9
LOAN COUNCIL BORROWING PROGRAMS OF STATE SEMI-GOVERNMENT AND LOCAL AUTHORITIES AND NORTHERN TERRITORY AUTHORITIES			
1978–79	1 871.8	18.2	18.2
1979–80	2 195.3	17.3	17.3
1980–81	2 439.8	11.1	11.1
1981–82	2 627.0	7.7	7.7
1982–83 (estimate)	1 615.5(f)	—38.5	12.3
GRAND TOTAL—FUNDS AVAILABLE TO THE STATES AND THE NORTHERN TERRITORY AND THEIR AUTHORITIES FROM COMMONWEALTH ASSISTANCE AND LOAN COUNCIL BORROWING PROGRAMS			
1978–79	12 638.1	8.6	8.4
1979–80	13 753.5	8.8	8.8
1980–81	15 358.8	11.7	11.7
1981–82	16 670.2	8.5	8.5
1982–83 (estimate)	17 614.4(f)	5.7	13.8

(a) See text above.

(b) Comprising the State Governments' Loan Council borrowing programs and capital grants.

(c) Programs agreed to at the June 1982 Loan Council meeting.

(d) That is, repayments of Commonwealth advances to the States and local government authorities and sinking fund contributions on State Governments' Loan Council borrowings.

(e) Payments to the Northern Territory in 1977–78, 1978–79 and 1979–80 are not on a comparable basis. See Chapter V of this and previous editions of this paper for details.

(f) Not comparable to previous years due to the exclusion of borrowing programs for electricity authorities.

CHAPTER II—GENERAL REVENUE ASSISTANCE

General revenue grants have, in one form or another, been paid by the Commonwealth to the States since Federation. Their purpose is to assist the States, by way of subventions to their budgets, in the financing of their recurrent expenditures. The Commonwealth does not impose conditions as to the purposes for which these grants are spent, although the Commonwealth may make provision of the funds subject to certain other conditions being met.

Significant alterations to the distribution of general revenue assistance to the States are to take place in 1982-83 (*see* Chapter V for details on the arrangements relating to the Northern Territory). These changes stem from consideration of the Commonwealth Grants Commission's Report on Tax Sharing and Health Grants 1982.

A detailed history of successive arrangements governing this form of assistance is provided in Chapter II and in Appendix II of the 1981-82 issue of this paper. This chapter outlines the present basis of general revenue grants and the background to these arrangements.

MOVE TO TAX SHARING ARRANGEMENTS

In 1976-77 the financial assistance grants arrangements, under which the grants were increased each year in accordance with a formula which took account of increases in population and wages as well as a betterment factor, were replaced by arrangements for sharing in revenue from personal income tax levied by the Commonwealth.

Implementation of these tax sharing arrangements was to be in two stages. Under Stage 1, which was embodied in the *States (Personal Income Tax Sharing) Act* 1976, the States were given an entitlement to a specified proportion of Commonwealth net personal income tax collections each year. To reduce the uncertainty about entitlements arising from fluctuations throughout the year in the estimates of current tax collections, the October 1977 Premiers' Conference agreed to adopt the preceding year's net personal income tax collections as the base, using 39.87 per cent for the purpose. These changes were incorporated in the *States (Personal Income Tax Sharing) Amendment Act* 1978.

Under Stage 2, the Stage 1 arrangements would continue but, in addition, each State would have the right, at its discretion, to increase or reduce the personal income tax levied on residents of the State. Any additional income tax so levied would be collected by the Commonwealth on behalf of the State or States concerned. Any rebate of tax in a State would be at the expense of that State's revenue. Relevant Commonwealth legislation—the *Income Tax (Arrangements with the States) Act* 1978—received Royal Assent in June 1978. To date, no State has passed the necessary enabling legislation.

Section 13 (1) of the *States (Personal Income Tax Sharing) Act* 1976 required the Commonwealth to consult with the States by 30 June 1981 with a view to determining whether any change was desirable in the provisions of this Act. This consultation was undertaken at a Premiers' Conference in May 1981, at which there was an overall review of Commonwealth-State financial relations. At that Premiers' Conference, it was decided to move, after a transitional year in 1981-82, to the use of a *total* tax base to calculate State tax sharing grants, instead of the former net personal income tax collections base.

Other features of the previous arrangements retained at that time included:

- the guarantee that the grant payable to each State (and the Northern Territory) in any year would not be less, in absolute terms, than in the previous year;
- the right of the States (and the Northern Territory) to impose surcharges or give rebates of personal income tax;
- The Commonwealth's right to be able to declare an increase in, or rebate of, any Commonwealth tax to be a 'Special Surcharge or Rebate', and hence to exclude the revenue so raised from the total tax sharing base; and
- the arrangements for consultation between the Commonwealth and the States (and the Northern Territory) on changes in Commonwealth taxation which affect the tax base.

These new arrangements were incorporated in the *States (Tax Sharing and Health Grants) Act 1981*. Further details of the arrangements are set out later in the chapter.

REVIEW OF TAX SHARING RELATIVITIES

The need for a comprehensive and impartial review of inter-governmental relations was recognised when the tax sharing arrangements were being drawn up in 1976. The Points of Understanding drawn up between the Commonwealth and the State Government at the time recorded that there should be a periodic review of tax sharing relativities and that advice in relation to this review would be sought from an independent review body. After discussion at the April, July and October 1977 Premiers' Conferences, agreement was reached on the nature of the review body, the guidelines for the review and the terms of the review. Legislation to give effect to these decisions was passed in 1978 under the title of the *States (Personal Income Tax Sharing) Amendment Act 1978* and in the form of amendments to the *Commonwealth Grants Commission Act 1973*.

Section 13 (3) of the *States (Personal Income Tax Sharing) Amendment Act 1978* provided for the review of the relative distribution of the States' tax sharing grants in the following terms:

'The Minister shall before 30 June 1981 arrange, and, after consultations between the Government of the Commonwealth and the Governments of the States, may periodically after that date arrange, for the question of whether any change is desirable in the State factors to be referred to the Commonwealth Grants Commission for inquiry and report by a Division of the Commission constituted in accordance with Section 19A of the *Commonwealth Grants Commission Act 1973*:—

- (a) on the basis of the principle that the respective payments to which the States are entitled under this Act should enable each State to provide, without imposing taxes and charges at levels appreciably different from the levels of the taxes and charges imposed by the other States, government services at standards not appreciably different from the standards of the government services provided by the other States;

- (b) taking account of:
 - (i) differences in the capacities of the States to raise revenues; and
 - (ii) differences in the amounts required to be expended by the States in providing comparable government services;
- (c) in the light of an examination by the Commission of:
 - (i) the matters that influenced the determination of the State factors; and
 - (ii) any events that have occurred since those State factors were determined that, in the opinion of the Commission, affect the appropriateness of the continued application of those factors.'

The amended *Commonwealth Grants Commission Act* 1973 provided for the establishment of a special Division of the Grants Commission composed of the Chairman of the Grants Commission, two members of the Commission, plus three associate members, one of whom was to be nominated by New South Wales and Victoria and two by the other four States.

The formal terms of reference were transmitted to the Chairman of the Grants Commission in a letter from the then Minister for Administrative Services on 23 June 1978.

After an extensive inquiry commencing in March 1979, the Commonwealth Grants Commission presented its Report on State Tax Sharing Entitlements 1981 on 9 June 1981. The Commission found that a change in the State factors which prescribe the per capita tax sharing relativities between the States was desirable.

A Premiers' Conference was convened on 20 June 1981 to consider, inter alia, the Commission's report. While there had not been adequate time since the report became available for Governments to complete their studies of it, most States had comments and queries on particular aspects of the report. A major concern was that the implementation of the assessed factors in 1981-82 would have resulted in large changes in the distribution of financial assistance among the States.

Following discussion of the Commission's report at the Conference it was decided that the Commission should be asked to produce a further report on its assessment of State relativities in the light of submissions to be put to it by the States and by the Commonwealth.

Further, in view of the financial difficulties that would be created for South Australia, Western Australia and Tasmania if the distribution between the States of the tax sharing grants for 1981-82 were to be based on the factors assessed by the Commission, it was decided that the relativities prescribed in the *States (Tax Sharing and Health Grants) Act* 1981 should be used to distribute the 1981-82 tax sharing grants to which the States were entitled under the arrangements settled at the May 1981 Premiers' Conference.

However, in recognition of the likelihood that, following the further review, relativities could be adjusted in favour of the three more populous States, the Commonwealth agreed to provide additional grants to New South Wales (\$24.5 million), Victoria (\$15 million) and Queensland (\$20.5 million) in 1981-82 on the basis that:

- the additional grants for 1981-82 were to be considered as being part of whatever total contribution the Commonwealth might make towards assisting States to

adjust to whatever new relativities might be decided after consideration of the further report of the Grants Commission;

- the additional grants for 1981-82 were without prejudice to any future decisions about the degree of change in relativities or the pace at which any such change should be implemented; and
- there would be no applications by any State for special grants in respect of 1981-82.

In discussion of the possible handling of any future change in tax sharing relativities that might arise from the further report of the Commission, the Commonwealth made it clear that it did not intend to fund the total cost of adjustments to whatever new relativities were ultimately decided.

The Minister for Administrative Services sent terms of reference for the further inquiry to the Commission on 15 October 1981. The Commission was required to review the assessments contained in its 1981 report using the same principle of fiscal equalisation as set out in Section 13 (3) of the *States (Personal Income Tax Sharing) Amendment Act 1978*, to take account of submissions put to it by interested parties, and to consider additional data and developments since its 1981 report—including the new health funding arrangements (see section below on Identified Health Grants).

The Commission presented its second report on 31 May 1982. While this report contained some changes in assessed relativities by comparison with its 1981 report, the Commission confirmed the view expressed in its earlier report that a change was desirable in the existing State factors which govern the distribution of shared tax revenue between the States.

As requested, the Commission presented two alternative sets of tax sharing relativities, one reflecting relative health needs in the tax sharing grants (as in its 1981 report) and the other with relative health needs being reflected in an alternative distribution of identified health grants. The assessed factors based on the former are set out in Table 4. (As noted later in this chapter, it was decided at the June 1982 Premiers' Conference that relative health needs should be reflected in the distribution of tax sharing grants and that the identified health grants should continue to be distributed on the basis set out in the *States (Tax Sharing and Health Grants) Act 1981*.) Also shown in Table 4 are the State factors as assessed by the Commission in its 1981 report along with those prescribed in the *States (Tax Sharing and Health Grants) Act 1981* and which would have been used in the calculation of tax sharing grants in 1982-83 if there had been no change decided upon at the June 1982 Premiers' Conference.

Table 4—State Factors(a)

	Factors for 1982-83 in <i>States (Tax Sharing and Health Grants) Act 1981(b)</i>	Factors assessed by Commission in:	
		1981 Report	1982 Report
New South Wales	1.02040	1.048	1.018
Victoria	1.00000	1.000	1.000
Queensland	1.38524	1.487	1.531
South Australia	1.51701	1.319	1.402
Western Australia	1.62458	1.284	1.368
Tasmania	1.98592	1.549	1.589

(a) The State factors show the percentage by which each State's per capita grant should exceed the per capita grant received by Victoria. For example, as can be seen from the first column of the table, Tasmania's per capita grants under the relativities originally prescribed for 1982-83 would have been about 98.6 per cent higher than Victoria's. Under the Commission's 1982 preferred relativities, they would have been only 58.9 per cent higher than Victoria's.

(b) As defined in sub-section 9 (5) of the *States (Tax Sharing and Health Grants) Act 1981*.

The Commission explained that the differences between the State shares assessed in its 1981 and 1982 reports were largely caused by the revision to State populations following the 1981 Population Census, the addition of another year's data and changes in the distribution of health grants under the new health funding arrangements agreed between the Commonwealth and the States after the 1981 report. (The Commission's assessments take account of the distribution of *specific purpose* payments such as health grants insofar as such payments are provided to assist the States in funding recurrent expenditures that are the subject of examination by the Commission.)

The principal effect of adopting the Commission's assessments would have been to imply a marked shift in the distribution of the grants away from the less populous States of South Australia, Western Australia and Tasmania in favour of the more populous States of New South Wales, Victoria and Queensland. This is shown in Table 5 by the estimated difference between the shares each State would have received if the Commission's preferred relativities had been applied in distributing tax sharing grants in 1982-83 and the distribution based on shares determined under the *States (Tax Sharing and Health Grants) Act 1981*.

Table 5—Alternative Distributions of Estimated 1982-83 Tax Sharing Grants

	Grants under Relativities Prescribed in <i>States (Tax Sharing and Health Grants) Act 1981 (a)</i>		Grants under Commission's Assessed Relativities in 1982 Report		Difference in Grants (c)		Percentage Change over 1981-82 of Grants under Commission's Relativities
	per capita	% Diff (b)	per capita	% Diff (b)	Percentage Difference in	Difference in Total Grants	
					Per Capita Grants		
	\$	%	\$	%	%	\$m	%
New South Wales	443	-15.1	450	-13.7	+ 1.6	+ 38	+17.8
Victoria	434	-16.8	442	-15.3	+ 1.8	+ 32	+17.9
Queensland	601	+15.2	676	+29.7	+12.6	+185	+32.9
South Australia	658	+26.2	619	+18.8	- 5.9	- 52	+ 8.6
Western Australia	705	+35.2	604	+15.9	-14.2	-135	+ 0.3
Tasmania	861	+65.2	702	+34.6	-18.5	- 69	- 5.9
Six State Average	521		521				

(a) The relativities prescribed for 1982-83 under section 9 (5) of the *States (Tax Sharing and Health Grants) Act 1981* differ from 'the existing factors' shown in the Commission's report because those in the report do not take account of the need to add certain amounts to the 'basic' grants for 1981-82 in order to arrive at new relativities for determining the 1982-83 grants under the legislation. These additions are made up of rounding adjustments agreed to at the May 1981 Premiers' Conference (totalling \$27 million) and amounts payable to take account of terminated Commonwealth programs (totalling \$69.1 million) and the additional grants to the three more populous States (totalling \$60 million) decided at the June 1981 Premiers' Conference.

(b) Percentage difference between each State's per capita grant and the average per capita grant for the six States.

(c) Difference between estimated 1982-83 grants under *States (Tax Sharing and Health Grants) Act 1981* and grants if the Commission's assessments were adopted.

The Commission's 1982 assessments were the subject of discussion between the Commonwealth and the States at a Premiers' Conference held on 24 and 25 June 1982.

In the absence of agreement between States in response to the Commission's report on an appropriate distribution of the tax sharing grants, the Commonwealth proposed a distribution between the States, to apply during the next three years, on a basis that it judged to be fair and equitable. In considering the assessments in the Commission's 1982 report, the Commonwealth took account of the following points:

- The magnitude of change involved for some States if the assessments of the Commission were to be implemented immediately (see Table 5). In his letter of transmittal, the Chairman of the Commission recognised 'that the effects on some States of an immediate shift to the assessed relativities would be quite severe'.
- Even an equal phasing-in of the new relativities over the three remaining years of the current tax sharing arrangements (along the lines canvassed by the Commission itself) could still have involved in some years a very low increase in grants for some of the less populous States. In the circumstances, it was considered that there should be some provision for a guaranteed minimum increase in annual grants.
- The additional \$60 million made available by the Commonwealth in 1981-82 as a contribution towards assisting in moving to the new relativities (now escalated to about \$70 million) should again be made available for the same purpose, together with the escalated value of the additions to South Australia's and Tasmania's grants in 1975 (estimated to total about \$79 million in 1982-83) when the Commonwealth took over part of South Australia's and all of Tasmania's railways. The Commission had assessed that, under the fiscal equalisation principle, South Australia and Tasmania should not continue to have a higher share of tax sharing grants on account of these additional grants. It was the Commonwealth's view that, as the additional grants had been provided to South Australia and Tasmania as an addition to the then existing entitlements of the States, the escalated value of the additional grants to be deducted from their shares should not automatically be redistributed among the States. However, the Commonwealth determined that it could be added to the amount set aside to assist in the process of implementing new tax sharing relativities.
- The fact that, while the Commission's assessment was that South Australia and Tasmania should have a lower share of tax sharing grants on account of above-average per capita amounts paid to them under their continuing hospital cost-sharing agreements with the Commonwealth, South Australia and Tasmania were entitled to those extra amounts until 1984-85 by virtue of clause 7.1 of those agreements, which provides that any financial gains which accrue as a result of payments under the agreement are not to be offset by the Commonwealth against general revenue payments to those States. Thus, one way or another, the two States had to receive higher shares of general revenue grants than was justifiable on strict equalisation grounds. In these circumstances, the Commonwealth considered that it would be appropriate to modify the Commission's assessments for South Australia and Tasmania so as to reflect their full entitlements under the hospital cost-sharing agreements.

In the light of these various points, the Commonwealth put forward the following proposal for new tax sharing relativities:

- the Commission's 1982 assessed relativities be modified so that South Australia's and Tasmania's hospital cost sharing grants did not adversely affect their shares of the tax sharing grants;

- the relativities so modified be phased-in over the three years ending 1984-85 at the rate of 33½ per cent each year;
- there be a guarantee that each State's tax sharing grant would increase by at least 2 per cent in real terms in 1982-83 and a further 1 per cent in real terms in each of 1983-84 and 1984-85; and
- the escalated value of the amounts the Commonwealth made available in 1981-82 as a contribution towards assisting in the adjustment to new relativities and in 1975-76 in consideration of the transfer of South Australia's and Tasmania's railways to the Commonwealth, totalling about \$149 million, be set aside from the tax sharing pool in 1982-83 and used in the first instance to fund the guarantee, with any portion not required for this purpose being available for distribution among the States.

A condition of the Commonwealth's proposal was that no special grants would be paid during the phasing-in period.

The Premiers' Conference adopted the proposal on this basis.

No decision was taken at the Premiers' Conference on the Commission's proposal that early arrangements be made for a further complete review to be presented to governments for consideration before the current tax sharing arrangements expire on 30 June 1985.

TAX SHARING GRANTS IN 1982-83 AND SUBSEQUENT YEARS

This section sets down the detailed arrangements for tax sharing grants to the States in 1982-83 and subsequent years. Details on tax sharing grants payable to the Northern Territory can be found in Chapter V.

(1) *Size of Tax Sharing Pool*

The *States (Tax Sharing and Health Grants) Act* 1981 provides that the total tax sharing grants payable to the States in 1982-83, 1983-84 and 1984-85 be calculated as follows:

- (i) the total tax sharing grant paid to the States in 1981-82 (excluding the \$9 million additional grant to Queensland in respect of the change in the basis of measuring population) be expressed as a percentage of total tax collections in 1980-81; and
- (ii) that percentage (20.72 per cent) be applied in 1982-83 and in each subsequent year to the previous year's total Commonwealth tax collections to determine the total tax sharing grant payable in the relevant year. The definition of total tax collections for the purposes of these calculations is set down in Schedule 1 of the *States (Tax Sharing and Health Grants) Act* 1981.

In the light of the decisions taken at the June 1982 Premiers' Conference, the States' total share will be divided into two pools, with:

- (i) 20.323 per cent of relevant Commonwealth tax collections to take the form of a 'basic' tax sharing pool; and
- (ii) 0.397 per cent of such collections to form a 'supplementary' tax sharing pool to be used to assist in moving to the new relativities settled at that Conference.

On this basis, the total tax sharing grant for the States in 1982-83 will be \$7772.5 million, made up of a basic pool of \$7623.6 million and a supplementary pool of \$148.9 million.

(2) *Distribution of Basic Tax Sharing Grants*

The distribution of the basic tax sharing pool in 1982-83, 1983-84 and 1984-85 will be calculated on the basis of the populations of each State at 31 December in each year weighted by the new per capita relativities settled at the June 1982 Premiers' Conference phased-in over the three years to 1984-85; viz:

	NSW	Vic.	Qld	SA	WA	Tas.
1982-83	1.01960	1.00000	1.43516	1.49634	1.54072	1.87261
1983-84	1.01880	1.00000	1.48508	1.47567	1.45686	1.75931
1984-85	1.018	1.000	1.535	1.455	1.373	1.646

Table 6 sets down the detailed calculations used to prepare the estimated basic tax sharing grants payable to each State in 1982-83.

Table 6—Estimates of Basic Tax Sharing Grants to the States in 1982-83

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Six State Total
(1) Estimated Population at 31 Dec 1982 ('000 persons) (a)	5330.3	4010.6	2457.6	1334.7	1344.5	431.6	14909.3
(2) Per capita relativities	1.01960	1.00000	1.43516	1.49634	1.54072	1.87261	
(3) Row (1) weighted by Row (2)	5434.8	4010.6	3527.0	1997.1	2071.5	808.3	17849.3
(4) Percentage distribution of Row (3) between States (per cent)	30.44804	22.46929	19.75995	11.18869	11.60560	4.52843	100.0
(5) Estimated Distribution of Basic Tax Sharing Grants (\$ million)	2321.2	1713.0	1506.4	853.0	884.8	345.2	7623.6

(a) Projections of resident population at 31 December 1982. Subject to revision.

(3) *Distribution of Supplementary Grants*

The supplementary tax sharing pool is to be distributed among the States in the following manner:

- (i) amounts are to be set aside from the supplementary pool where necessary to ensure that the *sum* of each State's basic and supplementary tax sharing grants increases by 2 per cent in real terms in 1982-83 over the previous year (one per cent in real terms in both 1983-84 and 1984-85). (The calculation of these amounts is set down under Step 1 in Table 7.)
- (ii) any portion of the supplementary pool not used for the purpose of (i) above is then distributed between *all* the States on the basis of the phased-in relativities effective in the year concerned. (The calculation of the distribution of the remainder of the pool not used in (i) is set down under Step 2 in Table 7.)
- (iii) the actual amount of the guarantee payment for a State is determined by subtracting the amount for each State resulting from (i) above from the amounts resulting from (ii) above in those cases where the amount in (i) is greater than the amount in (ii). (See Step 3 in Table 7.)

- (iv) the difference between the total of the actual guarantee payments under (iii) and the total of the amounts set aside from the supplementary pool under (i) is then distributed among those States not in receipt of an actual guarantee payment on the basis of the phased-in relativities effective each year. (See Step 4 in Table 7.)

Each State's share of the supplementary pool is then equal to the sum of its share of the residual supplementary pool under (ii) and *either* its guarantee payment under (iii) *or* its share under (iv). (See Step 5 in Table 7.)

The estimated distribution of the supplementary pool for 1982-83, together with precise details of the mechanics of distributing that pool, is set out in Table 7.

Table 7—Estimates of Supplementary Tax Sharing Grants to the States in 1982–83

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Six State Total
Step 1(a)							
(1) Total tax sharing grants in 1981–82 (\$ million)	2034.6	1502.5	1259.7	761.0	809.9	322.0	6689.7
(2) Estimated guaranteed minimum ratio between grants in 1981–82 and 1982–83 (b)	1.12965	1.12965	1.12965	1.12965	1.12965	1.12965	1.12965
(3) Row (1) multiplied by row (2)	2298.4	1697.3	1423.0	859.7	914.9	363.8	7557.1
(4) States' shares of basic tax sharing pool (\$ million)	2321.2	1713.0	1506.4	853.0	884.8	345.2	7623.6
(5) Guaranteed additional amount (= row (3) minus row (4) for those States where row (3) is greater than row (4)) (\$ million)	..	..	..	6.7	30.1	18.6	55.4
Step 2(c)							
(6) Percentage distribution of basic tax sharing pool	30.44804	22.46929	19.75995	11.18869	11.60560	4.52843	100.0
(7) Distribution of supplementary pool <i>excluding</i> sum total of guaranteed additional amounts (\$ million)	28.5	21.0	18.5	10.5	10.8	4.2	93.5
Step 3(d)							
(8) Net guarantee payment (= row (5) minus row (7) for those States where row (5) is greater than row (7)) (\$ million)	..	..	..	..	19.3	14.4	33.7
Step 4(e)							
(9) Percentage distribution between non-guarantee States	36.30560	26.79191	23.56134	13.34115	..	..	100.0
(10) Distribution of difference between total of row (5) and total of row (8) (\$ million)	7.9	5.8	5.1	2.9	..	..	21.7
Step 5(f)							
(11) Distribution of supplementary pool (= row (7) plus row (8) plus row (10)) (\$ million)	36.4	26.8	23.6	13.4	30.1	18.6	148.9

(a) Guaranteed additional amounts to States are calculated as the amount by which each State's share of the basic tax sharing pool falls short of a grant necessary to provide a specified minimum rate of increase in such grants over that State's total tax sharing grant received in the previous year.

(b) Based on the two per cent guaranteed minimum real rate of increase in total tax sharing grants for 1982–83. The estimate used of the rate of increase in the CPI for the year ended March 1983 is 10.75 per cent. Subject to revision.

(c) The residual amount remaining in the supplementary pool, after the total of any guaranteed additional amounts under step 1 is subtracted from that pool, is then distributed between all six States in the same proportion as the States' shares of the basic tax sharing pool in that year (i.e. by using State populations weighted by the per capita relativities specified for that year).

(d) Net guarantee payments are only provided to those States where the guaranteed additional amounts under step 1 would be greater than their shares under step 2, with such payments being equal to the amount by which those States' shares under step 2 fall short of that guaranteed additional amount.

(e) The amount by which the sum total of net guarantee payments under step 3 is less than the sum total of guaranteed additional amounts under step 1 is then distributed between those States not in receipt of a net guarantee payment in proportion to the populations of those States only at 31 December each year weighted by the per capita relativities used for distributing the basic tax sharing pool in that year.

(f) Each State's share of the supplementary pool is then equal to the sum of its share of the residual supplementary pool under step 2 and *either* its net guarantee payment under step 3 *or* its share of the difference between the sum total of guaranteed additional amounts and the sum total of net guarantee payments under step 4.

(4) *States' Tax Sharing Grants in 1982-83*

The total tax sharing grants payable to each State are the sum of that State's basic tax sharing grant and its supplementary tax sharing grant. Current estimates of these amounts for 1982-83 are set out in Table 8:

Table 8—Estimates of Total Tax Sharing Grants, 1982-83 (\$ million)

	1982-83	% increase over 1981-82
New South Wales	2 357.6	15.9
Victoria	1 739.8	15.8
Queensland	1 530.0	21.5
South Australia	866.4	13.8
Western Australia	914.9	13.0
Tasmania	363.8	13.0
Total	7 772.5	16.2

IDENTIFIED HEALTH GRANTS

Following consideration of the report by the Jamison Committee of Inquiry into the Efficiency and Administration of Hospitals, the Commonwealth announced in April 1981 that the hospital cost-sharing agreements with States (other than South Australia and Tasmania) and the Northern Territory would not be renewed. These agreements were to expire on 30 June 1981. It decided instead to change the basic character of Commonwealth assistance for hospitals and other health matters from assistance specifically related to costs to payments which are for general purposes but which are identifiable as a Commonwealth contribution towards the cost of health programs in the States and the Northern Territory. These arrangements were an interim step towards full absorption of health grants into the tax sharing grants: hence their inclusion in the tax sharing legislation.

The Commonwealth indicated it had been guided by two fundamental objectives in determining the form of the new health grants arrangements. Firstly, the States should assume their full constitutional responsibility for the provision of health services and should be free to determine their own priorities as to the allocation of funds for those services. Secondly, those people in the community who could afford to pay for the cost of health services they receive should do so either by way of personal payment or through health insurance; but those identified as being in special need should continue to have access to basic health treatment without charge. In order to ensure achievement of this second objective, the Commonwealth required, as a condition of the identified health grants, that the States (other than South Australia and Tasmania) and the Northern Territory provide free access to accommodation and services in public hospitals to eligible pensioners, persons in special need and their dependants. The cost-sharing agreements with South Australia and Tasmania have been amended to ensure that these persons will continue to have access to public hospital treatment in those States without charge.

Because separate hospital cost-sharing grants will continue to be paid to South Australia and Tasmania up to 1984-85, the identified health grants to these two States will cover only assistance in lieu of payments formerly made for community health and school dental programs. In 1981-82, these were equal to the amounts paid for those programs in respect of 1980-81, escalated by 10 per cent. In 1982-83 they will be the

amounts paid for these programs in respect of 1980-81 escalated by the movement in the All Groups Consumer Price Index for the Weighted Average of the Six State Capital Cities, as published by the Australian Statistician, between the March Quarter 1980 and the March Quarter 1982. In 1983-84 and 1984-85, the identified health grants to South Australia and Tasmania will be escalated in proportion to the appropriate previous year's increase in total tax collections as defined in the Act.

Specific purpose hospital cost-sharing payments to South Australia and Tasmania for 1981-82 and later years are appropriated under the *States (Tax Sharing and Health Grants) Act* 1981 and this legislation also provides that these States may decide to opt out of their existing cost-sharing agreements and join the new health arrangements applying to the other States. To date, neither State has exercised that option. Specific purpose hospital cost-sharing payments to South Australia and Tasmania are discussed further in Chapter IV.

New South Wales, Victoria, Queensland, Western Australia and the Northern Territory are now paid one grant in place of the separate grants previously made to them in respect of public hospitals, community health and school dental services. In 1982-83, the aggregate health grant for these four States and for the Northern Territory has been calculated by increasing the aggregate payments for hospital costs, community health and school dental programs in respect of 1980-81 by the movement in the All Groups Consumer Price Index for the Weighted Average of the Six State Capital Cities between the March Quarter 1980 and the March Quarter 1982, and subtracting from that the Commonwealth's assessment of the additional revenue which could be raised in a full year if charges as specified in the regulations (Statutory Rules 1982, No. 145) were in place. After 1982-83, the annual aggregate health grant for the States and the Northern Territory is to be increased in the same proportion as the increase in total tax collections in the appropriate previous year.

Table 9 shows the basis of calculations of the estimated identifiable health grants for the States and the Northern Territory for 1982-83.

Table 9—Estimates of Identified Health Grants to the States and the Northern Territory, 1982-83 (\$ million)

	New South Wales (a)	Victoria (a)	Queensland (a)	South Australia (b)	Western Australia (a)	Tasmania (b)	Six State Total	Northern Territory (a)	Australia
(1) Cost Sharing Grants in respect of 1980-81	504.3	336.5	193.8	7.8	157.7	4.3	1 204.4	25.7	1 230.1
(2) Plus 21 per cent escalation (c)	105.9	70.7	40.7	1.6	33.1	0.9	252.9	5.4	258.3
(3) Basic Health Grant for 1982-83. Rows (1) + (2) (d)	610.2	407.1	234.5	9.5	190.8	5.2	1 457.3	31.1	1 488.4
(4) Assessed additional raising revenue raising capacity from specified hospital charges in 1982-83 (e)	171.1	106.6	141.5	..	50.7	..	469.9	7.6	477.5
(5) Estimated grants 1982-83. Row (3) less Row (4)	439.1	300.5	93.0	9.5	140.1	5.2	987.4	23.5	1 010.9

(a) The identified health grants to New South Wales, Victoria, Queensland, Western Australia and the Northern Territory replace specific purpose payments formerly made for hospital operating costs, community health and school dental programs.

(b) The identified health grants to South Australia and Tasmania replace specific purpose payments formerly made for community health and school dental programs. Specific purpose payments for hospitals under cost-sharing agreements are shown in Chapter IV. Commonwealth assessments of revenue-raising potential from specified hospital charges are not therefore relevant to the determination of the identified health grants to these States.

(c) The percentage by which the 1980-81 grant is to be increased, calculated in accordance with sub-section 16 (3) of the *States (Tax Sharing and Health Grants) Act 1981*.

(d) Totals of components may not add due to rounding.

(e) Commonwealth's assessment of additional revenue which could be raised in 1982-83 from the imposition of inpatients' fees of \$80 per day for shared ward accommodation and \$110 per day for private ward accommodation; and outpatients' charge of \$15 per occasion of service; and by charging compensable patients an amount equal to the average daily bed-day cost in the previous year.

It will be noted that the distribution of the 1982-83 identified health grants among the States and the Northern Territory is in accord with the provisions of Sub-section 16 (2) of the *States (Tax Sharing and Health Grants) Act 1981* and does not reflect any adjustment on account of the findings of the Commonwealth Grants Commission in its Report on State Tax Sharing and Health Grants 1982. Following consideration of this report, it was decided at the June 1982 Premiers' Conference that relative health needs should continue to be reflected in the distribution of tax sharing grants. Under this approach, subject to the adjustments made to the relativities for South Australia and Tasmania to reflect their entitlements under the hospital cost sharing agreements, the States' shares of the tax sharing grants reflect, inter alia, the Commission's assessments of relative health needs adjusted to take account of States' shares of the identified health grants.

SPECIAL GRANTS

Special grants have been paid to States on the recommendation of the Commonwealth Grants Commission since 1934-35. The Commission was established in 1933 and currently functions under the *Commonwealth Grants Commission Act 1973*.

Under the tax sharing arrangements in force from 1976-77 to 1980-81, the four less populous States were free to apply for special grants under the Grants Commission

arrangements. However, Queensland was the only applicant State in that period. (Tasmania, which had withdrawn from claimancy in 1974-75, applied on 30 June 1978 for a special grant in respect of 1977-78 but subsequently withdrew its application.) Queensland also made an application for a special grant for the year 1981-82, but later withdrew that application under terms of the agreement reached at the June 1981 Premiers' Conference for provision of additional assistance to New South Wales, Victoria and Queensland for the year 1981-82 in the light of the Commission's Report on State Tax Sharing Entitlements 1981.

In 1981-82 Queensland received special grants totalling \$58.5 million, consisting of an advance (or interim) grant of \$25.0 million in respect of 1980-81 and a completion grant of \$33.5 million in respect of 1979-80. The Commission has now completed its final assessment of the special grant for Queensland for the year 1980-81. It has recommended a completion grant of a negative amount of \$19.65 million. The Grants Commission's Forty-ninth Report on the matter will be tabled in the Parliament when it is available.

Table 10 below shows the *final* amount of special grants paid to Queensland *in respect of* each of the years 1978-79 to 1980-81 inclusive—that is, the advance grant normally paid in the year concerned plus the completion grant normally paid two years later. (Table 11 shows the grants in terms of amounts actually paid each year.)

Table 10—Queensland—Special Grants (\$ thousands)

	Advance or interim payment	Completion payment(a)	Total
1978-79	16 000	6 700	22 700
1979-80	11 000	33 500	44 500
1980-81	(b)25 000	—19 650	5 350
1981-82	(c)	(c)	(c)
1982-83	(c)	(c)	(c)

(a) Actually paid two years subsequent to year shown.

(b) Recommended by the Grants Commission in 1980-81 and paid in 1981-82. *See* text above.

(c) There are to be no applications in respect of these years. *See* text.

As mentioned earlier in this chapter, under the provisions of the agreement reached at the June 1982 Premiers' Conference for the phasing-in of new tax sharing relativities over a three-year period commencing from 1982-83, there are to be no special grants payable to any State in relation to the years 1982-83 to 1984-85.

PAYMENTS OF GENERAL REVENUE GRANTS TO THE STATES

The following table shows payments of general revenue grants to the States from 1978-79 and estimates for 1982-83.

Table 11—General Revenue Grants, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Six State Total
TAX SHARING GRANTS							
1978-79	1 464 397	1 090 025	844 137	559 841	579 532	240 737	4 778 669
1979-80	1 663 466	1 233 934	952 533	630 392	662 888	272 696	5 415 910
1980-81	1 839 065	1 354 860	1 093 078	691 540	734 172	298 602	6 011 318
1981-82 (a)	2 034 575	1 502 472	1 259 687	761 027	809 909	322 031	6 689 700
1982-83 (estimate)	2 357 600	1 739 800	1 530 000	866 400	914 900	363 800	7 772 500
HEALTH GRANTS							
1981-82	477 736	325 936	165 155	8 606	155 039	4 747	1 137 219
1982-83 (estimate)	439 109	300 549	92 970	9 467	140 083	5 221	987 399
SPECIAL GRANTS							
1978-79 . . . . .	..	..	21 700	..	..	..	21 700
1979-80 . . . . .	..	..	12 400	..	..	..	12 400
1980-81 . . . . .	..	..	6 700	..	..	..	6 700
1981-82 . . . . .	..	..	58 500	..	..	..	58 500
1982-83 (estimate) . . . . .	..	..	-19 650	..	..	..	-19 650
TOTAL GENERAL REVENUE GRANTS							
1978-79	1 464 397	1 090 025	865 837	559 841	579 532	240 737	4 800 369
1979-80	1 663 466	1 233 934	964 933	630 392	662 888	272 696	5 428 310
1980-81	1 839 065	1 354 860	1 099 778	691 540	734 172	298 602	6 018 018
1981-82	2 512 311	1 828 408	1 483 342	769 633	964 948	326 778	7 885 419
1982-83 (estimate)	2 796 709	2 040 349	1 603 320	875 867	1 054 983	369 021	8 740 249

(a) Includes additional assistance provided by the Commonwealth in 1981-82 of \$24.5 million to New South Wales, \$15 million to Victoria and \$29.5 million to Queensland.

ADVISORY COUNCIL FOR INTER-GOVERNMENT RELATIONS

The Council is an independant body established under Commonwealth legislation—the *Advisory Council for Inter-Government Relations Act 1976*—and in accordance with agreement reached at the April 1976 Premiers' Conference. The Council, whose Secretariat is in Hobart, comprises 22 members including representatives of the Commonwealth and State Parliaments (Queensland participating from 1 July 1979), local government and the community. In addition, the Legislative Assembly of the Northern Territory and the Australian Capital Territory House of Assembly have observer status on the Council. The Commonwealth and the States together each meet 45 per cent of the Council's costs, the remaining 10 per cent being contributed by local government. Subjects for investigation and advice by the Council are referred to it by Premiers' Conferences; subjects so referred may include matters raised at the initiative either of local government or the Council itself.

To date, the Advisory Council has been given two references. The first is to examine the relationships which should exist between Federal, State and local governments. The second involves an examination of interchanges of personnel between the three spheres of Government. Reports on each reference have been published.

Further details on the activities of the Advisory Council can be found in the 1980-81 issue of this paper.

CHAPTER III—GENERAL PURPOSE CAPITAL FUNDS

This Chapter provides information on the general purpose capital funds available to the States and their authorities under Loan Council arrangements. These funds comprise borrowings made on behalf of the State Governments, interest-free grants made by the Commonwealth to the States and borrowings by State authorities on their own account. Relevant statistical material for the period from 1978-79 is presented in Appendix II; statistical information for preceding years is available in the equivalent appendix of 'Payments to or for the States and Local Government Authorities' for earlier years.

The Loan Council, which is constituted under the Financial Agreement of 1927, was established to co-ordinate the borrowings of the Commonwealth and the States and consists of representatives of the Commonwealth and each State Government. Under the terms of the Financial Agreement, borrowings by the Commonwealth for its own purposes and on behalf of State Governments (except defence borrowings by the Commonwealth and borrowings for temporary purposes) are limited in total in each financial year to the amounts of the annual borrowing programs for the Commonwealth and the State Governments determined by the Loan Council. Subject to the decisions of the Loan Council, borrowings for and on behalf of the State Governments and conversions, renewals, redemptions and consolidations of the public debt of the States are, with limited exceptions, arranged by the Commonwealth.

The Loan Council also determines annual aggregate borrowing programs for the State larger semi-government and local authorities—with certain exceptions, as outlined later in this Chapter under the heading 'Borrowings by State Authorities'—and approves the terms and conditions of borrowings on their own account by these authorities under the approved borrowing programs.

TREATMENT OF LOAN COUNCIL PROGRAMS IN THIS AND OTHER BUDGET PAPERS

Beginning in 1970-71, part of the annual borrowing program approved by the Loan Council for State Government purposes (hereinafter called the State Governments' Loan Council program) has been financed by capital grants made by the Commonwealth to the States; these represent Commonwealth payments to the States and are so categorised for purposes of this and other Budget Papers.

The remainder of State Governments' Loan Council programs are included in the total of Commonwealth payments to the States and the Northern Territory, the State Governments' Loan Council program and payments to local authorities. That total is equivalent to the national accounting item 'Grants and Net Advances to the States, the Northern Territory and Local Government Authorities' used in Budget Paper No. 1 and elsewhere.

STATE GOVERNMENTS' LOAN COUNCIL PROGRAMS

The State Governments' Loan Council programs represent a major source of funds available to the States for capital works. The Loan Council determines an aggregate

program for the States as a whole and allocates the amount between the States. How each State applies the proceeds of its share of the program is a matter for determination by it.

In respect of 1982-83, the Commonwealth undertook to make monthly advances to the States of the State Governments' Loan Council programs and to complete the financing of it by subscribing from the Commonwealth's own resources any shortfall in actual loan raisings. In return the States agreed, *inter alia*:

- to the sale of Treasury bonds by tender; and
- to delegate to the Chairman of Loan Council the power to determine the terms and conditions of Australian Savings Bonds.

As mentioned above, since 1970-71 the arrangements for financing the approved State Governments' program have also included the provision by the Commonwealth of an interest-free non-repayable capital grant to the States. Since 1975-76 the proportion of the State Governments' program financed by these grants has been one-third; for 1982-83 this is to be supplemented by a further grant of \$65 million for welfare housing (*see below*). Background material on the capital grants, together with a summary of changes in the proportion of the total program provided as grants, is set out on page 27 of 'Payments to or for the States and Local Government Authorities 1975-76'. On pages 24 and 25 of that paper there is an account of the way in which Commonwealth assistance to the States for housing has in the past been related to the Loan Council arrangements.

The Loan Council approved a State Governments' program for 1982-83 of \$1438 million, an increase of \$130 million over the government program for 1981-82 of \$1307.25 million. One half of that increase in 1982-83 (\$65 million) is to be in the form of a grant to the States for welfare housing to be distributed on the same basis as the rest of the State Governments' program and to be subject to the normal terms and conditions of the Commonwealth-State Housing Agreement. The balance of the State Governments' program for 1982-83—\$1373 million—comprises two-thirds borrowing program (\$915.3 million) and one-third (\$457.7 million) to be provided to the States as an interest-free general purpose capital grant.

A further \$247.2 million is to be provided for welfare housing under past specific purpose payments arrangements (*see Chapter IV*) and these funds when combined with the State Governments' program form a Works and Housing Program for 1982-83.

Each State has been given additional flexibility in 1982-83 in determining welfare housing funds to the extent that, subject to the provision from its own resources of the same amount as in 1981-82, it would be free to nominate an additional amount from its government program, either from its borrowing program or the capital grant, and would receive this amount under the normal concessional loan terms and conditions of the Commonwealth-State Housing Agreement.

The following table shows the distribution between the States of the programs for 1981-82 and 1982-83:

Table 12—State Governments' Loan Council Programs 1981-82 and 1982-83, State-by-State Distribution

	1981-82			1982-83			Total	
	Borrow- ings	Capital Grants	Total	Borrow- ings	Capital Grants	Welfare Housing Grant	Amounts	Percentage of Six State Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
New South Wales	281 707	140 854	422 561	295 876	147 938	21 011	464 825	32.33
Victoria	218 947	109 473	328 420	229 959	114 979	16 330	361 268	25.12
Queensland	115 554	57 777	173 331	121 367	60 683	8 618	190 668	13.26
South Australia	113 573	56 787	170 360	119 285	59 643	8 471	187 399	13.03
Western Australia	80 639	40 320	120 959	84 695	42 348	6 014	133 057	9.25
Tasmania	61 080	30 539	91 619	64 151	32 076	4 556	100 783	7.01
Total	871 500	435 750	1 307 250	915 333	457 667	65 000	1 438 000	100.00

Financing of States' Loan Council Programs

As previously mentioned, all borrowings on behalf of the State Governments are, with limited exceptions, arranged by the Commonwealth.

When the proceeds of public borrowings available for this purpose are insufficient to finance that part of the States' Loan Council program to be borrowed on account of the States (i.e. the total program less the capital grant and in 1982-83, the welfare housing grant), the Commonwealth makes up the shortfall by subscribing from its own resources to a special loan, proceeds of which are allocated to the States. The amounts made available in this way represent State debt. Special loans are raised on terms and conditions similar to those attaching to Treasury Bonds on offer for public subscription in Australia or, if no such securities are on offer at the time, the securities most recently on offer. The effect of this arrangement is that, as necessary—and this has been the case in the majority of years since 1951-52—the Commonwealth contributes amounts from its own resources to help finance the Loan Council borrowing program of the State Governments. Although the Commonwealth made no such contributions in 1980-81, a special loan was required to complete the State Government's borrowing program in 1981-82.

The borrowing authority approved for the Commonwealth by the Loan Council includes an amount equal to the capital grant and the welfare housing grant provided to the States under the State Governments' program. The legislation customarily enacted to authorise payments of such grants authorises the Treasurer to borrow the amount concerned, or to meet it wholly or in part from the Consolidated Revenue Fund.

A summary of the financing of the States' Loan Council programs since 1977-78 is given in Table 84 in Appendix II; Table 85 shows further details of the financing of the programs since 1977-78.

Following previous practice, the Commonwealth has undertaken to support in 1982-83 the total approved State Governments' program of \$1438 million, conditional on the States' agreement to the level of borrowing programs proposed by it for the

Commonwealth and the States and for the Commonwealth's and States' larger authorities, and to certain arrangements designed to promote the raising of loans to finance the State Governments' program. In summary, the Commonwealth has agreed—

- (a) to make up any shortfall of public borrowing available towards the approved State Governments' program by subscribing from its own resources;
- (b) to provide \$522.7 million out of the State Governments' program of \$1438 million as interest-free general purpose capital grants and welfare housing grants;
- (c) to leave to the States, to the extent necessary to complete their government borrowing program, all proceeds of public loan raisings by the Commonwealth in Australia (other than the net proceeds of Interest Equalisation Deposits, Treasury Notes and other borrowings for temporary purposes, and amounts applied to redemption of public securities—including Special Bonds and Australian Savings Bonds—that cannot be financed out of the National Debt Sinking Fund);
- (d) to arrange, to the maximum possible extent, for the redemption of maturing but unconverted State debt that cannot be met from State sinking funds; and
- (e) to make pro rata monthly advances against the State Governments' borrowing program, the general purpose capital grant and welfare housing assistance.

BORROWINGS BY STATE AUTHORITIES

Under the 'Gentlemen's Agreement' originating in 1936, the Loan Council has approved an aggregate annual new money borrowing program for 'larger' semi-government and local authorities (defined below). At the June 1982 meeting, however, the Loan Council agreed that, for a trial period of three years:

- the level of domestic borrowings by major electricity authorities as presently constituted—that is by the Electricity Commission of New South Wales (including NSW County Councils), the State Electricity Commission of Victoria, the State Electricity Commission of Queensland, the Electricity Trust of South Australia, the State Energy Commission of Western Australia, the Hydro-Electric Commission of Tasmania, the Snowy Mountains Hydro-Electric Authority and the Northern Territory Electricity Commission—and the interest rates and terms and conditions of these borrowings will be determined by the respective State Governments (individually or collectively if desired) outside the Gentlemen's Agreement;
- the Loan Council programs for borrowings by semi-government authorities, other than borrowings by electricity authorities, will continue to be determined in the usual way by the Loan Council;
- terms and conditions for borrowings by non-electricity authorities will continue to be subject to Loan Council control; and
- the amounts and terms and conditions of overseas borrowings by all authorities, including electricity authorities, will continue to be subject to approval by the Loan Council.

The Loan Council also agreed that the freeing of electricity authorities from borrowing constraints would be subject to the following conditions:

- the respective governments would refrain from adding to the existing functions of their electricity authorities;
- there would be no diminution in the use of internal funding to finance investment by electricity authorities;
- each government agreed to provide to the Loan Council full, regular and timely information on borrowings by all authorities, including electricity authorities;
- the electricity authorities would publish:
 - financial statements in line with normal commercial practice, including sources of funds to finance capital outlays;
 - details of future tariffs (subject to preserving the confidentiality of certain commercial agreements, from time to time, where necessary);
 - details of capital outlays and projections of investment programs; and
 - the electricity authorities would be subject to published audit; and
- governments that impose controls or restrictions on investments by their institutions in securities issued by authorities of other States agreed to remove such controls or restrictions.

The program approved for borrowings by the 'larger' non-electricity authorities of the States is allocated between the States by the Loan Council. Each State determines the distribution of the basic borrowing program approved for such authorities between its individual authorities. From time to time, the Loan Council also approves special temporary additions to the programs of particular States to meet specific circumstances, including under the special infrastructure financing guidelines (*see below*). The terms and conditions of loans raised by authorities under Loan Council approved borrowing programs are subject to Loan Council approval.

In 1981-82, the Loan Council approved a new money borrowing program for the States' 'larger' authorities of \$1291.6 million (excluding additions for infrastructure financing—*see below*). This comprised a basic program of \$1225 million (the same as for 1979-80 and 1980-81) and special temporary additions of:

- \$20 million for New South Wales (representing the final instalment under the five-year program approved at the July 1977 Loan Council meeting);
- \$20 million for Victoria (with a similar special addition for 1982-83); and
- \$26.6 million for Western Australia (consisting of \$6.6 million under the program approved at the June 1978 Loan Council meeting for the upgrading and rehabilitation of the Kwinana-Koolyanobbing railway and a further \$20.0 million agreed in June 1981 to cover cost escalation).

At the June 1982 meeting, the Loan Council approved a new money borrowing program for the States' 'larger' non-electricity authorities for 1982-83 of \$878.2 million (excluding additions for infrastructure financing—*see below*). This comprises a basic program of \$833 million and special temporary additions of:

- \$20 million for Victoria as agreed by the Loan Council at its June 1981 meeting;
- \$7 million for Queensland in respect of the Burdekin Dam project;

- \$4.5 million for South Australia for water filtration projects; and
- \$13.7 million for Western Australia to cover cost escalation on the upgrading and rehabilitation of the Kwinana-Koolyanobbing railway.

Details of the States' 'larger' authorities' new money programs for 1981-82 and 1982-83 (excluding additions for infrastructure financing—*see* below) are set out in the following table:

Table 13—Larger Authorities Programs (Excluding Infrastructure Financing), 1981–82 and 1982–83—State by State Distribution

	1981-82					1982-83			
	Basic Program		Special Temporary Additions(a)	Total		Basic Program	States' Shares of Basic Program	Special Temporary Additions(a)	Total
	Electricity Authorities	Other		Including Electricity Authorities	Excluding Electricity Authorities(b)				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%	\$'000	\$'000
New South Wales	158 461	294 300	20 000	472 761	314 300	323 700	38.86	..	323 700
Victoria	140 757	241 900	20 000	402 657	261 900	266 100	31.94	20 000	286 100
Queensland	59 964	163 300	..	223 264	163 300	179 600	21.56	7 000	186 600
South Australia	31 028	25 800	..	56 828	25 800	28 400	3.41	4 500	32 900
Western Australia	44 812	30 200	26 600	101 612	56 800	33 200	3.99	13 700	46 900
Tasmania	34 445	..	..	34 445	..	2 000	0.24	..	2 000
Total	469 467	755 500	66 600	1 291 567	822 100	833 000	100.00	45 200	878 200

(a) A 'temporary' addition, unlike a 'permanent' addition, is not added to a State's share of the basic program for the purposes of obtaining the distribution of the following year's basic program between the States.

(b) The figures in this column are on the same basis as the total programs for 1982-83 and may be used for comparisons between 1981-82 and 1982-83.

The Loan Council decided, at the June 1982 meeting, to increase from \$1.2 million (the limit which has applied since 1979-80) to \$1.5 million, the annual limit to which smaller authorities can individually borrow without requiring a Loan Council program. (This limit in effect also provides the definition of 'larger' authorities.) Limits applying for earlier years are set out in earlier copies of 'Payments to or for the States, the Northern Territory and Local Government Authorities'.

The Loan Council further approved working arrangements that would allow the States, if they wished, to establish central borrowing authorities to raise funds, inter alia, on behalf of 'smaller' authorities.

Borrowings by State 'smaller' authorities are also subject to the terms and conditions approved by the Loan Council under the 'Gentlemen's Agreement' and it is the responsibility of each government to ensure that its authorities conform to these terms and conditions. Borrowings by the States' 'smaller' authorities in 1981-82 amounted to \$501.4 million.

Table 79 in Appendix III shows Commonwealth and State authority borrowings since 1978-79 and approvals and estimates for 1982-83 of:

- new money borrowings by 'larger' authorities for 'normal' purposes;
- new money borrowings by 'larger' authorities for purposes of infrastructure financing—see below; and
- new money borrowings by 'smaller' authorities.

Table 77 in Appendix II is an historical schedule of Commonwealth and State authorities' conversion programs from 1971-72 to 1981-82.

Table 78 in Appendix II is a forward schedule of local and semi-government debt maturities by Commonwealth and State authorities from 1982-83 to 1986-87.

Table 83 in Appendix II shows the amounts that have been borrowed by local government authorities which are within the categories of both 'larger' and 'smaller' authorities. Further reference to the borrowing arrangements for local government authorities is made in Chapter VI.

Special Additions for Infrastructure Financing

At its June 1978 meeting, the Loan Council adopted guidelines for consideration by it of proposals for special additions to 'larger' authorities' borrowing programs for financing infrastructure. Borrowings under the infrastructure program are required to meet a number of specific criteria and can in certain circumstances be funded by overseas borrowings. Details of these guidelines and arrangements are set out fully in Chapter III, 'Payments to or for the States, the Northern Territory and Local Government Authorities 1981-82'.

Since the program's inception in 1978-79, actual borrowings under the infrastructure financing guidelines have amounted to \$2058.5 million. Of this total, \$1238.0 million, or 60 per cent, represents overseas borrowings (including \$540 million against the 1981-82 program). Actual borrowings in 1981-82 were equal to approved borrowings of \$828.7 million.

Following the decision of the June 1982 Loan Council meeting to exempt borrowings by major electricity authorities from program control under the 'Gentlemen's

CORRIGENDUM

PAYMENTS TO OR FOR THE STATES, THE NORTHERN TERRITORY AND LOCAL GOVERNMENT AUTHORITIES 1982-83

Replace page 35 with the following:

Agreement', funding of some 14 of the 29 approved projects under the infrastructure financing guidelines are now outside Loan Council control and have not been allotted any program.

At its June 1982 meeting, the Loan Council approved borrowing programs for 1982-83 for approved non-electricity infrastructure projects of \$188.2 million, comprising \$168.2 million for State authorities and \$20 million for a Commonwealth authority—the Australian National Railway Commission—in respect of the standardisation of the railway between Adelaide and Crystal Brook in South Australia. The Loan Council agreed that the States would determine their own priorities as to the allocation of borrowings under the infrastructure program between projects already approved by the Loan Council. No new or deferred projects were admitted.

Details of special infrastructure financing additions to the 'larger' Commonwealth and State authorities' programs since 1978-79 and approvals for non-electricity projects for 1982-83 are set out in the tables below.

Overseas Borrowings

Under the new arrangements, the amounts and terms and conditions of any overseas borrowings by semi-government authorities (including electricity authorities) remain subject to the approval of the Loan Council on a case-by-case basis and Commonwealth agreement is still required for all such borrowings.

As a general guideline for overseas borrowings in 1982-83, the Loan Council agreed that State authorities (including electricity authorities) could expect to borrow at least as much as they borrowed overseas in 1981-82. In this regard the Loan Council agreed that:

- Commonwealth and State Treasury officers would examine this matter in some detail and report to the Loan Council by end-September 1982;
- meanwhile, pending receipt and consideration of that report from officers, a total overseas borrowing indicative guideline equal to the total amount borrowed overseas by State authorities during 1981-82 (approximately \$540 million) will operate; and
- this guideline would remain subject to the need for authorities to seek individual approval for overseas borrowings in each case as in the past, and to the Treasurer's retention of the power to determine, in the event, what amounts of overseas borrowings by State authorities would be consistent with the total requirements of domestic monetary and external economic policy.

Agreement', funding of some 14 of the 29 approved projects under the infrastructure financing guidelines are now outside Loan Council control and have not been allotted any program.

Under the new arrangements, the amounts and terms and conditions of any overseas borrowings by semi-government authorities (including electricity authorities) remain subject to the approval of the Loan Council on a case-by-case basis and Commonwealth agreement is still required for all such borrowings.

Overseas Borrowings

At its June 1982 meeting, the Loan Council approved borrowing programs for 1982-83 for approved non-electricity infrastructure projects of \$188.2 million, comprising \$168.2 million for State authorities and \$20 million for a Commonwealth authority—the Australian National Railway Commission—in respect of the standardisation of the railway between Adelaide and Crystal Brook in South Australia. The Loan Council agreed that the States would determine their own priorities as to the allocation of borrowings under the infrastructure program between projects already approved by the Loan Council. No new or deferred projects were admitted.

Details of special infrastructure financing additions to the 'larger' Commonwealth and State authorities' programs since 1978-79 and approvals for non-electricity projects for 1982-83 are set out in the tables below.

As a general guideline for overseas borrowings in 1982-83, the Loan Council agreed that State authorities (including electricity authorities) could expect to borrow at least as much as they borrowed overseas in 1981-82. In this regard the Loan Council agreed that:

- Commonwealth and State Treasury officers would examine this matter in some detail and report to the Loan Council by end-September 1982;
- meanwhile, pending receipt and consideration of that report from officers, a total overseas borrowing indicative guideline equal to the total amount borrowed overseas by State authorities during 1981-82 (approximately \$540 million) will operate; and
- this guideline would remain subject to the need for authorities to seek individual approval for overseas borrowings in each case as in the past, and to the Treasurer's retention of the power to determine, in the event, what amounts of overseas borrowings by State authorities would be consistent with the total requirements of domestic monetary and external economic policy.

**Table 14—Infrastructure Financing Additions to Larger Authorities' Programs—
State and Commonwealth Distribution—1978–79 to 1982–83 (\$ million)**

	1978–79	1979–80	1980–81	1981–82	1982–83
	Actually Borrowed	Actually Borrowed	Actually Borrowed	Actually Borrowed	Approved
New South Wales—					
Coal loaders—Balmain and Port Kembla	24.0	35.0	32.0	26.0	(a) n.a.
Gosford/Newcastle rail electrification . . . . .	..	18.0	22.0	28.9	n.a.
Waterfall/Port Kembla rail electrification . . . . .	..	..	..	8.0	n.a.
Eraring electricity project	55.0	81.0	110.0	43.0	(b) o.p.
Bayswater electricity project . . . . .	..	12.0	37.0	99.0	o.p.
Bayswater electricity continuation . . . . .	..	..	..	..	o.p.
Total	79.0	146.0	201.0	204.9	66.4
Victoria—					
Grain terminal facilities . . . . .	..	..	5.0	5.5	n.a.
World Trade Centre	10.0	17.0	21.5	20.0	n.a.
Wurdee Boluc pipeline . . . . .	..	2.6	5.1	5.4	n.a.
Loy Yang A electricity project	35.0	96.5	42.3	)	o.p.
Loy Yang A revision . . . . .	..	..	76.8	167.1)	o.p.
Loy Yang B electricity project . . . . .	..	..	..	)	o.p.
Portland transmission line . . . . .	..	..	23.0	..	o.p.
Total	45.0	116.1	173.7	198.0	23.7
Queensland—					
Hay Point coal loader . . . . .	..	..	17.0	..	n.a.
Brisbane railway electrification . . . . .	..	8.0	20.0	..	n.a.
Electricity project . . . . .	..	76.0	100.3	180.3	o.p.
Total . . . . .	..	84.0	137.3	180.3	60.0
South Australia—					
Redcliff petrochemical project . . . . .	..	..	..	..	..
Northern power station . . . . .	..	10.0	15.0	59.8	o.p.
Total . . . . .	..	10.0	15.0	59.8	..
Western Australia—					
North West Shelf gas Jervoise Bay . . . . .	..	..	4.7	1.6	n.a.
North West Shelf gas infrastructure . . . . .	..	..	..	..	n.a.
Worsley alumina project . . . . .	..	..	..	..	n.a.
Dampier-Perth pipeline . . . . .	..	2.9	9.2	35.5	o.p.
Pilbara electricity projects . . . . .	..	10.0	3.7	5.9	o.p.
Kwinana power station conversion . . . . .	..	2.4	5.1	19.0	o.p.
Muja D electricity project . . . . .	..	..	12.2	59.2	o.p.
Total . . . . .	..	15.3	34.9	121.2	8.0
Tasmania					
Water supply projects	10.0	7.0	2.0	2.0	n.a.
Hydro-electric power	15.0	21.0	25.5	40.5	o.p.
Total	25.0	28.0	27.5	42.5	10.1
Total States	149.0	399.4	589.4	806.7	168.2
Commonwealth—					
Telecommunications rural sector network . . . . .	..	30.0	40.0	..	..
Adelaide/Crystal Brook rail standardisation . . . . .	..	..	22.0	22.0	20.0
Total Commonwealth . . . . .	..	30.0	62.0	22.0	20.0
Total Commonwealth and States	149.0	429.4	651.4	828.7	188.2

(a) n.a.—not available

(b) o.p.—'off program' (i.e. electricity authority project)

Table 15—Total Borrowing Overseas by State Authorities under the Infrastructure Financing Programs, 1978–79 to 1981–82 (\$ million)

		New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978–79	. . . . .	79.0	45.0	..	..	..	19.0	143.0
1979–80	. . . . .	103.0	100.0	84.0	..	15.3	20.0	322.3
1980–81	. . . . .	32.0	87.0	70.0	..	30.2	12.9	232.1
1981–82	. . . . .	151.6	120.2	134.5	20.0	71.8	42.5	540.6

CHAPTER IV—SPECIFIC PURPOSE PAYMENTS TO THE STATES

The Commonwealth has provided financial assistance for certain specific types of expenditure by the States for many years. The present Government, in line with its Federalism policy, has been lessening the emphasis on specific purpose programs following the considerable expansion in this type of assistance in the first half of the 1970's.

This Chapter outlines specific purpose payments recently made, presently being made or proposed to be made, to the States. Table 72 in Appendix I of this paper shows aggregate specific purpose payments to each State since 1978-79 classified as to whether they were for recurrent or capital purposes and Table I in Chapter I classifies these and other payments by function.

The various payments in this Chapter are grouped under the functional headings used in the statements attached to the Budget Speech—the only exceptions being that payments included in the 'Not Allocated to Function' category (namely, assistance related to State debts, assistance for local government and natural disaster relief) are shown under specific headings in appropriate places in the Chapter and that payments for Aboriginal Advancement are outlined together. (In the functional statements these are distributed over a number of functions.)

Details further to those provided in this Chapter on specific purpose payments made to the States for 'on-passing' to local government authorities are given in Chapter VI.

ASSISTANCE RELATED TO STATE DEBTS

Payments Under the Financial Agreement

Contributions to Interest on State Debts

Under the Financial Agreement of 1927, the Commonwealth makes payments to the States described as a contribution towards interest payable on State debts. They are treated here as specific purpose grants, although they have some of the characteristics of grants for general purposes. In fact, these payments superseded the general revenue grants of \$2.50 per head of the population of each State made in the period 1910-11 to 1926-27 under the *Surplus Revenue Act* 1910. (See Appendix II of 'Payments to or for the States and Local Government Authorities 1975-76'.)

Each year the total payment is \$15.17 million, the amount that was payable in 1926-27 under that Act. The contribution is apportioned between the States in the same way as the 1926-27 per capita grant and is to continue for 58 years from 1 July 1927 (that is, until 1985). It is distributed among the States as shown in the following table:

Table 16—Interest Payments on State Debts (\$ thousands)

New South Wales	5 835
Victoria	4 254
Queensland	2 192
South Australia	1 408
Western Australia	947
Tasmania	534
Total	15 170

Sinking Fund Contributions

The Financial Agreement established arrangements for the payment of sinking fund contributions, by both the Commonwealth and State Governments, in respect of State debt or debt incurred on behalf of the States. These arrangements, with relatively minor amendments, applied from 1927-28 to 1974-75 and are summarised on page 36 of 'Payments to or for the States and Local Government Authorities 1974-75'.

Amendments to the Financial Agreement which were ratified by the Parliaments of the Commonwealth and the States over the course of 1975-76 (the relevant Commonwealth legislation being the *Financial Agreement Act 1976*), and which had retrospective effect to 30 June 1975, provide for different sinking fund arrangements in respect of State debt which may be briefly summarised as follows:

- (i) Specified contributions were made by the States (\$121.5 million) and by the Commonwealth (\$30.2 million) in 1975-76.
- (ii) For the next nine years (ten in the case of New South Wales) the contributions will equal the amounts referred to in (i) adjusted by a percentage of the difference between each State's net debt at 30 June 1975 and the net debt at 30 June immediately preceding the year of contribution; the percentage is 1.20 for State contributions and 0.28 for Commonwealth contributions.
- (iii) As from and including 1985-86 (1986-87 in the case of New South Wales) the contributions by each State will equal 0.85 per cent of its net debt at the preceding 30 June and the Commonwealth's contribution will be 0.28 per cent.

The Financial Agreement amendments of 1975-76 also gave effect to the transfer of \$1000 million of State debt to the Commonwealth from 30 June 1975. (See page 34 of 'Payments to or for the States and Local Government Authorities 1975-76'.)

Further details of sinking fund arrangements may be found in the annual reports of the National Debt Commission.

The following table shows the Commonwealth's contributions to the sinking fund on States' debts from 1978-79, including estimated contributions to be made in 1982-83:

Table 17—Sinking Fund Payments under the Financial Agreement, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	11 876	9 098	4 740	4 483	3 377	2 386	35 959
1979-80	12 580	9 649	5 029	4 771	3 576	2 544	38 148
1980-81	13 152	10 100	5 265	5 007	3 738	2 675	39 937
1981-82	13 767	10 586	5 517	5 259	3 913	2 816	41 857
1982-83 (estimate)	14 390	11 076	5 771	5 515	4 091	2 957	43 800

DEFENCE

Housing for Servicemen

Under successive Commonwealth-State Housing Agreements provision was made from 1956-57 to 1970-71 for certain of the funds advanced annually to the States for housing to be devoted to the erection of dwellings for serving members of the Defence Force. (For further details see page 35 of 'Payments to or for the States and Local Government Authorities 1975-76'.)

Present arrangements were agreed between the Commonwealth and the States in 1972 and renewed in 1978. The Commonwealth is currently in the process of renewing the Commonwealth-State Housing Agreement (Servicemen) and the States have agreed without substantial alteration.

Funds for housing for servicemen in the States are provided under the arrangements by way of advances repayable over 53 years.

The following table shows the amount provided to the States since 1978-79 and estimates for 1982-83:

Table 18—Advances for Houses for Servicemen, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	5 423	948	5 229	..	..	..	11 600
1979-80	1 360	45	..	..	50	..	1 455
1980-81	120	400	800	..	..	..	1 320
1981-82	1 159	..	1 500	270	..	75	3 004
1982-83 (estimate) . .	4 660	766	2 200	34	662	..	8 322

Assistance to State Emergency Services

The Natural Disasters Organisation, which was formally established in 1974, is responsible for co-ordinating physical assistance provided by the Commonwealth (including that provided by the Defence Force) with the efforts made by State emergency services and local and voluntary organisations to cope with major natural disasters and for civil defence.

The Organisation also has the function of supervising the provision of special forms of assistance to State emergency services, for the purpose of strengthening those services. Following is a summary of assistance which is being provided by the Commonwealth:

- (i) grants are made to the States to meet the cost of salaries of an agreed number of State Emergency Services' personnel at Division or District headquarters (this assistance was first provided in 1974-75);
- (ii) grants are made on a \$1 for \$1 basis for the clearing of firebreaks and to provide depots for emergency service units at the local level;
- (iii) under a practice of some years' standing, capital equipment is provided to the State organisations. Equipment valued at \$1.6 million was provided in 1981-82 and the estimated value of equipment to be provided in 1982-83 is \$1.3 million;
- (iv) the Commonwealth meets the costs of State Government personnel travelling to attend courses at the Australian Counter Disaster College at Mount Macedon; and

(v) other forms of assistance are provided from time to time.

Of these forms of assistance, those summarised as (i) and (ii) above are classified as payments to or for the States for purposes of this and other budget papers; they are regarded as being recurrent payments for purposes of this paper. The following table shows payments made for these purposes since 1978-79 and estimated payments in 1982-83:

Table 19—Grants for State Emergency Services, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
SALARIES OF PERSONNEL							
1978-79	414	338	337	6	61	75	1 230
1979-80	474	220	383	42	91	63	1 273
1980-81	459	360	431	51	104	76	1 481
1981-82	516	438	514	55	163	99	1 784
1982-83 (estimate)	452	278	452	61	153	96	1 492
PROTECTION AND OTHER WORKS							
1978-79	59	32	36	9	16	9	160
1979-80	29	37	55	13	22	14	170
1980-81	50	22	121	31	34	12	270
1981-82	58	34	38	10	38	10	188
1982-83 (estimate)	57	36	57	8	20	12	190
TOTAL							
1978-79	472	370	373	15	77	83	1 390
1979-80	502	257	438	55	114	77	1 442
1980-81	509	382	552	82	138	88	1 751
1981-82	574	471	553	65	200	109	1 972
1982-83 (estimate)	509	314	509	69	173	108	1 682

EDUCATION

Grants to the States for education began with assistance for the recurrent expenditures of universities in 1951-52 and the area of assistance has been progressively extended. The magnitude of Commonwealth assistance in particular areas has also been increased, the most notable example being the assumption by the Commonwealth of full financial responsibility for universities and colleges of advanced education in 1973-74 with corresponding offsets in general purpose assistance to the States. Other examples are the substantially increased assistance for schools as from 1973-74 and for technical and further education as from 1974-75, and the Commonwealth's undertaking to provide \$150 million in real terms over the period 1980 to 1984 for school-to-work transition activities. As a result of these developments, payments to the States for education have grown rapidly—for example, from \$259.4 million in 1972-73 to \$2718.4 million in 1981-82, and an estimated \$3103.1 million in 1982-83.

In recent years, the arrangements for payments to the States in the four broad areas of education—universities, colleges of advanced education, technical and further education, and schools—have undergone a number of changes.

For universities and colleges of advanced education, fixed triennial funding arrangements for recurrent grants (other than equipment grants) were introduced in 1979. Payments to the States for schools, technical and further education recurrent expenditure, and all tertiary capital and equipment programs continue to be determined annually.

From the beginning of 1982, the retrospective arrangements for automatic supplementation for cost increases ceased. Commencing in 1982, programs are to be expressed in a way which includes provision for prospective wage, salary and other cost increases.

In the light of these revised arrangements, the figures for 1982-83 given in Tables 20 through 23 below include the unexpended balance of the calendar 1982 program at 1982 prices. However, while the January-June 1983 component of the schools program is expressed in estimated 1983 prices, estimates of the tertiary program are available at this stage only on the same price basis as the 1982 grants. A separate bulk allowance of \$101.4 million has been included in the 1982-83 Budget for estimated cost adjustments to the States' components of the tertiary program. This is a preliminary estimate and it is not possible to give a reliable sectoral break-down in the tables.

Tertiary Education

The *Commonwealth Tertiary Education Commission Act 1977* established the Commonwealth Tertiary Education Commission to promote balanced and co-ordinated development of tertiary education throughout Australia. The Commission replaced three former Commissions—the Universities Commission, the Commission on Advanced Education and the Technical and Further Education Commission—which had previously performed these functions. Relevant programs of assistance to the States towards these areas are administered by the Commission and currently are authorised under the *States Grants (Tertiary Education Assistance) Act 1981*.

In June 1982, the Government announced levels of expenditure for the 1983 tertiary programs. In the case of universities and colleges of advanced education, these programs relate to institutions in the Australian Capital Territory as well as the States but, in the case of technical and further education, they exclude the Australian Capital Territory.

Universities

Assistance to the States for the recurrent expenditure of universities dates from 1951-52; in 1957-58 assistance was first given for expenditure on capital programs. In 1973-74 the Commonwealth assumed full financial responsibility in this area.

The announced program of financial assistance for universities and colleges of advanced education in 1983 amounts to \$1667.5 million in 1982 prices. As mentioned above, the tertiary grants for 1983 are expressed on the same price basis as the 1982 grants, that is, the 1982 guideline figures included in legislation. The precise allocations for the States and for the two sectors will be determined following the Commonwealth's consideration of the report of the Commonwealth Tertiary Education Commission due at the end of August 1982.

The following table shows grants to the States for universities since 1978-79 and the estimated grants for 1982-83:

Table 20—Grants for Universities(a), 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	230 197	158 860	80 980	57 917	48 318	18 315	594 587
1979-80	252 856	173 556	89 684	63 161	53 190	20 227	652 674
1980-81	282 878	194 070	100 776	70 280	59 443	24 740	732 187
1981-82	325 035	222 641	118 280	80 332	68 290	30 403	844 981
1982-83 (estimate) . . .	336 230	223 395	120 450	80 156	68 684	30 232	859 147
CAPITAL							
1978-79	21 840	10 849	6 042	6 439	5 185	788	51 143
1979-80	25 353	10 679	8 755	3 482	3 006	918	52 192
1980-81	18 634	9 283	6 253	3 599	3 199	1 043	42 011
1981-82	18 605	11 626	9 509	4 126	3 212	1 345	48 423
1982-83 (estimate) . . .	21 447	12 525	8 498	4 470	3 420	1 375	51 735
TOTAL							
1978-79	252 037	169 709	87 022	64 356	53 503	19 103	645 730
1979-80	278 209	184 235	98 438	66 643	56 196	21 145	704 866
1980-81	301 512	203 353	107 029	73 879	62 641	25 783	774 198
1981-82	343 640	234 267	127 789	84 458	71 502	31 748	893 404
1982-83 (estimate) . . .	357 677	235 920	128 948	84 626	72 104	31 607	910 882

(a) Estimates for 1982-83. In addition, the estimates shown do not include amounts to be paid on account of the adjustment of the program for cost increases; see introductory paragraphs to the 'Education' section.

Colleges of Advanced Education

Assistance to the States for colleges of advanced education began in 1964-65 when the Commonwealth agreed to provide capital grants. From the start of the 1967-69 triennium, assistance was extended to include recurrent grants. Grants to the States have been made since 1967-68 for teachers' colleges and since 1968-69 for pre-school teachers' colleges. In 1973-74 these grants were absorbed into an overall program of grants for colleges of advanced education.

The precise 1983 program for colleges of advanced education, as mentioned above under 'Universities', will be determined following the Commonwealth's consideration of the report by the Commonwealth Tertiary Education Commission due at the end of August 1982.

The following table shows grants to the States for colleges since 1978-79 and the estimated grants for 1982-83:

Table 21—Grants for Colleges of Advanced Education and Teachers' Colleges(a), 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	105 103	146 456	60 465	42 477	49 560	9 436	413 497
1979-80	115 272	159 680	67 445	46 612	53 290	10 068	452 366
1980-81	131 913	179 420	76 252	52 248	60 026	8 739	508 599
1981-82	136 453	193 157	81 840	56 154	64 706	8 323	540 633
1982-83 (estimate)	137 858	206 673	87 426	59 009	68 787	8 952	568 705
CAPITAL							
1978-79	20 070	23 112	10 712	5 177	5 863	3 221	68 155
1979-80	12 087	19 190	5 056	4 666	3 044	810	44 853
1980-81	9 390	16 793	5 674	3 237	2 773	952	38 819
1981-82	11 469	12 925	5 711	3 218	4 474	377	38 174
1982-83 (estimate)	13 598	12 381	4 444	2 980	3 374	395	37 172
TOTAL							
1978-79	125 174	169 568	71 177	47 654	55 423	12 657	481 653
1979-80	127 359	178 870	72 501	51 278	56 334	10 878	497 219
1980-81	141 303	196 213	81 926	55 485	62 799	9 691	547 418
1981-82	147 922	206 082	87 551	59 372	69 180	8 700	578 807
1982-83 (estimate)	151 456	219 054	91 870	61 989	72 161	9 347	605 877

(a) Estimates for 1982-83. In addition, the estimates shown do not include amounts to be paid on account of the adjustment of the program for cost increases; see introductory paragraphs to the 'Education' section.

Technical and Further Education

Assistance to the States for technical and further education, first provided in 1964-65, has been directed towards enhancing the quality and extending the availability of technical and further education, and compensating the States for not levying fees.

Grants are made on the understanding that the States do not reduce the levels of activity financed from their own resources.

The announced program of financial assistance in 1983 amounts to \$205.5 million expressed in 1982 price levels. The precise allocations for the States will be determined following the Commonwealth's consideration of the Commonwealth Tertiary Education Commission's recommendations. The overall amount for 1983 also includes an allowance for the first year of a new three-year program of national priority projects under which an additional \$60 million in money terms will be provided to meet specialised industry needs and to give training opportunities to young people where facilities are lacking. Subsequent to the announcement of the 1983 program guidelines, the Government decided to direct \$1.2 million to the technical and further education sector to foster advanced English language instruction for migrants; pending a report by the Commission, the recurrent figures in the table below include provision for 1982-83. In addition to expenditure under this program, technical and further education will also benefit substantially from expenditures under the school-to-work transition program (see below).

The following table shows grants to the States for technical and further education since 1978-79 and the estimated grants for 1982-83:

Table 22—Grants for Technical and Further Education(a), 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	21 061	13 509	5 222	5 116	5 160	1 673	51 741
1979-80	23 546	16 087	6 932	6 661	4 780	2 005	60 011
1980-81	28 661	18 879	7 338	7 164	8 273	2 154	72 468
1981-82	33 601	22 772	8 135	8 338	8 899	2 600	84 344
1982-83 (estimate) . . .	34 979	24 632	9 813	8 837	10 458	3 002	91 721
CAPITAL							
1978-79	19 279	19 592	15 078	6 901	3 726	394	64 970
1979-80	28 054	15 467	12 717	8 697	10 481	3 400	78 816
1980-81	34 554	27 634	12 277	8 718	9 148	4 772	97 103
1981-82	39 279	26 618	15 420	11 207	12 644	3 483	108 651
1982-83 (estimate) . . .	47 519	29 067	13 205	9 585	10 597	4 820	114 793
TOTAL							
1978-79	40 340	33 101	20 300	12 017	8 886	2 067	116 711
1979-80	51 600	31 554	19 649	15 358	15 262	5 405	138 827
1980-81	63 215	46 512	19 615	15 882	17 421	6 926	169 571
1981-82	72 880	49 389	23 555	19 545	21 543	6 083	192 995
1982-83 (estimate) . . .	82 498	53 699	23 018	18 422	21 055	7 822	206 514

(a) Estimates for 1982-83. In addition, the estimates shown do not include amounts to be paid on account of the adjustment of the program for cost increases; see introductory paragraphs to the 'Education' section.

Schools

The Commonwealth has been providing assistance for schools in the States since 1964-65 when it provided grants for science laboratories and equipment. By 1975-76 the Commonwealth was providing grants for both government and non-government schools in a number of categories including general recurrent grants, building and library grants, programs for handicapped children, disadvantaged schools, migrant and multicultural programs, and teacher development.

Notwithstanding this increasing Commonwealth involvement, the bulk of public sector funding for schools, and in particular, government schools, continues to be the responsibility of the States. Consequently comparisons between the relative Commonwealth contribution to the government and the non-government sectors may be more meaningful if considered in the context of total funding for each sector. While comprehensive data on private contributions are not available, the following figures illustrate the average public sector outlays per student by the Commonwealth and the States.

Public Sector Expenditure Per Pupil on Schools in the States, 1980-81 (Estimated December 1981 prices)

	Expenditure per pupil
	\$
Government Schools—	
State	(a) 1 759
Commonwealth	(b) 215
Total public sector	1 974
Non-Government Schools—	
State	(c) 330
Commonwealth	(b) 610
Total public sector	940

(a) Excludes expenditure on scholarships, preservice teacher education, transport, and repayment of Commonwealth loans.

(b) Includes Commonwealth expenditure on school-to-work transition activities in schools.

(c) Excludes expenditure on scholarships, preservice teacher education, and transport.

Source: Commonwealth Department of Education and Commonwealth Schools Commission.

The Commonwealth Schools Commission, established by the *Commonwealth Schools Commission Act 1973*, administers the programs of assistance to the States. Taking into account various cost increases, including unanticipated teacher salary increases, the estimated amount to be provided in 1982 has been revised upwards from an original estimate of \$1003.6 million to \$1082 million.

The Commonwealth Schools Commission program for 1983, announced by the Minister for Education, will be \$1240.8 million. However this amount is based on 1981 enrolments in respect of the non-government schools program, and on the basis of past enrolment growth, the figure could increase by up to \$38 million.

For government schools, the Commonwealth has decided upon an increased provision for both general recurrent grants and for a program of teaching migrant children English as a second language. Taking into account a prospective adjustment for cost increases, recurrent funds for government schools will increase by around \$53 million. Capital grants will be increased by \$19 million to take account of cost increases.

For non-government schools, because the expenditure on general recurrent grants is on a per capita basis and linked to government school costs, the total grants increase as enrolments increase and as the cost of educating children in government schools rises. The 1983 grant has risen also on account of a commitment by the Commonwealth in 1980 to increase assistance for non-government schools most in need. Expenditure on the English as a Second Language program for non-government schools is being increased in line with the same program in government schools. The net effect of these factors, and taking account a prospective adjustment for cost increases, is that total recurrent grants to non-government schools will increase by around \$113 million in 1983 compared with 1982. The base capital grants program will be increased by \$5.5 million to take account of cost increases.

The Commonwealth has also decided to continue its ethnic schools program for a further year, pending a review of needs, and to provide an additional \$1 million for a

special education program for the severely handicapped. Overall, these and other associated programs which apply to both government and non-government schools, will receive some \$46 million, an increase of around \$6 million on 1982.

The following table shows grants to the States for schools since 1978-79 and the estimated grants for 1982-83:

Table 23—Grants for Government and Non-Government Schools, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT AND JOINT PROGRAMS							
1978-79	180 739	152 062	66 818	39 746	38 741	13 290	491 395
1979-80	203 806	169 614	74 914	44 714	44 019	14 617	551 684
1980-81	240 612	202 048	93 611	53 289	51 656	17 565	658 781
1981-82	288 777	248 176	121 156	64 728	66 663	19 942	809 442
1982-83 (estimate)	361 842	314 452	151 342	78 332	81 658	25 385	1 013 011
CAPITAL PROGRAM							
1978-79	58 954	48 993	29 475	16 178	20 971	4 385	178 956
1979-80	46 266	43 918	24 609	14 821	11 011	4 280	144 906
1980-81	45 663	40 515	21 015	13 275	14 079	3 988	138 534
1981-82	54 725	48 691	25 216	14 666	16 039	5 319	164 655
1982-83 (estimate)	63 071	51 029	28 163	16 401	16 700	5 629	180 993
TOTAL							
1978-79	239 693	201 055	96 293	55 924	59 712	17 674	670 351
1979-80	250 072	213 532	99 523	59 535	55 029	18 898	696 590
1980-81	286 275	242 563	114 626	66 563	65 736	21 553	797 315
1981-82	343 502	296 867	146 372	79 393	82 702	25 261	974 098
1982-83 (estimate)	424 913	365 481	179 505	94 733	98 358	31 014	1 194 004

School-To-Work Transition

The Commonwealth is providing up to \$150 million in real terms during the five years from the beginning of 1980 for a range of education, training and counselling activities in schools and technical and further education institutions. These activities are directed particularly to young people who have left or are likely to leave school early, and are intended to equip them better to move into the work force. The Commonwealth makes funds available largely by way of payments to the States. In 1982, up to \$28.9 million is being paid to the States and an estimated \$45 million will be made available in 1983.

Further funds are available for similar purposes under the Education Program for Unemployed Youth which is now administered in conjunction with the School-to-Work Transition Program. In addition, an estimated \$11 million will be provided as living allowances to trainees under the program in 1982-83. However, these allowances are provided under the National Employment and Training Scheme and are not classified as payments to the States.

The following table shows grants to the States since 1978-79 and notional estimates for 1982-83:

Table 24—Grants for School-to-Work Transition Activities(a), 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	634	679	722	670	76	219	3 000
1979-80	2 686	1 292	1 711	1 119	587	519	7 913
1980-81	8 303	6 249	5 910	3 307	1 944	1 295	27 007
1981-82	11 496	8 912	5 201	3 559	2 717	1 426	33 311
1982-83 (estimate)	13 764	11 201	6 768	4 603	3 776	1 408	41 520

(a) Includes grants for the Education Program for Unemployed Youth (EPUY).

Pre-Schools

Commonwealth grants to the States for pre-schools commenced in 1973-74 with the provision of funds for both capital and recurrent purposes. Since 1977-78 for the recurrent component and 1978-79 for the capital component, the assistance has been provided in the form of a block grant subject to certain broad requirements concerning priority of access. The following table shows payments to the States that have been made since 1978-79 and estimates for 1982-83:

Table 25—Recurrent Grants for Pre-Schools, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	7 130	9 015	6 605	3 730	4 860	1 410	32 750
1979-80	7 130	9 015	6 605	3 730	4 860	1 410	32 750
1980-81	7 130	7 108	6 605	3 730	4 860	1 410	30 843
1981-82	7 130	8 930	6 605	3 730	4 860	1 410	32 665
1982-83 (estimate)	7 130	9 015	6 605	3 730	4 860	1 410	32 750

Educational Research

Grants to the States for the purposes of educational research are made under the *Education Research Act* 1970. Previously, most funds were provided on the basis of recommendations to the Minister for Education by an Education Research and Development Committee, which advised on priorities in education research. Following the 1981 Review of Commonwealth Functions, however, it was decided that funds would no longer be provided through this Committee and it was disbanded. In 1982-83, \$113 000 will be made available to the States to meet outstanding commitments due to be completed by the end of 1982.

Under the Act, additional payments are also being made to the States for research and evaluation approved by the Minister for Education amounting to \$83 200 in 1982-83.

The following table shows grants to the States for education research since 1978-79 and estimated grants in 1982-83:

Table 26—Grants for Recurrent Expenditures on Educational Research, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	159	302	131	124	74	11	801
1979-80	170	318	124	107	111	11	841
1980-81	368	315	109	113	99	19	1 024
1981-82	200	137	120	106	79	39	680
1982-83 (estimate) . . .	61	82	8	5	30	10	196

Video Facilities

Under a three-year pilot program which began in 1981-82, the Commonwealth is providing the States with funds to make available educational video facilities on loan to families in isolated areas.

It is estimated that a total of \$1.3 million will be provided to the States in 1982-83, comprising an estimated \$371 000 to New South Wales, \$23 000 to Victoria, \$514 000 to Queensland, \$103 000 to South Australia, \$240 000 to Western Australia and \$7000 to Tasmania.

HEALTH

The Commonwealth has been providing assistance to the States for health services and facilities since 1949-50. The level of assistance rose rapidly during the 1970s with the introduction of arrangements for the sharing of net operating costs of recognised hospitals, and the beginning of the Community Health Program and the School Dental Scheme.

However, as indicated in Chapter II, in lieu of certain major specific purpose payments for health, the Commonwealth now provides additional general purpose payments which are identifiable as a Commonwealth contribution towards the cost of health programs in the States and the Northern Territory. These new arrangements took effect from 1 July 1981.

Consequently, payments to the States under the functional heading of Health, having risen rapidly from \$21 million in 1972-73 to \$1381.7 million in 1980-81, have been reduced to an estimated \$222.5 million in 1982-83.

Payments for State Public Hospitals

Beginning in 1975-76 specific purpose assistance was provided to all States under agreements drawn up under Section 30 of the *Health Insurance Act* 1973. Essentially, these agreements provided for the Commonwealth to meet, on the basis of budgets approved by the Commonwealth and State Health Ministers, half of the net operating costs of 'recognised' State public hospitals, subject to certain agreements regarding charging policies.

Agreements with four of the States (New South Wales, Victoria, Queensland and Western Australia) expired on 30 June 1981. Payments for public hospitals in these

States have been replaced by identified health grants within the arrangements for general purpose payments for 1981-82 and later years under the *States (Tax Sharing and Health Grants) Act 1981* (see Chapter II). Payments under the agreements since 1978-79 and estimated payments in respect of outstanding commitments in 1982-83 are given in Appendix V.

The agreements with the two remaining States (South Australia and Tasmania) will remain in force until 30 June 1985 unless they voluntarily terminate them and like the other States take additional general purpose funds in lieu of specific purpose hospital payments. Both agreements have been amended to limit, with effect from 1 September 1981, eligibility for free hospital treatment to eligible pensioners, defined disadvantaged persons, and their dependents in line with the conditions applying under the funding arrangements for the other States. Further amendments, effective from 1 July 1982, have been made to allow South Australia and Tasmania (in line with the other States and the Northern Territory) to set public hospital charges independently of the Commonwealth and to allow South Australia to introduce arrangements into their public hospitals to place long term hospital patients not in need of continuous acute care on a financial basis comparable to nursing home patients. Similar arrangements already exist in Tasmania. Estimated payments in 1982-83 under the agreements are \$119.0 million to South Australia and \$42.7 million to Tasmania.

Launceston General Hospital

Under an agreement with the Tasmanian Government, the Commonwealth is continuing to meet 50 per cent of the approved costs of Stage 1 of the redevelopment of the Launceston General Hospital. Payments to Tasmania for this purpose from 1976-77 to 1981-82 have totalled \$20.3 million. The estimated amount to be provided in 1982-83 is \$2.5 million.

Drug Education Campaigns

The Commonwealth is continuing to sponsor, in conjunction with the States, the National Drug Education Program. Funds have been provided to support State and national projects of drug education since 1970-71. It is estimated that \$1.63 million will be made available to the States for this purpose in 1982-83. Grants paid to the States since 1978-79 and estimates for 1982-83 are shown in the following table:

Table 27—Grants for Drug Education Campaigns, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	280	206	100	107	121	59	873
1979-80	380	206	178	145	149	67	1 125
1980-81	550	314	237	175	180	120	1 576
1981-82	550	314	236	175	176	120	1 571
1982-83 (estimate)	472	360	277	197	198	126	1 630

Blood Transfusion Service

Grants have been made to the States since 1953-54 for the purpose of assisting Blood Transfusion Services conducted by the Australian Red Cross Society.

The annual operating costs of the services in the States are met by the States (60 per cent), the Society (the lower of 5 per cent of operating costs or 10 per cent of the previous year's income from donations) and the Commonwealth (the balance). Approved capital costs in the States are shared equally by the Commonwealth and the States.

Grants paid since 1978-79 and estimates for 1982-83 are shown in the following table:

Table 28—Grants for Expenditures on Blood Transfusion Services, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	1 769	1 823	777	764	601	120	5 853
1979-80	2 196	2 095	936	990	687	131	7 034
1980-81	2 155	2 378	1 004	954	778	187	7 456
1981-82	2 299	2 658	1 122	929	904	160	8 072
1982-83 (estimate)	2 904	3 507	1 187	1 065	981	210	9 854
CAPITAL							
1978-79	100	909	34	25	73	9	1 149
1979-80	105	77	42	30	64	30	349
1980-81	71	197	46	140	48	3	505
1981-82	299	300	60	19	46	9	733
1982-83 (estimate)	325	241	50	190	97	9	912
TOTAL							
1978-79	1 869	2 732	811	788	674	128	7 002
1979-80	2 301	2 172	978	1 019	751	161	7 383
1980-81	2 226	2 575	1 050	1 094	826	190	7 961
1981-82	2 598	2 958	1 182	948	950	169	8 805
1982-83 (estimate)	3 229	3 748	1 237	1 255	1 078	219	10 766

Health Planning Agencies

The Commonwealth will provide grants for the support of State health planning agencies until 30 September 1982. The Commonwealth considers that the purpose for which these grants were introduced has been achieved, and the grants will cease on that date.

Payments for this purpose commenced in 1973-74. In the years prior to 1978-79, the grants were provided to the States on a \$2 for \$1 basis. Since then, the grants have been made on a \$1 for \$1 basis.

Grants to the States under this program since 1978-79 and estimated payments in respect of outstanding commitments in 1982-83 are shown in the following table:

Table 29—Grants for Recurrent Expenditures by Health Planning Agencies, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	100	33	87	90	100	30	440
1979-80	83	57	100	100	100	10	450
1980-81	80	60	80	75	75	20	390
1981-82	80	60	80	75	75	20	390
1982-83 (estimate)	20	15	20	19	19	5	98

Control of Encephalitis

Following an outbreak of Australian Encephalitis (formerly known as Murray Valley Encephalitis) early in 1974, the Commonwealth has provided funds to New South Wales, Victoria and South Australia to assist in a mosquito eradication campaign along the Murray Valley Basin.

To assist in the continued control of Australian Encephalitis, funds will be provided in 1982-83, not only for mosquito abatement programs, but also for co-ordination, research and teaching purposes. The campaign was extended in 1978-79 to include Western Australia and the Northern Territory, and in 1981-82 to include Queensland.

Grants paid to the States under these arrangements since 1978-79 and estimated grants in 1982-83 are set out in the following table:

Table 30—Grants for the Control of Australian Encephalitis, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Total
1978-79	3	31	..	14	20	68
1979-80	17	39	..	8	33	98
1980-81	13	49	..	11	49	122
1981-82	12	44	10	7	24	97
1982-83 (estimate)	19	35	18	11	24	107

Disposal of Ships' Garbage

The Commonwealth reimburses those States that have agreed to provide seaport waste disposal facilities on its behalf. Funds are made available for the provision and installation of new and replacement waste disposal facilities, including ancillary equipment and approved specialised transport and collection equipment, and necessary buildings, fences and access roads. Grants paid to the States from 1978-79 and estimates for 1982-83 are shown in the following table:

Table 31—Grants for Capital Expenditures on the Disposal of Ships' Garbage, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	..	4	..	..	..	4
1979-80	132	..	..	132
1980-81	53	..	70	122
1981-82	66	..	42	108
1982-83 (estimate)	235	..	..	160	152	547

High Security Human Quarantine Unit

To meet the threat of new types of human quarantinable diseases, the Commonwealth is meeting the cost of establishing a national high security human quarantine unit at the Fairfield Infectious Diseases Hospital, Victoria. The cost of constructing the unit, estimated to be approximately \$3.1 million, is being met in full by the Commonwealth. Payments to 30 June 1982 amounted to \$2.7 million, including a payment of \$0.59 million in 1981-82. It is estimated that \$0.4 million will be provided in 1982-83 to complete the unit.

SOCIAL SECURITY AND WELFARE

Welfare Services for the Aged

Under two Acts effective from June 1969—the *States Grants (Home Care) Act 1969* and the *States Grants (Paramedical Services) Act 1969*—the Commonwealth is making grants to the States for certain services provided wholly or mainly to aged persons—specifically for home care services, senior citizens' centres and paramedical services.

Home Care Services

Under the *States Grants (Home Care) Act 1969* the Commonwealth shares with the States, on a \$1 for \$1 basis, the cost of approved house-keeping or other domestic assistance provided wholly or mainly for aged persons in their homes. Grants provided from 1978-79 and estimates for 1982-83 are shown in the following table:

Table 32—Grants for Home Care Services, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	1 875	3 450	1 797	915	44	505	8 586
1979-80	2 769	4 226	1 793	944	52	585	10 369
1980-81	3 611	4 331	1 873	1 006	57	630	11 508
1981-82	4 321	4 098	1 498	1 157	898	701	12 673
1982-83 (estimate)	5 394	5 116	1 871	1 446	1 124	874	15 825

Senior Citizens' Centres

Under the *States Grants (Home Care) Act 1969*, the Commonwealth shares with participating States, on a \$2 for \$1 basis, up to a maximum of two-thirds of the approved capital cost of senior citizens' centres. The Commonwealth also shares, on a \$1 for \$1 basis, the salaries of welfare officers employed in conjunction with such centres. Grants provided for these purposes since 1978-79 and estimates for 1982-83 are shown in the following table:

Table 33—Grants for Senior Citizens' Centres, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	300	350	42	65	65	..	822
1979-80	297	574	45	68	70	..	1 054
1980-81	383	620	58	96	97	..	1 254
1981-82	448	677	69	88	117	..	1 399
1982-83 (estimate) . . .	578	870	89	113	150	..	1 800
CAPITAL							
1978-79	1 200	608	553	423	100	166	3 050
1979-80	1 129	859	331	567	174	185	3 245
1980-81	2 108	840	484	148	356	64	4 000
1981-82	1 379	696	763	509	443	210	4 000
1982-83 (estimate) . . .	2 414	1 218	1 335	891	775	367	7 000
TOTAL							
1978-79	1 500	958	595	488	165	166	3 872
1979-80	1 426	1 433	376	635	244	185	4 299
1980-81	2 491	1 460	542	244	453	64	5 254
1981-82	1 827	1 373	832	597	560	210	5 399
1982-83 (estimate) . . .	2 992	2 088	1 424	1 004	925	367	8 800

Paramedical Services

The Commonwealth shares on a \$1 for \$1 basis with participating States the cost of approved paramedical services, such as chiropody, occupational therapy, physiotherapy and speech therapy, provided wholly or mainly for aged persons in their homes. Although all States have indicated their willingness to participate, to date only Victoria, South Australia and Tasmania have provided paramedical services in circumstances which qualify for assistance under the arrangement. Grants up to specified amounts are made in the first instance through the *States Grants (Paramedical Services) Act 1969*. However, where a State has an approved requirement for funds in excess of the limits prescribed by that Act, provision may be made for a supplementary grant through an Appropriation Act.

Annual figures of grants paid to the States for paramedical services since 1978-79 and estimates for 1982-83 are shown in the following table:

Table 34—Grants for Paramedical Services, 1978-79 to 1982-83 (\$ thousands)

	Victoria	South Australia	Tasmania	Total
1978-79	380	431	24	836
1979-80	352	504	21	876
1980-81	383	576	25	984
1981-82	401	754	27	1 182
1982-83 (estimate)	401	745	31	1 177

Crisis Accommodation for Families

Beginning in 1981-82, the Commonwealth is providing assistance to improve the stock of emergency accommodation available to families in distress. Of total programs of \$2 million in 1981-82 and \$4 million in 1982-83, \$1.85 million and \$3.7 million respectively is for payment to the States.

Children's Services

Services for children provided in the States began attracting Commonwealth financial support in 1972-73 under the *Child Care Act* 1972. Under that Act, payments were made direct to non-profit organisations and local government bodies—that is, not by way of payments to the States. Payments to the States commenced in 1973-74 under a broader scheme of assistance introduced in that year and have continued since then, as have the direct forms of payment.

The program of assistance is administered by the Office of Child Care which was established under the Minister for Social Security to advise on programs providing for capital and recurrent assistance for pre-school and child care projects including home care, vacation and after school care projects and various other community initiated projects. Funds for pre-schools are included under the Education function discussed earlier in this Chapter.

The Government has decided that up to \$70 million will be provided in 1982-83 for children's services other than pre-schools. It is tentatively estimated that, of that total, approximately \$15.1 million will take the form of payments to the States.

The following table shows payments to the States that have been made since 1978-79 and estimates for 1982-83:

Table 35—Grants for Children's Services, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	2 461	2 477	367	1 858	783	248	8 194
1979-80	2 978	3 375	580	2 036	748	363	10 080
1980-81	3 257	4 477	810	2 534	984	461	12 523
1981-82	3 608	4 161	939	2 700	1 064	391	12 863
1982-83 (estimate)	3 704	4 354	1 217	3 291	1 293	422	14 281
CAPITAL							
1978-79	604	323	..	68	38	..	1 033
1979-80	376	347	..	29	..	..	752
1980-81 . . . . .	..	47	..	5	..	..	52
1981-82 . . . . .	..	..	..	..	..	..	..
1982-83 (estimate)	840	..	..	8	..	..	848
TOTAL							
1978-79	3 065	2 800	367	1 926	821	248	9 227
1979-80	3 354	3 722	580	2 065	748	363	10 832
1980-81	3 257	4 524	810	2 539	984	461	12 575
1981-82	3 608	4 161	939	2 700	1 064	391	12 863
1982-83 (estimate)	4 544	4 354	1 217	3 299	1 293	422	15 129

Emergency Welfare Assistance

In 1981-82 the Commonwealth paid \$821 860 to New South Wales by way of reimbursement of emergency relief payments made by the State to persons affected by the industrial dispute in the Department of Social Security.

Rehabilitation Centre—Hobart

The Commonwealth and Tasmanian Governments agreed in 1974 to share the costs of establishing and operating a joint rehabilitation centre for handicapped persons in Hobart. The arrangement provides for the Commonwealth to meet up to half the capital cost of building and equipping the centre and to contribute 70 per cent of the annual running costs. Total payments for capital purposes to 30 June 1982 amounted to \$4.3 million, including a payment of \$325 000 in 1981-82. The final capital contribution of \$280 000 is expected to be paid in 1982-83. Recurrent payments in 1982-83 are estimated to be approximately \$1.4 million.

Mortgage and Rent Relief

Under a three-year program beginning in 1982-83 the Commonwealth will provide funds, on a \$1 for \$1 matching basis with the States, for short-term assistance to low income home buyers experiencing extreme difficulty in meeting their mortgage repayments and to low income private renters experiencing similar difficulty in meeting rent payments. Of a total program of \$20 million for 1982-83, \$19.51 million is for payment to the States.

Translating and Interpreting Service

Since 1979-80, the Commonwealth has offered the States assistance towards the provision of additional State-operated translating and interpreting services in areas of

prime State responsibility. Following a review of post-arrival services for migrants by the Australian Institute of Multicultural Affairs, the Commonwealth has decided to extend support for these services for a further three years. To date, New South Wales, Victoria, Queensland and South Australia have accepted the offer and received funds totalling \$854 000. Payments to the States since 1979-80 and estimated payments in 1982-83 are given in Appendix V.

ABORIGINAL ADVANCEMENT

Since 1968-69 the Commonwealth has provided assistance to the States for Aboriginal advancement, particularly in the fields of housing, education and health. This assistance has been administered by the Department of Aboriginal Affairs. Since 1981-82, grants for Aboriginal housing previously provided in this way have been included under the welfare housing program discussed later in this Chapter.

Details of payments are included in Budget Paper No. 1 and in Table 1 in this paper under the functional headings appropriate to the specific kinds of assistance involved. In other relevant tables in this paper, however, all payments (other than for housing from 1981-82) specifically designated for this purpose are grouped together. From 1981-82, all Aboriginal housing payments are included under the Housing function.

The Commonwealth also provides assistance for Aboriginal advancement in the States by way of direct assistance to Aboriginal organisations and other bodies. Details of this assistance can be found in Budget Paper No. 1 under the relevant functional headings.

The following table shows payments made to the States since 1978-79 and estimated payments in 1982-83:

Table 36—Payments for Aboriginal Advancement(a), 1978-79 to 1982-83
(\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978 79	2 982	1 331	3 917	3 404	8 544	44	20 221
1979 80	3 030	1 562	4 331	3 724	9 565	52	22 263
1980 81	3 420	1 676	5 088	4 278	11 170	86	25 718
1981 82	3 884	1 475	5 205	4 805	10 606	87	26 062
1982 83 (estimate) . . .	4 472	1 606	5 667	5 832	11 939	112	29 629
CAPITAL							
1978 79	3 057	237	2 536	2 291	5 443	115	13 678
1979 80	3 756	275	1 613	2 231	5 058	254	13 187
1980 81	3 353	329	1 507	2 101	3 233	180	10 703
1981 82 . . . . .	..	..	936	2 157	535	..	3 629
1982 83 (estimate) . . .	87	..	1 762	2 161	343	..	4 354
TOTAL							
1978 79	6 039	1 568	6 452	5 696	13 986	159	33 900
1979 80	6 786	1 837	5 944	5 955	14 623	306	35 451
1980 81	6 773	2 005	6 595	6 379	14 403	266	36 422
1981 82	3 884	1 475	6 141	6 962	11 142	87	29 691
1982 83 (estimate) . . .	4 559	1 606	7 429	7 993	12 283	112	33 983

(a) The functional breakup of these payments is shown in Table 87 in Appendix III.

HOUSING

Welfare Housing

Under successive arrangements between the Commonwealth and the States, financial assistance has been made available to the States in one form or another since 1945-46 for the provision of housing, including assistance with home ownership, for families of low or moderate means.

For many years, housing funds have been closely aligned with the States' Loan Council programs and for two years, 1971-72 and 1972-73, they were integrated within these programs (although additional specific recurrent grants of \$2.75 million per year in respect of each of those two years were provided in lieu of former interest subsidies, and continue to be payable for 30 years). However, from 1973-74, when appropriate 'offsets' were made to States' Loan Council programs, through to 1981-82, financial assistance for welfare housing was provided fully by way of specific purpose payments.

For 1982-83, under arrangements agreed at the June 1982 Loan Council meeting, welfare housing assistance has been included with the States' Loan Council program to form a total Works and Housing Program (*see* Chapter III). Within that total program the Commonwealth has earmarked funds to be provided as specific purpose payments for welfare housing (including from the Loan Council portion). Beyond that, subject to the provision from its own resources of the same amount for welfare housing as in 1981-82, each State may nominate an additional amount from its Loan Council program for the purpose of welfare housing. This amount would then be advanced to the State subject to the normal concessional loan terms and conditions of other welfare housing assistance (*see* below).

A detailed account of successive arrangements, together with statistics covering the period to 1975-76, is to be found on pages 66 through 68, 200, 201 and 224 of the 1975-76 issue of this paper.

Aside from the recurrent grants referred to above and the State-nominated additional funds for welfare housing, payments to a State in 1982-83 are to be made under the *Housing Assistance Act* 1981. Under the Act a five-year Housing Agreement has been executed with the States and the Northern Territory covering the period 1981-82 to 1985-86. In accordance with the Agreement the Commonwealth is to provide base financial assistance to the States and the Northern Territory amounting to \$200 million in each year of the Agreement. The Commonwealth may also provide additional financial assistance each year depending on budgetary and other circumstances.

In 1982-83, the Commonwealth will provide \$332.9 million under the Act to the States and the Northern Territory for welfare housing, \$312.7 million being for payment to the States.

As under the previous Agreement, the 1981 Agreement lays particular importance on the effective use of funds and resources to assist those most in need. The States have the flexibility to determine the uses to which housing funds can be put and the extent of assistance to individuals.

Loans

In 1982-83, loans to the States are estimated at \$138.7 million, compared with \$138.51 million in 1981-82. Loans are repayable over 53 years and attract a concessional fixed

rate of interest of 4.5 per cent per annum. The loans, along with untied grant assistance (see below), are provided on a \$1 or \$1 matching basis. State expenditures on welfare housing and surpluses arising from the operation of the rental housing and home purchase assistance programs under the Agreements are eligible for matching.

Pensioner Housing Grants

Since 1969-70, the Commonwealth has provided grants to the States to assist with the provision of self-contained accommodation at reasonable rentals for certain categories of single aged and service pensioners who have little or no means of support apart from their pensions. From 1978-79 these grants have been provided under the welfare housing arrangements, with wider eligibility criteria and under conditions giving the States greater freedom in the way the funds can be applied than in earlier years. Eligible persons include those in receipt of an age or invalid pension, a widow's pension, a supporting parent's benefit, a special benefit, a sheltered employment allowance, a training allowance in certain circumstances and some classes of service pension. Married as well as single pensioners are being assisted. Grants totalling \$31.5 million have been allocated for this purpose in 1982-83—the same amount as for 1981-82.

Aboriginal Housing Grants

Grants totalling \$29.8 million are earmarked for Aboriginals in need of rental housing assistance in 1982-83—the same amount as for 1981-82. This amount includes the transfer to the welfare housing program of grants to the States for Aboriginal housing provided before 1981-82 through the Department of Aboriginal Affairs (see under Aboriginal Advancement earlier in this Chapter).

Other Grants

In 1982-83 \$112.7 million is to be provided to the States as untied grant assistance for welfare housing. Of this amount, \$65 million is provided out of the States' Loan Council program (see Chapter III) to be distributed between the States on the same basis as the rest of the Loan Council program (although otherwise subject to the normal terms and conditions of the Housing Agreement). Under the Agreement, these grants are provided on the same \$1 for \$1 matching basis as applies to welfare housing loans. The States are free to allocate the grants between home purchase assistance programs and rental housing programs as they wish. This assistance compares to similar grants of \$47.4 million in 1981-82.

The following table shows recurrent and capital payments made to the States for housing from 1978-79 and estimated payments in 1982-83 (further details are given in Table 88 of Appendix III):

Table 37—Payments to the States for Housing, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT GRANTS (a)							
1978-79	1 848	1 347	423	941	627	314	5 500
1979-80	1 848	1 347	423	941	627	314	5 500
1980-81	1 848	1 347	423	941	627	314	5 500
1981-82	1 848	1 347	2 898	941	627	314	7 975
1982-83 (estimate)	1 848	1 347	423	941	627	314	5 500
CAPITAL PAYMENTS (b)							
1978-79	109 416	85 839	34 307	48 711	30 853	20 874	330 000
1979-80	87 054	63 975	32 036	35 835	26 143	14 957	260 000
1980-81	90 441	66 519	35 000	37 295	27 239	15 506	272 000
1981-82	82 551	58 479	30 630	34 714	27 317	13 553	247 244
1982-83 (estimate)	104 097	75 049	40 714	42 016	33 414	17 379	312 669
TOTAL PAYMENTS (b)							
1978-79	111 264	87 186	34 730	49 652	31 480	21 188	335 500
1979-80	88 902	65 322	32 459	36 776	26 770	15 271	265 500
1980-81	92 289	67 866	35 423	38 236	27 866	15 820	277 500
1981-82	84 399	59 826	33 528	35 655	27 944	13 867	255 219
1982-83 (estimate)	105 945	76 396	41 137	42 957	34 041	17 693	318 169

(a) Includes contributions towards rental losses under the Commonwealth-State Housing Agreement 1945.

(b) Grants provided under the *States Grants (Aboriginal Assistance) Act* 1976 in 1980-81 and previous years are recorded in Table 88 in this paper.

URBAN AND REGIONAL DEVELOPMENT NEC AND THE ENVIRONMENT

Payments to the States included under this functional heading relate to a number of programs, including assistance for development of Aboriginal communities. Payments in 1981-82 were \$13.3 million and are expected to total approximately \$34.4 million in 1982-83. (These figures are net of repayments.)

Payments in 1982-83 for most of the urban and regional development programs and for certain programs falling within other functional headings are being made mainly under the authority of the *Urban and Regional Development (Financial Assistance) Act* 1974.

Growth Centres

In 1981-82, \$2.9 million and \$2.1 million were provided to New South Wales and Victoria respectively for the Albury-Wodonga growth centre for land development and headworks, housing and commercial development construction, studies and investigations and running costs of the Albury-Wodonga Development Corporation.

In 1982-83 further assistance of \$1.0 million will be provided towards expenditure on Albury-Wodonga. The precise allocation of this amount between New South Wales and Victoria is not possible at this stage, and for the purposes of this document, the \$1.0 million has been divided equally between the two States.

The 1982-83 Budget also allows for \$32.2 million for capitalised interest on advances to the States for Albury-Wodonga in 1981-82 and earlier years, and on earlier

advances for the Bathurst-Orange and Macarthur growth centres. This provision for capitalised interest assumes the continuation throughout the year of existing Commonwealth-State funding agreements in respect of these growth centres. However, should these arrangements, which are currently under consideration by the Commonwealth and the two States, be modified with effect in 1982-83, the estimates provided above could change significantly.

The capitalised interest provisions in the estimates represent, in effect, notional advances to the States which are offset by equivalent notional receipts from the States. The notional advances indicate the extent of the concession actually afforded to the States by the deferment and capitalisation of interest payments. In 1981-82 capitalised interest amounted to \$27.2 million.

Payments to the States for growth centres and related projects since 1978-79 and estimated payments in 1982-83 for Albury-Wodonga, including capitalised interest, are given in Appendix V.

Urban Flood Mitigation

Since 1978-79, \$9.5 million has been provided for urban flood plain management under the National Water Resources Program including \$3.3 million in 1981-82. Details of this assistance are provided in Table 46 on page 72. Further assistance may be provided for urban flood plain management in 1982-83 from funds which have yet to be allocated to particular projects under the National Water Resources Program (*see* page 72).

Special Payment to Western Australia for Sewerage Works

The Commonwealth is to provide a grant of \$20 million to Western Australia towards the cost of construction of a sewerage pipeline in the Cockburn Sound area from Woodman Point to the sea off Cape Peron. Of this amount, \$12.1 million will be provided in 1982-83.

Assistance for Land Acquisition and Development in Urban Areas

In 1973-74 a program of assistance by way of grants and loans was undertaken with the object of making land available for residential and associated uses at fair prices and to facilitate the planning and development of new urban areas.

With the discharge of remaining commitments in 1977-78, this program came to an end. Under the terms on which loans were provided under this program, repayments on the first of these loans are due to begin in 1983-84. Meanwhile, interest is being capitalised on advances in a similar manner to its treatment for growth centres and related projects (*see* above). South Australia and Victoria have reached agreement with the Commonwealth to make lump sum payments over a number of years in settlement of loans provided in earlier years for assistance to the South Australian Land Commission and the Urban Land Council/Urban Land Authority respectively. Payments totalling \$31 million were received in 1981-82. Receipts in 1982-83 are estimated at \$11.5 million, but these will be partly offset by \$7.6 million included in the estimates for 1982-83 for capitalised interest on loans provided to other States in 1977-78 and earlier years.

Capitalised interest since 1978-79 and estimated capitalised interest for 1982-83 are given in Appendix V.

Woolloomooloo Redevelopment

An agreement was concluded in 1974-75 with New South Wales under which up to \$17 million is being provided by way of grant for acquisition of 3.2 hectares of property, and planning and site development in the Woolloomooloo Basin in Sydney. Payments to the State have totalled \$12.4 million since 1975-76, including \$165 000 in 1981-82, and it is expected that \$550 000, the balance of funds available under the agreement, will be paid in 1982-83.

The Commonwealth also agreed to transfer, at no cost to the State, 2.6 hectares of Commonwealth property in the Woolloomooloo Basin which was valued in excess of \$11 million.

The agreement also provides for the State to make payments to the Commonwealth in respect of each unit of public housing produced on the property acquired by, or transferred to, the State and payment of the receipts from any part of the property that is not retained for public housing. A total of \$2.2 million has been received from the State under these provisions since 1976-77, including \$129 000 in 1981-82. Similar payments by the State in 1982-83 are estimated to be \$0.2 million.

The amounts shown in Appendix V are net amounts after deductions of these receipts.

CULTURE AND RECREATION

The Commonwealth first provided grants to the States for cultural and recreational purposes in 1973-74. An estimated \$11.1 million will be made available for these purposes in 1982-83.

Nature Conservation

Under the *States Grants (Nature Conservation) Act 1974*, agreements were developed between the Commonwealth and the States for the acquisition of specific areas of land for nature conservation purposes. \$8300 was provided to Tasmania in 1981-82. Under the terms of the agreements, there remains an estimated \$278 000 to be disbursed when financial settlement arrangements for such areas of land have been completed. Of this amount \$238 000 will be provided in 1982-83 to New South Wales to meet the cost of acquisitions which are expected to be concluded during the year. Disbursement of the remaining funds will be made on completion of the continuing negotiations with land owners. Payments made to the States for nature conservation purposes since 1978-79 are given in Appendix V.

National Estate

Since 1974 grants have been provided for the restoration, preservation and improvement of landscapes and buildings of special significance. The Australian Heritage Commission, established in 1975 under the *Australian Heritage Commission Act 1975*, provides advice to the Commonwealth on the programs of assistance in respect of these matters. All grants to the States are made in accordance with Agreements concluded under the *Urban and Regional Development (Financial Assistance) Act 1974*.

The following table shows grants paid since 1978-79 and the estimated grants for 1982-83:

Table 38—Grants for Expenditure on the National Estate, 1978-79 to 1982-83
(\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	415	415	415	415	415	415	2 490
1979-80	300	300	300	300	300	300	1 800
1980-81	330	330	330	330	330	330	1 980
1981-82	330	330	330	330	330	330	1 980
1982-83 (estimate) (a)	330	330	330	330	330	330	1 980

(a) The 1982-83 allocation by States is notional only. No commitment to the provision of the amount shown for each State is implied.

Port Arthur Conservation Program

Beginning in 1979-80 the Commonwealth has been providing assistance on a \$2 for \$1 basis to Tasmania for a seven-year program to restore and develop the Port Arthur region. Payments up to and including 1981-82 have been \$2.4 million, and \$1.3 million is to be made available in 1982-83.

Facilities for 1982 Commonwealth Games

\$10 million by way of grant was provided to Queensland for the construction of sporting facilities and athletes' and officials' accommodation for the 1982 Commonwealth Games in Brisbane. The final payment of \$2.5 million was made in 1981-82.

International Standard Sports Facilities Program

In 1981-82 the Commonwealth introduced a three-year program to develop international standard sports facilities in the States and Territories. The program is on a \$1 for \$1 matching basis with expenditure by the States and Territories. \$3.2 million was provided to the States in 1981-82 and an estimate of \$7.3 million has been included in the Budget for 1982-83. Commonwealth contributions to approved projects are being made on the basis of claims by the States. Payments to each State, including indicative allocations only for 1982-83, are given in Appendix V.

Sesquicentenary Celebrations

The Commonwealth is providing grants of \$5 million and \$2 million towards preparations for sesquicentenary celebrations in Victoria and South Australia respectively. In 1982-83, \$2 million is being provided to Victoria and \$0.3 million to South Australia.

ECONOMIC SERVICES—TRANSPORT

Payments to the States included under this functional heading are in respect of assistance for roads, construction of the second Hobart bridge, construction of the Burbong bridge in New South Wales, upgrading the transportation systems in Victoria, Queensland and South Australia and railway mainline upgrading projects. The estimated total payments for this function, net of repayments, are \$817.7 million in 1982-83.

Roads

The Commonwealth has been providing assistance to the States for expenditure on roads since 1923-24. Details of this assistance in past years may be obtained from earlier issues of this Budget Paper and, in particular, from the 1975-76 issue which provides details of Commonwealth assistance from 1923-24.

The Commonwealth is to provide \$709.3 million to the States and \$24.7 million to the Northern Territory under the *Roads Grants Act* 1981 as part of the commitment announced by the Commonwealth in June 1980 to provide \$3650 million as roads assistance over the period 1980-81 to 1984-85. This is an increase of 7.2 per cent over the amounts provided to both the States and the Northern Territory under this commitment in 1981-82.

The following table shows the distribution of roads grants to the States under the *Roads Grants Act* 1981 in 1981-82:

Table 39—Payments for Roads in 1981-82 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
National Roads	103 566	52 868	59 893	27 240	31 769	13 984	289 320
Arterial Roads	64 503	52 599	47 972	16 659	28 754	8 037	218 524
Local Roads	46 267	32 361	31 496	12 403	23 372	8 222	154 121
Total	214 336	137 828	139 361	56 302	83 895	30 243	661 965

The following table shows the estimated payments to the States under the Act in 1982-83:

Table 40—Payments for Roads in 1982-83 (estimate)(\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
National Roads	110 989	56 645	64 204	29 198	34 032	14 988	310 056
Arterial Roads	69 110	56 362	51 397	17 849	30 805	8 605	234 128
Local Roads	49 576	34 664	33 747	13 280	25 037	8 813	165 117
Total	229 675	147 671	149 348	60 327	89 874	32 406	709 301

The following table shows the amounts paid to each State for roads since 1978-79 and estimated amounts under the Act for 1982-83:

Table 41—Grants under General Roads Acts, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	164 485	105 771	106 947	43 207	64 382	23 208	508 000
1979-80	176 789	113 683	114 947	46 439	69 198	24 944	546 000
1980-81	196 501	126 359	127 764	51 617	76 914	27 726	606 881
1981-82	214 336	137 828	139 361	56 302	83 895	30 243	661 965
1982-83 (estimate)	229 675	147 671	149 348	60 327	89 874	32 406	709 301

Australian Bicentennial Road Development Program

In addition to assistance provided under the *Roads Grants Act 1981*, the Commonwealth is introducing a special Australian Bicentennial Road Development program with the overall aim of developing the Australian road system to a high standard by 1988, the bicentennial year.

This program will be fully financed by a surcharge on excise on motor spirit and distillate. The level of the surcharge will be one cent per litre to take effect from 18 August 1982, increasing to two cents per litre from 1 July 1983 until its termination on 31 December 1988. Expenditure under this program is estimated to total \$150m in 1982-83, and about \$2.5 billion over the full period to 1988-89. Assistance to the States and the Northern Territory under the program is to be made through an Australian Bicentennial Road Development Trust Fund. Legislation to establish this Trust Fund is to be introduced during the Budget session of Parliament.

Each year there will be a report to Parliament on the operation of the program.

Total Commonwealth assistance to the States and the Northern Territory for road construction and maintenance under the two programs above is estimated at \$884 million in 1982-83, a 29 per cent increase over 1981-82.

Special Payment to Tasmania for Tourist Roads

The Commonwealth is to provide \$10 million to Tasmania in 1982-83 for the improvement and development of the State's tourist roads.

Burbong Bridge—Canberra/Batemans Bay Road

It is proposed that the Burbong Bridge, located in the Australian Capital Territory, be replaced. The only suitable site for a replacement is in New South Wales. Subject to negotiations with New South Wales, the project is to be undertaken by the appropriate authorities in that State. Planning and construction is estimated to cost \$2.7 million. An amount of \$0.3 million has been made available for this purpose in 1982-83.

Second Hobart Bridge

Following agreement in 1975 between the Commonwealth and Tasmanian Governments, a Joint Committee on the Second Hobart Bridge was established. The first stage of the Committee's work was to carry out the technical investigations and design development associated with the provision of a second bridge across the Derwent River at Hobart. These studies, completed in 1978-79, were funded by the Commonwealth at a total cost of \$1.2 million.

The Commonwealth subsequently agreed to fund the full cost of providing the bridge and necessary approach roads. The bridge is expected to be completed late in 1983 at an estimated total cost of \$47 million. An amount of \$16.4 million was provided in 1981-82, and an estimated \$17.0 million is to be made available in 1982-83.

Railway Mainline Upgrading Projects

Under the *National Railway Network (Financial Assistance) Act 1979* the Government is providing interest bearing repayable grants over a five-year period ending in 1982-83 to those States which operate their own rail systems for projects designed to upgrade the national mainline railway network.

Agreements concluded with New South Wales, Victoria, Queensland and Western Australia, specify the terms and conditions applying to the grants and the actual projects to be assisted in those States. South Australia and Tasmania are not eligible for assistance under this program as their mainline railways have been transferred to the Commonwealth and are now controlled by the Australian National Railways Commission.

An allocation of \$21.8 million has been made in 1982-83, the final year of the program; this will bring total grants paid by the Commonwealth to \$66.0 million. Preliminary consideration suggests that possible allocations in 1982-83 might be of the order of \$6.4 million to New South Wales, \$8.4 million to Victoria, \$6.0 million to Queensland and \$1.0 million to Western Australia. While final decisions have yet to be made about the State-by-State distribution, these figures have been adopted for the purposes of this document. Payments made to relevant States since 1979-80 are given in Appendix V.

Special Payments to Victoria, Queensland and South Australia for Transport

The Commonwealth is to make special payments totalling \$65 million to Victoria, Queensland and South Australia in 1982-83 for transport purposes. Of this amount, Victoria is to receive \$35 million (the last of two equal payments) and South Australia \$10 million for upgrading their transportation systems, and Queensland is to receive \$20 million for upgrading the State's northern roads and transportation system.

ECONOMIC SERVICES—WATER SUPPLY AND ELECTRICITY

Urban Water Supply

Since 1978-79, the Commonwealth has provided \$18.6 million under the National Water Resources Program in respect of urban water supply facilities including \$5.2 million in 1981-82. In 1981-82 the Commonwealth contributed towards the costs of construction of water treatment plants in the Adelaide metropolitan area (\$2.36 million), construction of water filtration plants on the Morgan-Whyalla Pipeline (\$0.24 million), development of a supplementary water supply for Port Hedland to relieve pressure on existing water supply sources (\$266 000 million), provision of additional water supplies for the West Pilbara region (\$0.65 million), and construction of Tanjil Dam in Victoria to provide water supply for power generation and urban and industrial development (\$1.7 million). Further funds in 1982-83 for such purposes may be provided from funds which have yet to be allocated to particular projects under the National Water Resources Program (see page 72).

Special Payment to South Australia for Water Supply Facilities

The Commonwealth is to provide \$10 million to South Australia in 1982-83 for upgrading the State's water supply facilities.

ECONOMIC SERVICES—INDUSTRY ASSISTANCE AND DEVELOPMENT

Softwood Forestry

Since 1966-67, interest-bearing loans have been provided to the States towards a program of increased planting of softwood forests.

Under the *Softwood Forestry Agreements Act* 1978 the Commonwealth has been providing loan assistance for the five-year period up to the end of 1981-82 to cover the cost of maintaining forestry planting financed by previous Commonwealth assistance. The loans are repayable over twenty years with repayment commencing fifteen years after the date of each advance.

These agreements have now expired and an estimated \$0.5 million will be paid in 1982-83 to cover outstanding claims. Payments since 1978-79 are given in Appendix V.

Assistance to the Forestry Industry in Tasmania

The Commonwealth has agreed to provide financial assistance to Tasmania amounting to \$680 000 over the five years 1978-79 to 1982-83 towards the cost of establishing some small plantations and certain silviculture projects involving native trees. This assistance is being supplemented by a further \$400 000 over the four years 1979-80 to 1982-83 for the purchase of marginal farmland and the establishment of eucalypt plantations thereon.

The assistance, by way of loans on a \$1 for \$1 matching basis, is to be repayable over 40 years commencing 20 years after each advance is made. During the 20 years in which repayments are deferred, interest is to be capitalised. The assistance is to be discontinued when the current agreement expires.

Payments to 1981-82 have amounted to \$844 000, and \$236 000 is expected to be provided in 1982-83.

Rural Adjustment

Under an agreement reached between the Commonwealth and the States in 1976, assistance is being provided under the *States Grants (Rural Adjustment) Act* 1976, for the purposes of a Rural Adjustment Scheme embracing debt reconstruction, farm build-up, farm improvement, carry-on finance, rehabilitation and household support.

Assistance for debt reconstruction, farm build-up, farm improvement, and rehabilitation is provided 85 per cent by loan and 15 per cent by grant. The Commonwealth contributes a further amount towards administrative expenses. For the household support component, the Commonwealth finances all assistance and contributes to administrative expenses. The States and the Commonwealth share equally both the financing of loans and all principal and interest repayments for carry-on finance.

Assistance under the scheme in 1981-82 amounted to \$16.2 million and an estimated \$17.8 million will be provided in 1982-83. The 1982-83 program includes an amount of \$0.5 million for carry-on assistance to the canning fruit growing industry.

The following table shows payments made under the scheme since 1978-79 and estimated payments in 1982-83:

Table 42—Payments for Rural Adjustment and Previously Related Programs, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GRANTS							
1978-79	1 843	1 666	1 198	854	1 429	173	7 162
1979-80	706	594	372	513	418	41	2 645
1980-81	708	745	450	437	405	48	2 793
1981-82	630	608	432	432	520	54	2 677
1982-83 (estimate) . . .	796	703	500	426	538	76	3 039
ADVANCES							
1978-79	10 065	8 712	8 087	3 884	8 075	988	39 812
1979-80	3 485	3 281	1 744	2 041	1 720	202	12 472
1980-81	3 570	3 303	2 377	2 019	2 295	206	13 770
1981-82	3 356	3 230	2 296	1 866	2 461	305	13 513
1982-83 (estimate) . . .	3 848	3 540	2 338	2 123	2 516	357	14 722
TOTAL							
1978-79	11 908	10 378	9 285	4 738	9 504	1 161	46 974
1979-80	4 191	3 875	2 116	2 554	2 138	242	15 117
1980-81	4 278	4 048	2 827	2 456	2 700	255	16 563
1981-82	3 986	3 838	2 728	2 298	2 981	359	16 190
1982-83 (estimate) . . .	4 644	4 243	2 838	2 549	3 054	433	17 761

Supplementary Assistance for Apple and Pear Growing Industries

In early 1974 the Commonwealth agreed to provide assistance on a \$1 for \$1 matching basis with Queensland, Western Australia and Tasmania, to supplement assistance available under the Apple and Pear Stabilization Scheme. These arrangements have continued and, with the exception of New South Wales, all States have participated at various times.

In 1981 new arrangements were introduced. The Stabilization Scheme was terminated in respect of pears and will be phased out over four years for apples. At the same time, the Commonwealth agreed to underwrite apple and pear export returns during the 1981-85 export seasons at 95 per cent of the weighted average return during the four immediately preceding years. The Commonwealth also agreed to continue the provision of supplementary assistance on a similar basis with the States but with it being more flexible with a view to facilitating structural adjustment within the apple and pear industry.

The following table shows payments that have been made to the States for this purpose since 1978-79 and estimated payments in 1982-83:

Table 43—Recurrent Grants for Apple and Pear Export Assistance, 1978-79 to 1982-83 (\$ thousands)

	Victoria	Queens- land	Western Australia	Tasmania	Total
1978-79	27	..	310	238	575
1979-80	1	2	248	437	689
1980-81 . . . . .	..	..	169	47	216
1981-82	68	4	320	681	1 073
1982-83 (estimate) . . .	117	5	135	675	932

Adjustment Assistance for the Canning Fruit Growing Industry

Following consideration of an interim report by the Industries Assistance Commission on assistance to the canning fruit growing industry, the Commonwealth has agreed to fund a program of assistance for the removal of fruit trees in the canning peach and pear growing industry. Funds are to be provided in the first instance to participating States for on-lending to growers. Assistance is to be provided by way of loans convertible to grants provided growers comply with the terms and conditions of the program. Estimated payments in 1982-83 are \$150 000 to New South Wales, \$1 million to Victoria and \$0.6 million to South Australia.

International Sugar Agreement

The *International Sugar Agreement Act 1978* approves Australia's ratification of an Agreement which seeks to stabilise international trade in raw sugar through the management of special reserve stocks and the imposition of export quotas.

Under the price stabilisation arrangements of the Agreement, Australia was required to accumulate 152 363 tonnes of special stocks of raw sugar by 30 June 1982. To help defray the costs of accumulating and holding these special stocks, Australia has sought drawings of around \$1.4 million from the Stock Financing Fund of the International Sugar Organisation and around \$36 million from the Buffer Stock Financing Facility of the International Monetary Fund. It is also eligible for further loans of around \$1.8 million from the Stock Financing Fund.

Upon receipt of these funds and completion of appropriate agreements with the Queensland Government on the terms and conditions of on-lending, the funds are expected to be on-lent to the sugar industry through the Queensland Government in 1982-83.

Eradication of Bovine Brucellosis and Tuberculosis

Since 1970 the Commonwealth has joined with the States in an intensified national campaign for the eradication of bovine brucellosis and tuberculosis. Most of the funds provided are recovered from industry through levies on the slaughter and export of live-stock. The Commonwealth has agreed to provide \$19.8 million during 1982-83 as payments to the States for this purpose.

In 1973 the Commonwealth joined with the mainland States in a scheme to compensate owners of livestock slaughtered following positive reaction to bovine tuberculosis tests, and from July 1976, joined with these States in a bovine brucellosis slaughter compensation scheme. An estimated \$3.7 million is to be paid to the States for this purpose in 1982-83.

The following table shows payments that have been made under these schemes since 1978-79, and payments estimated to be made in 1982-83:

Table 44—Grants for Current Expenditure on the Eradication of Bovine Brucellosis and Tuberculosis, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	7 422	6 980	5 272	2 346	895	103	23 018
1979-80	7 593	5 754	5 290	1 986	1 013	57	21 691
1980-81	7 449	4 432	5 484	2 564	1 187	58	21 175
1981-82	6 366	3 651	7 853	2 046	1 297	36	21 248
1982-83 (estimate)	7 261	4 427	8 124	2 240	1 377	48	23 477

Agricultural Research Grants

Commonwealth Special Research Grants have been made to the States since 1960-61 to finance special investigation projects of a new, limited nature, usually on a \$1 for \$1 matching basis with the States and/or industry. Grants amounted to \$98 000 in 1981-82 and are estimated at \$119 000 in 1982-83. In 1982-83, \$209 000 will also be made available for projects sponsored by the Australian Agricultural Council under a separate program, the same amount as in 1981-82.

Grants paid to the States since 1978-79 and estimated grants in 1982-83 are shown in the following table:

Table 45—Grants for Agricultural Research, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	80	50	17	4	7	..	158
1979-80	108	64	34	8	8	..	221
1980-81	122	50	31	8	20	7	237
1981-82	136	81	32	9	33	16	306
1982-83 (estimate) (a) .	158	83	28	30	28	1	328

(a) The 1982-83 allocations between the States are still to be determined. No commitment is implied to the provision of the amounts shown.

Launceston Precision Tool Annexe

\$0.32 million was paid to Tasmania in 1980-81 to facilitate the re-establishment of the Launceston Precision Tool Annexe and a final payment of \$20 000 was made in 1981-82. The assistance is repayable over 10 years.

Iron Triangle Study—South Australia

The Commonwealth agreed to provide up to \$250 000 on a matching basis to South Australia towards the cost of a study for a long-term strategy for development in the Iron Triangle region of the State. An amount of \$50 000 was provided and expended by the State in 1980-81. During 1981-82 the Budget estimate for 1981-82 of \$200 000 was revised downwards to \$175 000 following advice from South Australia that the whole \$200 000 would not be required. Actual expenditure in 1981-82 to complete the program was \$146 388.

Water Resources Management and Development

The Commonwealth has for many years provided financial assistance to the States for water-related purposes. Depending on these purposes, this assistance has come under a number of functional headings. While the following table groups all of the relevant assistance together, several projects are dealt with elsewhere in this paper and in Budget Paper No. 1 under their appropriate functional headings.

In November 1977, the Commonwealth established a National Water Resources Program to provide funds for water-related purposes over the five years 1978-79 to 1982-83. (Assistance to the Northern Territory for these purposes has also been provided under this program since 1980-81.) The Commonwealth has indicated its intention to contribute \$200 million over the duration of the program.

The program encompasses the provision of funds to the States by way of grants and/or loans for programs, projects or activities of national significance or in special circumstances, for:

- urban and rural water supplies and water re-use;
- flood mitigation and flood plain management;
- problems representing a threat to long-term use of existing water resources;
- water resources assessment and control; and
- regional planning and management investigations.

In 1981-82 assistance of \$32.7 million was provided under the National Water Resources Program. Of this amount \$29.08 million was provided to the States and \$1.99 million to the Northern Territory. The balance, not classified as payments to the States and the Northern Territory, was allocated to meet the Commonwealth's contribution to the River Murray Commission (\$938 000), the Australian Water Resources Council's research program (\$600 000), and the cost of a National Water Resources Perspectives Study (\$119 000).

Details of assistance provided to the States under the National Water Resources Program in 1981-82, including \$8.5 million dealt with under other functional headings, are given in the table below. For details of assistance in previous years, *see* Table 89 in Appendix III, Appendix V and earlier issues of this paper.

Table 46—Payments to the States for Water Projects in 1981-82 (\$ thousands)

State	Amount	Purpose
New South Wales	1 800	Water Resources Assessment Program—contribution to the assessment of the quality and quantity of Australia's surface and underground water resources.
	1 950	Murray Valley Salinity Mitigation—contribution to a co-ordinated program with New South Wales, Victoria and South Australia for salinity reduction and drainage control.
	(a)880	Urban Flood Plain Management—contribution to approved works and studies in coastal and inland urban centres.
	647	Rural Flood Plain Management—contribution to approved works and studies on coastal and inland rivers.
	42	Hunter Valley Economic Strategy Study—final payment for a study, jointly funded with the Hunter Valley District Water Board, to develop economic and financial strategies for the Board for the next twenty years.
	250	Split Rock Dam—assistance for construction of a dam to provide additional security for irrigation water supplies in the Namoi Valley.
Victoria	1250	Water Resources Assessment Program (<i>see above</i>).
	1665	Murray Valley Salinity Mitigation (<i>see above</i>).
	(a)1700	Urban Water Supply; Tanjil River Dam—assistance for construction of a dam to provide water for power generation and urban and industrial development in the Latrobe valley.
	(a)1037	Urban Flood Plain Management—Continuing contribution to the investigation of the cause, frequency and extent of flooding in selected areas, the identification and mapping of flood plain areas and the implementation of flood mitigation works and measures.
Queensland	1050	Water Resources Assessment Program (<i>see above</i>).
	(a)761	Urban Flood Plain Management—Kedron Brook Flood Mitigation Works.
	(a)14	Urban Flood Plain Management; Proserpine—contribution for flood mitigation works.
	415	Rural Flood Plain Management; Don River—contribution to restoration of flood protection works damaged in January 1980 floods.
	4000	Bundaberg Irrigation Works—provided mainly as assistance for the construction of reticulation works associated with the project.
	991	Eton Irrigation Project—provided as assistance for the construction of pump stations, balancing storages and reticulation work to serve the Brightley area and extension of the Oakenden Main Channel.
South Australia	822	Water Resources Assessment Program (<i>see above</i>).
	(a)2360	Urban Water Supply; Adelaide Water Treatment Scheme—contribution to the costs of construction of water treatment plants in the Adelaide metropolitan area.
	(a)240	Urban Water Supply—Morgan-Whyalla Pipeline Water Filtration Scheme.
	1825	Murray Valley Salinity Mitigation (<i>see above</i>).
	(a)500	Urban Flood Plain Management—contribution to flood mitigation works on the River Torrens and tributaries.
Western Australia	2200	Water Resources Assessment Program (<i>see above</i>).
	(a)266	Urban Water Supply; Port Hedland—contribution to the development of a supplementary water supply to relieve pressure on existing water supply sources.
	(a)650	Urban Water Supply; West Pilbara—contribution to the provision of additional water supplies for the West Pilbara region.
	1300	Collie River Salinity Control—funds were provided for the control of the effects of dryland salinity in Wellington Dam catchment.
	(a)35	Urban Flood Plain Management; Carnarvon Flood Plain Management Study—contribution to the development of a comprehensive flood plain management strategy for Carnarvon and surrounding areas.
	(a)8	Urban Flood Plain Management—Program of flood plain mapping to identify areas of flood risk to urban centres on the Collie-Preston and Murray River Systems.
	7	Rural Flood Plain Management—contribution to approved studies in non-urban areas.
	106	Ord River Irrigation Scheme—final payment of loan assistance; mainly for construction of rice storage facilities associated with the scheme.
Tasmania	235	Water Resources Assessment Program (<i>see above</i>).
	(a)72	Urban Flood Plain Management—Launceston Flood Protection Works.
Total	29 078	

(a) Included elsewhere in this document under other appropriate functional headings.

It is estimated that \$41.7 million will be provided under the National Water Resources Program in 1982-83. Of this amount, an estimated \$37.1 million will be provided to the States (comprising \$4.0 million for the Bundaberg irrigation scheme and \$33.1 million yet to be allocated to particular projects) and \$2.0 million to the Northern Territory. The balance of \$2.6 million, not classified as a payment to the States and the Northern Territory, is to be allocated to meet the Commonwealth's contribution to the River Murray Commission (\$1.1 million), the Australian Water Resources Council's research program (\$1.0 million) and the cost of the National Water Resources Perspectives Study (\$0.5 million).

Burdekin Dam Project

It was announced in August 1980 that the Commonwealth would provide assistance by way of grants to Queensland—outside the National Water Resources Program—for the full cost of the Burdekin Dam. Queensland will finance the initial work associated with the project and the irrigation area development works. When complete, the project will provide irrigation for an additional 45 125 hectares adjacent to the existing Burdekin Irrigation Area for sugar, rice and horticultural production. It will also provide for the future urban water needs of Bowen and Townsville. The Commonwealth is to make available an estimated \$6.5 million for the Dam in 1982-83 under this commitment.

ECONOMIC SERVICES—LABOUR AND EMPLOYMENT

Coal Mining Industry—Long Service Leave

In those States where coal-miners have been awarded long service leave by industrial tribunals, the State Governments reimburse employers the cost of this leave. The Commonwealth, in turn, reimburses the States for the amounts paid and the administrative costs incurred by them in giving effect to these arrangements.

The funds required for these purposes are obtained from an excise imposed on coal production under the *Coal Excise Act* 1949. The excise is currently 25 cents per tonne of which an amount equivalent to 20 cents per tonne is appropriated to a Trust Fund under the *States Grants (Coal Mining Industry Long Service Leave) Act* 1949. Payments are made to the States from the Trust Fund. The balance of the excise is applied to coal research.

Following the Review of Commonwealth Functions in 1981, the Commonwealth is arranging with the States, the industry and unions to terminate these arrangements by 1 January 1983.

The following table shows payments to the States since 1978-79 and estimated payments in 1982-83:

Table 47—Grants for Coal Mining Industry Long Service Leave, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Queens- land	Western Australia	Tasmania	Total
1978-79	5 447	992	327	16	6 783
1979-80	5 969	1 361	395	9	7 735
1980-81	6 805	1 271	459	3	8 538
1981-82	5 826	1 792	443	7	8 067
1982-83 (estimate)	3 240	1 035	220	5	4 500

OTHER ECONOMIC SERVICES

Centre for Regional Economic Analysis—Tasmania

Provision of \$40 000 has been made in 1982-83 for a \$ for \$ matching grant to Tasmania for the Centre for Regional Economic Analysis at the University of Tasmania. The main purpose of the Centre is to provide the Tasmanian Government and industry with quantitative information on the State's economy, including the impact of Commonwealth policies and programs.

GENERAL PUBLIC SERVICES

Law, Order and Public Safety

Legal Aid

\$450 000 has been provided in 1982-83 as part of an on-going program of assistance for community legal aid centres. The grants will provide supplementary funds to services in five States.

The following table shows payments to the States since 1978-79 and estimated payments in 1982-83:

Table 48—Recurrent Grants for Legal Aid, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Total
1978-79 . . . . .	..	21	..	..	..	21
1979-80	29	113	12	22	..	175
1980-81	94	148	11	18	..	270
1981-82	124	201	33	42	..	400
1982-83 (estimate)	130	220	50	40	10	450

Promotion of Road Safety Practices

In each year from 1947-48, grants have been made to the States to assist in the financing of public education programs for the promotion of road safety practices. Since 1970-71 the annual grants to the States have totalled \$150 000 and the distribution between States has also remained constant. The amounts are given in Appendix V.

ASSISTANCE FOR LOCAL GOVERNMENT

Commencing in 1976-77 local government authorities have participated in the tax sharing arrangements introduced in 1976. Details of these arrangements as well as other schemes of assistance, insofar as they affect local government authorities, are given in Chapter VI.

NATURAL DISASTER RELIEF

Commonwealth assistance for natural disaster relief is provided under the natural disaster relief arrangements. These long standing arrangements provide for Commonwealth financial assistance to help the States and the Northern Territory meet the unpredictable and sometimes large costs of providing natural disaster relief. The arrangements recognise the States' primary responsibility for the administration, provision and funding of relief measures, in line with their constitutional responsibilities in

this area. The Commonwealth's role is confined to providing financial support when a State's expenditure on approved relief measures in a financial year goes beyond its financial capacity. Natural disasters covered by the arrangements are of a weather-related kind—cyclones, floods, storms, bushfires and droughts.

Under the arrangements, the Commonwealth provides assistance on a \$3 Commonwealth to \$1 State basis for expenditures by each State on approved relief and restoration measures in cases of 'major' disasters where such expenditures exceed a State's assessed financial capacity as represented by an annual base amount of expenditure. A major disaster is, for this purpose, defined as a disaster in respect of which a State's expenditure on approved measures exceeds one-tenth of that State's annual base amount. The existing base amounts, set in 1978-79, are:

	\$ million
New South Wales	10.0
Victoria	7.0
Queensland	4.0
South Australia	3.0
Western Australia	3.0
Tasmania	1.2
Northern Territory	0.25

The Commonwealth also meets half of the cost of assistance provided by the States on approved measures for the immediate relief of personal hardship and distress where such expenditures do not qualify for \$3 for \$1 assistance under the conditions outlined above. Approved measures for the relief of personal hardship and distress comprise the provision of emergency food, clothing and accommodation, essential repairs to houses to make them habitable and secure, and the repair and replacement of essential items of furniture and personal effects. These measures are restricted to people in needy circumstances as a result of a disaster. In practice, the cost of assistance provided for the immediate relief of personal hardship and distress is minor compared with assistance provided under the other part of the arrangements.

The approved measures which attract Commonwealth assistance under the arrangements, are as follows:

- (a) grants for relief of personal hardship and distress (cyclones, floods, storms and bushfires);
- (b) grants for restoration of public assets and emergency protection and repair works by State, local and semi-government authorities (disasters as in (a));
- (c) concessional loans to small businesses (cyclones and floods);
- (d) concessional loans to churches, sporting associations and other voluntary non-profit organisations (disasters as in (c));
- (e) concessional loans to primary producers for carry-on, restocking and restoration purposes (cyclones, floods, storms, bushfires and droughts);
- (f) freight subsidies for primary producers (disasters as in (e));
- (g) subsidies for carriage of water to central dispersal points for primary producers (drought); and
- (h) assistance to State, local and semi-government authorities for the disposal of helpless and unsaleable stock (floods, bushfires and droughts).

As a result of the inclusion of the measures listed above in the arrangements, the States are able to assume that relief expenditure incurred in respect of these measures will be eligible for Commonwealth assistance following specified major disasters. If a State wishes to change the terms of previously approved measures (e.g. the size of concessional loans), it is required to seek Commonwealth agreement. It also remains open to a State to request Commonwealth agreement to a new measure which it may wish to implement for a particular disaster or indeed to implement, completely at its own initiative and without seeking Commonwealth approval, measures for which the State would itself accept full financial responsibility.

Assistance to the States for natural disaster relief in 1981-82 was mainly in respect of the drought in recent years in New South Wales, Queensland, Western Australia and Tasmania, floods and cyclones in Victoria, Queensland and Western Australia and bushfires in Tasmania. The Budget estimate for 1982-83 relates to outstanding commitments and continuing assistance in respect of disasters occurring in previous years mainly in Queensland and the Northern Territory and also makes some allowance for likely payments in respect of possible new disasters of which some, on the basis of past experience, can be expected to qualify for Commonwealth assistance in 1982-83.

The following table shows payments to the States since 1978-79, including estimated payments in 1982-83. Reflecting the differing incidence of disasters, the amounts vary considerably from one State to another and from one year to another.

Table 49—Payments for Natural Disaster Relief(a), 1978-79 to 1982-83
(\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
PAYMENTS OF A RECURRENT NATURE							
1978-79	265	7	1 755	501	151	..	2 679
1979-80	45	..	1 303	..	293	..	1 641
1980-81	14 871	..	8 583	92	1 167	..	24 712
1981-82	6 576	7	2 328	..	347	89	9 347
1982-83 (estimate)(b)	363	..	450	8	74	5	900
PAYMENTS OF A CAPITAL NATURE—GRANTS							
1978-79	1 895	805	5 773	..	1 372	..	9 844
1979-80 . . . . .	..	-229	6 313	-270	1 057	..	6 870
1980-81	815	..	6 705	-737	1 447	..	8 230
1981-82	145	1 080	4 082	..	1 012	314	6 633
1982-83 (estimate)(b)	140	..	1 970	..	220	..	2 330
PAYMENTS OF A CAPITAL NATURE—LOANS							
1978-79	984	201	1 434	4 929	6 895	..	14 444
1979-80 . . . . .	..	..	216	..	7 092	..	7 308
1980-81	27 869	..	6 755	..	12 757	..	47 381
1981-82	8 000	48	3 703	..	2 009	41	13 801
1982-83 (estimate)(b)	1 000	..	2 400	..	400	..	3 800
TOTAL PAYMENTS							
1978-79	3 144	1 013	8 962	5 430	8 418	..	26 967
1979-80	45	-229	7 832	-270	8 442	..	15 819
1980-81	43 555	..	22 043	-645	15 371	..	80 324
1981-82	14 721	1 136	10 113	..	3 369	444	29 781
1982-83 (estimate)(b)	1 503	..	4 820	8	694	5	7 030

(a) Excludes the cost of emergency services provided by the Defence Force.

(b) Estimates shown for 1982-83 are indicative only as they make some provision for payments in respect of possible new disasters of which some, on the basis of past experience, can be expected to qualify for Commonwealth assistance.

Tables 90 and 91 in Appendix III provide a more detailed breakdown of Commonwealth natural disaster relief payments. Details of payments for natural disaster relief in past years may be obtained from earlier issues of this Budget paper and, in particular, from Tables 158 and 159 of the 1975-76 issue of this paper.

CHAPTER V—PAYMENTS TO THE NORTHERN TERRITORY

On 1 July 1978 the Northern Territory of Australia became a self-governing Territory under the *Northern Territory (Self-Government) Act 1978*. Under this and associated legislation (and regulations thereunder) the Territory has expenditure responsibilities and revenue raising powers broadly approximating those of a State (though, of course, the Territory is not a State under the Constitution).

FUNCTIONS TRANSFERRED

The Legislative Assembly of the Northern Territory has power, with the assent of the Administrator or Governor-General, to make laws 'for the peace, order and good government of the Territory' and the Ministers of the Territory have executive authority in respect of the matters listed on pages 81 and 82 of the 1980-81 Budget Paper No. 7.

PAYMENTS TO THE NORTHERN TERRITORY AND BORROWINGS BY NORTHERN TERRITORY AUTHORITIES FROM 1979-80 TO 1982-83

The basic framework for financial arrangements between the Commonwealth and the Northern Territory is set out in a Memorandum of Understanding agreed between the Commonwealth and Northern Territory Governments in 1978.

As from 1 July 1979 the Northern Territory receives a tax sharing grant, a local government tax sharing grant, and specific purpose payments, under arrangements similar to those with the States. In addition, the Territory receives from the Commonwealth general purpose capital assistance comprising one-third grant and two-thirds loan on the same terms and conditions as apply to the State Governments' Loan Council programs.

The Northern Territory Government and its authorities are empowered to borrow subject to arrangements analogous to Loan Council arrangements and procedures. Individual borrowings may be guaranteed by the Commonwealth.

The detailed categories of assistance from 1979-80 do not correspond with the transitional arrangements that applied in 1977-78 and 1978-79 and consequently year to year comparisons of the figures can only be made at a very broad level of aggregation and have limited value. (Details of arrangements relating to these earlier years are contained in the 1978-79 and 1979-80 issues of this paper.)

The table immediately following shows payments to the Northern Territory, borrowing programs by or on behalf of Northern Territory authorities, and interest paid by the Northern Territory to the Commonwealth for 1979-80, 1980-81, 1981-82 and estimates for 1982-83. The succeeding table gives details of the main categories on a per capita basis.

Table 50—Commonwealth Payments to the Northern Territory, Borrowings by the Northern Territory Government and Authorities, and Interest Payable by the Northern Territory to the Commonwealth, 1979–80 to 1982–83 (\$ thousands)

	1979–80	1980–81	1981–82	1982–83 (estimate)
<i>General Revenue Funds—</i>				
Tax Sharing Entitlement(a)	208 865	274 177	315 100	386 006
Health Grant	..	..	26 093	23 522
Additional Assistance Grant	20 000	20 000	20 000	15 000
Recreation Leave and Furlough Entitlements	..	..	1 475	600
Grant in lieu of Uranium Royalties	..	917	1 175	3 430
Total General Revenue Funds	228 865	295 094	363 843	428 558
<i>General Purpose Capital Funds—</i>				
Borrowings (from Commonwealth)	71 606	76 568	76 568	80 419
Capital Grants	35 803	38 284	38 284	40 210
Total General Purpose Capital Funds	107 410	114 852	114 852	120 629
TOTAL GENERAL PURPOSE FUNDS	336 274	409 946	478 694	549 187
<i>Specific Purpose Payments—Recurrent Purposes—</i>				
Debt Charges Assistance	1 573	12 369	21 805	37 860
Tertiary Education	3 746	3 870	4 416	5 164
Schools	3 577	4 804	6 119	7 622
Tertiary Education—Allowance for cost escalation	..	..	..	600
Aboriginal Education Assistance	..	..	109	277
School-to-Work Transition	69	262	217	487
Pre-School Education	340	340	340	340
Research and Development in Education	13	..	..	..
Child Migrant Education	2	131	177	..
Public Hospitals(b)	19 897	23 324	1 586	..
Community Health Services(b)	411	474	..	..
Health Planning Agencies	10	10	10	3
Blood Transfusion Services	75	85	95	108
School Dental Scheme(b)	401	418	..	..
Health Education	22	50	51	77
Control of Encephalitis	4	3	18	24
Home Care Services	12	117	139	93
Assistance for Deserted Wives	233	229	..	..
Crisis Accommodation Assistance	..	..	50	100
Other Children's Services	258	282	263	330
Mortgage and Rent Relief Scheme	..	..	..	180
Rehabilitation Centres	..	..	200	800
Sacred Sites Protection(b)	64	223	140	..
National Fitness(b)	20	22	..	..
NTEC Assistance	30 000	43 000	45 700	56 120
Exotic Diseases Eradication	4	..	..	..
Bovine Brucellosis and TB Eradication	1 322	1 420	1 917	4 076
Agricultural Extension Services(b)	50	50	..	..
Promotion of Road Safety Practices	..	3	3	3
Administrative Costs of Superannuation Scheme	..	..	..	712
Local Government Tax Sharing Assistance	1 062	1 440	1 680	2 033
Total Specific Purpose Payments—Recurrent	63 165	92 926	85 035	117 009

Table 50—Commonwealth Payments to the Northern Territory, Borrowings by the Northern Territory Government and Authorities, and Interest Payable by the Northern Territory to the Commonwealth, 1979–80 to 1982–83 (\$ thousands)—continued

	1979–80	1980–81	1981–82	1982–83 (estimate)
Specific Purpose Payments—Capital Purposes—				
Tertiary Education	2 522	2 292	5 072	3 884
Schools	1 686	2 589	2 495	3 134
Video Facilities . . . . .	..	..	184	235
Child Migrant Education . . . . .	..	..	82	..
Community Health Service(b)	1	17	..	..
Blood Transfusion Services	13	..	6	5
School Dental Scheme(b) . . . . .	..	81	..	..
Housing—				
Advances for Housing	8 700	9 000	7 918	9 627
Pensioner Housing Grants	1 590	1 650	500	500
Other Grants	2 650	2 750	2 138	5 711
Housing for Aborigines	1 869	1 100	4 401	4 404
Total Housing	14 809	14 500	14 956	20 242
Welfare Support for Aborigines . . . . .	..	..	1 510	2 348
Urban Flood Mitigation . . . . .	..	..	29	..
International Standard Sports Facilities . . . . .	..	..	..	852
National Estate	140	165	165	165
Roads—				
National Roads . . . . .	..	12 284	13 399	14 372
Arterial Roads . . . . .	..	1 964	2 142	2 293
Local Roads . . . . .	..	6 871	7 494	8 034
Total Roads	19 000	21 119	23 035	24 699
NTEC Assistance . . . . .	..	..	..	8 260
Rural Adjustment Scheme	500	593	221	639
Water Resources Assessment	1 940	1 940	1 940	1 940
Rural Flood Mitigation . . . . .	..	..	22	100
Jabiru Infrastructure Assistance	948	8 246	9 974	1 877
Natural Disaster Relief . . . . .	..	..	..	1 470
Total Specific Purpose Payments—Capital	41 559	51 543	59 691	69 850
TOTAL SPECIFIC PURPOSE PAYMENTS	104 724	144 468	144 726	186 859
TOTAL PAYMENTS (gross)	440 998	554 414	623 420	736 046
<i>Payments Direct to Local Authorities(c)</i>	<i>298</i>	<i>246</i>	<i>297</i>	<i>405</i>
<i>Less Repayments(d)</i>	<i>1 903</i>	<i>2 944</i>	<i>4 058</i>	<i>5 179</i>
TOTAL PAYMENTS (net)	439 393	551 716	619 660	731 272
Borrowings—				
Authorities' Program(e)	31 788	25 912	26 000	7 000
Borrowings by Smaller Authorities(f)	1 240	842	1 318	1 800
TOTAL BORROWINGS	33 028	26 754	27 318	8 800
INTEREST PAYABLE TO COMMONWEALTH	13 283	23 496	32 283	47 620

(a) For 1979–80, includes \$7,000 for Establishment Grant. For 1981–82, includes \$4 million for specific purpose programs terminated in 1980–81 (see footnote (b)).

(b) These items were terminated with effect from 1 July 1981 and (with the exception of National Fitness program) replaced by a general revenue grant. The Commonwealth gave an additional grant for Sacred Sites Protection Assistance in 1981–82.

(c) For particulars, see Chapter VI.

(d) In respect of the loan portion of the general purpose capital payments and the liability attaching to the transfer of certain assets (for details of the latter, see previous issues of this paper).

(e) Allowance within Commonwealth authorities' Loan Council borrowing program for Northern Territory and its authorities.

(f) Estimated borrowings off-program by Northern Territory authorities borrowing not more than \$1.5 million.

Table 51—Commonwealth Payments to the Northern Territory, Borrowings by the Northern Territory and Authorities, and Interest Payable by the Northern Territory to the Commonwealth, 1979-80 to 1982-83 (\$ per head of population)

	1979-80	1980-81	1981-82	1982-83 (estimate)
General Revenue Funds (a)	2 020.74	2 469.78	2 881.60	3 224.06
General Purpose Capital Funds	948.36	961.25	909.62	907.50
Total General Purpose Funds	2 969.10	3 431.03	3 791.22	4 131.56
<i>Specific Purpose Payments—</i>				
Recurrent	557.71	777.74	673.47	880.26
Capital	366.94	431.39	472.75	525.48
Total Specific Purpose Payments	924.65	1 209.12	1 146.22	1 405.75
Total Payments (Gross)	3 893.75	4 640.15	4 937.44	5 537.30
Payments Direct to Local Authorities (b)	2.63	2.06	2.35	3.05
Less Repayments (c)	-16.80	-24.64	-32.14	-38.96
Total Payments (Net)	3 879.58	4 617.57	4 907.65	5 501.39
<i>Borrowings—</i>				
Authorities' Programs (d)	280.67	216.87	205.92	52.66
Borrowings by Smaller Authorities (e)	10.95	7.05	10.44	13.54
Total Borrowings	291.62	223.91	216.36	66.20
Interest Payable to Commonwealth	117.28	196.65	255.31	357.54

(a) See footnote (a) to Table 50

(b) See footnote (c) to Table 50

(c) See footnote (d) to Table 50

(d) See footnote (e) to Table 50

(e) See footnote (f) to Table 50

General Purpose Payments

General purpose payments to the Northern Territory comprise general purpose revenue payments (tax sharing grant, health grant, additional assistance grant, grant in lieu of uranium royalties and a payment to the Northern Territory for recreation leave and furlough entitlements in respect of former Commonwealth employees) and general purpose capital payments (provided on terms and conditions analogous to those applying to the State Government Loan Council programs).

Tax Sharing Grant

For 1982-83 and later years the basis for determining the Northern Territory's tax sharing grant is the relevant formula in the Memorandum of Understanding except that in line with the change for the States, the Memorandum formula will use total tax collections—as defined in the *States (Tax Sharing and Health Grants) Act 1981*—rather than net personal income tax collections in determining the rate of increase in the grant. That is, the grant is calculated by changing the grant for the year immediately preceding in proportion to the increase in total Commonwealth tax collections (lagged by one year) and the population of the Northern Territory.

On this basis the Northern Territory's 1982-83 tax sharing grant is estimated at \$386.0 million, compared to a grant of \$315.1 million in 1981-82. The 1981-82 tax sharing grant included an allocation for, inter alia, Commonwealth expenditure terminated for Sacred Sites Protection Assistance. The Commonwealth decided to give a

further \$140 000 assistance for this program in 1981-82 with that payment being included in the base for calculating the Northern Territory's 1982-83 tax sharing grant.

Health Grant

The arrangements for funding of health services for the States and the Northern Territory are discussed in Chapter II. The previous specific purpose grants to the Northern Territory for the sharing of hospital costs, for community health and for school dental programs expired on 30 June 1981, and were replaced by a system of general revenue grants that will constitute the Commonwealth's identifiable contribution towards the provision of health services in the Northern Territory.

As explained in Chapter II, the identified health grant payable to the Northern Territory in 1982-83 has been calculated by increasing the aggregate payments for hospital costs, community health and school dental programs in respect of 1980-81 by the movement in the All Groups Consumer Price Index for the Weighted Average of the Six State Capital Cities between the March Quarter 1980 and the March Quarter 1982, and subtracting from that the Commonwealth's assessment of additional revenue that could be raised in a full year if charges, as specified in the regulations under the *States (Tax Sharing and Health Grants) Act* 1981, were in place.

The health grant to the Northern Territory will be made on the condition that eligible pensioners, persons identified as being in special need and their dependants have access to treatment and accommodation in public hospitals without charge.

Special Grant and Additional Assistance Grant

The Northern Territory is eligible to apply to the Commonwealth Grants Commission for a special grant.

Under the agreed arrangements between the Commonwealth and Northern Territory Governments an additional assistance grant is payable in each of the first 6 years of operation of the State-type financial arrangements. The level of the additional assistance grant was \$20 million for each of the first three years, i.e. 1979-80 to 1981-82, and decreases by steps of \$5 million in the following three years to 1984-85. The additional assistance grant is intended to ensure that over the transition period total Commonwealth funds to the Territory are at a level commensurate with historical levels; special grants are based on comparisons with the States.

An additional assistance grant will not be payable in a year in which a special grant is recommended for payment if such special grant exceeds the additional grant otherwise payable. The intention is that in these initial years the Territory should receive *either* a special grant *or* an additional grant, whichever is greater.

During the past three years, in respect of each of which the Northern Territory applied for a special grant, the Northern Territory has received the additional assistance grant. For 1982-83 the Commonwealth Grants Commission has recommended a total special grant of \$11.8 million in respect of 1980-81. Since this amount is less than \$15 million, the Northern Territory will be entitled to the additional assistance grant of \$15 million in 1982-83.

The Northern Territory's application for a special grant in respect of the year 1981-82 is still under consideration by the Commonwealth Grants Commission in accordance with its normal processes of recommending a completion or final grant for

payment two years after the close of that year. The Northern Territory has also applied for a special grant in respect of 1982-83, but it has not sought an advance grant for that year.

Grant in Lieu of Uranium Royalties

Under the *Atomic Energy Act 1953*, ownership of uranium and other prescribed substances in the Northern Territory is vested in the Crown in right of the Commonwealth. The Memorandum of Understanding in respect of Financial Arrangements between the Commonwealth and a Self-Governing Northern Territory provides, inter alia, for the Commonwealth to pay a specific grant to the Northern Territory each year equal in amount to and in lieu of uranium royalties payable at the existing Northern Territory Mining Ordinance rate of 1.25 per cent in respect of the mining of such minerals in the Northern Territory. It is estimated that \$3.4 million will be payable in 1982-83 compared with \$1.2 million in 1981-82.

Payments in respect of Recreation Leave and Furlough Entitlements

The Commonwealth makes payments to the Territory in lieu of the accrued recreation leave and furlough entitlements of officers who transferred from the Commonwealth Public Service to the Northern Territory Public Service. Payments are made on an emerging cost basis and the estimate of \$0.6 million for 1982-83 relates to entitlements of officers who retired or resigned in 1980-81.

Capital Payment

The Memorandum of Understanding provides for the general purpose capital payment to the Northern Territory to be changed from year to year in line with the increase in State Government Loan Council programs (excluding any special additions). On this basis the capital program for the Northern Territory for 1982-83 will be \$126.3 million, a 10 per cent increase on 1981-82. Of this amount, \$5.7 million (or half the increase on 1981-82) is to take the form of a grant earmarked for expenditure on welfare housing, and the remaining \$120.6 million becomes the general purpose capital payment.

As in the case of the analogous payments to the States, one-third of the general purpose capital payment to the Northern Territory is paid as a capital grant. The remaining two-thirds is provided at the same rates of interest as the States pay on their corresponding borrowing programs and the Territory is liable to make payments to the Commonwealth analogous to the Sinking Fund liabilities of the States under the Financial Agreement. (As noted below, debt charges assistance is provided to the Territory to enable it to meet these charges.)

For 1982-83, the Northern Territory, as with the States, will be able, subject to the continued provision from its own resources of the same level of funds as in 1981-82, to nominate additional amounts from its capital program for the purpose of welfare housing. Such nominated additional amounts will be advanced on the loan terms and conditions of the Commonwealth/State Housing Agreement.

Specific Purpose Payments

In accordance with the Memorandum of Understanding, the Northern Territory is eligible for specific purpose assistance in respect of all relevant forms of assistance provided to the States under section 96 of the Constitution under terms and conditions similar to those applying to the States (*see* Chapter IV). The Northern Territory may

also receive other forms of specific purpose assistance on terms and conditions agreed with the Commonwealth. Assistance estimated to be provided in 1982-83 and payments in three previous years are shown in Table 50.

Further details are set out below for grants where there are special features.

Electricity Supply in the Northern Territory

The Commonwealth is providing assistance towards the operational costs of electricity supply in the Northern Territory under revised arrangements to apply for the five year period ending in 1986-87. The revised arrangements provide for a formula-based Commonwealth grant which takes into account fuel and general price increases and load growth, whereas the previous subsidy assistance was more directly linked to the actual outcome of operations.

The 1982-83 estimate of \$56.12 million represents an increase of \$10.42 million on the 1981-82 provision. As noted above the revised financial arrangements are not strictly comparable with the previous subsidy provisions, however the main reasons for the increased amount in 1982-83 are allowances for load growth and general price increases, together with an adjustment for an earlier over-advance in the 1981-82 payment.

Commencing in 1982-83 the Commonwealth will provide grant assistance of \$124 million in 1980-81 prices towards the construction cost of a coal-fired power station for Darwin, to replace and expand the capacity provided by the existing oil-fired plant. The grant is to be provided over the construction period for the power station. The 1982-83 estimate of this assistance is \$8.26 million.

Debt Charges

The Territory receives from the Commonwealth funds analogous to the State Government Loan Council programs and is required to meet debt charges on a portion of these funds under terms and conditions analogous to those that apply to the States' program. It has been agreed that in the early years of self-government the Commonwealth will make specific purpose payments to the Northern Territory equal to those debt charges. The estimated payment in 1982-83 is \$37.9 million compared with \$21.8 million in 1981-82 and \$12.4 million in 1980-81. The rise in the Territory's interest payment reflects the fact that at the time of self-government the Territory had virtually no debt and therefore no debt charges to meet. The figures are also influenced by the timing of interest payments.

Jabiru Township—Contribution to Social Infrastructure

The Commonwealth has undertaken to reimburse the Northern Territory Government for additional capital or other expenditure, arising from the proposed uranium developments, to the extent that such expenditure is incurred by the Northern Territory Government in accordance with prior specific arrangements agreed between the two governments. An amount of \$1.9 million is provided in 1982-83 to complete the construction of state-type social infrastructure at Jabiru to support the Ranger uranium development.

Aboriginal Advancement

In 1982-83 the Commonwealth is to provide \$2.6 million in special assistance to the Northern Territory for Aboriginal Advancement programs, administered through the

Department of Aboriginal Affairs. Included in the total is an amount of \$2.3 million for the provision of water and sewerage systems under the Government's 5 year \$50 million Public Health Improvement Program. The balance is to provide assistance to the Northern Territory Department of Education in the employment and training of Aborigines as assistant teachers at outstations in the Territory.

Superannuation

The Memorandum of Understanding provides for consideration of the possibility of the Northern Territory being placed in a position to establish its own superannuation fund. The Northern Territory proposes to establish its superannuation scheme with effect from 1 January 1983. An amount of \$0.7 million is provided to meet the estimated administrative costs incurred by the Territory in 1981-82 and 1982-83 in establishing and administering the proposed scheme.

CHAPTER VI—PAYMENTS TO OR FOR LOCAL GOVERNMENT AUTHORITIES

Local government authorities in Australia (except those in the Northern Territory) have been established under Acts of the State Parliaments for the purpose of providing certain public services within defined geographical boundaries. The functions of these authorities differ significantly between States and, indeed, within States.

Prior to 1973 no Commonwealth assistance was provided specifically for local government in the States. Successive Commonwealth Governments had taken the view that, as local authorities were constituted and functioned under State laws, it was the responsibility of the State Governments to assess and provide for the needs of local government in the light of local government's overall responsibilities and the revenue raising resources available to it. The Commonwealth, for its part, provided general purpose funds to the States to assist in the financing of all the States' expenditure responsibilities, including those in the local government area.

There were, however, over this period—and there continue to be—a number of Commonwealth programs under which local authorities are among the bodies eligible for assistance either directly or through the States. Details of payments under these programs are provided later in this Chapter.

The major developments concerning Commonwealth assistance for local government in recent years are summarized below.

While the borrowing arrangements of local government authorities do not involve Commonwealth payments to or for such authorities, this Chapter includes material on those arrangements because of their relevance in the general context of inter-governmental financial relations.

An outline of various Commonwealth programs involving payments to or for local government authorities is contained in this Chapter. Payments to or for local government authorities in the Northern Territory are described in a separate section in this Chapter.

The Chapter ends with a summary of the various forms of payments in the years 1978-79 to 1982-83.

Particulars of programs in respect of which expenditures were not made in 1981-82, nor are expected to be made in 1982-83 but which involved expenditures in earlier years, may be found in previous issues of this paper.

GENERAL PURPOSE ASSISTANCE

In 1973 the Commonwealth Parliament passed the *Grants Commission Act 1973* repealing the *Commonwealth Grants Commission Act 1933*. The 1973 Act, inter alia, laid down procedures for regional organisations of local government to apply for financial assistance from the Commonwealth and for such applications to be the subject of inquiry and report by the Grants Commission. It also provided that the grants to the States for local authorities be made available in such a way as to promote financial equality between local authorities and regional groupings of such authorities.

After consideration of written and oral submissions and evidence from interested parties, the Commission recommended grants for local government totalling

\$56 345 000 in 1974-75 and \$79 908 000 in 1975-76, and further recommended that the grants be paid without conditions attached as to their use by local government authorities. The Commonwealth accepted the Commission's recommendations in both years. The payments were made in the first instance to State Governments for transmission to individual local government authorities in the amounts specified.

These arrangements were replaced in 1976 by the tax sharing arrangements described below, and the Grants Commission ceased to be responsible for recommending amounts to be paid to specific local authorities or regional groups (*Commonwealth Grants Commission Act 1976*).

The arrangements agreed in 1976 between the Commonwealth and the States for the sharing of personal income tax collections with local government, and subsequently incorporated in the *Local Government (Personal Income Tax Sharing) Act 1976*, are broadly as follows:

- each year local government in the States is entitled to a fixed percentage of net personal income tax collections in the previous year;
- the amount so derived is divided among the States in specified proportions, subject to recommendation by the Commonwealth Grants Commission;
- each State will allocate a minimum of 30 per cent of the assistance among its local authorities on a basis which takes into account the respective populations of those local authorities, but which may also take into account the respective sizes and the respective population densities, and any other matters agreed upon between the Commonwealth and the State concerned; and
- the remaining assistance will be allocated among the local authorities, having regard to their respective financial needs, on the recommendation of State Grants Commissions.

The initial percentage share allocated to local government under the *Local Government (Personal Income Tax Sharing) Act 1976* was 1.52 per cent. The share was increased to 1.75 per cent in 1979-80 and to 2 per cent in 1980-81.

The Act provides for the assistance to be distributed among the States as follows:

Table 52—Tax Sharing Funds for Local Government Authorities—Percentage Distribution Between States

	Per cent
New South Wales	36.4977
Victoria	25.4513
Queensland	16.8606
South Australia	8.6010
Western Australia	9.3897
Tasmania	3.1997
Total	100.0000

As part of a review of the Act, carried out in consultation with the States, the Commonwealth has decided that the percentage distribution set out in the table will continue to apply.

The following table shows the amount of assistance paid to each State in the years 1978-79 to 1981-82 and the amount to be paid in 1982-83 for on-passing as general purpose assistance to local government authorities:

Table 53—Grants to States for On-passing as General Purpose Assistance for Local Government, 1978-79 to 1982-83

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total	Annual increase
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	Per cent
1978 79 . .	65 487	45 666	30 252	15 433	16 848	5 741	179 427	8.5
1979 80 . .	80 930	56 436	37 387	19 072	20 821	7 095	221 739	23.6
1980 81 . .	109 780	76 554	50 714	25 871	28 243	9 624	300 786	35.6
1981 82 . .	128 058	89 300	59 158	30 178	32 945	11 227	350 865	16.6
1982 83 . .	154 928	108 037	71 571	36 510	39 858	13 582	424 487	21.0

BORROWING ARRANGEMENTS FOR LOCAL GOVERNMENT AUTHORITIES

It is emphasised that borrowings referred to in this Section are included in the totals of borrowings by the States' authorities in this paper.

Under the terms of the Gentlemen's Agreement, the Loan Council approves annual total borrowing programs for the 'larger' Commonwealth and State authorities (other than electricity authorities) and determines maximum interest rates and other terms and conditions of loans raised against these approved programs. The Loan Council decided at the June 1982 meeting to increase from \$1.2 million (the limit applying since 1979-80) to \$1.5 million the annual limit to which 'smaller' authorities can individually borrow, without requiring a Loan Council program. The terms and conditions on which these smaller authorities can borrow are the same as for the larger authorities. These borrowings are arranged by the individual authorities, with guarantees and other assistance being provided in some cases by the Government concerned.

BORROWINGS BY LOCAL GOVERNMENT AUTHORITIES 1981-82 AND 1982-83

The table following shows aggregate borrowings by all 'larger' and 'smaller' authorities in 1981-82 and the amounts borrowed within these aggregates by local government authorities, together with corresponding estimates for 1982-83. Borrowings by the major electricity authorities and County Councils in New South Wales have been excluded from the amounts shown for both financial years because since July 1982 they have been excluded from Loan Council constraints in respect of their domestic borrowings. (Borrowings against approved programs for earlier years are given in Appendix III of the 1981-82 issue of this Budget paper.) It will be seen that a considerable proportion of, but not all, borrowings in the 'smaller' authorities category are made by local government authorities. It will be seen also that the amounts of borrowings by local government authorities vary markedly between the States (after taking account of differences in population). This reflects a number of factors including, importantly, variations between the States in the functions allocated to local government. As an example, the particularly high figures for Queensland larger authorities reflect in part the borrowings by the Brisbane City Council which carries out a number of functions (e.g. sewerage) which in other States are undertaken by semi-government authorities.

Table 54—New Money Borrowings by Commonwealth and State Authorities (Excluding Infrastructure Financing and Electricity Authorities) 1981–82 and 1982–83 (\$ thousands)

	'Larger' Authorities(a)		'Smaller' Authorities(b)		
	Total	Local Government Authorities	Total	Local Government Authorities	All Local Government Authorities(c)
1981–82 ACTUAL					
Commonwealth Government	341 000	..	2 268	..	..
New South Wales	(d)(e)314 300	(e)81 800	(e)140 600	(e)107 900	(e)189 700
Victoria	(d)261 900	8 200	134 176	75 949	84 149
Queensland	163 300	108 764	121 314	47 156	155 920
South Australia	25 800	4 200	32 163	19 743	23 943
Western Australia	(d)56 800	5 718	52 276	33 804	39 522
Tasmania . . . . .	..	..	20 909	12 654	12 654
Total States	822 100	208 682	501 438	297 206	505 888
Grand Total	1 163 100	208 682	503 706	297 206	505 888
1982–83 (ESTIMATE)(f)					
Commonwealth Government	329 150	..	1 800	(g)1 800	(g)1 800
New South Wales	(e)323 700	(e)100 000	(e)150 000	(e)115 000	(e)215 000
Victoria	(d)286 100	3 500	150 000	85 000	88 500
Queensland	(d)186 600	105 233	115 800	54 200	159 433
South Australia	(d)32 900	2 500	43 000	23 000	25 500
Western Australia	(d)46 900	7 300	75 000	59 000	66 300
Tasmania	2 000	2 000	26 500	14 250	16 250
Total States	878 200	220 533	560 300	350 450	570 983
Grand Total	1 207 350	220 533	562 100	352 250	572 783

(a) For the years 1979–80 to 1981–82 'larger' authorities are defined as those authorities borrowing more than \$1 200 000 during the year. For 1982–83, 'larger' authorities are defined as those borrowing more than \$1 500 000. The annual aggregate borrowing programs for these authorities and the distribution of the total program between States is subject to approval by the Loan Council.

(b) For the years 1979–80 to 1981–82 'smaller' authorities are those borrowing \$1 200 000 or less; in 1982–83 'smaller' authorities are those borrowing \$1 500 000 or less. No aggregate limit is imposed by the Loan Council (see footnote (a)).

(c) The total borrowings by local government authorities in both the 'larger' and 'smaller' categories.

(d) Includes special temporary addition to the States' larger authorities basic new money borrowing program.

(e) Excludes borrowings by County Councils.

(f) Amounts shown as total borrowings by all 'larger' authorities are the programs approved at the June 1982 meeting of the Loan Council. Other amounts for 1982–83 are tentative estimates made by the Commonwealth and State Treasuries.

(g) Borrowings by local government authorities in the Northern Territory.

Under the financial arrangements applying between the Commonwealth and the Northern Territory from 1 July 1978, the Northern Territory semi-government and local authorities are subject to the Loan Council arrangements applying to Commonwealth authorities; individual borrowings may be guaranteed by the Commonwealth in appropriate circumstances—see Chapter V.

COMMONWEALTH PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES

There are no Commonwealth programs of direct payments to local government authorities designed for the specific purpose of providing financial assistance to these authorities.

There are, however, a number of programs under which local government authorities are among bodies that are eligible for, and have received, Commonwealth assistance paid direct to them. The programs concerned are summarized below. Wide variations between the States in the amounts paid under particular programs reflect, among other things, differences in the extent to which the activities concerned are carried out by local government authorities rather than by private organisations or by State Government departments or agencies.

Nursing Homes

In 1974-75 the Commonwealth Government introduced a scheme under which religious, charitable and other non-profit organisations conducting nursing homes may receive assistance from the Commonwealth Government in meeting approved deficits incurred in running the homes.

Local government authorities operating nursing homes on a non-profit basis are eligible to participate in this scheme and authorities in four States—New South Wales, South Australia, Western Australia and Tasmania—are receiving assistance under the scheme. It is estimated that an amount of \$2.5 million will be provided to meet the operating deficits of these nursing homes in 1982-83. Details of payments are set out in the following table:

Table 55—Grants Direct to Local Government Authorities for Nursing Homes, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	South Australia	Western Australia	Tasmania	Total
1978-79	90	381	178	86	735
1979-80	295	420	220	141	1 076
1980-81	557	481	247	203	1 488
1981-82	1 162	698	298	243	2 401
1982-83 (estimate)	1 100	750	430	250	2 530

Home Nursing

Under the *Home Nursing Subsidy Act* 1956 organisations (other than profit-making bodies and bodies conducted or controlled by a State Government) conducting home nursing services are eligible for annual subsidies depending on the number of nurses employed on home nursing duties. The amount of Commonwealth Government assistance cannot exceed the amount received by the organisation from a State Government and/or a local government authority.

Local government authorities in New South Wales and Tasmania have received assistance under this scheme. The only local government authorities to participate since 1976-77, however, have been in New South Wales. The amounts of grants that have been paid to such authorities since 1978-79 and estimates for 1982-83 are as follows: 1978-79, \$290 000; 1979-80, \$394 000; 1980-81, \$411 000; 1981-82, \$518 000; 1982-83, \$712 000 (estimate).

Aged or Disabled Persons' Homes

Under the *Aged or Disabled Persons Homes Act* 1954 local government authorities along with religious, charitable and certain other organisations, are eligible to receive assistance for the capital and operating costs associated with the provision of certain kinds of accommodation for the aged.

Grants on a \$2 for \$1 basis up to certain maximum limits may be made to meet the cost of erection, extension or purchase of the accommodation. The maximum subsidies are reviewed periodically, and for approved projects commencing after 1 July 1982 the subsidy limits have been increased from \$12 100 to \$14 000 for a single unit and from \$14 035 to \$16 240 for a double unit of accommodation, while a maximum of \$1920 a unit is provided for land.

In 1969 the Act was amended to provide for the payment of personal care subsidies in respect of persons aged eighty years and over resident in hostel accommodation and receiving personal care services provided by an approved organisation. In 1973 the subsidy was extended to hostel residents aged less than eighty years who require, and are receiving, approved personal care. The subsidy has been increased from \$20 to \$30 per person a week from July 1982.

The greater part of the capital grants under this Act is paid to organisations other than local government authorities. In 1981-82 local government authorities received \$3.4 million out of total capital grants of \$43.4 million. For 1982-83 it is estimated that local government authorities will receive \$7.3 million out of total estimated payments under the Act of \$65.6 million.

The following table shows the grants for both recurrent and capital purposes that have been paid to local government authorities in each State since 1977-78 together with estimates for 1982-83.

Table 56—Grants Made Direct to Local Government Authorities for Expenditure on Aged or Disabled Persons' Homes, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	12	..	..	34	..	..	46
1979-80	35	199	..	65	25	..	324
1980-81	174	346	..	94	37	14	665
1981-82	73	336	..	99	41	..	548
1982-83 (estimate)	116	504	..	151	64	..	835
CAPITAL							
1978-79	1 340	248	91	82	529	3	2 292
1979-80	279	610	218	100	288	160	1 655
1980-81	532	982	15	26	867	123	2 545
1981-82	1 197	1 005	337	..	716	153	3 408
1982-83 (estimate)	2 080	1 996	544	2 109	355	216	7 300
TOTAL							
1978-79	1 352	248	91	116	529	3	2 338
1979-80	314	809	218	165	313	160	1 979
1980-81	706	1 328	15	120	904	137	3 210
1981-82	1 270	1 341	337	99	757	153	3 956
1982-83 (estimate)	2 196	2 500	544	2 260	419	216	8 135

Aged or Disabled Persons' Hostels

Under the *Aged or Disabled Persons Hostels Act* 1972 local government authorities along with religious, charitable and other organisations receive assistance for the capital costs associated with the provision of hostel accommodation for the aged.

Subject to certain conditions, the Commonwealth Government meets the capital cost to eligible organisations of building hostel accommodation up to a maximum limit per person. This and other subsidies are reviewed periodically. The maximum building cost limit for projects commencing after 1 July 1982 has been increased from \$18 150 to \$21 000 per person. The Government also pays an additional grant of up to \$2400 per person for the purchase of land; a further \$250 per person is available for furnishings.

Local government authorities first received assistance under the Act in 1975-76. The following table shows grants paid to local government authorities since 1978-79 and estimated payments for 1982-83.

Table 57—Grants Made Direct to Local Government Authorities under the Aged Persons' Hostels Act, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	Western Australia	Total
1978-79	695	1 523	..	..	2 218
1979-80	104	158	20	..	282
1980-81 . . . . .	..	1 412	..	..	1 412
1981-82 . . . . .	..	469	..	..	469
1982-83 (estimate) . . . . .	..	594	..	386	980

Delivered Meals Subsidy

Under the *Delivered Meals Subsidy Act* 1970 eligible organisations can receive assistance for the provision of what are known as 'meals on wheels' services. Assistance is to be increased from 1 October 1982 to 55 cents a meal for meals with an approved vitamin C supplement and 50 cents for meals without such a supplement. The table below shows grants that have been paid to local government authorities under this scheme since 1978-79 and estimated grants in 1982-83. In 1981-82 total payments under the Act were \$4.3 million of which \$1.7 million was paid to local government authorities. For 1982-83 it is estimated that local government authorities will receive \$2.1 million out of total estimated payments under the Act of \$5.6 million.

Table 58—Grants Made Direct to Local Government Authorities for Delivered Meals, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Total
1978-79	111	595	..	..	60	766
1979-80	173	656	..	..	56	885
1980-81	236	1 011	..	..	102	1 349
1981-82	280	1 253	43	1	91	1 668
1982-83 (estimate)	345	1 560	53	2	113	2 073

Children's Services

Under the Children's Services Program grants are made direct to local government authorities and community organisations towards the cost of the establishment and operation of a range of care and associated services for children, including educational services for young children.

In 1981-82 grants paid direct to local government authorities under the Children's Services Program totalled \$11.5 million. Payments in 1982-83 are estimated to be \$19.5 million.

The following table shows grants made direct to local government authorities in the States in the years 1978-79 to 1981-82 and estimated payments for 1982-83.

Table 59—Grants Made Direct to Local Government Authorities for Children's Services, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	1 639	1 711	287	222	736	402	4 997
1979-80	1 636	2 264	425	186	876	434	5 821
1980-81	2 747	3 532	614	140	1 132	561	8 726
1981-82	3 758	4 057	810	235	1 274	735	10 869
1982-83 (estimate) . . .	6 655	6 995	1 133	419	1 691	1 003	17 896
CAPITAL							
1978-79	553	665	175	498	180	70	2 141
1979-80	321	338	23	35	176	179	1 072
1980-81	403	312	3	18	245	14	995
1981-82	243	178	188	..	18	7	634
1982-83 (estimate) . . .	802	389	5	..	360	..	1 556
TOTAL							
1978-79	2 192	2 376	462	720	916	472	7 138
1979-80	1 957	2 602	448	221	1 052	613	6 894
1980-81	3 150	3 844	617	158	1 377	575	9 721
1981-82	4 001	4 235	998	235	1 292	742	11 503
1982-83 (estimate) . . .	7 457	7 384	1 138	419	2 051	1 003	19 452

Subsidy for Migrant Aid

In 1981-82 the Commonwealth Government approved a two-year grant to the Fairfield City Council to enable it to employ a social welfare worker to assist in the settlement of Indo-Chinese refugees in the area. The grant paid in 1981-82 was \$7940. An estimate of the grant for 1982-83 is \$31 000.

Arts

Local government authorities are eligible to receive assistance for community arts activities under a program administered by the Community Arts Board of the Australia Council which was established in 1977-78 to assist local government, service and welfare organisations to include the arts in their programs, to raise the standards of their arts activities, and to expand them to cater for new sectors of the community. Grants made by the Australia Council for the period 1978-79 to 1981-82 to local government authorities are shown in the following table. As these grants depend on the consideration of applications made during the course of the year, the grants that might be paid to local authorities in 1982-83 cannot be estimated at this stage.

Table 60—Grants Made Direct to Local Government Authorities for Community Arts Activities, 1978–79 to 1981–82 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978–79	29	45	8	8	3	..	94
1979–80	17	36	..	19	9	..	81
1980–81	20	65	14	15	11	..	126
1981–82	101	88	37	47	13	17	303

Aerodrome Local Ownership Plan

Assistance is provided to local government authorities and to other bodies under the Aerodrome Local Ownership Plan to establish, develop and maintain local aerodromes on their own initiative and to take over aerodromes owned by the Commonwealth. Funds are provided on a \$1 for \$1 basis by the Commonwealth for developmental and maintenance works proposals which meet the relevant criteria. Where an authority takes over a Government-owned aerodrome, the Commonwealth meets 100 per cent of the cost of any approved transfer works necessary to bring the aerodrome up to an acceptable standard. The table below shows the payments made to local authorities in each State under the Aerodrome Local Ownership Plan since 1978–79 and estimated payments in 1982–83. The increase in the amount for 1982–83 is largely explained by increased expenditures on transfer works at major regional aerodromes, in particular the previously approved works at Tamworth, Cairns and Devonport, and new aerodrome developments at Coffs Harbour, Bundaberg, Port Hedland and Wynyard.

Table 61—Grants Made Direct to Local Government Authorities for Aerodromes, 1978–79 to 1982–83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978–79	890	280	413	122	130	27	1 861
1979–80	782	231	485	46	129	27	1 700
1980–81	849	314	662	52	222	19	2 118
1981–82	890	300	726	34	204	100	2 254
1982–83 (estimate) . . .	1 050	350	850	30	300	70	2 650
CAPITAL							
1978–79	259	268	527	86	24	..	1 164
1979–80	328	370	774	70	197	..	1 739
1980–81	280	753	456	269	76	..	1 834
1981–82	468	375	2 262	180	75	750	4 110
1982–83 (estimate) . . .	10 340	400	18 100	340	2 600	6 200	37 980
TOTAL							
1978–79	1 149	547	941	208	154	27	3 025
1979–80	1 110	601	1 259	116	326	27	3 439
1980–81	1 129	1 067	1 118	321	298	19	3 952
1981–82	1 358	675	2 988	214	279	850	6 364
1982–83 (estimate) . . .	11 390	750	18 950	370	2 900	6 270	40 630

PAYMENTS TO THE STATES FOR ON-PASSING TO LOCAL GOVERNMENT AUTHORITIES

As explained above, tax sharing funds provided by the Commonwealth as general purpose assistance for local government take the form of payments to State Governments for on-passing to individual local authorities. There are also other programs of payments to the States under which portions of the funds provided are passed on to local government authorities. However, it should be noted that the degree of influence exerted by the Commonwealth over particular amounts paid to local authorities varies considerably among the different programs as does the availability of information relating to those amounts. In some cases the amounts passed on to local government authorities are wholly at the discretion of the State Governments.

Each of the programs concerned is summarized, in general terms, in Chapter IV. The purpose of this section is to outline the way in which local government is involved and to provide available details of the amounts passed on by the States at their own discretion, or at the request of the Commonwealth, to local government authorities. As with the programs of direct payments, differences between the States in the amounts of payments in this category made to local government authorities reflect, in part, differences in the extent to which the functions concerned are undertaken by local government authorities rather than by State Government departments or agencies or private bodies.

It is emphasised that the payments referred to in this Section are included in the totals of payments to the States shown in this paper.

Because of the lag, in some cases, between payment of funds concerned to the States and their allocation by the States, the amounts of funds paid to the States for local government authorities under a particular program in any one year may not necessarily equal the amounts paid to those authorities in that year.

Home Care Services and Senior Citizens' Centres

Grants for these purposes are provided under the *States Grants (Home Care) Act 1969*. Local government authorities are among the bodies eligible for assistance. Of total grants of \$18.1 million paid to States under this Act in 1981-82, \$8.8 million was for local government authorities. Assistance under the Act is not available to State Government departments or agencies.

Since 1976-77 local government authorities in Victoria only have been receiving assistance for the provision of *home care services*. Amounts provided to Victoria since 1978-79 for on-passing to local authorities are as follows: 1978-79, \$3 450 000; 1979-80, \$4 226 000; 1980-81, \$4 331 000; 1981-82, \$4 098 000; and 1982-83, \$5 098 000 (estimate).

The grants that have been provided since 1978-79 to each State for on-passing to local government authorities in respect of *senior citizens' centres*, and estimates for 1982-83 are shown in the following table:

Table 62—Senior Citizens' Centres—Grants to States for On-passing to Local Government Authorities, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT							
1978-79	283	350	19	22	21	..	695
1979-80	266	574	22	18	50	..	930
1980-81	346	620	25	62	76	..	1 129
1981-82	410	677	32	65	97	..	1 281
1982-83 (estimate) . . .	527	872	41	84	125	..	1 649
CAPITAL							
1978-79	1 200	608	512	423	100	166	3 009
1979-80	1 129	859	253	567	174	185	3 167
1980-81	1 791	1 118	242	191	361	49	3 752
1981-82	1 379	696	202	509	443	210	3 439
1982-83 (estimate) . . .	2 350	2 140	250	890	520	150	6 300
TOTAL							
1978-79	1 483	958	531	445	121	166	3 704
1979-80	1 395	1 433	275	585	224	185	4 097
1980-81	2 137	1 738	267	253	437	49	4 881
1981-82	1 789	1 373	234	574	540	210	4 720
1982-83 (estimate) . . .	2 877	3 012	291	974	645	150	7 949

Children's Services

Commonwealth Government assistance for services for children is outlined in Chapter IV and earlier in this Chapter in the section on 'Commonwealth Payments Made Direct to Local Government Authorities'. Briefly, the position is that, in addition to direct grants to local government and private bodies, grants for this purpose are made to the States. Some of the grants to the States are for on-passing to local government authorities for *children's services*.

The following table shows payments made in the years 1978-79 to 1981-82:

Table 63—Children's Services—Grants to States for On-passing to Local Government Authorities, 1978-79 to 1981-82 (\$ thousands)

	New South Wales	Victoria	South Australia	Western Australia	Tasmania	Total
1978-79	716	4 179	34	73	46	5 048
1979-80	541	3 868	136	154	44	4 744
1980-81	724	4 487	171	214	61	5 658
1981-82	531	4 129	150	196	23	5 029

National Estate

National Estate projects supported from funds provided to the States under the *Urban and Regional Development (Financial Assistance) Act 1974* have included many projects undertaken by local government authorities. Assistance passed on by the States to local government authorities in 1981-82 for projects undertaken by them amounted to \$298 000 out of total payments to the States under this program of \$1.98 million.

It is estimated that \$1.98 million will also be made available to the States in 1982-83 for this program and provision will be made from within this amount for projects undertaken by local government authorities in 1982-83. No details of the amounts local government authorities will receive from the States in 1982-83 are available at this stage. The following table shows amounts passed on by individual States to local government authorities in the years 1978-79 to 1981-82.

Table 64—National Estate—Grants to States passed on by the States to Local Government Authorities, 1978-79 to 1981-82 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	91	173	72	34	170	14	553
1979-80	74	104	56	46	99	23	402
1980-81	47	54	28	82	133	49	393
1981-82	50	81	35	..	99	33	298

Roads

The Commonwealth provides grants to the States for expenditure on the construction and maintenance of roads, including roads which are the responsibility of local government authorities. Although the relevant Commonwealth legislation does not determine any particular amount which the States must provide to local government, in each State amounts, as determined by the State Government, are passed on to the local government authorities for expenditure on roads which are the responsibility of those authorities.

The following table shows assistance to local authorities from Commonwealth grants from 1978-79 to 1981-82; estimates for 1982-83 are not available at this stage.

Table 65—Roads Assistance—Assistance to Local Government Authorities by the States, 1978-79 to 1981-82 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
1978-79	35 506	39 800	15 204	6 353	22 015	5 310	124 187
1979-80	38 162	42 100	15 292	6 461	22 240	7 165	131 420
1980-81	39 347	43 200	19 906	7 314	24 554	7 545	141 866
1981-82	43 112	53 400	24 093	8 409	29 918	8 375	167 307

PAYMENTS TO LOCAL GOVERNMENT AUTHORITIES IN THE NORTHERN TERRITORY

Before the Northern Territory became self-governing on 1 July 1978, two local government authorities had been established under the Northern Territory Local Government Ordinance—the Municipality of Darwin in 1957, later to become the Corporation of the City of Darwin in 1959, and the Corporation of the Municipality of Alice Springs in 1971. The relationship between the Commonwealth Government and these authorities changed on 1 January 1977 when executive responsibility for the Corporations was transferred to the Northern Territory Legislative Assembly. While the assistance given to these two authorities was of a different character from other forms of assistance referred to earlier in this Chapter, it can be regarded as the equivalent of assistance received by other local government authorities from State Governments.

Initial establishment grants had been provided to both Corporations and continuing operational subsidies were provided to the Corporations to meet the difference between their incomes from ratepayers and their costs of providing municipal services at what were regarded as reasonable standards. These subsidies were subject to quinquennial review.

Capital assistance was also provided to the Corporations in the form of matched and unmatched grants for capital works generally.

Additional financial assistance was given to the Corporation of the City of Darwin in 1974-75 to meet the cost of the emergency services provided by the Corporation following Cyclone Tracy. The two Corporations also received assistance under various specific programs from time to time.

The Northern Territory itself has established two further local government authorities, the Corporation of the Municipality of Katherine and the Corporation of the Municipality of Tennant Creek.

In 1978-79, the first year of self-government in the Northern Territory, the bulk of Commonwealth assistance to the Territory was provided as a global allocation. Included in this was an allowance for local authorities, but there was no requirement that the Northern Territory Government pass on specified amounts to local authorities.

Under the Memorandum of Understanding between the Commonwealth and the Northern Territory, the Northern Territory is entitled, as from 1979-80, to a share of net personal income tax collections for on-passing to its local government authorities.

The grant for 1979-80, the initial year, was the equivalent in per capita terms for population under local government of the analogous payment to the States in 1979-80. Assistance for subsequent years is determined by increasing the preceding year's grant in proportion to net personal income tax collections lagged by one year and adjusted for any changes in the percentage of personal income tax payable to local authorities in the States. The grants paid were: 1979-80, \$1 061 733; 1980-81, \$1 440 224; 1981-82, \$1 680 013. The grant for 1982-83 is \$2 032 527.

Like local government authorities in the States, some local government authorities in the Northern Territory also receive assistance directly from the Commonwealth under a number of programs. The programs and the amounts involved are as follows—*Delivered Meals Subsidy*: 1981-82, \$2500; and 1982-83, \$2500 (estimate); *Children's Services*: 1979-80, \$298 000; 1980-81, \$246 000; 1981-82, \$295 000; and 1982-83, \$403 000 (estimate).

The following amounts of Commonwealth assistance were passed on by the Northern Territory to its local authorities—*Children's Services*: 1979-80, \$2000; 1980-81, \$10 000 and 1981-82, \$2500; and *Roads*: 1979-80, \$519 000; 1980-81, \$750 000; and 1981-82, \$817 500.

Payments made in the period 1978-79 to 1982-83 are shown in the summary table following.

A SUMMARY OF VARIOUS FORMS OF COMMONWEALTH GOVERNMENT PAYMENTS TO OR FOR LOCAL GOVERNMENT AUTHORITIES

The following table gives a summary of the various forms of Commonwealth Government payments made to or for local government authorities between 1978-79 and 1981-82 together with, where available, estimates for 1982-83. The amounts shown in this table need to be interpreted very carefully, in the light of the comments provided in the foregoing text.

Table 66—Summary of Commonwealth Government Payments to or for Local Government Authorities, 1978-79 to 1982-83 (\$ thousands)

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate)
Local Government Tax Sharing Grant(a)	179 427	221 739	300 786	350 865	424 487
Direct Payments—					
Nursing Homes	735	1 076	1 488	2 401	2 530
Home Nursing	290	394	411	518	712
Aged/Disabled Persons' Homes	2 338	1 979	3 210	3 956	8 135
Aged/Disabled Persons' Hostels	2 218	282	1 412	469	980
Delivered Meals Subsidy	766	885	1 349	1 668	2 073
Handicapped Persons Assistance	22	47	..	..	..
Children's Services	7 138	6 894	9 721	11 503	19 452
Community Youth Support Scheme	828	847	..	..	..
Homeless Persons' Assistance	9	8	15	..	..
Subsidy for Migrant Aid	..	..	..	8	31
Arts	94	81	126	303	n.a.
Aerodrome Local Ownership Plan	3 025	3 439	3 952	6 364	40 630
Total(b)	17 463	15 931	21 684	27 190	74 543
Other Payments through States—					
Assistance for Exmouth Shire	354	352	..	..	..
Community Health Facilities	410	543	558	..	..
Home Care Services	3 450	4 226	4 331	4 098	5 098
Senior Citizens' Centres	3 704	4 097	4 881	4 720	7 949
Children's Services	5 048	4 744	5 658	5 029	n.a.
Urban Flood Mitigation	818	762	126	..	..
Urban Water Supply	500	250	250	..	..
Capital Assistance for Leisure Facilities	432	108	..	..	..
National Estate	553	402	393	298	n.a.
Roads	124 187	131 420	141 866	167 307	n.a.
Urban Public Transport	..	63	..	..	..
Total (excluding Roads)	15 269	15 547	16 197	14 145	n.a.
Total (including Roads)	139 456	146 967	158 063	181 452	n.a.
Northern Territory—					
Local Government Tax Sharing Grant(a)	..	1 062	1 440	1 680	2 033
Direct Payments—					
Delivered Meals Subsidy	..	..	..	2	2
Children's Services	..	298	246	295	403
Total Direct Payments	..	298	246	297	405
Other Payments through the Northern Territory Government—					
Children's Services	..	2	10	3	n.a.
Roads	..	519	750	818	n.a.
Grand Total (excluding Roads)	212 158	254 580	340 362	394 178	n.a.
Grand Total (including Roads)	336 345	386 519	482 979	562 303	n.a.

(a) The Local Government Tax Sharing Grants are paid, in the first instance, to the States/Northern Territory, but are shown in this table separately, because of their importance.

(b) The estimated total for 1982-83 excludes the amount that might be paid for Community Arts Activities.

APPENDICES

APPENDIX I—SUMMARY TABLES

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NOTE: All per capita calculations are on a residential population basis.

Table 67—Commonwealth Government Payments to the States and Loan Council Borrowings, 1980–81 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GENERAL REVENUE FUNDS							
Tax Sharing Grants	1 839 065	1 354 860	1 093 078	691 540	734 172	298 602	6 011 318
Special Grants . . . . .	..	..	6 700	..	..	..	6 700
Total	1 839 065	1 354 860	1 099 778	691 540	734 172	298 602	6 018 018
GENERAL PURPOSE CAPITAL FUNDS							
Loan Council Borrowings	281 707	218 947	115 554	113 573	80 639	61 080	871 500
Capital Grants	140 854	109 473	57 777	56 787	40 320	30 539	435 750
Total	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES							
Payments under Financial Agreement—							
Interest on State Debt	5 835	4 254	2 192	1 408	947	534	15 170
Sinking Fund on State Debt	13 152	10 177	2 265	5 007	3 738	2 675	39 937
State Emergency Services	509	382	552	82	138	88	1 751
Universities	282 878	194 070	100 776	70 280	59 443	24 740	732 187
Colleges of Advanced Education	131 913	179 420	76 252	52 248	60 026	8 739	508 599
Technical and Further Education	28 661	18 879	7 338	7 164	8 273	2 154	72 468
Schools	240 612	202 048	93 611	53 289	51 656	17 565	658 781
Child Migrant and Refugee							
Education	1 181	1 230	508	301	367	5	3 592
Educational Research	368	315	109	113	99	19	1 024
Pre-school Education	7 130	7 108	6 605	3 730	4 860	1 410	30 843
School to Work Transition	8 303	6 249	5 910	3 307	1 944	1 295	27 007
Public Hospitals—Running Costs	469 092	308 585	179 541	124 826	148 266	43 029	1 273 339
Community Health Program	23 312	15 777	5 879	4 344	5 441	2 534	57 287
School Dental Scheme	3 117	3 465	4 435	3 471	3 772	1 688	19 948
Drug Education Campaigns	550	314	237	175	180	120	1 576
Blood Transfusion Services	2 155	2 378	1 004	954	778	187	7 456
Health Planning Agencies	80	60	80	75	75	20	390
Australian Encephalitis Control	13	49	..	11	49	..	122
Home Care Services	3 611	4 331	1 873	1 006	57	630	11 508
Senior Citizens' Centres	383	620	58	96	97	..	1 254
Paramedical Services . . . . .	..	383	..	576	..	25	984
Assistance for Deserted Wives	6 379	194	3 384	1 552	1 886	704	14 098
Child Care Services	3 257	4 477	810	2 534	984	461	12 523
Rehabilitation Centres . . . . .	..	..	..	..	..	594	594
Translating/Interpreting Services	133	77	..	24	..	..	234
Aboriginal Advancement	3 420	1 676	5 088	4 278	11 170	86	25 718
Assistance for Housing	1 848	1 347	423	941	627	314	5 500
National Fitness	139	122	76	63	51	132	583
Rural Adjustment Scheme	39	35	25	22	..	2	124
Apple and Pear Export Assistance . . . . .	..	..	..	..	169	47	216
Bovine Brucellosis and TB							
Eradication	7 449	4 432	5 484	2 564	1 187	58	21 175
Exotic Diseases Eradication . . . . .	..	..	1	..	5	60	66
Agricultural Extension Services	1 274	1 136	954	517	565	260	4 706
Minor Agricultural Research	122	50	31	8	20	7	237
Coal and Groundwater							
Exploration . . . . .	..	..	..	..	..	200	200
SA Iron Triangle Feasibility . . . . .	..	..	..	50	..	..	50

Table 67—Commonwealth Government Payments to the States and Loan Council Borrowings, 1980–81 (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
Coal Mining Industry—Long Service Leave	6 805	..	1 271	..	459	3	8 538
Apprenticeship Training . . . . .	..	7	14	..	30	..	51
Legal Aid	94	148	11	18	..	..	270
Road Safety Practices	37	30	28	19	25	11	150
Local Government Tax Sharing Assistance	109 780	76 554	50 714	25 871	28 243	9 624	300 786
Natural Disaster Relief	14 871	..	8 583	92	1 167	..	24 712
Total Specific Purpose Payments—Recurrent	1 378 498	1 050 302	569 122	371 016	396 795	120 022	3 885 754
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES							
Housing for Servicemen	120	400	800	..	..	..	1 320
Universities	18 634	9 283	6 253	3 599	3 199	1 043	42 011
Colleges of Advanced Education	9 390	16 793	5 674	3 237	2 773	952	38 819
Technical and Further Education	34 554	27 634	12 277	8 718	9 148	4 772	97 103
Schools	45 663	40 515	21 015	13 275	14 079	3 988	138 534
Child Migrant and Refugee Education . . . . .	..	33	3	20	..	10	66
Launceston General Hospital . . . . .	..	..	..	..	..	3 400	3 400
Community Health Program	909	546	450	155	236	1	2 297
School Dental Scheme . . . . .	..	..	367	..	..	55	422
Blood Transfusion Services	71	197	46	140	48	3	505
Disposal of Ships' Garbage . . . . .	..	..	..	53	..	70	122
High Security Quarantine Unit . . . . .	..	935	..	..	..	..	935
Senior Citizens Centres	2 108	840	484	148	356	64	4 000
Child Care Services . . . . .	..	47	..	5	..	..	52
Rehabilitation Centres . . . . .	..	..	..	..	..	700	700
Aboriginal Advancement	3 353	329	1 507	2 101	3 233	180	10 703
Welfare Housing Loans	54 650	43 440	17 000	24 960	15 680	10 770	166 500
Pensioner Housing Grants	12 421	7 409	4 790	2 945	2 459	976	31 000
Other Housing Assistance	17 070	13 570	6 810	7 790	4 900	3 360	53 500
Housing Assistance for Aborigines	6 300	2 100	6 400	1 600	4 200	400	21 000
Growth Centres	18 521	10 244	..	..	..	..	28 765
Urban Flood Mitigation	703	760	1 031	..	40	75	2 610
Land Acquisition	2 612	3 649	..	8 186	3 095	..	17 543
Woolloomooloo Redevelopment	1 001	..	..	..	..	..	1 001
Captains Flat Project	20	..	..	..	..	..	20
Legana Industrial Estate (Tasmania) . . . . .	..	..	..	..	..	195	195
Nature Conservation . . . . .	..	..	..	..	..	5	5
National Estate	330	330	330	330	330	330	1 980
Port Arthur Conservation Program . . . . .	..	..	..	..	..	800	800
1982 Commonwealth Games Assistance . . . . .	..	..	2 500	..	..	..	2 500
International Standard Sports Facilities . . . . .	..	387	..	..	..	..	387
Roads	196 501	126 359	127 764	51 617	76 914	27 726	606 881
Second Hobart Bridge . . . . .	..	..	..	..	..	6 413	6 413
Railway Projects . . . . .	..	..	..	863	..	..	863
Railway Mainline Upgrading	5 000	5 212	3 851	..	730	..	14 793
Urban Public Transport	15 750	13 500	7 875	4 308	1 447	1 178	44 057
Transport Planning and Research	2 418	1 668	957	457	582	168	6 250
Julius Dam . . . . .	..	..	250	..	..	..	250
Port Hedland Water Supplies . . . . .	..	..	..	..	177	..	177
Urban Water Supply . . . . .	..	..	..	2 600	..	..	2 600
West Pilbara Water Supplies . . . . .	..	..	..	..	350	..	350

Table 67—Commonwealth Government Payments to the States and Loan Council Borrowings, 1980–81 (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
Softwood Forestry	1 891	521	841	155	811	603	4 823
Native Forestry Assistance— Tasmania . . . . .	..	..	..	..	..	336	336
Rural Adjustment Scheme	4 239	4 013	2 802	2 433	2 700	252	16 439
Water Resources Assessment	1 800	1 250	1 050	800	2 200	448	7 548
Salinity Reduction Control	2 230	1 463	..	2 305	808	..	6 806
Rural Flood Mitigation	634	..	..	..	..	..	634
Split Rock Dam	500	..	..	..	..	..	500
Eton (Mackay) Irrigation Scheme . . . . .	..	..	1 300	..	..	..	1 300
Hunter Valley Strategic Study	112	..	..	..	..	..	112
Victorian Water Resources Study . . . . .	..	62	..	..	..	..	62
WA Water Resources Study . . . . .	..	..	..	..	154	..	154
Bundaberg Irrigation Works . . . . .	..	..	2 500	..	..	..	2 500
Ord River Project . . . . .	..	..	..	..	355	..	355
Assistance for Chrysotile Corp	222	..	..	..	..	..	222
Launceston Precision Tool An. . . . .	..	..	..	..	..	323	323
Natural Disaster Relief	28 684	..	13 460	—737	14 204	..	55 611
Total Specific Purpose Payments—Capital	488 410	333 489	250 387	142 062	165 208	69 596	1 449 151
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS							
General Purpose	2 261 626	1 683 280	1 273 109	861 900	855 131	390 221	7 325 268
Specific Purpose	1 866 908	1 383 790	819 509	513 078	562 002	189 618	5 334 906
Total	4 128 533	3 067 070	2 092 619	1 374 978	1 417 134	579 839	12 660 173

Table 68—Commonwealth Government Payments to the States and Loan Council Borrowings, 1981–82 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GENERAL REVENUE FUNDS							
Tax Sharing Grants	2 010 075	1 487 472	1 230 187	761 027	809 909	322 031	6 620 700
Additional Grants	24 500	15 000	29 500	..	..	..	69 000
Special Grants . . . . .	..	..	58 500	..	..	..	58 500
Health Grants	477 736	325 936	165 155	8 606	155 039	4 747	1 137 219
Total	2 512 311	1 828 408	1 483 342	769 633	964 948	326 778	7 885 419
GENERAL PURPOSE CAPITAL FUNDS							
Loan Council Borrowings	281 707	218 947	115 554	113 573	80 639	61 080	871 500
Capital Grants	140 854	109 473	57 777	56 787	40 320	30 539	435 750
Total	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
SPECIFIC PURPOSE PAYMENTS--RECURRENT PURPOSES							
Payments under Financial Agreement							
Interest on State Debt	5 835	4 254	2 192	1 408	947	534	15 170
Sinking Fund on State Debt	13 767	10 586	5 517	5 259	3 913	2 816	41 857
State Emergency Services	574	471	553	65	200	109	1 972
Universities	325 035	222 641	118 280	80 332	68 290	30 403	844 981
Colleges of Advanced Education	136 453	193 157	81 840	56 154	64 706	8 323	540 633
Technical and Further Education	33 601	22 772	8 135	8 338	8 899	2 600	84 344
Schools	288 777	248 176	121 156	64 728	66 663	19 942	809 442
Child Migrant and Refugee Edu- cation	1 414	1 294	243	567	242	12	3 770
Educational Research	200	137	120	106	79	39	680
Pre-School Education	7 130	8 930	6 605	3 730	4 860	1 410	32 665
School-to-Work Transition	11 496	8 912	5 201	3 559	2 717	1 426	33 311
Public Hospitals- Running Costs . . . . .	..	5 057	..	121 437	2 876	42 361	171 731
Community Health Program . . . . .	..	..	..	243	..	83	326
School Dental Scheme	200	..	..	..	..	..	200
Drug Education Campaigns	550	314	236	175	176	120	1 571
Blood Transfusion Services	2 299	2 658	1 122	929	904	160	8 072
Health Planning Agencies	80	60	80	75	75	20	390
Australian Encephalitis Control	12	44	10	7	24	..	97
Home Care Services	4 321	4 098	1 498	1 157	898	701	12 673
Senior Citizens Centres	448	677	69	88	117	..	1 399
Paramedical Services . . . . .	..	401	..	754	..	27	1 182
Assistance for Deserted Wives . . . . .	..	..	..	..	32	..	32
Crisis Accommodation Assistance	666	502	295	167	165	55	1 850
Child Care Services	3 608	4 161	939	2 700	1 064	391	12 863
Rehabilitation Centres . . . . .	..	..	..	..	..	915	915
Emergency Welfare Assistance	822	..	..	..	..	..	822
Translating/Interpreting Services	165	86	48	100	..	..	399
Aboriginal Advancement	3 884	1 475	5 205	4 805	10 606	87	26 062
Assistance for Housing	1 848	1 347	2 898	941	627	314	7 975
Rural Adjustment Scheme . . . . .	..	..	..	..	26	..	26
Apple and Pear Export Assistance . . . . .	..	68	4	..	320	681	1 073
Bovine Brucellosis and T.B., Eradication	6 366	3 651	7 853	2 046	1 297	36	21 248
Warehouse Beetle Eradication	341	..	..	..	..	..	341

Table 68—Commonwealth Government Payments to the States and Loan Council Borrowing, 1981–82 (\$ thousands)—continued

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
Minor Agricultural Research	136	81	32	9	33	16	306
S.A. Iron Triangle Feasibility	..	..	..	146	..	..	146
Coal Mining Industry—Long Service Leave	5 826	..	1 792	..	443	7	8 067
Regional Economic Studies Centre	..	..	..	..	..	40	40
Legal Aid	124	201	33	42	..	..	400
Road Safety Practices	37	30	28	19	25	11	150
Local Government Tax Sharing Assistance	128 058	89 300	59 158	30 178	32 945	11 227	350 865
Natural Disaster Relief	6 576	7	2 328	..	347	89	9 347
Total Specific Purpose Payments—Recurrent	990 649	835 546	433 469	390 261	274 516	124 955	3 049 396

SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES

Housing for Servicemen	1 159	..	1 500	270	..	75	3 004
Universities	18 605	11 626	9 509	4 126	3 212	1 345	48 423
Colleges of Advanced Education	11 469	12 925	5 711	3 218	4 474	377	38 174
Technical and Further Education	39 279	26 618	15 420	11 207	12 644	3 483	108 651
Schools	54 725	48 691	25 216	14 666	16 039	5 319	164 655
Video Facilities	29	23	820	103	174	7	1 156
Child Migrant and Refugee Education	..	12	..	3	..	5	20
Launceston General Hospital	..	..	..	..	..	2 400	2 400
Blood Transfusion Services	299	300	60	19	46	9	733
Disposal of Ships' Garbage	..	..	..	66	..	42	108
High Security Quarantine Unit	..	590	..	..	..	..	590
Senior Citizens Centres	1 379	696	763	509	443	210	4 000
Rehabilitation Centres	..	..	..	..	..	325	325
Aboriginal Advancement	..	..	936	2 157	535	..	3 629
Welfare Housing	45 464	36 135	14 148	20 761	13 038	8 964	138 510
Pensioner Housing Grants	12 430	7 447	5 009	3 033	2 589	992	31 500
Other Housing Assistance	15 570	12 375	4 845	7 110	4 465	3 070	47 435
Housing Assistance for Aborigines	9 087	2 522	6 628	3 810	7 225	527	29 799
Growth Centres	20 120	12 099	..	..	..	..	32 219
Urban Flood Mitigation	880	1 037	775	500	43	72	3 307
Land Acquisition	2 977	..	..	..	3 528	..	6 505
Woolloomooloo Redevelopment	36	..	..	..	..	..	36
Captains Flat Project	20	..	..	..	..	..	20
Nature Conservation	..	..	..	..	..	8	8
National Estate	330	330	330	330	330	330	1 980
Port Arthur Conservation Program	..	..	..	..	..	1 200	1 200
1982 Commonwealth Games Assistance	..	..	2 500	..	..	..	2 500
International Standard Sports Facilities	193	2 730	260	..	56	5	3 243
Roads	214 336	137 828	139 361	56 302	83 895	30 243	661 965
Second Hobart Bridge	..	..	..	..	..	16 441	16 441
Railway Mainline Upgrading	11 400	2 260	8 540	..	2 100	..	24 300
Urban Public Transport	..	..	..	192	1 321	..	1 514
Upgrade Transport Systems	..	35 000	..	..	..	..	35 000
Port Hedland Water Supplies	..	..	..	..	266	..	266
Adelaide Water Treatment	..	..	..	2 360	..	..	2 360
West Pilbara Water Supplies	..	..	..	..	650	..	650
Tanjil Dam	..	1 700	..	..	..	..	1 700
S.A. Water Filtration	..	..	..	240	..	..	240

Table 68—Commonwealth Government Payments to the States and Loan Council Borrowings, 1981–82 (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
Softwood Forestry	1 735	339	784	169	857	334	4 218
Native Forestry Assistance— Tasmania . . . . .	..	..	..	..	..	236	236
Rural Adjustment Scheme	3 986	3 838	2 728	2 298	2 955	359	16 164
Water Resources Assessment . . .	1 800	1 250	1 050	822	2 200	235	7 357
Salinity Reduction Control	1 950	1 665	..	1 825	1 300	..	6 740
Rural Flood Mitigation	647	..	415	..	8	..	1 070
Split Rock Dam	250	..	..	..	..	..	250
Eton (Mackay) Irrigation Scheme . .	..	..	991	..	..	..	991
Hunter Valley Strategic Study . . .	42	..	..	..	..	..	42
Bundaberg Irrigation Works . . . .	..	..	4 000	..	..	..	4 000
Ord River Project . . . . .	..	..	..	..	106	..	106
Launceston Precision Tool Annexe . . . . .	..	..	..	..	..	20	20
Natural Disaster Relief	8 145	1 129	7 785	..	3 021	355	20 434
Total Specific Purpose Payments Capital	478 341	361 163	260 084	136 096	167 521	76 988	1 480 192
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS							
General Purpose	2 934 872	2 156 828	1 656 673	939 993	1 085 907	418 397	9 192 669
Specific Purpose	1 468 990	1 196 709	693 553	526 357	442 037	201 942	4 529 588
Total	4 403 862	3 353 536	2 350 226	1 466 350	1 527 944	620 339	13 722 257

Table 69—Commonwealth Government Payments to the States and Loan Council Borrowings, 1982–83 (estimate) (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GENERAL REVENUE FUNDS							
Tax Sharing Grants	2 357 600	1 739 800	1 530 000	866 400	914 900	363 800	7 772 500
Special Grants . . . . .	..	..	—19 650	..	..	..	—19 650
Health Grants	439 109	300 549	92 970	9 467	140 083	5 221	987 399
Total	2 796 709	2 040 349	1 603 320	875 867	1 054 983	369 021	8 740 249
GENERAL PURPOSE CAPITAL FUNDS							
Loan Council Borrowings	295 876	229 959	121 367	119 285	84 695	64 151	915 333
Capital Grants	147 938	114 979	60 683	59 643	42 348	32 076	457 667
Total	443 814	344 938	182 050	178 928	127 043	96 227	1 373 000
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES							
Payments under Financial Agreement—							
Interest on State Debt	5 835	4 254	2 192	1 408	947	534	15 170
Sinking Fund on State Debt	14 390	11 076	5 771	5 515	4 091	2 957	43 800
State Emergency Services	509	314	509	69	173	108	1 682
Universities	336 230	223 395	120 450	80 156	68 684	30 232	859 147
Colleges of Advanced Education	137 858	206 673	87 426	59 009	68 787	8 952	568 705
Technical and Further Education	34 979	24 632	9 813	8 837	10 458	3 002	91 721
Schools	361 842	314 452	151 342	78 332	81 658	25 385	1 013 011
Tertiary Education—Cost Escala- tion Allowance	35 000	29 700	14 500	9 700	9 800	2 700	101 400
Educational Research	61	82	8	5	30	10	196
Pre-school Education	7 130	9 015	6 605	3 730	4 860	1 410	32 750
School-to-Work Transition	13 764	11 201	6 768	4 603	3 776	1 408	41 520
Public Hospitals—Running Costs	18 000	..	6 770	119 045	..	42 722	186 537
School Dental Scheme	89	..	..	..	..	39	128
Drug Education Campaigns	472	360	277	197	198	126	1 630
Blood Transfusion Services	2 904	3 507	1 187	1 065	981	210	9 854
Health Planning Agencies	20	15	20	19	19	5	98
Australian Encephalitis Control	19	35	18	11	24	..	107
Home Care Services	5 394	5 116	1 871	1 446	1 124	874	15 825
Senior Citizens' Centres	578	870	89	113	150	..	1 800
Paramedical Services . . . . .	..	401	..	745	..	31	1 177
Crisis Accommodation Assistance	1 326	1 000	600	334	332	108	3 700
Child Care Services	3 704	4 354	1 217	3 291	1 293	422	14 281
Rehabilitation Centres . . . . .	..	..	..	..	..	1 383	1 383
Mortgage and Rental Relief	7 030	5 300	3 110	1 760	1 740	570	19 510
Translating/Interpreting Services	190	153	101	80	..	..	524
Aboriginal Advancement	4 472	1 606	5 667	5 832	11 939	112	29 629
Assistance for Housing	1 848	1 347	423	941	627	314	5 500
Apple and Pear Export Assistance . . . . .	..	117	5	..	135	675	932
Bovine Brucellosis and TB Erad- ication	7 261	4 427	8 124	2 240	1 377	48	23 477
Minor Agricultural Research	158	83	28	30	28	1	328
Coal Mining Industry—Long Ser- vice Leave	3 240	..	1 035	..	220	5	4 500
Regional Economic Studies Centre . . . . .	..	..	..	..	..	40	40
Legal Aid	130	220	50	40	10	..	450
Road Safety Practices	37	30	28	19	25	11	150
Local Government Tax Sharing Assistance	154 928	108 037	71 571	36 510	39 858	13 582	424 487

Table 69—Commonwealth Government Payments to the States and Loan Council Borrowings, 1982–83 (estimate) (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
Natural Disaster Relief	363	..	450	8	74	5	900
Total Specific Purpose Payments—Recurrent	1 159 761	971 773	508 025	425 090	313 419	137 981	3 516 049
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES							
Housing for Servicemen	4 660	766	2 200	34	662	..	8 322
Universities	21 447	12 525	8 498	4 470	3 420	1 375	51 735
Colleges of Advanced Education	13 598	12 381	4 444	2 980	3 374	395	37 172
Technical and Further Education	47 519	29 067	13 205	9 585	10 597	4 820	114 793
Schools	63 071	51 029	28 163	16 401	16 700	5 629	180 993
Video Facilities	371	23	514	103	240	7	1 258
Launceston General Hospital . . . . .	..	..	..	..	..	2 500	2 500
School Dental Scheme	404	..	5	..	..	..	409
Blood Transfusion Services	325	241	50	190	97	9	912
Disposal of Ships Garbage	235	..	..	..	160	152	547
High Security Quarantine Unit . . . . .	..	411	..	..	..	..	411
Senior Citizens' Centres	2 414	1 218	1 335	891	775	367	7 000
Child Care Services	840	..	..	8	..	..	848
Rehabilitation Centres . . . . .	..	..	..	..	..	280	280
Aboriginal Advancement	87	..	1 762	2 161	343	..	4 354
Welfare Housing	46 012	36 333	15 131	19 833	12 984	8 407	138 700
Pensioner Housing Grants	12 171	7 371	5 138	3 080	2 731	1 009	31 500
Other Housing Assistance	36 826	28 818	13 819	15 288	10 477	7 445	112 673
Housing Assistance for Aborigines	9 088	2 527	6 626	3 815	7 222	518	29 796
Growth Centres	20 673	12 500	..	..	..	..	33 173
Land Acquisition	3 475	..	..	..	4 118	..	7 593
Woolloomooloo Redevelopment	344	..	..	..	..	..	344
Special Sewerage Assistance . . . . .	..	..	..	..	12 100	..	12 100
Sesquicentenary Grants . . . . .	..	2 000	..	300	..	..	2 300
Nature Conservation	238	..	..	..	..	..	238
National Estate	330	330	330	330	330	330	1 980
Port Arthur Conservation Program . . . . .	..	..	..	..	..	1 300	1 300
International Standard Sports Facilities	2 600	1 330	537	2 200	423	240	7 330
Roads	229 675	147 671	149 348	60 327	89 874	32 406	709 301
Australian Bicentennial Roads Development	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	150 000
Burbong Bridge Construction	300	..	..	..	..	..	300
Tourist Roads Assistance . . . . .	..	..	..	..	..	10 000	10 000
Second Hobart Bridge . . . . .	..	..	..	..	..	17 000	17 000
Railway Mainline Upgrading	6 400	8 400	6 000	..	1 000	..	21 800
Upgrade Transport Systems . . . . .	..	35 000	20 000	10 000	..	..	65 000
Special Assistance for Water . . . . .	..	..	..	10 000	..	..	10 000
Softwood Forestry	100	30	70	200	70	30	500
Native Forestry Assistance— Tasmania . . . . .	..	..	..	..	..	236	236
Rural Adjustment Scheme	4 644	4 243	2 838	2 549	3 054	433	17 761
Sugar Industry . . . . .	..	..	39 100	..	..	..	39 100
Canned Fruit Industry	150	1 000	..	600	..	..	1 750
Burdekin Dam Construction . . . . .	..	..	6 500	..	..	..	6 500
Unallocated Water Programs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	37 077
Natural Disaster Relief	1 140	..	4 370	..	620	..	6 130
Total Specific Purpose Payments—Capital (a)	529 137	395 214	329 983	165 345	181 371	94 888	1 883 016

Table 69—Commonwealth Government Payments to the States and Loan Council Borrowings, 1982–83 (estimate) (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS							
General Purpose	3 240 523	2 385 287	1 785 370	1 054 795	1 182 026	465 248	10 113 249
Specific Purpose (a)	1 688 898	1 366 987	838 008	590 435	494 790	232 869	5 399 064
Total	4 929 421	3 752 274	2 623 378	1 645 230	1 676 816	698 117	15 512 314

(a) The totals for individual States exclude the items for which a State-by-State dissection of the total is not yet available.

Table 70—Summary of Payments to or for the States and the Northern Territory, State Governments' Loan Council Programs and Payments made direct to Local Government Authorities, 1978–79 to 1982–83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
PAYMENTS TO OR FOR THE STATES AND STATE LOAN COUNCIL PROGRAMS							
GENERAL REVENUE FUNDS—TAX SHARING, ADDITIONAL AND SPECIAL GRANTS							
1978–79	1 464 397	1 090 025	865 837	559 841	579 532	240 737	4 800 369
1979–80	1 663 466	1 233 934	964 933	630 392	662 888	272 696	5 428 310
1980–81	1 839 065	1 354 860	1 099 778	691 540	734 172	298 602	6 018 018
1981–82	2 034 575	1 502 472	1 318 187	761 027	809 909	322 031	6 748 200
1982–83(estimate)	2 357 600	1 739 800	1 510 350	866 400	914 900	363 800	7 752 850
GENERAL REVENUE FUNDS—HEALTH GRANTS							
1981–82	477 736	325 936	165 155	8 606	155 039	4 747	1 137 219
1982–83(estimate)	439 109	300 549	92 970	9 467	140 083	5 221	987 399
GENERAL PURPOSE CAPITAL FUNDS(a)							
1978–79	463 467	360 213	190 110	186 853	132 672	100 488	1 433 803
1979–80	402 439	312 781	165 077	162 248	115 199	87 256	1 245 000
1980–81	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1981–82	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1982–83	443 814	344 938	182 050	178 928	127 043	96 227	1 373 000
TOTAL GENERAL PURPOSE FUNDS							
1978–79	1 927 864	1 450 238	1 055 947	746 694	712 204	341 225	6 234 172
1979–80	2 065 905	1 546 715	1 130 010	792 640	778 087	359 952	6 673 310
1980–81	2 261 626	1 683 280	1 273 109	861 900	855 131	390 221	7 325 268
1981–82	2 934 872	2 156 828	1 656 673	939 993	1 085 907	418 397	9 192 669
1982–83(estimate)	3 240 523	2 385 287	1 785 370	1 054 795	1 182 026	465 248	10 113 249
SPECIFIC PURPOSE PAYMENTS—RECURRENT							
1978–79	1 075 623	836 013	432 067	299 769	311 096	93 161	3 047 728
1979–80	1 195 995	914 722	481 636	325 082	340 053	102 817	3 360 306
1980–81	1 378 498	1 050 302	569 122	371 016	396 795	120 022	3 885 754
1981–82(b)	990 649	835 546	433 469	390 261	274 516	124 955	3 049 396
1982–83(estimate)	1 159 761	971 773	508 025	425 090	313 419	137 981	3 516 049
SPECIFIC PURPOSE PAYMENTS—CAPITAL							
1978–79	465 404	338 892	246 537	158 779	165 234	62 977	1 437 823
1979–80	432 824	307 180	257 998	138 218	149 318	60 216	1 345 755
1980–81	488 410	333 489	250 387	142 062	165 208	69 596	1 449 151
1981–82	478 341	361 163	260 084	136 096	167 521	76 988	1 480 192
1982–83(estimate)(c)	529 137	395 214	329 983	165 345	181 371	94 888	1 883 016
TOTAL SPECIFIC PURPOSE PAYMENTS							
1978–79	1 541 027	1 174 905	678 604	458 547	476 330	156 138	4 485 551
1979–80	1 628 820	1 221 902	739 634	463 300	489 372	163 033	4 706 061
1980–81	1 866 908	1 383 790	819 509	513 078	562 002	189 618	5 334 906
1981–82(b)	1 468 990	1 196 709	693 553	526 357	442 037	201 942	4 529 588
1982–83(estimate)(c)	1 688 898	1 366 987	838 008	590 435	494 790	232 869	5 399 065
TOTAL PAYMENTS AND LOAN COUNCIL BORROWING PROGRAMS(d)							
1978–79	3 468 891	2 625 143	1 734 551	1 205 242	1 188 534	497 363	10 719 723
1979–80	3 694 725	2 768 617	1 869 644	1 255 940	1 267 459	522 985	11 379 371
1980–81	4 128 533	3 067 070	2 092 619	1 374 978	1 417 134	579 839	12 660 173
1981–82	4 403 862	3 353 536	2 350 226	1 466 350	1 527 944	620 339	13 722 257
1982–83(estimate)(c)	4 929 421	3 752 274	2 623 378	1 645 230	1 676 816	698 117	15 512 314
PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (GROSS)							
1978–79	6 005	5 729	1 501	1 603	1 988	636	17 463
1979–80	4 411	5 357	1 945	1 158	2 028	1 033	15 931
1980–81	6 210	8 728	1 769	1 095	2 948	934	21 684
1981–82	8 698	8 060	4 403	1 294	2 730	2 005	27 190
1982–83(estimate)	23 231	12 788	20 685	3 801	6 299	7 739	74 543

Table 70—Summary of Payments to or for the States and the Northern Territory, State Governments' Loan Council Programs and Payments made direct to Local Government Authorities, 1978–79 to 1982–83 (\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
TOTAL PAYMENTS TO OR FOR THE STATES, STATE GOVERNMENT LOAN COUNCIL BORROWING PROGRAMS, AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (GROSS)							
1978–79	3 474 896	2 630 872	1 736 052	1 206 845	1 190 522	497 999	10 737 185
1979–80	3 699 135	2 773 974	1 871 589	1 257 098	1 269 487	524 018	11 395 302
1980–81	4 134 743	3 075 798	2 094 388	1 376 073	1 420 082	580 774	12 681 857
1981–82	4 412 560	3 361 597	2 354 629	1 467 644	1 530 674	622 344	13 749 448
1982–83 (estimate) (c)	4 952 652	3 765 062	2 644 063	1 649 030	1 683 115	705 856	15 586 856
REPAYMENTS BY STATES AND LOCAL GOVERNMENT AUTHORITIES (e)							
1978–79	– 89 580	– 59 355	– 38 586	– 29 824	– 24 693	– 16 954	– 258 992
1979–80	– 87 371	– 64 157	– 45 345	– 33 503	– 26 484	– 19 594	– 276 455
1980–81	– 87 906	– 66 178	– 70 348	– 38 498	– 33 685	– 17 888	– 314 504
1981–82	– 93 950	– 75 493	– 44 178	– 60 222	– 33 293	– 18 834	– 325 970
1982–83 (estimate)	– 100 574	– 78 291	– 44 802	– 42 526	– 36 365	– 16 665	– 319 223
TOTAL PAYMENTS TO OR FOR THE STATES, STATE GOVERNMENT LOAN COUNCIL BORROWING PROGRAMS, AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (NET)							
1978–79	3 385 316	2 571 517	1 697 466	1 177 021	1 165 829	481 044	10 478 193
1979–80	3 611 764	2 709 817	1 826 245	1 223 595	1 243 003	504 424	11 118 847
1980–81	4 046 837	3 009 620	2 024 040	1 337 575	1 386 397	562 885	12 367 353
1981–82	4 318 610	3 286 103	2 310 451	1 407 422	1 497 381	603 510	13 423 477
1982–83 (estimate) (c)	4 852 078	3 686 771	2 599 261	1 606 505	1 646 750	689 191	15 267 633
PAYMENTS TO THE NORTHERN TERRITORY AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES IN THE NORTHERN TERRITORY (NET) (f)							
1978–79 . . . . .	..	..	..	..	..	..	288 073
1979–80 . . . . .	..	..	..	..	..	..	439 393
1980–81 . . . . .	..	..	..	..	..	..	551 716
1981–82 . . . . .	..	..	..	..	..	..	619 660
1982–83 (estimate)	..	..	..	..	..	..	731 272
GRAND TOTAL—PAYMENTS TO OR FOR THE STATES, THE NORTHERN TERRITORY AND LOCAL GOVERNMENT AUTHORITIES (NET)							
1978–79	3 385 316	2 571 517	1 697 466	1 177 021	1 165 829	481 044	10 766 266
1979–80	3 611 764	2 709 817	1 826 245	1 223 595	1 243 003	504 424	11 558 241
1980–81	4 046 837	3 009 620	2 024 040	1 337 575	1 386 397	562 885	12 919 069
1981–82	4 318 610	3 286 103	2 310 451	1 407 422	1 497 381	603 510	14 043 137
1982–83 (estimate) (c)	4 852 078	3 686 771	2 599 261	1 606 505	1 646 750	689 191	15 998 905

(a) See Chapter III, under heading 'Treatment of Loan Council Programs in This and Other Budget Papers'.

(b) The decrease in 1981–82 is largely due to the termination of hospital cost-sharing payments to the States (other than to South Australia and Tasmania). These payments were replaced by general revenue payments identified for health purposes (see above).

(c) The totals for individual States exclude items for which a State-by-State dissection is not available (designated by n.a. in Table 69).

(d) Total payments to or for the States and State Loan Council borrowing programs on a net basis (i.e. excluding payments made direct to local government authorities) are given in Appendix IV.

(e) That is, repayments of Commonwealth advances to the States and local government authorities and sinking fund payments on State Loan Council borrowings. See Appendix IV. Repayments of Commonwealth advances made direct to local government authorities (not included in Appendix IV) were \$20 000 in each of the years 1978–79 to 1981–82 and are estimated to be \$20 000 in 1982–83.

(f) For further details see tables in Chapter V.

Table 71—Summary of Payments to or for the States and the Northern Territory, State Governments' Loan Council Programs and Payments made direct to Local Government Authorities, 1978–79 to 1982–83 (\$ per head of population)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
PAYMENTS TO OF FOR THE STATES AND STATE LOAN COUNCIL PROGRAMS							
GENERAL REVENUE FUNDS—TAX SHARING, ADDITIONAL AND SPECIAL GRANTS							
1978–79	288.50	281.39	393.62	430.73	466.47	576.60	340.23
1979–80	324.08	316.73	429.14	483.10	524.78	647.57	380.49
1980–81	353.45	344.81	476.53	526.69	571.11	702.09	416.06
1981–82	386.17	378.44	552.68	574.32	615.17	751.11	459.24
1982–83(estimate)	442.38	433.85	614.63	649.16	680.62	842.76	520.07
GENERAL REVENUE FUNDS—HEALTH GRANTS							
1981–82	90.68	82.10	69.25	6.49	117.76	11.07	77.39
1982–83(estimate)	82.39	74.95	37.83	7.09	104.21	12.09	66.24
GENERAL PURPOSE CAPITAL FUNDS(a)							
1978–79	91.31	92.99	86.43	143.76	106.79	240.68	101.62
1979–80	78.40	80.28	73.42	124.34	91.20	207.21	87.27
1980–81	81.21	83.58	75.10	129.75	94.09	215.42	90.38
1981–82	80.20	82.72	72.67	128.56	91.88	213.69	88.96
1982–83	83.28	86.02	74.08	134.06	94.51	222.91	92.10
TOTAL GENERAL PURPOSE FUNDS							
1978–79	379.81	374.37	480.04	574.49	573.26	817.29	441.86
1979–80	402.48	397.01	502.55	607.44	615.97	854.78	467.76
1980–81	434.66	428.39	551.63	656.44	665.20	917.51	506.44
1981–82	557.06	543.26	694.60	709.38	824.81	975.88	625.60
1982–83(estimate)	608.06	594.81	726.54	790.32	879.35	1 077.77	678.41
SPECIFIC PURPOSE PAYMENTS—RECURRENT							
1978–79	211.91	215.81	196.42	230.64	250.40	223.14	216.01
1979–80	233.01	234.79	214.20	249.13	269.20	244.16	235.54
1980–81	264.93	267.30	246.60	282.57	308.66	282.20	268.64
1981–82(b)	188.03	210.46	181.74	294.52	208.51	291.45	207.52
1982–83(estimate)	217.62	242.33	206.74	318.50	233.16	319.64	235.86
SPECIFIC PURPOSE PAYMENTS—CAPITAL							
1978–79	91.69	87.48	112.08	122.16	133.00	150.84	101.91
1979–80	84.32	78.85	114.74	105.92	118.21	143.00	94.33
1980–81	93.87	84.87	108.49	108.20	128.51	163.64	100.19
1981–82	90.79	90.97	109.05	102.71	127.24	179.57	100.73
1982–83(estimate)(c)	99.29	98.55	134.28	123.89	134.93	219.81	126.31
TOTAL SPECIFIC PURPOSE PAYMENTS							
1978–79	303.60	303.30	308.50	352.80	383.40	373.98	317.92
1979–80	317.33	313.64	328.94	355.05	387.41	387.16	329.87
1980–81	358.80	352.17	355.09	390.77	437.18	445.84	368.83
1981–82(b)	278.82	301.43	290.79	397.22	335.75	471.02	308.26
1982–83(estimate)(c)	316.91	340.88	341.02	442.39	368.09	539.45	362.18
TOTAL PAYMENTS AND LOAN COUNCIL BORROWING PROGRAMS(d)							
1978–79	683.41	677.67	788.54	927.29	956.66	1 191.26	759.78
1979–80	719.81	710.65	831.49	962.49	1 003.39	1 241.94	797.63
1980–81	793.46	780.56	906.72	1 047.21	1 102.38	1 363.34	875.27
1981–82	835.88	844.69	985.39	1 106.60	1 160.56	1 446.90	933.86
1982–83(estimate)(c)	924.96	935.70	1 067.57	1 232.71	1 247.44	1 617.22	1 040.58
PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (GROSS)							
1978–79	1.18	1.48	.68	1.23	1.60	1.52	1.24
1979–80	.86	1.37	.86	.89	1.61	2.45	1.12
1980–81	1.19	2.22	.77	.83	2.29	2.20	1.50
1981–82	1.65	2.03	1.85	.98	2.07	4.68	1.85
1982–83(estimate)	4.36	3.19	8.42	2.85	4.69	17.93	5.00

Table 71—Summary of Payments to or for the States and the Northern Territory, State Governments' Loan Council Programs and Payments made direct to Local Government Authorities, 1978–79 to 1982–83 (\$ per head of population)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
TOTAL PAYMENTS TO OR FOR THE STATES, STATE GOVERNMENT LOAN COUNCIL BORROWING PROGRAMS, AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (GROSS)							
1978–79	684.59	679.15	789.22	928.53	958.26	1 192.79	761.02
1979–80	720.67	712.03	832.36	963.38	1 004.99	1 244.39	798.75
1980–81	794.65	782.78	907.48	1 048.04	1 104.67	1 365.54	876.77
1981–82	837.53	846.72	987.23	1 107.58	1 162.64	1 451.57	935.71
1982–83 (estimate) (c)	929.32	938.89	1 075.98	1 235.56	1 252.12	1 635.15	1 045.58
REPAYMENTS BY STATES AND LOCAL GOVERNMENT AUTHORITIES (e)							
1978–79	–17.65	–15.32	–17.54	–22.95	–19.88	–40.61	–18.36
1979–80	–17.02	–16.47	–20.17	–25.68	–20.97	–46.53	–19.38
1980–81	–16.89	–16.84	–30.48	–29.32	–26.20	–42.06	–21.74
1981–82	–17.83	–19.02	–18.52	–45.45	–25.29	–43.93	–22.18
1982–83 (estimate)	–18.87	–19.52	–18.23	–31.86	–27.05	–38.61	–21.41
TOTAL PAYMENTS TO OR FOR THE STATES, STATE GOVERNMENT LOAN COUNCIL BORROWING PROGRAMS, AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES (NET)							
1978–79	666.94	663.83	771.68	905.58	938.38	1 152.18	742.66
1979–80	703.65	695.56	812.19	937.70	984.02	1 197.86	779.37
1980–81	777.75	765.93	877.00	1 018.72	1 078.47	1 323.48	855.03
1981–82	819.70	827.70	968.71	1 062.13	1 137.35	1 407.64	913.52
1982–83 (estimate) (c)	910.45	919.36	1 057.75	1 203.69	1 225.07	1 596.54	1 024.17
PAYMENTS TO THE NORTHERN TERRITORY AND PAYMENTS MADE DIRECT TO LOCAL GOVERNMENT AUTHORITIES IN THE NORTHERN TERRITORY (NET) (f)							
1978–79 . . . . .	..	..	..	..	..	..	2 637.42
1979–80 . . . . .	..	..	..	..	..	..	3 879.58
1980–81 . . . . .	..	..	..	..	..	..	4 617.57
1981–82 . . . . .	..	..	..	..	..	..	4 907.65
1982–83 (estimate) . . . . .	..	..	..	..	..	..	5 501.39
GRAND TOTAL—PAYMENTS TO OR FOR THE STATES, THE NORTHERN TERRITORY AND LOCAL GOVERNMENT AUTHORITIES (NET)							
1978–79	673.57	665.44	796.71	908.44	957.63	1 154.41	757.22
1979–80	709.74	694.66	845.98	939.10	1 003.17	1 200.54	803.79
1980–81	784.84	764.96	920.06	1 022.20	1 099.79	1 324.32	885.85
1981–82	826.17	827.47	1 025.78	1 070.95	1 166.90	1 405.14	947.55
1982–83 (estimate) (c)	916.09	919.84	1 128.86	1 216.59	1 260.58	1 585.60	1 063.74

See footnotes to previous table.

Table 72—Total Payments to or for the States and State Governments' Loan Council Programs—Dissection Between Funds for Recurrent and Capital Purposes(a) 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
FUNDS FOR RECURRENT PURPOSES							
1978-79	2 540 020	1 926 038	1 297 904	859 610	890 628	333 898	7 848 097
1979-80	2 859 461	2 148 656	1 446 569	955 474	1 002 942	375 513	8 788 616
1980-81	3 217 562	2 405 162	1 668 900	1 062 556	1 130 967	418 624	9 903 772
1981-82	3 502 959	2 663 953	1 916 811	1 159 894	1 239 464	451 733	10 934 815
1982-83 (estimate)	3 956 470	3 012 122	2 111 345	1 300 957	1 368 402	507 002	12 256 298
FUNDS FOR CAPITAL PURPOSES							
1978-79	923 871	699 105	436 647	345 632	297 906	163 465	2 871 626
1979-80	835 263	619 961	423 075	300 466	264 517	147 472	2 590 755
1980-81	910 971	661 909	423 718	312 422	286 167	161 215	2 756 401
1981-82	900 902	689 583	433 415	306 456	288 480	168 607	2 787 442
1982-83 (estimate)(b)	972 951	740 152	512 033	344 273	308 414	191 115	3 256 016

(a) Gross basis, ie. *before* deducting repayments of Commonwealth advances to the States and sinking fund payments on State Loan Council borrowings.

(b) Individual State amounts will not add to the six State total as a State-by-State dissection of certain items is not yet available. See Table 69.

Note that this table also excludes payments made to the Northern Territory, and payments made direct to local government authorities. See footnotes to previous tables in this Appendix.

Table 73—Total payments to or for the States and State Governments' Loan Council Programs—Dissection Between Funds for Recurrent and Capital Purposes(a) 1978-79 to 1982-83 (\$ per head of population)

	New South Wales	Victoria	Queensland	South Australia	Western Australia	Tasmania	Total
FUNDS FOR RECURRENT PURPOSES							
1978-79	500.41	497.20	590.04	661.37	716.87	799.74	556.25
1979-80	557.09	551.52	643.34	732.23	793.98	891.73	616.03
1980-81	618.38	612.10	723.12	809.26	879.77	984.29	684.70
1981-82	664.88	670.99	803.67	875.33	941.45	1 053.63	744.16
1982-83 (estimate)	742.40	751.13	859.20	974.76	1 018.00	1 174.49	822.17
FUNDS FOR CAPITAL PURPOSES							
1978-79	183.00	180.47	198.50	265.92	239.79	391.53	203.53
1979-80	162.73	159.13	188.16	230.26	209.41	350.20	181.60
1980-81	175.08	168.45	183.59	237.95	222.61	379.06	190.57
1981-82	171.00	173.69	181.72	231.27	219.12	393.26	189.70
1982-83 (estimate)(b)	182.57	184.57	208.37	257.95	229.44	442.73	218.42

(a), (b)—See footnotes to previous table.

Table 74—Total Payments to or for the States and State Governments' Loan Council Programs—Dissection Between Grants and Loans, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
COMMONWEALTH GOVERNMENT PAYMENTS—GRANTS							
1978-79	3 018 161	2 281 484	1 559 317	1 013 474	1 051 512	407 856	9 331 806
1979-80	3 346 741	2 499 310	1 710 571	1 112 780	1 163 031	453 330	10 285 763
1980-81	3 732 372	2 781 353	1 945 440	1 226 085	1 300 772	506 325	11 492 348
1981-82	4 027 943	3 080 479	2 203 701	1 329 711	1 423 205	549 285	12 614 325
1982-83 (estimate) (a)	4 547 377	3 460 746	2 434 772	1 503 755	1 570 371	624 936	14 329 034
COMMONWEALTH GOVERNMENT PAYMENTS—LOANS (GROSS)							
1978-79	141 752	103 517	48 493	67 199	48 575	22 515	432 050
1979-80	79 690	60 787	49 022	34 995	27 629	11 484	263 608
1980-81	114 454	66 770	31 625	35 320	35 723	12 434	296 325
1981-82	94 211	54 110	30 971	23 066	24 100	9 974	236 433
1982-83 (estimate)	86 168	61 569	67 239	22 190	21 750	9 030	267 946
TOTAL COMMONWEALTH GOVERNMENT LOANS AND LOAN COUNCIL BORROWINGS (GROSS)							
1978-79	450 730	343 659	175 233	191 768	137 021	89 507	1 387 917
1979-80	347 983	269 308	159 073	143 160	104 428	69 655	1 093 608
1980-81	396 161	285 717	147 179	148 893	116 362	73 514	1 167 825
1981-82	375 918	273 057	146 525	136 639	104 739	71 054	1 107 933
1982-83 (estimate)	382 044	291 528	188 606	141 475	106 445	73 181	1 183 279

(a) See footnote (b), Table 72.

Table 75—Total Payments to or for the States and State Governments' Loan Council Programs—Dissection Between Grants and Loans, 1978-79 to 1982-83 (\$ per head of population)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
COMMONWEALTH GOVERNMENT PAYMENTS—GRANTS							
1978-79	594.61	588.96	708.88	779.75	846.37	976.88	661.41
1979-80	652.02	641.53	760.75	852.78	920.71	1 076.53	720.97
1980-81	717.32	707.84	842.95	933.81	1 011.86	1 190.49	794.53
1981-82	764.53	775.91	923.95	1 003.49	1 081.01	1 281.17	858.46
1982-83 (estimate) (a)	853.28	863.00	990.81	1 126.71	1 168.25	1 447.69	961.21
COMMONWEALTH GOVERNMENT PAYMENTS—LOANS (GROSS)							
1978-79	27.93	26.72	22.05	51.70	39.10	53.93	30.62
1979-80	15.53	15.60	21.80	26.82	21.87	27.27	18.48
1980-81	22.00	16.99	13.70	26.90	27.79	29.24	20.49
1981-82	17.88	13.63	12.99	17.41	18.31	23.26	16.09
1982-83 (estimate)	16.17	15.35	27.36	16.63	16.18	20.92	17.97
TOTAL COMMONWEALTH GOVERNMENT LOANS AND LOAN COUNCIL BORROWINGS (GROSS)							
1978-79	88.80	88.71	79.66	147.54	110.29	214.38	98.37
1979-80	67.79	69.13	70.75	109.71	82.67	165.41	76.66
1980-81	76.14	72.71	63.77	113.40	90.52	172.85	80.74
1981-82	71.35	68.78	61.43	103.12	79.56	165.73	75.40
1982-83 (estimate)	71.69	72.70	76.75	106.00	79.19	169.53	79.38

(a) See footnote (b), Table 72.

APPENDIX II—TABLES OF GENERAL PURPOSE CAPITAL FUNDS

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NOTE: All per capita calculations are on a residential population basis.

Table 76—General Purpose Capital Funds for State Governments (a), 1978–79 to 1982–83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
APPROVED LOAN COUNCIL BORROWING PROGRAMS							
1978–79	308 978	240 142	126 740	124 569	88 446	66 992	955 867
1979–80	268 293	208 521	110 051	108 165	76 799	58 171	830 000
1980–81	281 707	218 947	115 554	113 573	80 639	61 080	871 500
1981–82	281 707	218 947	115 554	113 573	80 639	61 080	871 500
1982–83 (b)	295 876	229 959	121 367	119 285	84 695	64 151	915 333
CAPITAL GRANTS							
1978–79 (c)	154 489	120 071	63 370	62 284	44 226	33 496	477 936
1979–80	134 146	104 260	55 026	54 083	38 400	29 085	415 000
1980–81	140 854	109 473	57 777	56 787	40 320	30 539	435 750
1981–82	140 854	109 473	57 777	56 787	40 320	30 539	435 750
1982–83 (b)	147 938	114 979	60 683	59 643	42 348	32 076	457 667
TOTAL GENERAL PURPOSE CAPITAL FUNDS							
1978–79	463 467	360 213	190 110	186 853	132 672	100 488	1 433 803
1979–80	402 439	312 781	165 077	162 248	115 199	87 256	1 245 000
1980–81	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1981–82	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1982–83 (b) (d)	443 814	344 938	182 050	178 928	127 043	96 227	1 373 000

(a) For an explanation of the amounts shown in this table, see Chapter III, particularly under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(b) Amounts approved at the June 1982 meeting of the Loan Council.

(c) Western Australia was short paid \$3000 in 1977–78 which was adjusted in 1978–79.

(d) Includes Welfare Housing Grants.

Table 77—Aggregate Conversions by Larger Semi-Government and Local Authorities, 1971–72 to 1981–82, Domestic Market (\$ million)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tas- mania	Six State Total	Common- wealth	Total(a)
1971–72	28.2	101.1	13.4	10.7	4.6	2.6	160.5	..	160.5
1972–73	42.4	82.2	17.2	12.5	5.0	2.8	162.2	..	162.2
1973–74	42.1	78.4	20.4	13.2	5.2	2.7	161.9	..	161.9
1974–75	63.7	82.0	22.6	12.5	7.5	2.7	190.8	..	190.8
1975–76	64.4	97.7	20.4	12.5	8.1	1.1	204.1	..	204.1
1976–77	56.6	111.3	31.4	11.1	9.9	3.4	223.7	15.3	239.0
1977–78	66.9	86.8	35.0	15.2	10.4	4.6	218.9	1.5	220.4
1978–79	114.6	151.8	59.2	18.8	28.3	8.1	380.8	47.2	428.0
1979–80	94.8	167.8	45.6	19.8	21.4	5.1	354.5	68.1	422.6
1980–81	100.4	297.5	66.5	22.0	35.8	4.9	527.1	130.1	657.3
1981–82	98.4	200.5	56.6	23.6	30.0	8.9	418.0	104.0	522.0

(a) Rows may not add due to rounding.

**Table 78—Commonwealth and State Authorities' Maturities
1982-83 to 1986-87 (\$ million)**

	Commonwealth Authorities	Total State Authorities	Total
PUBLIC DEBT MATURITIES			
1982-83	87.7	385.2	472.9
1983-84	266.9	894.0	1,160.8
1984-85	222.5	879.0	1,101.4
1985-86	255.8	1,115.1	1,370.9
1986-87	277.1	393.7	670.8
PRIVATE TREATY MATURITIES			
1982-83	119.5	368.1	487.6
1983-84	151.7	390.6	542.3
1984-85	72.0	470.5	542.5
1985-86	58.9	805.3	864.2
1986-87	22.5	494.3	516.7
TOTAL AUTHORITIES' MATURITIES			
1982-83	207.2	753.3	960.5
1983-84	418.6	1,284.6	1,703.2
1984-85	294.5	1,341.5	1,643.9
1985-86	314.7	1,920.4	2,235.1
1986-87	299.6	887.9	1,187.5

**Table 79—Semi-Government and Local Authority Borrowings, 1978-79 to 1982-83
(\$ thousands)**

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tas- mania	Total States	Common- wealth Govern- ment	Total
BORROWINGS BY LARGER AUTHORITIES(a)									
1978-79	472 746	382 645	244 256	56 828	104 656	34 444	1 295 575	288 957	1 584 532
1979-80	472 761	382 657	235 264	56 830	108 593	34 445	1 290 550	285 708	1 576 258
1980-81	472 761	382 657	223 264	56 812	117 313	44 445	1 297 252	304 412	1 601 664
1981-82	472 761	402 657	223 264	56 828	101 612	34 445	1 291 567	335 900	1 627 467
1982-83(b)	323 700	286 100	186 600	32 900	46 900	2 000	878 200	309 150	1 187 350
INFRASTRUCTURE BORROWINGS BY LARGER AUTHORITIES									
1978-79	79 000	45 000	...	...	...	25 000	149 000	...	149 000
1979-80	146 000	116 100	84 000	10 000	15 300	28 000	399 400	30 000	429 400
1980-81	201 000	173 700	137 300	15 000	34 900	27 500	589 400	62 000	651 400
1981-82	204 900	198 000	180 300	59 800	121 200	42 500	806 700	22 000	828 700
1982-83(b)	66 400	23 700	60 000	...	8 000	10 100	168 200	20 000	188 200
BORROWINGS BY SMALLER AUTHORITIES(a)									
1978-79	115 445	111 906	77 179	51 746	45 711	17 536	419 523	853	420 376
1979-80	132 441	126 018	98 673	47 672	48 664	18 821	472 289	3 240	475 529
1980-81	157 900	134 538	122 956	35 847	54 047	21 060	526 348	2 042	528 390
1981-82	140 600	134 176	121 314	32 163	52 276	20 909	501 438	2 268	503 706
1982-83(c)	150 000	150 000	115 800	43 000	75 000	26 500	560 300	1 800	562 100
BORROWINGS BY ALL SEMI-GOVERNMENT AND LOCAL AUTHORITIES									
1978-79	667 191	539 551	321 435	108 574	150 367	76 980	1 864 098	289 810	2 153 908
1979-80	751 202	624 775	417 937	114 502	172 557	81 266	2 162 239	318 948	2 481 187
1980-81	831 661	690 895	483 520	107 659	206 260	93 005	2 413 000	368 454	2 781 454
1981-82	818 261	734 833	524 878	148 791	275 088	97 854	2 599 705	360 168	2 959 873
1982-83(b)	540 100	459 800	362 400	75 900	129 900	38 600	1 606 700	330 950	1 937 350

(a) See Chapter III under the heading 'Borrowing Programs for State Authorities'. Borrowings by larger authorities exclude special additions under the infrastructure financing program.

(b) Excludes borrowings by electricity authorities.

(c) Tentative estimates by the Commonwealth and State Treasuries.

Table 80—Semi-Government and Local Authority Borrowings, 1978–79 to 1982–83
(\$ per head of population)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
BORROWINGS BY LARGER AUTHORITIES (a)							
1978–79	93.14	98.78	111.04	43.72	84.24	82.50	91.83
1979–80	92.10	98.22	104.63	43.55	85.97	81.80	90.46
1980–81	90.86	97.38	96.74	43.27	91.26	104.50	89.69
1981–82	89.73	101.42	93.61	42.89	77.18	80.34	87.90
1982–83 (b)	60.74	71.34	75.94	24.65	34.89	4.63	58.91
INFRASTRUCTURE BORROWINGS BY LARGER AUTHORITIES							
1978–79	15.56	11.62	..	..	..	59.88	10.56
1979–80	28.44	29.80	37.36	7.66	121.12	66.49	28.00
1980–81	38.63	44.21	59.49	11.42	27.15	64.66	40.75
1981–82	38.89	49.87	75.59	45.13	92.06	99.13	54.90
1982–83 (b)	12.46	5.91	24.42	..	5.95	23.40	11.28
BORROWINGS BY SMALLER AUTHORITIES (a)							
1978–79	22.74	28.89	32.36	39.81	36.79	42.00	29.73
1979–80	25.80	32.35	43.88	36.53	38.52	44.69	33.10
1980–81	30.35	34.24	53.28	27.30	42.04	49.52	36.39
1981–82	26.69	33.80	50.86	24.27	39.71	48.77	34.12
1982–83 (c)	28.15	37.41	47.12	32.22	55.79	61.39	37.59
BORROWINGS BY ALL SEMI-GOVERNMENT AND LOCAL AUTHORITIES							
1978–79	131.44	139.28	143.40	83.54	121.03	184.38	132.12
1979–80	146.35	160.37	185.87	87.75	245.62	192.98	151.56
1980–81	159.84	175.83	209.51	81.99	160.45	218.68	166.82
1981–82	155.31	185.09	220.07	112.29	208.95	228.24	176.92
1982–83 (b)	101.35	114.66	147.48	56.87	96.64	89.42	107.78

(a) (b) and (c)—See footnotes to Table 79.

Table 81—General Purpose Capital Funds for State Governments and State Semi-Government and Local Authority Borrowings, 1978–79 to 1982–83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GENERAL PURPOSE CAPITAL FUNDS FOR STATE GOVERNMENTS (a)							
1978–79	463 467	360 213	190 110	186 853	132 672	100 488	1 433 803
1979–80	402 439	312 781	165 077	162 248	115 199	87 256	1 245 000
1980–81	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1981–82	422 561	328 420	173 331	170 360	120 959	91 619	1 307 250
1982–83	443 814	344 938	182 050	178 928	127 043	96 227	1 373 000
BORROWINGS BY STATE AND SEMI-GOVERNMENT AND LOCAL AUTHORITIES (b)							
1978–79	667 191	539 551	321 435	108 574	150 367	76 980	1 864 098
1979–80	751 202	624 775	417 937	114 502	172 557	81 266	2 162 239
1980–81	831 661	690 895	483 520	107 659	206 260	93 005	2 413 000
1981–82	818 761	734 833	524 878	148 791	275 088	97 854	2 599 705
1982–83 (estimate)	540 100	459 800	362 400	75 900	129 900	38 600	1 606 700
TOTAL GENERAL PURPOSE CAPITAL FUNDS FOR STATE GOVERNMENTS AND STATE SEMI-GOVERNMENT AND LOCAL AUTHORITY BORROWINGS							
1978–79	1 130 658	899 764	511 545	295 427	283 039	177 468	3 297 901
1979–80	1 153 641	937 556	583 014	276 750	287 756	168 522	3 407 239
1980–81	1 254 222	1 019 315	656 851	278 019	327 219	184 624	3 720 250
1981–82	1 240 822	1 063 253	698 209	319 151	396 047	189 473	3 906 955
1982–83 (estimate)	983 914	804 738	544 450	254 828	256 943	134 827	2 979 700

(a) and (b)—See footnotes to Tables 76 and 79.

Table 82—General Purpose Capital Funds for State Governments and State Semi-Government and Local Authority Borrowings, 1978-79 to 1982-83 (\$ per head of population)

	New South Wales	Victoria	Queens-land	South Australia	Western Australia	Tasmania	Total
GENERAL PURPOSE CAPITAL FUNDS FOR STATE GOVERNMENTS (a)							
1978-79	91.31	92.99	86.43	143.76	106.79	240.68	101.62
1979-80	78.40	80.28	73.42	124.34	91.20	207.21	87.27
1980-81	81.21	83.58	75.10	129.75	94.09	215.42	90.38
1981-82	80.20	82.72	72.67	128.56	91.88	213.69	88.96
1982-83	83.28	86.02	74.08	134.06	94.51	222.91	92.10
BORROWINGS BY STATE AND SEMI-GOVERNMENT AND LOCAL AUTHORITIES (b)							
1978-79	131.44	139.28	143.40	83.54	121.03	184.38	132.12
1979-80	146.35	160.37	185.87	87.75	245.62	192.98	151.56
1980-81	159.84	175.83	209.51	81.99	160.45	218.68	166.82
1981-82	155.31	185.09	220.07	112.29	208.95	228.24	176.92
1982-83 (estimate)	101.35	114.66	147.48	56.87	96.64	89.42	107.78
TOTAL GENERAL PURPOSE CAPITAL FUNDS FOR STATE GOVERNMENTS AND STATE SEMI-GOVERNMENT AND LOCAL AUTHORITY BORROWINGS							
1978-79	272.75	232.27	229.82	227.30	227.82	425.06	233.74
1979-80	224.75	240.65	259.29	212.09	336.81	400.19	238.83
1980-81	241.05	259.41	284.61	211.74	254.54	434.10	257.20
1981-82	235.51	267.81	292.74	240.85	300.82	441.93	265.88
1982-83 (estimate)	184.62	200.68	221.56	190.93	191.15	312.33	199.88

(a) (b)—See footnotes to Table 79.

Table 83—Borrowings by Local Government Authorities (a) 1978-79 to 1982-83 (\$ thousands)

	New South Wales (b)	Victoria	Queens-land	South Australia	Western Australia	Tasmania	Six State Total	Northern Territory	Total
'LARGER' AUTHORITIES (c)									
1978-79	133 046	15 295	90 252	4 300	7 815	9 571	260 279	..	260 279
1979-80	132 921	9 900	104 378	4 300	6 772	5 385	263 656	..	263 656
1980-81	124 761	11 300	106 064	3 900	7 230	1 730	254 985	..	254 985
1981-82	81 800	8 200	108 764	4 200	5 718	..	208 682	..	208 682
1982-83 (est.) (d)	100 000	3 500	105 233	2 500	7 300	2 000	220 533	..	220 533
'SMALLER' AUTHORITIES (e)									
1978-79	82 595	66 500	36 457	20 321	31 471	8 270	245 614	631	246 245
1979-80	102 486	80 802	43 570	22 304	33 564	10 041	292 767	1 240	294 007
1980-81	126 500	84 469	48 181	21 187	35 124	13 390	328 851	842	329 693
1981-82	107 900	75 949	47 156	19 743	33 804	12 654	297 206	1 318	298 524
1982-83 (est.) (d)	115 000	85 000	54 200	23 000	59 000	14 250	350 450	1 800	352 250
TOTAL									
1978-79	215 641	81 795	126 709	24 621	39 286	17 841	505 893	631	506 524
1979-80	235 407	90 702	147 948	26 604	40 336	15 426	556 423	1 240	557 663
1980-81	251 261	95 769	154 245	25 087	42 354	15 120	583 836	842	584 678
1981-82	189 700	84 149	155 920	23 943	39 522	12 654	505 888	1 318	507 206
1982-83 (est.) (d)	215 000	88 500	159 433	25 500	66 300	16 250	570 983	1 800	572 783

(a) For the interpretation of the figures shown in this table, see Chapter VI, under the heading 'Borrowing Arrangements for Local Government Authorities'.

(b) Excludes County Councils.

(c) That is, borrowings by local government authorities from within the totals approved for larger authorities. See footnote (a) to Table 54.

(d) State estimates supplied by State Treasuries; tentative only.

(e) That is, borrowings by local government within the smaller authorities category. See footnote (b) to Table 54.

Table 84—Summary of the Financing of State Government Loan Council Programs, 1977–78 to 1981–82 (a)

				Amounts Met from Consolidated Revenue Fund			
				Capital Grants Met Direct from Consolidated Revenue Fund		Total	
Total Programs		Amount	Percentage of Total Programs	Special Loans		Amount	Percentage of Total Programs
\$'000		\$'000	per cent	\$'000	\$'000	\$'000	per cent
1977–78	(b) 1 433 797	(c) 1 228 934	86	204 863	..	204 863	14
1978–79	(b) 1 433 803	(c) 1 195 850	83	237 950	(c) 3	237 953	17
1979–80	(b) 1 245 000	1 245 000	100	..	..	..	..
1980–81	(b) 1 307 250	1 205 632	92	..	101 618	101 618	8
1981–82	(b) 1 307 250	838 452	64	168 442	300 356	468 798	36

- (a) For further details of the financing of State Government Loan Council programs, including the derivation of the amounts shown above for those years, *see* following table.
- (b) Includes capital grants of \$477 933 000 in 1977–78 and 1978–79, \$415 000 000 in 1979–80, \$435 750 000 in 1980–81 and 1981–82.
- (c) Western Australia was underpaid \$3000 in 1977–78 and this was adjusted with a payment from Consolidated Revenue Fund in 1978–79.

Table 85—Details of the Financing of State Government Loan Council Programs, 1977–78 to 1981–82 (a) (\$ thousands)

	1977–78	1978–79	1979–80	1980–81	1981–82
SPECIAL LOANS APPLIED TO BORROWING PROGRAMS AND HOUSING ADVANCES					
Commonwealth Government Subscription to Special Loans	204 863	237 950	609 405	..	395 442
Less—Amounts used by the Commonwealth Government—					
for advances for welfare housing . . . . .	..	..	48 463	..	..
for redemptions . . . . .	..	..	(g)560 942	..	(i)227 000
(A)	204 863	237 950	..	..	168 442
LOAN RAISINGS APPLIED TO BORROWING PROGRAMS AND HOUSING ADVANCES					
Public Loans raised in Australia—					
Cash Loans/Tap Issues	610 815	780 539	874 012	2 748 168	2 915 583
Savings Bonds	719 631	531 182	806 123	2 024 019	1 312 915
State Domestic Raisings	57 898	35 816	36 461	54 633	53 345
Overseas Loans applied direct to Borrowing Programs and Housing Advances	1 737 835	1 540 784	463 402	76 294	900 319
Total Loan Raisings	3 126 179	2 888 321	2 179 998	4 903 114	5 182 162
Less Amounts Used—					
for redemptions	(b)704 098	(e)421 095	(g)822 857	(h)3 696 996	(i)3 578 487
by Commonwealth Government (War Service Land Settlement, Other)	686 548	749 894	322 685	486	456 618
for capital grant for works program	(c)477 930	(c)477 933	415 000	334 132	135 394
for advances for welfare housing	390 000	316 000	111 537	..	148 954
Less—Amounts carried forward	(d)116 599	(d)(f)205 482	(f)–322 081	..	159 651
(B)	751 004	717 917	830 000	871 500	703 058
CAPITAL GRANTS					
Capital Grants—					
Financed from loan proceeds	(c)477 930	(c)477 933	415 000	334 132	135 394
Financed direct from Consolidated Revenue Fund . . . . .	..	(c)3	..	101 618	300 356
(C)	(c)477 930	(c)477 936	415 000	435 750	435 750
TOTAL PROGRAMS					
Total Programs (A + B + C)	(c)1 433 797	(c)1 433 803	1 245 000	1 307 250	1 307 250

- (a) See Chapter III under heading 'Financing of State Borrowing Programs and the Capital Grants' for an outline of the arrangements for financing the States' Loan Council program.
- (b) Includes \$503 806 000 cash proceeds applied to the redemption of Treasury Notes and Treasury Bills.
- (c) Western Australia was underpaid \$3000 in 1977–78 and this was adjusted in 1978–79.
- (d) Proceeds of overseas loan held in Loan Fund to finance the approved Loan Council borrowing program 1978–79.
- (e) Includes \$414 005 000 cash proceeds applied to the redemption of Treasury Bills.
- (f) Proceeds of overseas cash loan (\$322 081 000) held in Loan Fund to finance the approved Loan Council borrowing program 1979–80.
- (g) Includes \$376 800 000 cash proceeds applied to the redemption of Treasury Bills.
- (h) Redemption of Treasury Bonds—\$1410.6 million; Special Bonds and ASBs—\$2042.6 million; and Treasury Bills—\$243.9 million.
- (i) Redemption of Treasury Bonds—\$1761.1 million; Special Bonds and ASBs \$2034.2 million; Treasury Bills \$10.2 million.

APPENDIX III—TABLES OF SPECIFIC PURPOSE PAYMENTS

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Table 86—Grants for Schools, 1978–79 to 1982–83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
GRANTS FOR RECURRENT PURPOSES							
Government Schools							
1978–79	92 925	71 856	28 208	23 449	18 834	7 274	242 544
1979–80	101 584	76 204	30 510	25 256	21 432	7 819	262 804
1980–81	113 947	85 756	39 352	29 728	24 166	9 469	302 416
1981–82	124 860	98 720	50 213	34 369	30 819	9 626	348 606
1982–83 (estimate)	142 824	113 578	56 298	39 395	35 440	11 758	399 293
Non-Government Schools							
1978–79	79 172	73 130	34 127	13 918	16 669	4 845	221 862
1979–80	93 818	87 390	40 050	16 592	19 905	5 709	263 464
1980–81	117 380	108 626	49 757	20 726	24 491	6 817	327 798
1981–82	151 071	138 898	64 176	26 598	31 411	8 957	421 112
1982–83 (estimate)	203 441	189 396	86 728	34 870	41 403	12 116	567 954
Joint Programs							
1978–79	8 642	7 076	4 483	2 379	3 238	1 171	26 989
1979–80	8 405	6 020	4 354	2 866	2 682	1 089	25 417
1980–81	9 285	7 666	4 502	2 835	3 000	1 279	28 567
1981–82	12 846	10 558	6 766	3 761	4 434	1 359	39 724
1982–83 (estimate)	15 577	11 478	8 316	4 067	4 815	1 511	45 764
Total							
1978–79	180 739	152 062	66 818	39 746	38 741	13 290	491 395
1979–80	203 806	169 614	74 914	44 714	44 019	14 617	551 684
1980–81	240 612	202 048	93 611	53 289	51 656	17 565	658 781
1981–82	288 777	248 176	121 156	64 728	66 663	19 942	809 442
1982–83 (estimate)	361 842	314 452	151 342	78 332	81 658	25 385	1 013 011
GRANTS FOR CAPITAL PURPOSES							
Government Schools							
1978–79	44 882	36 313	23 753	13 469	18 414	3 685	140 516
1979–80	36 988	33 440	19 464	13 000	8 411	3 780	115 083
1980–81	32 446	30 055	15 541	11 248	11 153	3 388	103 830
1981–82	38 913	32 752	18 810	11 205	11 042	3 756	116 477
1982–83 (estimate)	47 158	35 758	20 347	12 809	12 111	4 212	132 395
Non-Government Schools							
1978–79	14 072	12 668	5 717	2 709	2 558	699	38 423
1979–80	9 279	10 478	5 145	1 821	2 599	500	29 822
1980–81	13 217	10 460	5 474	2 027	2 926	600	34 703
1981–82	15 812	15 940	6 406	3 461	4 997	1 564	48 179
1982–83 (estimate)	15 913	15 271	7 816	3 592	4 589	1 417	48 598
Joint Programs							
1978–79 . . . . .	..	12	5	..	..	..	17
1979–80 . . . . .	..	..	..	..	..	..	..
1980–81 . . . . .	..	..	..	..	..	..	..
1981–82 . . . . .	..	..	..	..	..	..	..
1982–83 (estimate) . . . . .	..	..	..	..	..	..	..
Total							
1978–79	58 954	48 993	29 475	16 178	20 971	4 385	178 956
1979–80	46 266	43 918	24 609	14 821	11 011	4 280	144 906
1980–81	45 663	40 515	21 015	13 275	14 079	3 988	138 534
1981–82	54 725	48 691	25 216	14 666	16 039	5 319	164 655
1982–83 (estimate)	63 071	51 029	28 163	16 401	16 700	5 629	180 993

Table 87—Payments for Aboriginal Advancement, by Function, 1978-79 to 1982-83
(\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
EDUCATION							
Recurrent Payments							
1978-79	690	633	904	1 560	1 996	28	5 811
1979-80	756	931	724	1 642	2 047	29	6 128
1980-81	1 022	1 002	801	1 795	2 218	63	6 901
1981-82	1 032	1 075	835	2 093	2 295	71	7 400
1982-83 (estimate) . . .	1 204	1 347	1 109	2 306	2 586	84	8 636
Capital Payments							
1978-79 . . . . .	..	..	57	149	159	..	364
1979-80 . . . . .	..	..	41	23	23	..	87
1980-81 . . . . .	..	..	33	5	21	..	59
1981-82 . . . . .	..	..	24	9	24	..	57
1982-83 (estimate) . . .	..	..	24	..	21	..	45
Total Payments							
1978-79	690	633	961	1 709	2 155	28	6 175
1979-80	756	931	765	1 665	2 070	29	6 215
1980-81	1 022	1 002	834	1 800	2 239	63	6 960
1981-82	1 032	1 075	859	2 102	2 318	71	7 457
1982-83 (estimate) . . .	1 204	1 347	1 133	2 306	2 607	84	8 681
HEALTH							
Recurrent Payments							
1978-79	1 579	325	2 774	1 290	5 258	16	11 241
1979-80	1 608	389	3 119	1 282	5 645	23	12 065
1980-81	1 612	366	3 799	1 380	6 325	23	13 505
1981-82	1 885	211	3 875	1 559	6 299	16	13 845
1982-83 (estimate) . . .	1 970	21	4 121	1 825	7 209	28	15 174
Capital Payments							
1978-79	35	7	194	51	1 076	..	1 362
1979-80	92	..	299	80	612	..	1 083
1980-81	40	11	225	..	110	..	386
1981-82 . . . . .	..	..	150	30	153	..	333
1982-83 (estimate) . . .	87	..	187	48	153	..	475
Total Payments							
1978-79	1 614	332	2 967	1 340	6 334	16	12 602
1979-80	1 700	389	3 418	1 362	6 257	23	13 148
1980-81	1 652	377	4 024	1 380	6 435	23	13 891
1981-82	1 885	211	4 025	1 589	6 452	16	14 178
1982-83 (estimate) . . .	2 057	21	4 308	1 873	7 362	28	15 649
SOCIAL SECURITY AND WELFARE							
Recurrent Payments							
1978-79	713	374	239	515	1 290	..	3 130
1979-80	666	162	488	644	1 513	..	3 472
1980-81	786	174	488	883	1 665	..	3 996
1981-82	967	190	495	1 082	1 771	..	4 505
1982-83 (estimate) . . .	1 298	239	437	1 639	1 851	..	5 464
Capital Payments							
1978-79 . . . . .	..	..	..	28	88	..	116
1979-80	59	..	4	57	70	..	189
1980-81	7	..	..	16	25	..	49
1981-82 . . . . .	..	..	..	3	58	..	61
1982-83 (estimate) . . .	..	..	..	15	43	..	58
Total Payments							
1978-79	713	374	239	543	1 378	..	3 246
1979-80	725	162	491	701	1 583	..	3 661
1980-81	793	174	488	899	1 690	..	4 044
1981-82	967	190	495	1 085	1 829	..	4 565
1982-83 (estimate) . . .	1 298	239	437	1 654	1 894	..	5 522

Table 87—Payments for Aboriginal Advancement, by Function, 1978–79 to 1982–83
(\$ thousands)—continued

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
HOUSING							
Recurrent Payments							
1978–79	..	..	..	40	..	..	40
1979–80	..	82	..	156	249	..	487
1980–81	..	134	..	220	767	..	1 121
1981–82	..	..	..	..	..	..	..
1982–83 (estimate)	..	..	..	..	..	..	..
Capital Payments							
1978–79	3 022	230	1 650	1 954	4 120	115	11 091
1979–80	3 605	275	1 270	1 930	4 259	254	11 593
1980–81	3 307	318	930	2 026	2 862	180	9 623
1981–82	..	..	..	..	..	..	..
1982–83 (estimate)	..	..	..	..	..	..	..
Total Payments							
1978–79	3 022	230	1 650	1 994	4 120	115	11 131
1979–80	3 605	357	1 270	2 086	4 508	254	12 080
1980–81	3 307	452	930	2 247	3 629	180	10 744
1981–82	..	..	..	..	..	..	..
1982–83 (estimate)	..	..	..	..	..	..	..
URBAN AND REGIONAL DEVELOPMENT N.E.C. AND THE ENVIRONMENT							
Recurrent Payments							
1978–79	..	..	..	..	..	..	..
1979–80	..	..	..	..	111	..	111
1980–81	..	..	..	..	196	..	196
1981–82	..	..	..	72	241	..	313
1982–83 (estimate)	..	..	..	61	294	..	355
Capital Payments							
1978–79	..	..	635	110	..	..	745
1979–80	..	..	..	142	94	..	236
1980–81	..	..	319	53	215	..	587
1981–82	..	..	762	2 115	301	..	3 178
1982–83 (estimate)	..	..	1 551	2 099	126	..	3 776
Total Payments							
1978–79	..	..	635	110	..	..	745
1979–80	..	..	..	142	205	..	347
1980–81	..	..	319	53	411	..	783
1981–82	..	..	762	2 187	542	..	3 491
1982–83 (estimate)	..	..	1 551	2 160	420	..	4 131
TOTAL—ALL FUNCTIONS							
Recurrent Payments							
1978–79	2 982	1 331	3 917	3 404	8 544	44	20 221
1979–80	3 030	1 562	4 331	3 724	9 565	52	22 263
1980–81	3 420	1 676	5 088	4 278	11 170	86	25 718
1981–82	3 884	1 475	5 205	4 805	10 606	87	26 062
1982–83 (estimate)	4 472	1 606	5 667	5 832	11 939	112	29 629
Capital Payments							
1978–79	3 057	237	2 536	2 291	5 443	115	13 678
1979–80	3 756	275	1 613	2 231	5 058	254	13 187
1980–81	3 353	329	1 507	2 101	3 233	180	10 703
1981–82	..	..	936	2 157	535	..	3 629
1982–83 (estimate)	87	..	1 762	2 161	343	..	4 354
Total Payments							
1978–79	6 039	1 568	6 452	5 696	13 986	159	33 900
1979–80	6 786	1 837	5 944	5 955	14 623	306	35 451
1980–81	6 773	2 005	6 595	6 379	14 403	266	36 422
1981–82	3 884	1 475	6 141	6 962	11 142	87	29 691
1982–83 (estimate)	4 559	1 606	7 429	7 993	12 283	112	33 983

Table 88—Details of Payments to the States for Housing(a), 1978–79 to 1982–83
(\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
RECURRENT GRANTS(b)							
1978–79	1 848	1 347	423	941	627	314	5 500
1979–80	1 848	1 347	423	941	627	314	5 500
1980–81	1 848	1 347	423	941	627	314	5 500
1981–82	1 848	1 347	2 898	941	627	314	7 975
1982–83 (estimate) . . .	1 848	1 347	423	941	627	314	5 500
PENSIONER HOUSING GRANTS							
1978–79	5 695	3 388	2 050	1 343	1 086	438	14 000
1979–80	12 132	7 186	4 495	2 856	2 361	970	30 000
1980–81	12 421	7 409	4 790	2 945	2 459	976	31 000
1981–82	12 430	7 447	5 009	3 033	2 589	992	31 500
1982–83 (estimate) . . .	12 171	7 371	5 138	3 080	2 731	1 009	31 500
ABORIGINAL HOUSING GRANTS(c)							
1979–80	6 000	2 000	6 100	1 500	4 000	400	20 000
1980–81	6 300	2 100	6 400	1 600	4 200	400	21 000
1981–82	9 087	2 522	6 628	3 810	7 225	527	29 799
1982–83 (estimate) . . .	9 088	2 527	6 626	3 815	7 222	518	29 796
OTHER HOUSING GRANTS(d)							
1979–80	16 410	13 045	5 105	7 495	4 710	3 235	50 000
1980–81	17 070	13 570	6 810	7 790	4 900	3 360	53 500
1981–82	15 570	12 375	4 845	7 110	4 465	3 070	47 435
1982–83 (estimate) . . .	36 826	28 818	13 819	15 288	10 477	7 445	112 673
LOANS							
1978–79	103 721	82 451	32 257	47 368	29 767	20 436	316 000
1979–80	52 512	41 744	16 336	23 984	15 072	10 352	160 000
1980–81	54 650	43 440	17 000	24 960	15 680	10 770	166 500
1981–82	45 464	36 135	14 148	20 761	13 038	8 964	138 510
1982–83 (estimate) . . .	46 012	36 333	15 131	19 833	12 984	8 407	138 700
TOTAL PAYMENTS							
1978–79	111 264	87 186	34 730	49 652	31 480	21 188	335 500
1979–80	88 902	65 322	32 459	36 776	26 770	15 271	265 500
1980–81	92 289	67 866	35 423	38 236	27 866	15 820	277 500
1981–82	84 399	59 826	33 528	35 655	27 944	13 867	255 219
1982–83 (estimate) . . .	105 945	76 396	41 137	42 957	34 041	17 693	318 169

(a) For a description of these items see Chapter IV under heading 'Housing'.

(b) Includes contributions towards rental losses under the Commonwealth—State Housing Agreement 1945.

(c) From 1981–82 the figures include payments previously provided under the *States Grants (Aboriginal Assistance) Act 1976* (Housing).

(d) The 1980–81 payments include a special payment to Queensland for re-housing Cribb Island residents.

Table 89—Payments to the States and the Northern Territory, National Water Resources Program 1978-79 to 1981-82 (\$ thousands)

	1978-79	1979-80	1980-81	1981-82
NEW SOUTH WALES—				
Water Resources Assessment	1 630	1 630	1 800	1 800
Murray Valley Salinity Mitigation	1 000	1 620	2 230	1 950
Urban Flood Plain Management	562	642	703	880
Rural Flood Plain Management	563	642	634	647
Hunter Valley Economic Strategy Study . . . . .	..	75	112	42
Split Rock Dam . . . . .	..	..	500	250
Water Hyacinth Control	15	..	..	..
Total	3 770	4 609	5 979	5 569
VICTORIA—				
Water Resources Assessment	1 136	1 136	1 250	1 250
Murray Valley Salinity Mitigation	550	1 409	1 463	1 665
Urban Flood Plain Management . . . . .	..	586	760	1 037
Water Resources Studies . . . . .	..	57	61	..
Urban Water Supply . . . . .	..	..	..	1 700
Total	1 688	3 188	3 534	5 652
QUEENSLAND—				
Water Resources Assessment	952	952	1 050	1 050
Urban Flood Plain Management	880	862	1 031	775
Rural Flood Plain Management . . . . .	..	..	..	415
Bundaberg Irrigation Works	950	2 500	2 500	4 000
Julius Dam	500	250	250	..
Eton Irrigation project . . . . .	..	..	1 300	991
Total	3 282	4 564	6 131	7 231
SOUTH AUSTRALIA—				
Water Resources Assessment	727	727	800	822
Murray Valley Salinity Mitigation	250	1 341	2 305	1 825
Urban Water Supply	4 490	2 555	2 600	2 600
Urban Flood Mitigation—Torrens River . . . . .	..	..	..	500
Total	5 467	4 623	5 705	5 747
WESTERN AUSTRALIA—				
Water Resources Assessment	2 000	2 000	2 200	2 200
Urban Water Supply	1 018	1 190	527	916
Collie River Salinity Control . . . . .	..	700	808	1 300
Water Resources Studies . . . . .	..	30	154	..
Ord River Project . . . . .	..	14	355	106
Flood Plain Management Studies . . . . .	..	..	40	50
Total	3 018	3 934	4 084	4 572
TASMANIA—				
Water Resources Assessment	426	..	448	235
Urban Flood Plain Management . . . . .	..	..	75	72
Total	426	..	523	307
NORTHERN TERRITORY—				
Water Resources Assessment . . . . .	..	1 940	1 940	1 940
Urban Flood Plain Management . . . . .	..	..	..	29
Rural Flood Plain Management . . . . .	..	..	..	22
Total . . . . .	..	1 940	1 940	1 991
TOTAL PAYMENTS	17 649	22 858	27 896	31 069

Table 90—Payments for Natural Disaster Relief, Estimated by Type of Disaster (a) (b), 1978-79 to 1981-82 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
DROUGHTS							
1978-79	743	173	2 942	5 430	6 036	..	15 324
1979-80 . . . . .	..	-229	1 224	-270	6 922	..	7 647
1980-81	42 447	..	14 780	-737	13 523	..	70 013
1981-82	14 554	..	5 612	..	2 239	267	22 672
FLOODS, STORMS AND CYCLONES							
1978-79	2 393	797	6 020	..	2 382	..	11 592
1979-80 . . . . .	..	..	6 608	..	1 520	..	8 128
1980-81	833	..	7 263	65	1 849	..	10 010
1981-82	145	1 135	4 501	..	1 130	..	6 911
BUSHFIRES							
1978-79	8	43	..	..	..	..	51
1979-80	45	..	..	..	..	..	45
1980-81	275	..	..	27	..	..	302
1981-82	22	..	..	..	..	176	198
ALL NATURAL DISASTERS							
1978-79	3 144	1 013	8 962	5 430	8 418	..	26 967
1979-80	45	-229	7 832	-270	8 442	..	15 819
1980-81	43 554	..	22 043	-645	15 371	..	80 324
1981-82	14 721	1 136	10 113	..	3 369	444	29 781

- (a) Excludes the cost of emergency assistance provided by the Defence Forces. Amounts shown are payments made in each financial year less refunds made within the same financial year; refunds made in subsequent years are deducted in the year in which they are received.
- (b) Payments for Natural Disaster Relief are not designed to provide assistance on a disaster-by-disaster basis, but rather to assist States in meeting the costs of relief measures when they exceed a State's assessed annual financial capacity. This Table is derived from States' advice on their expenditures by type of disaster and apportioning Commonwealth assistance accordingly.

Table 91—Further Details of Natural Disaster Relief to the States, 1977–78 to 1981–82 (\$ thousands)

	New South Wales					Victoria					Queensland				
	1977–78	1978–79	1979–80	1980–81	1981–82	1977–78	1978–79	1979–80	1980–81	1981–82	1977–78	1978–79	1979–80	1980–81	1981–82
<i>Expenditures by States in Year (b)</i>															
Personal hardship and distress	1 049	226	90	169	..	128	63	..	..	58	71	5	4	507	31
Freight subsidies	859	910	..	22 248	14 467	198	23	..	..	..	214	2 945	2 101	12 480	3 736
Stock slaughter assistance and compensation	32	4	..	150	15	..	..	..	..	..	307	261	11	..	..
Loans to primary producers	3 171	3 973	..	40 182	16 437	3 736	1 656	..	..	360	4 133	2 218	383	9 960	6 151
Loans to small businesses	51	198	..	..	..	..	..	..	..	..	..	35	17	358	163
Loans to sporting clubs	10	17	..	..	..	..	..	..	..	..	..	10	..	..	10
Restoration of State, local and semi-government assets	10 485	7 944	..	1 497	372	783	6 567	..	..	8 034	12 707	9 785	11 511	10 359	6 958
Emergency protection works and repairs to essential services	450	247	..	..	..	52	..	..	..	12	..	..	..	..	..
Water cartage	..	..	..	182	99	..	..	..	..	..	..	..	..	40	50
Fencing	..	..	..	..	..	51	51	..	..	..	..	..	..	..	..
Other drought measures	..	..	..	..	..	..	81	..	..	..	..	..	..	389	213
Disposal of unsaleable stock	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Total	16 107	13 518	90	64 428	31 390	4 948	8 440	..	..	8 464	17 433	15 259	14 026	34 094	17 313
<i>Less—</i>															
State personal hardship and distress assistance under \$1: \$1 arrangements (c)	..	..	90	164	..	40	17	..	..	8	12	..	..	..	..
State's annual base amount (c)	5 000	10 000	..	10 000	10 000	3 500	7 000	..	..	7 000	2 000	4 000	4 000	4 000	4 000
State expenditure eligible for Commonwealth assistance under \$3: \$1 arrangements (d)	11 107	3 518	..	54 264	21 390	1 408	1 423	..	..	1 456	15 421	11 259	10 026	30 094	13 313
Commonwealth share—\$3: \$1 arrangements (d)	11 107	2 639	..	40 698	16 043	1 408	1 067	..	..	1 092	15 421	8 444	7 520	22 571	9 984
Plus Commonwealth share—\$1: \$1 arrangements	..	..	45	82	..	20	9	..	..	4	6	..	..	..	..
TOTAL COMMONWEALTH SHARE	11 107	2 639	45	40 780	16 043	1 428	1 076	..	..	1 096	15 427	8 444	7 520	22 571	9 984
Plus Adjusting payments for previous years (e)	..	628	..	—287	—2 413	148	..	..	..	..	153	504	—55	—367	123
Less Under advances in respect of current year (e)	1 440	123	..	(f) —3 062	(f) —1 092	(f) —336	63	229	..	(f) —40	507	(f) —14	(f) —367	161	(f) —6
Payments to States in Year	9 667	3 144	45	43 555	14 721	1 912	1 013	—229	..	1 136	15 073	8 962	7 832	22 043	10 113

Table 91—Further Details of Natural Disaster Relief to the States, 1977–78 to 1981–82 (\$ thousands)—continued

	South Australia					Western Australia					Tasmania (a)		Total				
	1977–78	1978–79	1979–80	1980–81	1981–82	1977–78	1978–79	1979–80	1980–81	1981–82	1980–81	1981–82	1977–78	1978–79	1979–80	1980–81	1981–82
<i>Expenditures by States in Year (b)</i>																	
Personal hardship and distress	..	..	183	..	..	368	28	306	298	10	129	..	1 616	322	583	1 103	99
Freight subsidies	245	256	..	..	..	231	257	228	1 332	792	..	22	1 747	4 391	2 329	36 060	19 017
Stock slaughter assistance and compensation	16	14	..	..	..	..	..	..	..	..	..	..	355	279	11	150	15
Loans to primary producers	13 319	8 752	..	..	..	17 906	9 594	12 539	18 733	4 536	635	141	42 265	26 193	12 922	69 510	27 625
Loans to small businesses	..	..	..	..	..	..	..	20	205	30	..	..	51	233	37	563	193
Loans to sporting clubs	..	..	..	..	..	..	..	5	..	..	..	..	10	27	5	..	10
Restoration of State, local and semi-government assets	..	209	..	..	..	3 431	1 889	2 191	2 080	2 537	263	665	27 406	26 394	13 702	14 199	18 566
Emergency protection works and repairs to essential services	..	..	..	..	..	..	..	..	..	..	135	302	502	247	..	135	314
Water cartage	..	25	..	..	..	18	..	..	..	..	..	..	18	25	..	222	149
Fencing	..	..	..	..	..	..	23	..	..	..	..	..	51	74	..	..	..
Other drought measures	..	..	..	..	..	..	..	..	144	40	429	132	..	81	..	962	385
Disposal of unsaleable stock	..	..	..	..	..	..	..	..	14	..	..	..	..	..	..	14	..
Housing loans	..	..	..	..	..	..	..	..	..	..	..	137	..	..	..	..	137
Total	13 580	9 257	183	..	..	21 955	11 791	15 289	22 805	7 946	1 592	1 399	74 023	58 265	29 588	122 919	66 512
<i>Less—</i>																	
State personal hardship and distress assistance under \$1:\$1 arrangements (c)	..	..	183	..	..	..	..	..	..	..	..	..	52	17	273	164	8
State's annual base amount (c)	1 500	3 000	..	..	..	1 500	3 000	3 000	3 000	3 000	1 200	1 200	13 500	27 000	7 000	18 200	25 200
State expenditure eligible for Commonwealth assistance under \$3:\$1 arrangements (d)	12 080	6 257	..	..	..	20 455	8 791	12 289	19 805	4 946	392	199	60 471	31 248	22 315	104 555	41 304
<i>Commonwealth share—\$3:\$1 arrangements (d)</i>	<i>12 080</i>	<i>4 693</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>20 455</i>	<i>6 593</i>	<i>9 216</i>	<i>14 854</i>	<i>3 709</i>	<i>294</i>	<i>150</i>	<i>60 471 (e)</i>	<i>23 436</i>	<i>16 736</i>	<i>78 417</i>	<i>30 978</i>
<i>Plus Commonwealth Share—\$1:\$1 arrangements</i>	<i>..</i>	<i>..</i>	<i>92</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>..</i>	<i>26</i>	<i>9</i>	<i>137</i>	<i>82</i>	<i>4</i>
TOTAL COMMONWEALTH SHARE	12 080	4 693	92	..	..	20 455	6 593	9 216	14 854	3 709	294	150	60 497	23 445	16 873	78 499	30 982
<i>Plus Adjusting payments for previous years(e)</i>	<i>..</i>	<i>..</i>	<i>-270</i>	<i>-645</i>	<i>..</i>	<i>294</i>	<i>1 922</i>	<i>96</i>	<i>871</i>	<i>353</i>	<i>..</i>	<i>294</i>	<i>406</i>	<i>3 054</i>	<i>-229</i>	<i>-428</i>	<i>-1643</i>
<i>Less Under advances in respect of current year(e)</i>	<i>(f)-270</i>	<i>(f)-737</i>	<i>92</i>	<i>..</i>	<i>..</i>	<i>2 062</i>	<i>96</i>	<i>871</i>	<i>353</i>	<i>694</i>	<i>294</i>	<i>..</i>	<i>3 403 (f)</i>	<i>-469</i>	<i>825 (f)</i>	<i>-2 253 (f)</i>	<i>(f)-444</i>
Payments to States in Year	12 350	5 430	-270	-645	..	18 498	8 418	8 442	15 371	3 369	..	444	57 500	26 967	15 819	80 324	29 781

(a) Tasmania did not receive assistance between 1977–78 and 1979–80.

(b) Actual amounts for New South Wales and South Australia in 1977–78 and Queensland and Western Australia to 1980–81. All other amounts are estimates by State Treasuries of expenditures on measures agreed between the Commonwealth and State Governments in respect of eligible disasters. Subject to revision.

(c) For explanations see Chapter IV.

(d) In 1977–78 the States made no matching contribution.

(e) For administrative reasons payments to the States in a year are not always equal to the amounts payable to them in respect of that year.

(f) Refers to overpayment to State in year concerned, adjusted in a subsequent year.

**APPENDIX IV—ADVANCES, DEBT CHARGES, NET ADVANCES, NET
PAYMENTS AND STATE GOVERNMENT DEBT OUTSTANDING**

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Table 92—Six States Total—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES(a)					
<i>Loan Council Borrowings</i>	955 867	830 000	871 500	871 500	915 333
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen	11 600	1 455	1 320	3 004	8 322
Welfare Housing(b)	316 000	160 000	166 500	138 510	138 700
Growth Centres	24 822	27 091	28 765	32 219	33 173
Land Acquisition	14 587	15 706	17 543	6 505	7 593
Captains Flat Project	15	..	..	..	..
Legana Industrial Estate (Tasmania) . . . . .	..	..	195	..	..
Railway Mainline Upgrading . . . . .	..	5 137	14 793	24 300	21 800
Adelaide Water Treatment	3 105	..	..	..	..
Softwood Forestry	7 665	5 131	4 823	4 218	500
Native Forestry Assistance—Tasmania . . . . .	..	272	336	236	236
Rural Adjustment Scheme	39 815	12 472	13 770	13 513	14 722
Beef Industry Assistance	— 3	..	..	..	..
Sugar Industry . . . . .	..	27 842	..	..	39 100
Ord River Project . . . . .	..	14	355	106	..
Assistance for Chrysotile Corporation . . . . .	..	1 179	222	..	..
Launceston Precision Tool Annexe . . . . .	..	..	323	20	..
Natural Disaster Relief	14 444	7 308	47 381	13 801	3 800
Total Commonwealth Government Loans	432 050	263 608	296 325	236 433	267 946
TOTAL ADVANCES	1 387 917	1 093 608	1 167 825	1 107 933	1 183 279
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings(c)</i>	185 269	195 210	203 436	213 587	223 850
<i>Repayments of Commonwealth Government Loans—</i>					
Special Budgetary Assistance	10 000	2 500	..	..	..
Housing for Servicemen	840	894	941	991	1 043
Unemployment Relief Works	2	2	2	2	2
Aboriginal Advancement . . . . .	..	23	25	26	25
Welfare Housing	30 880	33 504	35 551	37 705	40 026
Growth Centres	137	252	5 354	258	251
Land Acquisition . . . . .	..	..	..	31 000	11 500
Captains Flat Project	4	7	8	9	10
Legana Industrial Estate (Tasmania) . . . . .	..	..	..	20	20
Sewerage	696	765	839	923	1 014
Community Facilities—Townsville	5	5	6	6	7
Exmouth Township—Electrical Services	10	15	5	15	10
Beef Cattle Roads	570	570	570	570	..
Railway Projects	3 998	4 753	5 555	5 241	5 501
King Island Harbour Works	45	45	45	45	45
King Island Shipping Service	87	87	87	87	87
Coal Loading Facilities	13	6	..	..	..
Northern Harbours	98	98	98	..	..
Derby Jetty	53	..	..	..	..
Weipa Development	85	90	95	100	105
Natural Gas	1 875	1 875	..	..	..
Julius Dam	88	97	107	118	129
Adelaide Water Treatment	62	77	90	99	109
Hydro-electricity	2 989	2 989	2 989	2 989	..
Gladstone Power Station . . . . .	..	1 072	2 242	2 378	2 523
Softwood Forestry	150	305	497	701	704
Dairy Adjustment Program	2 239	2 632	2 550	2 629	2 131
Rural Adjustment Scheme	188	1 712	1 708	4 193	2 473
Beef Industry Assistance	2 385	4 367	2 688	1 896	1 435
Rural Reconstruction	5 054	6 531	6 834	7 014	7 295
Sugar Industry	2 740	2 877	27 391	..	..
Canned Fruit Industry	759	1 461	491	263	..

Table 92—Six States Total—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
Chowilla Reservoir	148	148	148	148	148
Blowering Reservoir	2 015	2 035	2 035	2 035	2 035
Exmouth Township Water and Sewerage	4	4	4	4	4
Ord River Project . . . . .	..	..	10	34	80
Western Australia Water Supply	367	508	613	745	800
Assistance for Mount Lyell Mining	1 009	2 374	..	..	..
Launceston Precision Tool Annexe . . . . .	..	..	..	33	34
War Service Land Settlement	366	379	394	408	424
Brigalow Lands Development Scheme	346	693	693	693	693
Natural Disaster Relief	3 396	5 473	10 386	8 987	14 691
Total Repayments of Commonwealth Government Loans	73 703	81 225	111 049	112 364	95 353
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	258 972	276 435	314 484	325 950	319 203
NET ADVANCES (d) (Advances Less Repayments)					
Loan Council Borrowings	770 598	634 790	668 064	657 913	691 483
Commonwealth Government Loans	358 347	182 383	185 276	124 069	172 593
TOTAL NET ADVANCES	1 128 945	817 173	853 341	781 982	864 076
INTEREST ON ADVANCES					
<i>Interest on Loan Council Borrowings(e)</i>	1 017 905	1 088 740	1 258 311	1 420 963	1 619 000
<i>Interest on Commonwealth Government Loans—</i>					
Special Budgetary Assistance	1 063	213	..	..	..
Housing for Servicemen	16 841	17 731	17 802	17 821	18 436
Aboriginal Advancement—Bamaga . . . . .	..	12	11	9	10
Housing	148 483	158 237	164 551	170 247	174 634
Growth Centres	20 482	22 971	24 618	28 041	32 859
Land Acquisition	14 587	15 706	17 543	6 505	7 593
Legana Industrial Estate (Tasmania) . . . . .	..	..	..	14	22
Community Facilities—Townsville	41	41	40	40	39
Exmouth Township	17	22	10	19	13
Captains Flat Project	39	40	39	39	38
Sewerage	21 704	21 635	21 560	21 477	21 386
Leisure Facilities . . . . .	..	..	..	435	219
Beef Cattle Roads	107	79	50	21	..
Railway Projects	2 737	3 538	4 212	4 708	5 716
King Island Harbour Works	34	31	28	24	21
King Island Shipping Service	93	85	77	68	60
Coal Loading Facilities	1	..	..	..	..
Northern Harbours	13	9	4	..	..
Derby Jetty	2	..	..	..	..
Weipa Development	140	136	131	126	121
Natural Gas	194	83	..	..	..
Julius Dam	159	151	141	130	118
Urban Water Supply	2 049	2 287	2 279	2 270	2 260
Hydro-electricity	702	515	328	140	..
Blowering Reservoir	822	717	610	504	398
Gladstone Power Station . . . . .	..	8 578	10 392	10 256	10 111
Softwood Forestry	135	564	1 196	1 809	2 364
Dairy Adjustment Program	992	984	873	813	778
Rural Adjustment Scheme	2 709	5 071	6 140	7 019	7 749
Rural Reconstruction	8 732	8 350	8 166	7 710	7 366
Canned Fruit Industry	372	337	30	9	..
Sugar Industry	281	871	1 233	..	1 800
Ord River Project	193	193	194	247	251
Dartmouth Dam	2 528	2 528	2 528	2 528	2 528
Chowilla Reservoir	59	51	44	36	28

Table 92—Six States Total—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
Western Australia Water Supply	675	652	621	582	535
Launceston Precision Tool Annexe. . . . .	...	...	...	25	40
War Service Land Settlement	856	842	828	813	798
Brigalow Lands Development Scheme	485	936	889	843	797
Total Interest on Commonwealth Govern- ment Loans	248 329	274 194	287 166	285 330	299 089
TOTAL INTEREST ON LOAN COUN- CIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	1 266 234	1 362 934	1 545 477	1 706 294	1 918 089

- (a) For purposes of these tables advances comprise the State Governments' Loan Council borrowing programs and Commonwealth Government loans to the States. *See* Chapter 1 of this paper and footnote (d) below. Important qualifications attach to the 1982–83 estimates in some cases; *see* relevant sections of the text.
- (b) Comprising advances from 1974–75 under the Housing Agreement 1973. Does not include advances for housing for servicemen.
- (c) Includes sinking fund contributions on State debt made by the Commonwealth Government, which are included in this paper as payments for the States. Amounts shown equal total receipts of the sinking funds on the States' debts controlled by the National Debt Commission.
- (d) Figures derived from those shown above by subtracting sinking fund payments from Loan Council borrowings and repayments of Commonwealth Government loans from the amounts of those loans each year. As explained in Chapter 1, national accounting estimates of Commonwealth Government outlays published by the Treasury and by the Australian Bureau of Statistics show advances (including the State Governments' Loan Council borrowing programs) on a net basis. The figures shown here coincide with those shown in the national accounting estimates. The figures shown in some of the other sections of this paper are on a gross basis—that is, *before* deducting repayments.
- (e) Includes interest on the States' domestic raisings.

Table 93—New South Wales—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES(a)					
<i>Loan Council Borrowings</i>	308 978	268 293	281 707	281 707	295 876
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen	5 423	1 360	120	1 159	4 660
Welfare Housing(b)	103 721	52 512	54 650	45 464	46 012
Growth Centres	16 231	16 977	18 521	20 120	20 673
Land Acquisition	2 137	2 338	2 612	2 977	3 475
Captains Flat Project	15	..	..	..	..
Railway Mainline Upgrading . . . . .	..	..	5 000	11 400	6 400
Softwood Forestry	3 175	1 840	1 891	1 735	100
Rural Adjustment Scheme	10 065	3 485	3 570	3 356	3 848
Assistance for Chrysotile Corp . . . . .	..	1 179	222	..	..
Natural Disaster Relief	984	..	27 869	8 000	1 000
Total Commonwealth Government Loans	141 752	79 690	114 454	94 211	86 168
TOTAL ADVANCES	450 730	347 983	396 161	375 918	382 044
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings(c)</i>	62 633	65 924	68 675	71 932	75 221
<i>Repayments of Commonwealth Government Loans—</i>					
Special Budgetary Assistance	10 000	2 500	..	..	..
Housing for Servicemen	312	334	354	374	393
Welfare Housing	10 730	11 594	12 275	12 999	13 799
Growth Centres	35	45	49	10	18
Captains Flat Project	4	7	8	9	10
Sewerage	256	281	309	340	373
Railway Projects	96	96	96	96	96
Softwood Forestry	60	108	180	236	236
Dairy Adjustment Program	141	148	153	179	158
Rural Adjustment Scheme . . . . .	..	218	29	1 289	550
Beef Industry Assistance	594	916	334	905	685
Rural Reconstruction	1 692	1 871	2 073	2 187	2 273
Chowilla Reservoir	148	148	148	148	148
Blowering Reservoir	2 015	2 035	2 035	2 035	2 035
War Service Land Settlement	177	184	191	198	219
Natural Disaster Relief	688	964	1 000	1 015	4 361
Total Repayments of Commonwealth Government Loans	26 947	21 447	19 231	22 018	25 353
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	89 580	87 371	87 906	93 950	100 574
NET ADVANCES (d) (Advances Less Repayments)					
<i>Loan Council Borrowings</i>	246 345	202 369	213 032	209 775	220 655
<i>Commonwealth Government Loans</i>	114 805	58 243	95 223	72 194	60 815
Total Net Advances	361 150	260 613	308 255	281 969	281 470

Table 93—New South Wales—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
INTEREST ON ADVANCES					
Interest on Loan Council Borrowings	334 673	357 354	414 564	467 578	531 700
Interest on Commonwealth Government Loans—					
Special Budgetary Assistance	1 063	213			
Housing for Servicemen	7 809	8 232	8 318	8 283	8 569
Housing	50 615	53 895	56 003	57 858	59 348
Growth Centres	11 672	13 220	15 267	17 350	20 272
Land Acquisition	2 137	2 338	2 612	2 977	3 475
Captains Flat Project	39	40	39	39	38
Sewerage	8 151	8 126	8 098	8 068	8 034
Railway Projects	161	156	339	2 094	3 386
Blowering Reservoir	822	717	610	504	398
Softwood Forestry	44	269	612	941	1 238
Dairy Adjustment Program	80	73	68	66	63
Rural Adjustment Scheme	545	1 131	1 415	1 618	1 840
Rural Reconstruction	2 724	2 639	2 520	2 400	2 269
Dartmouth Dam	843	843	843	843	843
Chowilla Reservoir	59	51	44	36	28
War Service Land Settlement	415	408	401	394	387
Total Interest on Commonwealth Govern- ment Loans	87 179	92 350	97 190	103 471	110 187
TOTAL INTEREST ON LOAN COUNCIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	421 852	449 704	511 754	571 050	641 887

(a) (b) (c) and (d)—See corresponding footnotes to Table 92.

Table 94—Victoria—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES(a)					
<i>Loan Council Borrowings</i>	240 142	208 521	218 947	218 947	229 959
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen	948	45	400	..	766
Welfare Housing(b)	82 451	41 744	43 440	36 135	36 333
Growth Centres	7 391	8 804	10 244	12 099	12 500
Land Acquisition	3 201	3 267	3 649	..	..
Railway Mainline Upgrading . . . . .	..	3 230	5 212	2 260	8 400
Softwood Forestry	613	415	521	339	30
Rural Adjustment Scheme	8 712	3 281	3 303	3 230	3 540
Natural Disaster Relief	201	..	..	48	..
Total Commonwealth Loans	103 517	60 787	66 770	54 110	61 569
TOTAL ADVANCES	343 659	269 308	285 717	273 057	291 528
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings (c)</i>	45 868	48 195	50 313	52 878	55 472
<i>Repayments of Commonwealth Government Loans—</i>					
Housing for Servicemen	248	260	272	286	301
Unemployment Relief Works	2	2	2	2	2
Welfare Housing	9 004	9 748	10 327	10 921	11 593
Growth Centres	103	207	205	248	233
Land Acquisition . . . . .	..	..	..	6 000	6 000
Sewerage	226	248	273	300	329
Railway Projects	96	96	96	96	96
Softwood Forestry	12	32	51	84	84
Dairy Adjustment Program	1 348	1 513	1 427	1 515	1 031
Rural Adjustment Scheme	1	25	90	406	703
Beef Industry Assistance	143	349	543	389	294
Rural Reconstruction	1 163	1 687	1 515	1 528	1 594
Canned Fruit Industry	759	1 255	491	263	..
War Service Land Settlement	189	196	203	211	205
Natural Disaster Relief	193	343	369	369	354
Total Repayments of Commonwealth Government Loans	13 486	15 962	15 866	22 615	22 819
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	59 355	64 157	66 178	75 493	78 291
NET ADVANCES (d) (Advances Less Repayments)					
<i>Loan Council Borrowings</i>	194 274	160 326	168 634	166 069	174 487
<i>Commonwealth Government Loans</i>	90 031	44 825	50 904	31 495	38 750
TOTAL NET ADVANCES	284 304	205 150	219 539	197 564	213 237

Table 94—Victoria—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
INTEREST ON ADVANCES					
<i>Interest on Loan Council Borrowings(e)</i>	257 316	274 649	318 364	359 208	408 400
<i>Interest on Commonwealth Government Loans—</i>					
Housing for Servicemen	2 899	2 922	2 920	2 937	3 038
Housing	40 078	42 478	44 063	45 506	46 679
Growth Centres	7 609	8 440	9 350	10 691	12 587
Land Acquisition	3 201	3 267	3 649	..	..
Sewerage	7 160	7 137	7 113	7 086	7 056
Railway Projects	161	156	151	147	142
Softwood Forestry	9	30	58	100	123
Dairy Adjustment Program	345	349	304	272	259
Rural Adjustment Scheme	939	1 502	1 764	1 960	2 095
Rural Reconstruction	1 951	1 593	1 800	1 708	1 642
Canned Fruit Industry	372	145	18	9	..
Dartmouth Dam	843	843	843	843	843
War Service Land Settlement	441	434	426	419	411
Total Interest on Commonwealth Govern- ment Loans	66 008	69 296	72 461	71 677	74 874
TOTAL INTEREST ON LOAN COUN- CIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	323 323	343 945	390 825	430 885	483 274

(a) (b) (c) and (d)—See corresponding footnotes to Table 92.

Table 95—Queensland—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES					
<i>Loan Council Borrowings</i>	126 740	110 051	115 554	115 554	121 367
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen	5 229	..	800	1 500	2 200
Welfare Housing	32 257	16 336	17 000	14 148	15 131
Railway Mainline Upgrading . . . . .	..	1 907	3 851	8 540	6 000
Softwood Forestry	1 485	977	841	784	70
Rural Adjustment Scheme	8 087	1 744	2 377	2 296	2 338
Sugar Industry . . . . .	..	27 842	..	..	39 100
Natural Disaster Relief	1 434	216	6 755	3 703	2 400
Total Commonwealth Loans	48 493	49 022	31 625	30 971	67 239
TOTAL ADVANCES	175 233	159 073	147 179	146 525	188 606
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings (c)</i>	24 734	26 093	27 045	28 379	29 722
<i>Repayments of Commonwealth Government Loans—</i>					
Housing for Servicemen	208	224	236	249	262
Aboriginal Advancement . . . . .	..	23	25	26	25
Welfare Housing	2 820	3 077	3 277	3 487	3 702
Sewerage	65	71	78	86	95
Community Facilities—Townsville	5	5	6	6	7
Beef Cattle Roads	570	570	570	570	..
Railway Projects	2 079	2 195	2 317	2 446	2 583
Coal Loading Facilities	13	6	..	..	..
Weipa Development	85	90	95	100	105
Julius Dam	88	97	107	118	129
Gladstone Power Station . . . . .	..	1 072	2 242	2 378	2 523
Softwood Forestry	27	65	102	148	156
Dairy Adjustment Program	356	393	423	439	452
Rural Adjustment Scheme	138	1 360	1 415	1 905	459
Beef Industry Assistance	1 445	2 868	1 706	496	376
Rural Reconstruction	906	1 152	1 267	1 316	1 343
Sugar Industry	2 740	2 877	27 391	..	..
Brigalow Lands Development Scheme	346	693	693	693	693
Natural Disaster Relief	1 939	2 391	1 335	1 315	2 150
Total Repayments of Commonwealth Government Loans	13 832	19 231	43 283	15 780	15 060
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	38 566	45 325	70 328	44 158	44 782
NET ADVANCES (d) (Advances Less Repayments)					
<i>Loan Council Borrowings</i>	102 006	83 958	88 509	87 175	91 645
<i>Commonwealth Government Loans</i>	34 661	29 791	11 659	15 191	52 179
TOTAL NET ADVANCES	136 667	113 749	76 850	102 366	143 824

Table 95—*Queensland—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued*

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
INTEREST ON ADVANCES					
<i>Interest on Loan Council Borrowings(e)</i>	129 761	139 979	158 301	178 785	206 500
<i>Interest on Commonwealth Government Loans—</i>					
Housing for Servicemen	4 880	5 327	5 316	5 374	5 559
Aboriginal Advancement—Bamaga . . . . .	..	12	11	9	10
Housing	13 414	14 391	15 012	15 622	16 025
Community Facilities—Townsville	41	41	40	40	39
Sewerage	2 119	2 113	2 106	2 098	2 090
Beef Cattle Roads	107	79	50	21	..
Railway Projects	839	723	601	472	335
Coal Loading Facilities	1	0	..	..	..
Weipa Development	140	136	131	126	121
Julius Dam	159	151	141	130	118
Gladstone Power Station . . . . .	..	8 578	10 392	10 256	10 111
Softwood Forestry	24	62	119	182	219
Dairy Adjustment Program	457	427	395	377	362
Rural Adjustment Scheme	548	927	1 116	1 250	1 365
Rural Reconstruction	1 603	1 547	1 470	1 353	1 326
Sugar Industry	281	871	1 233	..	1 800
Brigalow Lands Development Scheme	485	936	889	843	797
Total Interest on Commonwealth Govern- ment Loans	25 099	36 320	39 022	38 153	40 277
TOTAL INTEREST ON LOAN COUN- CIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	154 860	176 299	197 323	216 938	246 777

(a) (b) (c) (d) and (e)—See corresponding footnotes to Table 92.

Table 96—South Australia—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES(a)					
<i>Loan Council Borrowings</i>	124 569	108 165	113 573	113 573	119 285
<i>Commonwealth Government Loans—</i>					
Housing For Servicemen . . . . .	..	..	..	270	34
Welfare Housing(b)	47 368	23 984	24 960	20 761	19 833
Growth Centres	1 201	1 311	..	..	..
Land Acquisition	6 712	7 329	8 186	..	..
Adelaide Water Treatment	3 105	..	..	..	..
Softwood Forestry . . . . .	..	330	155	169	200
Rural Adjustment Scheme	3 884	2 041	2 019	1 866	2 123
Natural Disaster Relief	4 929	..	..	..	..
Total Commonwealth Loans	67 199	34 995	35 320	23 066	22 190
TOTAL ADVANCES	191 768	143 160	148 893	136 639	141 475
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings(c)</i>	23 102	24 416	25 460	26 786	28 141
<i>Repayments of Commonwealth Government Loans—</i>					
Housing for Servicemen	18	19	20	21	23
Welfare Housing	4 108	4 488	4 782	5 094	5 408
Growth Centres . . . . .	..	..	5 100	..	..
Land Acquisition . . . . .	..	..	..	25 000	5 500
Sewerage	33	36	39	43	48
Railway Projects	2	2	..	..	..
Natural Gas	1 875	1 875	..	..	..
Adelaide Water Treatment	62	77	90	99	109
Softwood Forestry	12	21	35	47	51
Dairy Adjustment Program	76	74	77	64	55
Rural Adjustment Scheme . . . . .	..	4	54	221	319
Beef Industry Assistance	60	107	47	48	36
Rural Reconstruction	477	696	757	763	800
Canned Fruit Industry . . . . .	..	206	..	..	..
Natural Disaster Relief . . . . .	..	1 481	2 036	2 036	2 036
Total Repayments of Commonwealth Government Loans	6 723	9 087	13 038	33 435	14 385
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	29 824	33 503	38 498	60 222	42 526

Table 96—South Australia—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
NET ADVANCES (d) (Advances Less Repayments)					
Loan Council Borrowings	101 467	83 749	88 113	86 787	91 144
Commonwealth Government Loans	60 476	25 909	22 282	10 369	7 805
TOTAL NET ADVANCES	161 943	109 657	110 395	76 417	98 949
INTEREST ON ADVANCES					
Interest on Loan Council Borrowings	128 583	137 630	160 146	181 393	206 300
Interest on Commonwealth Government Loans—					
Housing for Servicemen	587	586	583	583	603
Housing	22 602	24 078	25 031	25 876	26 544
Growth Centres	1 201	1 311			
Land Acquisition	6 712	7 329	8 186		
Sewerage	983	979	976	972	968
Railway Projects	208	208			
Natural Gas	194	83			
Urban Water Supply	2 049	2 287	2 279	2 270	2 260
Softwood Forestry	16	31	72	103	143
Dairy Adjustment Program	19	19	16	16	15
Rural Adjustment Scheme	340	628	813	503	1 053
Rural Reconstruction	999	967	930	882	835
Canned Fruit Industry		192	11		
Dartmouth Dam	843	843	843	843	843
Total Interest on Commonwealth Govern- ment Loans	36 751	39 541	39 740	32 047	33 264
TOTAL INTEREST ON LOAN COUN- CIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	165 335	177 171	199 886	213 440	239 564

(a) (b) (c) and (d)—See corresponding footnotes to Table 92.

Table 97—Western Australia—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES(a)					
<i>Loan Council Borrowings</i>	88 446	76 799	80 639	80 639	84 695
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen		50			662
Welfare Housing(b)	29 767	15 072	15 680	13 038	12 984
Land Acquisition	2 537	2 771	3 095	3 528	4 118
Railway Mainline Upgrading			730	2 100	1 000
Softwood Forestry	1 302	910	811	857	70
Rural Adjustment Scheme	8 075	1 720	2 295	2 461	2 516
Ord River Project		14	355	106	
Natural Disaster Relief	6 895	7 092	12 757	2 009	400
Total Commonwealth Government Loans	48 575	27 629	35 723	24 100	21 750
TOTAL ADVANCES	137 021	104 428	116 362	104 739	106 445
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings (c)</i>	18 171	19 105	19 786	20 712	21 649
<i>Repayments of Commonwealth Government Loans—</i>					
Housing for Servicemen	50	53	55	58	60
Welfare Housing	2 736	2 966	3 147	3 339	3 545
Sewerage	92	101	111	122	134
Exmouth Township—Electricity Services	10	15	5	15	10
Railway Projects	1 725	2 364	3 046	2 603	2 726
Northern Harbours	98	98	98		
Derby Jetty	53				
Softwood Forestry	18	38	72	89	92
Dairy Adjustment Program	227	230	240	244	246
Rural Adjustment Scheme			19	308	407
Beef Industry Assistance	142	82	58		
Rural Reconstruction	744	921	1 069	1 062	1 117
Exmouth Township Water and Sewerage	4	4	4	4	4
Ord River Project			10	34	80
W. A. Water Supply	367	508	613	745	800
Natural Disaster Relief	256		5 352	3 958	5 496
Total Repayments of Commonwealth Government Loans	6 522	7 380	13 899	12 581	14 716
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	24 693	26 484	33 685	33 293	36 365

Table 97—Western Australia—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
NET ADVANCES (d) (Advances <i>Less</i> Repayments)					
Loan Council Borrowings	70 275	57 694	60 853	59 927	63 046
Commonwealth Government Loans	42 053	20 249	21 824	11 519	7 034
Total Net Advances	112 328	77 943	82 677	71 446	70 080
INTEREST ON ADVANCES					
<i>Interest on Loan Council Borrowings</i>	<i>98 619</i>	<i>105 202</i>	<i>120 732</i>	<i>136 767</i>	<i>155 500</i>
<i>Interest on Commonwealth Loans—</i>					
Housing for Servicemen	615	613	614	593	614
Housing	13 032	13 982	14 597	15 149	15 540
Land Acquisition	2 537	2 771	3 095	3 528	4 118
Exmouth Township	17	22	10	19	13
Sewerage	2 951	2 942	2 932	2 921	2 909
Leisure Facilities . . . . .	..	..	..	435	219
Railway Projects	1 367	2 295	3 121	1 996	1 854
Northern Harbours	13	9	4	..	..
Derby Jetty	2	..	..	..	..
Softwood Forestry	27	132	267	398	526
Dairy Adjustment Program	78	80	68	63	60
Rural Adjustment Scheme	335	814	986	1 637	1 272
Rural Reconstruction	1 353	1 312	1 260	1 193	1 129
Ord River Project	193	193	194	247	251
W.A. Water Supply	675	652	621	582	535
Total Interest on Commonwealth Govern- ment Loans	23 196	25 816	27 770	28 763	29 040
TOTAL INTEREST ON LOAN COUN- CIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	121 815	131 017	148 501	165 530	184 540

(a) (b) (c) and (d)—See corresponding footnotes to Table 92.

Table 98—Tasmania—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
ADVANCES (a)					
<i>Loan Council Borrowings</i>	66 992	58 171	61 080	61 080	64 151
<i>Commonwealth Government Loans—</i>					
Housing for Servicemen . . . . .	..	..	..	75	..
Welfare Housing (b)	20 436	10 352	10 770	8 964	8 407
Legana Industrial Estate . . . . .	..	..	195	..	..
Softwood Forestry	1 090	659	603	334	30
Native Forestry Assistance . . . . .	..	272	336	236	236
Rural Adjustment Scheme	991	202	206	305	357
Beef Industry Assistance	–3	..	..	..	..
Launceston Precision Tool Annexe . . . . .	..	..	323	20	..
Natural Disaster Relief . . . . .	..	..	..	41	..
Total Commonwealth Government Loans	22 515	11 484	12 434	9 974	9 030
TOTAL ADVANCES	89 507	69 655	73 514	71 054	73 181
REPAYMENTS OF ADVANCES					
<i>Sinking Fund Payments on Loan Council Borrowings (c)</i>	10 761	11 477	12 157	12 900	13 645
<i>Repayments of Commonwealth Government Loans—</i>					
Housing for Servicemen	3	3	3	3	4
Welfare Housing	1 482	1 630	1 744	1 865	1 979
Legana Industrial Estate . . . . .	..	..	..	20	20
Sewerage	24	26	29	32	35
King Island Harbour Works	45	45	45	45	45
King Island Shipping Service	87	87	87	87	87
Hydro-electricity	2 989	2 989	2 989	2 989	..
Softwood Forestry	21	40	56	97	86
Dairy Adjustment Program	91	274	230	188	189
Rural Adjustment Scheme	48	105	101	65	35
Beef Industry Assistance . . . . .	..	46	..	58	44
Rural Reconstruction	73	204	152	159	168
Assistance for Mount Lyell Mining	1 009	2 374	..	..	..
Launceston Precision Tool Annexe . . . . .	..	..	..	33	34
Natural Disaster Relief	320	294	294	294	294
Total Repayments of Commonwealth Government Loans	6 193	8 118	5 731	5 934	3 020
TOTAL SINKING FUND PAYMENTS AND REPAYMENTS OF LOANS	16 954	19 594	17 888	18 834	16 665
NET ADVANCES (d) (Advances Less Repayments)					
<i>Loan Council Borrowings</i>	56 231	46 694	48 923	48 180	50 506
<i>Commonwealth Government Loans</i>	16 322	3 367	6 703	4 040	6 010
Total Net Advances	72 552	50 061	55 626	52 220	56 516

Table 98—Tasmania—Advances, Debt Charges on Advances and Net Advances, 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate)
INTEREST ON ADVANCES					
<i>Interest on Loan Council Borrowings(e)</i>	68 953	73 926	86 204	97 232	110 600
<i>Interest on Commonwealth Government Loans—</i>					
Housing for Servicemen	52	52	51	51	53
Housing	8 743	9 413	9 844	10 235	10 498
Legana Industrial Estate . . . . .	..	..	..	14	22
Sewerage	340	337	335	332	329
King Island Harbour Works	34	31	28	24	21
King Island Shipping Service	93	85	77	68	60
Hydro-electricity	702	515	328	140	..
Softwood Forestry	15	40	67	84	115
Dairy Adjustment Program	13	37	21	20	19
Rural Adjustment Scheme	3	70	46	51	124
Rural Reconstruction	102	291	187	175	165
Launceston Precision Tool Annexe . . . . .	..	..	..	25	40
Total Interest on Commonwealth Government Loans	10 096	10 872	10 983	11 219	11 446
TOTAL INTEREST ON LOAN COUNCIL BORROWINGS AND COMMON- WEALTH GOVERNMENT LOANS	79 049	84 798	97 188	108 451	122 046

(a) (b) (c) (d) and (e)—See corresponding footnotes to Table 92.

Table 99—Total Commonwealth Government Loans to the States and Loan Council Borrowings—Net Basis, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	361 150	284 304	136 667	161 943	112 328	72 552	1 128 945
1979-80	260 613	205 150	113 749	109 657	77 943	50 061	817 173
1980-81	308 255	219 539	76 850	110 395	82 677	55 626	853 341
1981-82	281 969	197 564	102 366	76 417	71 446	52 220	781 982
1982-83 (estimate)	281 470	213 237	143 824	98 949	70 080	56 516	864 076

Table 100—Total Commonwealth Government Payments to the States and Loan Council Borrowings—Net Basis, 1978-79 to 1982-83 (\$ thousands)

	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
1978-79	3 379 311	2 565 788	1 695 985	1 175 418	1 163 840	480 409	10 460 751
1979-80	3 607 354	2 704 460	1 824 320	1 222 437	1 240 975	503 391	11 102 936
1980-81	4 040 627	3 000 892	2 022 290	1 336 480	1 383 449	561 951	12 345 689
1981-82	4 309 912	3 278 043	2 306 068	1 406 128	1 494 651	601 465	13 396 267
1982-83 (estimate)	4 828 847	3 673 983	2 578 596	1 602 704	1 640 451	681 412	15 193 070

Table 101—State Government—Debt Outstanding(a) (\$ million)

As at 30 June	New South Wales	Victoria	Queens- land	South Australia	Western Australia	Tasmania	Total
SECURITIES ON ISSUE ON BEHALF OF STATES(b)							
1978	4 223	3 244	1 754	1 603	1 237	870	12 931
1979	4 466	3 428	1 856	1 702	1 307	923	13 681
1980	4 667	3 585	1 932	1 781	1 361	970	14 295
1981	4 885	3 758	2 022	1 871	1 424	1 021	14 982
1982	5 108	3 932	2 113	1 962	1 486	1 072	15 673
COMMONWEALTH GOVERNMENT LOANS OUTSTANDING(c)							
1978	1 609	1 256	649	692	479	232	4 917
1979	1 723	1 346	684	752	521	249	5 275
1980	1 782	1 391	713	778	541	252	5 457
1981	1 877	1 442	725	800	563	258	5 642
1982	1 957	1 485	737	818	572	263	5 772
TOTAL OF ABOVE							
1978	5 832	4 500	2 403	2 295	1 716	1 102	17 848
1979	6 189	4 774	2 540	2 454	1 828	1 172	18 956
1980	6 449	4 976	2 645	2 559	1 902	1 222	19 752
1981	6 762	5 200	2 747	2 671	1 987	1 279	20 624
1982	7 065	5 417	2 850	2 780	2 058	1 335	21 445

- (a) The figures shown in this table need to be interpreted carefully. Three points particularly need to be borne in mind. Firstly, that considerable portions of the amounts of debt shown would, as a result of State Government loans to semi-government or local authorities or to private businesses, voluntary bodies or individuals, in turn be owed by such bodies or individuals to the States. Secondly, the amounts of debt outstanding would, to some extent, be 'offset' by State Government holdings of securities and other financial assets. Thirdly, the amounts shown do not include the debt of State semi-government or local authorities, or State Government debt taking forms other than securities on issue or loans outstanding to the Commonwealth Government.
- (b) Figures taken directly from the Budget Paper 'Government Securities on Issue 30 June 1982'. The difference between the value of securities on issue at the end of one year and the value at the end of the previous year is approximately equal to net Loan Council borrowings in that year as shown in Table 92 (that is, borrowings less sinking fund payments) but is not exactly equal to that magnitude for two reasons. Firstly, redemption and repurchase of securities outstanding on behalf of the States from the States' sinking funds in any year do not coincide precisely with the total amounts of sinking fund contributions in that year—that is, the balances of the sinking funds may increase or fall in the year. Secondly, the value of securities on issue overseas is affected by currency revaluations (see 'Government Securities on Issue 30 June 1977', page 6).
- (c) The difference between loans outstanding at the end of one year and those outstanding at the end of the previous year is equal to net Commonwealth Government loans to the States, as shown in Table 92 with one qualification—namely that movements in loans outstanding under Commonwealth-State Housing Agreements are also affected by sales of houses by the States to the Director of War Services Homes (see, for example, the Auditor-General's Report for 1970–71, page 43).

**APPENDIX V—COMMONWEALTH PAYMENTS TO OR FOR THE
STATES AND STATE GOVERNMENT LOAN COUNCIL BORROWINGS,
1978–79 TO 1982–83**

Table No.	Subject	Page
102	Six States Combined	164
103	New South Wales	168
104	Victoria	170
105	Queensland	172
106	South Australia	174
107	Western Australia	176
108	Tasmania	178

Table 102—Six States Total—Commonwealth Payments and Loan Council Borrowings (a), 1978-79 to 1982-83 (\$ thousands)

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	4 778 669	5 415 910	6 011 318	6 620 700	7 772 500
Additional Grant . . . . .	..	..	..	69 000	..
Health Grants . . . . .	..	..	..	1 137 219	987 399
Special Grants	21 700	12 400	6 700	58 500	-19 650
Total	4 800 369	5 428 310	6 018 018	7 885 419	8 740 249
GENERAL PURPOSE CAPITAL FUNDS (c)					
Loan Council Borrowings	955 867	830 000	871 500	871 500	915 333
Capital Grants (d)	477 936	415 000	435 750	435 750	457 667
Total	1 433 803	1 245 000	1 307 250	1 307 250	1 373 000
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	15 170	15 170	15 170	15 170	15 170
Sinking Fund on State Debt	35 959	38 148	39 937	41 857	43 800
State Emergency Services	1 390	1 442	1 751	1 972	1 682
Assistance for Exmouth Shire	354	352	..	..	..
Universities	594 587	652 674	732 187	844 981	859 147
Colleges of Advanced Education	413 497	452 366	508 599	540 633	568 705
Technical and Further Education	51 741	60 011	72 468	84 344	91 721
Schools	491 395	551 684	658 781	809 442	1 013 011
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	101 400
Child Migrant and Refugee Education	1 740	2 623	3 592	3 770	..
Educational Research	801	841	1 024	680	196
Pre-School Education	32 750	32 750	30 843	32 665	32 750
School-to-Work Transition	3 000	7 913	27 007	33 311	41 520
Public Hospitals—Running Costs	1 030 155	1 119 181	1 273 339	171 731	186 537
Community Health Program	41 532	45 202	57 287	326	..
School Dental Scheme	13 885	20 341	19 948	200	128
Drug Education Campaigns	873	1 125	1 576	1 571	1 630
Blood Transfusion Services	5 853	7 034	7 456	8 072	9 854
Health Planning Agencies	440	450	390	390	98
Australian Encephalitis Control	68	98	122	97	107
Home Care Services	8 586	10 369	11 508	12 673	15 825
Senior Citizens' Centres	822	1 054	1 254	1 399	1 800
Paramedical Services	836	876	984	1 182	1 177
Assistance for Deserted Wives	26 075	24 668	14 098	32	..
Crisis Accommodation Assistance . . . . .	..	..	..	1 850	3 700
Child Care Services	8 194	10 080	12 523	12 863	14 281
1972-74 Employment Grants—Refunds . . . . .	..	310	..	..	..
Maryborough Employment Grants	3 000	3 450	..	..	..
Rehabilitation Centres . . . . .	..	..	594	915	1 383
Emergency Welfare Assistance . . . . .	..	..	..	822	..
Mortgage and Rental Relief . . . . .	..	..	..	..	19 510
Translating/Interpreting Services . . . . .	..	221	234	399	524
Aboriginal Advancement	20 221	22 263	25 718	26 062	29 629
Assistance for Housing	5 500	5 500	5 500	7 975	5 500
Sewerage . . . . .	..	16	..	..	..

Table 102—Six States Total—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
National Fitness	207	207	583	..	..
Nature Conservation	75	125	..	..	..
Trawl and Danish Seine Fishery	8	..	..	..	..
Rural Adjustment Scheme . . . . .	..	..	124	26	..
Apple and Pear Export Assistance	575	689	216	1 073	932
Bovine Brucellosis and TB Eradication	23 018	21 691	21 175	21 248	23 477
Exotic Diseases Eradication	175	11	66	..	..
Warehouse Beetle Eradication	84	66	..	341	..
Plant Pest Control	307	143	..	..	..
Agricultural Extension Services	9 746	4 730	4 706	..	..
Minor Agricultural Research	158	221	237	306	328
Coal and Groundwater Exploration . . . . .	..	..	200	..	..
S.A. Iron Triangle Feasibility Study . . . . .	..	..	50	146	..
Coal Mining Industry—Long Service Leave	6 783	7 735	8 538	8 067	4 500
Apprenticeship Training	4 159	1 076	51	..	..
Regional Economic Studies Centre . . . . .	..	..	..	40	40
Legal Aid	21	175	270	400	450
Road Safety Practices	150	150	150	150	150
Research Grants	11 734	12 316	..	..	..
Local Government Tax Sharing Assistance	179 427	221 739	300 786	350 865	424 487
Natural Disaster Relief	2 679	1 641	24 712	9 347	900
Total Specific Purpose Payments—Recurrent	3 047 728	3 360 306	3 885 754	3 049 396	3 516 049

SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES

Housing for Servicemen	11 600	1 455	1 320	3 004	8 322
Universities	51 143	52 192	42 011	48 423	51 735
Colleges of Advanced Education	68 155	44 853	38 819	38 174	37 172
Technical and Further Education	64 970	78 816	97 103	108 651	114 793
Schools	178 956	144 906	138 534	164 655	180 993
Video Facilities . . . . .	..	..	..	1 156	1 258
Child Migrant and Refugee Education	129	50	66	20	..
Launceston General Hospital	4 959	5 160	3 400	2 400	2 500
Community Health Program	6 125	2 643	2 297	..	..
School Dental Scheme	4 096	2 503	422	..	409
Blood Transfusion Services	1 149	349	505	733	912
Disposal of Ships' Garbage	4	132	122	108	547
High Security Quarantine Unit	89	850	935	590	411
Senior Citizens' Centres	3 050	3 245	4 000	4 000	7 000
Child Care Services	1 033	752	52	..	848
Rehabilitation Centres	917	850	700	325	280
Aboriginal Advancement	13 678	13 187	10 703	3 629	4 354
Welfare Housing	316 000	160 000	166 500	138 510	138 700
Pensioner Housing Grants (e)	14 000	30 000	31 000	31 500	31 500
Other Housing Assistance . . . . .	..	50 000	53 500	47 435	112 673
Housing Assistance for Aborigines . . . . .	..	20 000	21 000	29 799	29 796
Growth Centres	24 822	27 091	28 765	32 219	33 173
Urban Flood Mitigation	1 442	2 089	2 610	3 307	..
Land Acquisition	14 587	15 706	17 543	6 505	7 593
Woolloomooloo Redevelopment	275	22	1 001	36	344

Table 102—Six States Total—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)—Continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
Air Quality Monitoring	70	..	..	..	..
Captains Flat Project	144	..	20	20	..
Legana Industrial Estate (Tasmania)	..	..	195	..	..
Special Sewerage Assistance	..	..	..	..	12 100
Leisure and Recreation/Culture	652	509	..	..	..
Sesquicentenary Grants	..	..	..	..	2 300
Nature Conservation	125	56	5	8	238
National Estate	2 490	1 800	1 980	1 980	1 980
Port Arthur Conservation Program	..	400	800	1 200	1 300
1982 Commonwealth Games Assistance	2 500	2 500	2 500	2 500	..
International Standard Sports Facilities	..	..	387	3 243	7 330
Roads	508 000	546 000	606 881	661 965	709 301
Australian Bicentennial Roads Development	..	..	..	..	150 000
Burbong Bridge Construction	..	..	..	..	300
Tourist Roads Assistance	..	..	..	..	10 000
Second Hobart Bridge	49	998	6 413	16 441	17 000
Railway Projects	..	..	863	..	..
Railway Mainline Upgrading	..	5 137	14 793	24 300	21 800
Urban Public Transport	41 869	42 084	44 057	1 514	..
Upgrade Transport Systems	..	..	..	35 000	65 000
Newcastle Drydock	178	..	..	..	..
Transport Planning and Research	6 404	6 916	6 250	..	..
Tasman Bridge Disaster	725	..	..	..	..
Julius Dam	500	250	250	..	..
Port Hedland Water Supplies	1 018	690	177	266	..
Adelaide Water Treatment	4 490	2 555	2 600	2 360	..
West Pilbara Water Supplies	..	500	350	650	..
Tanjil Dam	..	..	..	1 700	..
South Australian Water Filtration	..	..	..	240	..
Special Assistance for Water Projects	..	..	..	..	10 000
Softwood Forestry	7 665	5 131	4 823	4 218	500
Native Forestry Assistance (Tasmania)	..	272	336	236	236
Cheynes Beach Whale Company Assistance	25	..	..	..	..
Rural Adjustment Scheme	46 977	15 117	16 439	16 164	17 761
Beef Industry Assistance	—3	..	..	..	..
Fruitgrowing Industry	20	..	..	..	..
Sugar Industry	..	27 842	..	..	39 100
Canned Fruit Industry	..	..	..	..	1 750
Burdekin Dam Construction	..	..	..	..	6 500
Water Resources Assessment	6 871	6 445	7 548	7 357	..
Unallocated Water Programs	..	..	..	..	37 077
Salinity Reduction Control	1 800	5 070	6 806	6 740	..
Water Hyacinth Control	15	..	..	..	..
Rural Flood Mitigation	563	642	634	1 070	..
Split Rock Dam	..	..	500	250	..
Eton (Mackay) Irrigation Scheme	..	..	1 300	991	..
Hunter Valley Strategic Study	..	75	112	42	..
Victorian Water Resources Study	..	57	62	..	..
Western Australia Water Resources Study	..	30	154	..	..
Bundaberg Irrigation Works	950	2 500	2 500	4 000	..
Ord River Project	..	14	355	106	..
Assistance for Chrysotile Corporation	..	1 179	222	..	..
Launceston precision tool annexe	..	..	323	20	..
Soil Conservation	105	..	..	..	..

Table 102—Six States Total—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
Natural Disaster Relief	24 288	14 179	55 611	20 434	6 130
Total Specific Purpose Payments—Capital	1 437 823	1 345 755	1 449 151	1 480 192	1 883 016
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose (f)	6 234 172	6 673 310	7 325 268	9 192 669	10 113 249
Specific Purpose	4 485 551	4 706 061	5 334 906	4 529 588	5 399 064
Total	10 719 723	11 379 371	12 660 173	13 722 257	15 512 314

- (a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.
- (b) Important qualifications attach to the 1982–83 estimates in some cases. See relevant sections of the text.
- (c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.
- (d) Western Australia was underpaid by \$3000 in 1977–78 which was adjusted in 1978–79.
- (e) See chapter IV and Table 88 for details.
- (f) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

Table 103—New South Wales—Commonwealth Payments and Loan Council Borrowings(a), 1978-79 to 1982-83 (\$ thousand)

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	1 464 397	1 663 466	1 839 065	2 010 075	2 357 600
Additional Grant . . . . .	..	..	..	24 500	..
Health Grants . . . . .	..	..	..	477 736	439 109
Total	1 464 397	1 663 466	1 839 065	2 512 311	2 796 709
GENERAL PURPOSE CAPITAL FUNDS (c)					
Loan Council Borrowings	308 978	268 293	281 707	281 707	295 876
Capital Grants	154 489	134 146	140 854	140 854	147 938
Total	463 467	402 439	422 561	422 561	443 814
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	5 835	5 835	5 835	5 835	5 835
Sinking Fund on State Debt	11 876	12 580	13 152	13 767	14 390
State Emergency Services	472	502	509	574	509
Universities	230 197	252 856	282 878	325 035	336 230
Colleges of Advanced Education	105 103	115 272	131 913	136 453	137 858
Technical and Further Education	21 061	23 546	28 661	33 601	34 979
Schools	180 739	203 806	240 612	288 777	361 842
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	35 000
Child Migrant and Refugee Education	727	1 008	1 181	1 414	..
Educational Research	159	170	368	200	61
Pre-School Education	7 130	7 130	7 130	7 130	7 130
School-to-Work Transition	634	2 686	8 303	11 496	13 764
Public Hospitals—Running Costs	383 785	425 282	469 092	..	18 000
Community Health Program	17 203	19 550	23 312	..	..
School Dental Scheme	2 374	3 790	3 117	200	89
Drug Education Campaigns	280	380	550	550	472
Blood Transfusion Services	1 769	2 196	2 155	2 299	2 904
Health Planning Agencies	100	83	80	80	20
Australian Encephalitis Control	3	17	13	12	19
Home Care Services	1 875	2 769	3 611	4 321	5 394
Senior Citizens' Centres	300	297	383	448	578
Assistance for Deserted Wives	9 521	7 538	6 379	..	..
Crisis Accommodation Assistance . . . . .	..	..	..	666	1 326
Child Care Services	2 461	2 978	3 257	3 608	3 704
1972-74 Employment Grants—Refunds . . . . .	..	-310	..	..	..
Emergency Welfare Assistance . . . . .	..	..	..	822	..
Mortgage and Rental Relief . . . . .	..	..	..	..	7 030
Translating/Interpreting Services . . . . .	..	59	133	165	190
Aboriginal Advancement	2 982	3 030	3 420	3 884	4 472
Assistance for Housing	1 848	1 848	1 848	1 848	1 848
National Fitness	45	45	139	..	..
Trawl and Danish Seine Fishery	8	..	..	..	..
Rural Adjustment Scheme . . . . .	..	..	39	..	..
Bovine Brucellosis and T.B. Eradication	7 422	7 593	7 449	6 366	7 261
Exotic Diseases Eradication	1	..	..	..	..
Warehouse Beetle Eradication	84	66	..	341	..
Agricultural Extension Services	2 597	1 285	1 274	..	..
Minor Agricultural Research	80	108	122	136	158
Coal Mining Industry—Long Service Leave	5 447	5 969	6 805	5 826	3 240
Apprenticeship Training	1 393	446	..	..	..
Legal Aid . . . . .	..	29	94	124	130
Road Safety Practices	37	37	37	37	37
Research Grants	4 322	4 547	..	..	..
Local Government Tax Sharing Assistance	65 487	80 930	109 780	128 058	154 928
Natural Disaster Relief	265	45	14 871	6 576	363
Total Specific Purpose Payments—Recurrent	1 075 623	1 195 995	1 378 498	990 649	1 159 761

Table 103—New South Wales—Commonwealth Payments and Loan Council Borrowings(a), 1978-79 to 1982-83 (\$ thousand)—continued

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing for Servicemen	5 423	1 360	120	1 159	4 660
Universities	21 840	25 353	18 634	18 605	21 447
Colleges of Advanced Education	20 070	12 087	9 390	11 469	13 598
Technical and Further Education	19 279	28 054	34 554	39 279	47 519
Schools	58 954	46 266	45 663	54 725	63 071
Video Facilities . . . . .	..	..	..	29	371
Child Migrant and Refugee Education . . . . .	..	9	..	..	..
Community Health Program	2 468	969	909	..	..
School Dental Scheme	976	1 201	..	..	404
Blood Transfusion Services	100	105	71	299	325
Disposal of Ships' Garbage . . . . .	..	..	..	..	235
Senior Citizens' Centres	1 200	1 129	2 108	1 379	2 414
Child Care Services	604	376	..	..	840
Aboriginal Advancement	3 057	3 756	3 353	..	87
Welfare Housing	103 721	52 512	54 650	45 464	46 012
Pensioner Housing Grants(d)	5 695	12 132	12 421	12 430	12 171
Other Housing Assistance . . . . .	..	16 410	17 070	15 570	36 826
Housing Assistance for Aborigines . . . . .	..	6 000	6 300	9 087	9 088
Growth Centres	16 231	16 977	18 521	20 120	20 673
Urban Flood Mitigation	563	642	703	880	..
Land Acquisition	2 137	2 338	2 612	2 977	3 475
Woolloomooloo Redevelopment	275	-22	1 001	36	344
Air Quality Monitoring	30	..	..	..	..
Captains Flat Project	144	..	20	20	..
Leisure and Recreation/Culture	250	110	..	..	..
Nature Conservation . . . . .	..	..	..	..	238
National Estate	415	300	330	330	330
International Standard Sports Facilities . . . . .	..	..	..	193	2 600
Roads	164 485	176 789	196 501	214 336	229 675
Burbong Bridge Construction . . . . .	..	..	..	..	300
Railway Mainline Upgrading . . . . .	..	..	5 000	11 400	6 400
Urban Public Transport	14 000	14 125	15 750	..	..
Newcastle Drydock	-178	..	..	..	..
Transport Planning and Research	2 484	2 670	2 418	..	..
Softwood Forestry	3 175	1 840	1 891	1 735	100
Rural Adjustment Scheme	11 908	4 191	4 239	3 986	4 644
Fruit Growing Industry	-28	..	..	..	..
Canned Fruit Industry . . . . .	..	..	..	..	150
Water Resources Assessment	1 630	1 630	1 800	1 800	..
Salinity Reduction Control	1 000	1 620	2 230	1 950	..
Water Hyacinth Control	15	..	..	..	..
Rural Flood Mitigation	563	642	634	647	..
Split Rock Dam . . . . .	..	..	500	250	..
Hunter Valley Strategic Study . . . . .	..	75	112	42	..
Assistance for Chrysotile Corporation . . . . .	..	1 179	222	..	..
Soil Conservation	40	..	..	..	..
Natural Disaster Relief	2 879	..	28 684	8 145	1 140
Total Specific Purpose Payments—Capital	465 404	432 824	488 410	478 341	529 137
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose (e)	1 927 864	2 065 905	2 261 626	2 934 872	3 240 523
Specific Purpose	1 541 027	1 628 820	1 866 908	1 468 990	1 688 898
Total	3 468 891	3 694 725	4 128 533	4 403 862	4 929 421

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1982-83 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) See Chapter IV and Table 88 for details.

(e) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

Table 104—Victoria—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	1 090 025	1 233 934	1 354 860	1 487 472	1 739 800
Additional Grant . . . . .	..	..	..	15 000	..
Health Grants . . . . .	..	..	..	325 936	300 549
Total	1 090 025	1 233 934	1 354 860	1 828 408	2 040 349
GENERAL PURPOSE CAPITAL FUNDS (c)					
Loan Council Borrowings	240 142	208 521	218 947	218 947	229 959
Capital Grants	120 071	104 260	109 473	109 473	114 979
Total	360 213	312 781	328 420	328 420	344 938
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments Under Financial Agreement—					
Interest on State Debt	4 254	4 254	4 254	4 254	4 254
Sinking Fund on State Debt	9 098	9 649	10 100	10 586	11 076
State Emergency Services	370	257	382	471	314
Universities	158 860	173 556	194 070	222 641	223 395
Colleges of Advanced Education	146 456	159 680	179 420	193 157	206 673
Technical and Further Education	13 509	16 087	18 879	22 772	24 632
Schools	152 062	169 614	202 048	248 176	314 452
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	29 700
Child Migrant and Refugee Education	521	1 045	1 230	1 294	..
Educational Research	302	318	315	137	82
Pre-School Education	9 015	9 015	7 108	8 930	9 015
School-to-Work Transition	679	1 292	6 249	8 912	11 201
Public Hospitals—Running Costs	252 575	268 476	308 585	5 057	..
Community Health Program	10 528	12 456	15 777	..	..
School Dental Scheme	2 389	3 477	3 465	..	..
Drug Education Campaigns	206	206	314	314	360
Blood Transfusion Services	1 823	2 095	2 378	2 658	3 507
Health Planning Agencies	33	57	60	60	15
Australian Encephalitis Control	31	39	49	44	35
Home Care Services	3 450	4 226	4 331	4 098	5 116
Senior Citizens' Centres	350	574	620	677	870
Paramedical Services	380	352	383	401	401
Assistance for Deserted Wives	4 917	4 967	194	..	..
Crisis Accommodation Assistance . . . . .	..	..	..	502	1 000
Child Care Services	2 477	3 375	4 477	4 161	4 354
Mortgage and Rental Relief . . . . .	..	..	..	..	5 300
Translating/Interpreting Services . . . . .	..	102	77	86	153
Aboriginal Advancement	1 331	1 562	1 676	1 475	1 606
Assistance for Housing	1 347	1 347	1 347	1 347	1 347
National Fitness	42	42	122	..	..
Rural Adjustment Scheme . . . . .	..	..	35	..	..
Apple and Pear Export Assistance	27	1	..	68	117
Bovine Brucellosis and T.B. Eradication	6 980	5 754	4 432	3 651	4 427
Agricultural Extension Services	2 307	1 135	1 136	..	..
Minor Agricultural Research	50	64	50	81	83
Apprenticeship Training	1 062	121	7	..	..
Legal Aid	21	113	148	201	220
Road Safety Practices	30	30	30	30	30
Research Grants	2 856	2 951	..	..	..
Local Government Tax Sharing Assistance	45 666	56 436	76 554	89 300	108 037
Natural Disaster Relief	7	..	..	7	..
Total Specific Purpose Payments—Recurrent	836 013	914 722	1 050 302	835 546	971 773

Table 104—Victoria—Commonwealth Payments and Loan Council Borrowings (a)
1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing For Servicemen	948	45	400	..	766
Universities	10 849	10 679	9 283	11 626	12 525
Colleges of Advanced Education	23 112	19 190	16 793	12 925	12 381
Technical and Further Education	19 592	15 467	27 634	26 618	29 067
Schools	48 993	43 918	40 515	48 691	51 029
Video Facilities . . . . .	..	..	..	23	23
Child Migrant and Refugee Education	88	22	33	12	..
Community Health Program	1 945	678	546	..	..
School Dental Scheme	963	293	..	..	..
Blood Transfusion Services	909	77	197	300	241
High Security Quarantine Unit	89	850	935	590	411
Senior Citizens' Centres	608	859	840	696	1 218
Child Care Services	323	347	47	..	..
Aboriginal Advancement	237	275	329	..	..
Welfare Housing	82 451	41 744	43 440	36 135	36 333
Pensioner Housing Grants (d)	3 388	7 186	7 409	7 447	7 371
Other Housing Assistance . . . . .	..	13 045	13 570	12 375	28 818
Housing Assistance for Aborigines . . . . .	..	2 000	2 100	2 522	2 527
Growth Centres	7 391	8 804	10 244	12 099	12 500
Urban Flood Mitigation . . . . .	..	586	760	1 037	..
Land Acquisition	3 201	3 267	3 649	..	..
Leisure and Recreation/Culture	92	..	..	..	..
Sesquicentenary Grants . . . . .	..	..	..	..	2 000
Nature Conservation	100	..	..	..	..
National Estate	415	300	330	330	330
International Standard Sports Facilities . . . . .	..	..	387	2 730	1 330
Roads	105 771	113 683	126 359	137 828	147 671
Railway Mainline Upgrading . . . . .	..	3 230	5 212	2 260	8 400
Urban Public Transport	12 000	12 131	13 500	..	..
Upgrade Transport Systems . . . . .	..	..	..	35 000	35 000
Transport Planning and Research	1 714	1 842	1 668	..	..
Tanjil Dam . . . . .	..	..	..	1 700	..
Softwood Forestry	613	415	521	339	30
Rural Adjustment Scheme	10 378	3 875	4 013	3 838	4 243
Canned Fruit Industry . . . . .	..	..	..	..	1 000
Water Resources Assessment	1 136	1 136	1 250	1 250	..
Salinity Reduction Control	550	1 409	1 463	1 665	..
Victorian Water Resources Study . . . . .	..	57	62	..	..
Soil Conservation	30	..	..	..	..
Natural Disaster Relief	1 006	—229	..	1 129	..
Total Specific Purpose Payments—Capital	338 892	307 180	333 489	361 163	395 214
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose (e)	1 450 238	1 546 715	1 683 280	2 156 828	2 385 287
Specific Purpose	1 174 905	1 221 902	1 383 790	1 196 709	1 366 987
Total	2 625 143	2 768 617	3 067 070	3 353 536	3 752 274

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1982–83 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) See Chapter IV and Table 88 for details.

(e) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

Table 105—Queensland—Commonwealth Payments and Loan Council Borrowings(a), 1978-79 to 1982-83 (\$ thousands)

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	844 137	952 533	1 093 078	1 230 187	1 530 000
Additional Grant . . . . .	..	..	..	29 500	..
Health Grants . . . . .	..	..	..	165 155	92 970
Special Grants	21 700	12 400	6 700	58 500	-19 650
Total	865 837	964 933	1 099 778	1 483 342	1 603 320
GENERAL PURPOSE CAPITAL FUNDS(c)					
Loan Council Borrowings	126 740	110 051	115 554	115 554	121 367
Capital Grants	63 370	55 026	57 777	57 777	60 683
Total	190 110	165 077	173 331	173 331	182 050
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	2 192	2 192	2 192	2 192	2 192
Sinking Fund on State Debt	4 740	5 029	5 265	5 517	5 771
State Emergency Services	373	438	552	553	509
Universities	80 980	89 684	100 776	118 280	120 450
Colleges of Advanced Education	60 465	67 445	76 252	81 840	87 426
Technical and Further Education	5 222	6 932	7 338	8 135	9 813
Schools	66 818	74 914	93 611	121 156	151 342
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	14 500
Child Migrant and Refugee Education	172	262	508	243	..
Educational Research	131	124	109	120	8
Pre-School Education	6 605	6 605	6 605	6 605	6 605
School-to-Work Transition	722	1 711	5 910	5 201	6 768
Public Hospitals—Running Costs	139 314	152 912	179 541	..	6 770
Community Health Program	4 979	4 462	5 879	..	..
School Dental Scheme	2 383	4 014	4 435	..	..
Drug Education Campaigns	100	178	237	236	277
Blood Transfusion Services	777	936	1 004	1 122	1 187
Health Planning Agencies	87	100	80	80	20
Australian Encephalitis Control . . . . .	..	..	..	10	18
Home Care Services	1 797	1 793	1 873	1 498	1 871
Senior Citizen's Centres	42	45	58	69	89
Assistance for Deserted Wives	3 665	5 054	3 384	..	..
Crisis Accommodation Assistance . . . . .	..	..	..	295	600
Child Care Services	367	580	810	939	1 217
Maryborough Employment Grants	3 000	3 450	..	..	..
Mortgage and Rental Relief . . . . .	..	..	..	..	3 110
Translating/Interpreting Services . . . . .	..	..	..	48	101
Aboriginal Advancement	3 917	4 331	5 088	5 205	5 667
Assistance for Housing	423	423	423	2 898	423
Sewerage . . . . .	..	16	..	..	..
National Fitness	34	34	76	..	..
Rural Adjustment Scheme . . . . .	..	..	25	..	..
Apple and Pear Export Assistance . . . . .	..	2	..	4	5
Bovine Brucellosis and TB Eradication	5 272	5 290	5 484	7 853	8 124
Exotic Diseases Eradication	134	11	1	..	..
Agricultural Extension Services	2 112	964	954	..	..
Minor Agricultural Research	17	34	31	32	28
Coal Mining Industry—Long Service Leave	992	1 361	1 271	1 792	1 035
Apprenticeship Training	891	159	14	..	..
Legal Aid . . . . .	..	12	11	33	50
Road Safety Practices	28	28	28	28	28
Research Grants	1 309	1 422	..	..	..
Local Government Tax Sharing Assistance	30 252	37 387	50 714	59 158	71 571
Natural Disaster Relief	1 755	1 303	8 583	2 328	450
Total Specific Purpose Payments—Recurrent	432 067	481 636	569 122	433 469	508 025

Table 105—Queensland—Commonwealth Payments and Loan Council Borrowings(a), 1978-79 to 1982-83 (\$ thousands)—continued

	1978-79	1979-80	1980-81	1981-82	1982-83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing for Servicemen	5 229	..	800	1 500	2 200
Universities	6 042	8 755	6 253	9 509	8 498
Colleges of Advanced Education	10 712	5 056	5 674	5 711	4 444
Technical and Further Education	15 078	12 717	12 277	15 420	13 205
Schools	29 475	24 609	21 015	25 216	28 163
Video Facilities . . . . .	..	..	..	820	514
Child Migrant and Refugee Education	40	15	3	..	..
Community Health Program	254	327	450	..	..
School Dental Scheme	1 249	402	367	..	5
Blood Transfusion Services	34	42	46	60	50
Disposal of Ships' Garbage	4	..	..	..	..
Senior Citizens' Centres	553	331	484	763	1 335
Aboriginal Advancement	2 536	1 613	1 507	936	1 762
Welfare Housing	32 257	16 336	17 000	14 148	15 131
Pensioner Housing Grants(d)	2 050	4 495	4 790	5 009	5 138
Other Housing Assistance . . . . .	..	5 105	6 810	4 845	13 819
Housing Assistance for Aborigines . . . . .	..	6 100	6 400	6 628	6 626
Urban Flood Mitigation	880	862	1 031	775	..
Leisure and Recreation/Culture	45	138	..	..	..
National Estate	415	300	330	330	330
1982 Commonwealth Games Assistance	2 500	2 500	2 500	2 500	..
International Standard Sports Facility . . . . .	..	..	..	260	537
Roads	106 947	114 947	127 764	139 361	149 348
Railway Mainline Upgrading . . . . .	..	1 907	3 851	8 540	6 000
Urban Public Transport	8 875	9 219	7 875	..	..
Upgrade Transport Systems . . . . .	..	..	..	..	20 000
Transport Planning and Research	983	1 056	957	..	..
Julius Dam	500	250	250	..	..
Softwood Forestry	1 485	977	841	784	70
Rural Adjustment Scheme	9 285	2 116	2 802	2 728	2 838
Sugar Industry . . . . .	..	27 842	..	..	39 100
Burdekin Dam Construction . . . . .	..	..	..	..	6 500
Water Resources Assessment	952	952	1 050	1 050	..
Rural Flood Mitigation . . . . .	..	..	..	415	..
Eton (Mackay) Irrigation Scheme . . . . .	..	..	1 300	991	..
Bundaberg Irrigation Works	950	2 500	2 500	4 000	..
Natural Disaster Relief	7 207	6 529	13 460	7 785	4 370
Total Specific Purpose Payments—Capital	246 537	257 998	250 387	260 084	329 983
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose(e)	1 055 947	1 130 010	1 273 109	1 656 673	1 785 370
Specific Purpose	678 604	739 634	819 509	693 553	838 008
Total	1 734 551	1 869 644	2 092 619	2 350 226	2 623 378

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1982-83 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) See Chapter IV and Table 88 for details.

(e) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

Table 106—South Australia—Commonwealth Payments and Loan Council Borrowings(a), 1978–79 to 1982–83(\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	559 841	630 392	691 540	761 027	866 400
Health Grants . . . . .	..	..	..	8 606	9 467
Total	559 841	630 392	691 540	769 633	875 867
GENERAL PURPOSE CAPITAL FUNDS(c)					
Loan Council Borrowings	124 569	108 165	113 573	113 573	119 285
Capital Grants	62 284	54 083	56 787	56 787	59 643
Total	186 853	162 248	170 360	170 360	178 928
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	1 408	1 408	1 408	1 408	1 408
Sinking Fund on State Debt	4 483	4 771	5 007	5 259	5 515
State Emergency Services	15	55	82	65	69
Universities	57 917	63 161	70 280	80 332	80 156
Colleges of Advanced Education	42 477	46 612	52 248	56 154	59 009
Technical and Further Education	5 116	6 661	7 164	8 338	8 837
Schools	39 746	44 714	53 289	64 728	78 332
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	9 700
Child Migrant and Refugee Education	180	180	301	567	..
Educational Research	124	107	113	106	5
Pre-School Education	3 730	3 730	3 730	3 730	3 730
School-to-Work Transition	670	1 119	3 307	3 559	4 603
Public Hospitals—Running Costs	104 287	110 207	124 826	121 437	119 045
Community Health Program	3 205	2 508	4 344	243	..
School Dental Scheme	2 814	3 433	3 471	..	..
Drug Education Campaigns	107	145	175	175	197
Blood Transfusion Services	764	990	954	929	1 065
Health Planning Agencies	90	100	75	75	19
Australian Encephalitis Control	14	8	11	7	11
Home Care Services	915	944	1 006	1 157	1 446
Senior Citizens' Centres	65	68	96	88	113
Paramedical Services	431	504	576	754	745
Assistance for deserted wives	3 143	2 981	1 552	..	..
Crisis Accommodation Assistance . . . . .	..	..	..	167	334
Child Care Services	1 858	2 036	2 534	2 700	3 291
Mortgage and Rental Relief . . . . .	..	..	..	..	1 760
Translating/Interpreting Services . . . . .	..	60	24	100	80
Aboriginal Advancement	3 404	3 724	4 278	4 805	5 832
Assistance for Housing	941	941	941	941	941
National Fitness	32	32	63	..	..
Rural Adjustment Scheme . . . . .	..	..	22	..	..
Bovine Brucellosis and TB Eradication	2 346	1 986	2 564	2 046	2 240
Plant Pest Control	307	143	..	..	..
Agricultural Extension Services	1 076	517	517	..	..
Minor Agricultural Research	4	8	8	9	30
S.A. Iron Triangle Feasibility Study . . . . .	..	..	50	146	..
Apprenticeship Training	82	..	..	..	..
Legal Aid . . . . .	..	22	18	42	40
Road Safety Practices	19	19	19	19	19
Research Grants	2 067	2 120	..	..	..
Local Government Tax Sharing Assistance	15 433	19 072	25 871	30 178	36 510
Natural Disaster Relief	501	..	92	..	8
Total Specific Purpose Payments—Recurrent	299 769	325 082	371 016	390 261	425 090

Table 106—South Australia—Commonwealth Payments and Loan Council Borrowings(a), 1978–79 to 1982–83 (\$ thousands)—continued

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing for Servicemen				270	34
Universities	6 439	3 482	3 599	4 126	4 470
Colleges of Advanced Education	5 177	4 666	3 237	3 218	2 980
Technical and Further Education	6 901	8 697	8 718	11 207	9 585
Schools	16 178	14 821	13 275	14 666	16 401
Video Facilities				103	103
Child Migrant and Refugee Education			20	3	
Community Health Program	375	142	155		
School Dental Scheme	724	192			
Blood Transfusion Services	25	30	140	19	190
Disposal of Ships' Garbage		132	53	66	
Senior Citizens' Centres	423	567	148	509	891
Child Care Services	68	29	5		8
Aboriginal Advancement	2 291	2 231	2 101	2 157	2 161
Welfare Housing	47 368	23 984	24 960	20 761	19 833
Pensioner Housing Grants(d)	1 343	2 856	2 945	3 033	3 080
Other Housing Assistance		7 495	7 790	7 110	15 288
Housing Assistance for Aborigines		1 500	1 600	3 810	3 815
Growth Centres	1 201	1 311			
Urban Flood Mitigation				500	
Land Acquisition	6 712	7 329	8 186		
Leisure and Recreation/Culture	220	258			
Sesquicentenary Grants					300
Nature Conservation		16			
National Estate	415	300	330	330	330
International Standard Sports Facilities					2 200
Roads	43 207	46 439	51 617	56 302	60 327
Railway Projects			863		
Urban Public Transport	4 110	4 000	4 308	192	
Upgrade Transport Systems					10 000
Transport Planning and Research	469	504	457		
Adelaide Water Treatment	4 490	2 555	2 600	2 360	
S.A. Water Filtration				240	
Special Assistance for Water Projects					10 000
Softwood Forestry		330	155	169	200
Rural Adjustment Scheme	4 738	2 554	2 433	2 298	2 549
Canned Fruit Industry					600
Water Resources Assessment	727	727	800	822	
Salinity Reduction Control	250	1 341	2 305	1 825	
Natural Disaster Relief	4 929	-270	-737		
Total Specific Purpose Payments—Capital	158 779	138 218	142 062	136 096	165 345
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose(e)	746 694	792 640	861 900	939 993	1 054 795
Specific purpose	458 547	463 300	513 078	526 357	590 435
Total	1 205 242	1 255 940	1 374 978	1 466 350	1 645 230

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1981–82 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) See Chapter IV and Table 88 for details.

(e) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

Table 107—Western Australia—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	579 532	662 888	734 172	809 909	914 900
Health Grants . . . . .	..	..	..	155 039	140 083
Total	579 532	662 888	734 172	964 948	1 054 983
GENERAL PURPOSE CAPITAL FUNDS (c)					
Loan Council Borrowings	88 446	76 799	80 639	80 639	84 695
Capital Grants(d)	44 226	38 400	40 320	40 320	42 348
Total	132 672	115 199	120 959	120 959	127 043
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	947	947	947	947	947
Sinking Fund on State Debt	3 377	3 576	3 738	3 913	4 091
State Emergency Services	77	114	138	200	173
Assistance for Exmouth Shire	354	352	..	..	..
Universities	48 318	53 190	59 443	68 290	68 684
Colleges of Advanced Education	49 560	53 290	60 026	64 706	68 787
Technical and Further Education	5 160	4 780	8 273	8 899	10 458
Schools	38 741	44 019	51 656	66 663	81 658
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	9 800
Child Migrant and Refugee Education	140	125	367	242	..
Educational Research	74	111	99	79	30
Pre-School Education	4 860	4 860	4 860	4 860	4 860
School-to-Work Transition	76	587	1 944	2 717	3 776
Public Hospitals—Running Costs	117 017	126 313	148 266	2 876	..
Community Health Program	3 748	4 348	5 441	..	..
School Dental Scheme	2 700	3 745	3 772	..	..
Drug Education Campaigns	121	149	180	176	198
Blood Transfusion Services	601	687	778	904	981
Health Planning Agencies	100	100	75	75	19
Australian Encephalitis Control	20	33	49	24	24
Home Care Services	44	52	57	898	1 124
Senior Citizens' Centres	65	70	97	117	150
Assistance for Deserted Wives	3 841	3 092	1 886	32	..
Crisis Accommodation Assistance . . . . .	..	..	..	165	332
Child Care Services	783	748	984	1 064	1 293
Mortgage and Rental Relief . . . . .	..	..	..	..	1 740
Aboriginal Advancement	8 544	9 565	11 170	10 606	11 939
Assistance for Housing	627	627	627	627	627
National Fitness	30	30	51	..	..
Rural Adjustment Scheme . . . . .	..	..	..	26	..
Apple and Pear Export Assistance	310	248	169	320	135
Bovine Brucellosis and T. B. Eradication	895	1 013	1 187	1 297	1 377
Exotic Diseases Eradication	39	..	5	..	..
Agricultural Extension Services	1 090	570	565	..	..
Minor Agricultural Research	7	8	20	33	28
Coal Mining Industry—Long Service Leave	327	395	459	443	220
Apprenticeship Training	571	178	30	..	..
Legal Aid . . . . .	..	..	..	..	10
Road Safety Practices	25	25	25	25	25
Research Grants	908	994	..	..	..
Local Government Tax Sharing Assistance	16 848	20 821	28 243	32 945	39 858
Natural Disaster Relief	151	293	1 167	347	74
Total Specific Purpose Payments—Recurrent	311 096	340 053	396 795	274 516	313 419

Table 107—*Western Australia—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)—continued*

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing for Servicemen		50			662
Universities	5 185	3 006	3 199	3 212	3 420
Colleges of Advanced Education	5 863	3 044	2 773	4 474	3 374
Technical and Further Education	3 726	10 481	9 148	12 644	10 597
Schools	20 971	11 011	14 079	16 039	16 700
Video Facilities				174	240
Community Health Program	862	471	236		
School Dental Scheme		225			
Blood Transfusions Services	73	64	48	46	97
Disposal of Ships' Garbage					160
Senior Citizens' Centres	100	174	356	443	775
Child Care Services	38				
Aboriginal Advancement	5 443	5 058	3 233	535	343
Welfare Housing	29 767	15 072	15 680	13 038	12 984
Pensioner Housing Grants(e)	1 086	2 361	2 459	2 589	2 731
Other Housing Assistance		4 710	4 900	4 465	10 477
Housing Assistance for Aborigines		4 000	4 200	7 225	7 222
Urban Flood Mitigation			40	43	
Land Acquisition	2 537	2 771	3 095	3 528	4 118
Air Quality Monitoring	40				
Special Sewerage Assistance					12 100
National Estate	415	300	330	330	330
International Standard Sports Facilities				56	423
Roads	64 382	69 198	76 914	83 895	89 874
Railway Mainline Upgrading			730	2 100	1 000
Urban Public Transport	2 015	1 533	1 447	1 321	
Transport Planning and Research	581	658	582		
Port Hedland Water Supplies	1 018	690	177	266	
West Pilbara Water Supplies		500	350	650	
Softwood Forestry	1 302	910	811	857	70
Cheynes Beach Whale Company Assistance	25				
Rural Adjustment Scheme	9 504	2 138	2 700	2 955	3 054
Water Resources Assessment	2 000	2 000	2 200	2 200	
Salinity Reduction Control		700	808	1 300	
Rural Flood Mitigation				8	
Western Australia Water Resources Study		30	154		
Ord River Project		14	355	106	
Soil Conservation	35				
Natural Disaster Relief	8 268	8 149	14 204	3 021	620
Total Specific Purpose Payments—Capital	165 234	149 318	165 208	167 521	181 371
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose (f)	712 204	778 087	855 131	1 085 907	1 182 026
Specific Purpose	476 330	489 372	562 002	442 037	494 790
Total	1 188 534	1 267 459	1 417 134	1 527 944	1 676 816

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1982–83 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) Western Australia was underpaid by \$3000 in 1977–78 which was adjusted in 1978–79.

(e) See Chapter IV and Table 88 for details.

(f) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

**Table 108—Tasmania—Commonwealth Payments and Loan Council Borrowings
(a), 1978–79 to 1982–83 (\$ thousands)**

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
GENERAL REVENUE FUNDS					
Tax Sharing Grants	240 737	272 696	298 602	322 031	363 800
Health Grants . . . . .	..	..	..	4 747	5 221
Total	240 737	272 696	298 602	326 778	369 021
GENERAL PURPOSE CAPITAL FUNDS (c)					
Loan Council Borrowings	66 992	58 171	61 080	61 080	64 151
Capital Grants	33 496	29 085	30 539	30 539	32 076
Total	100 488	87 256	91 619	91 619	96 227
SPECIFIC PURPOSE PAYMENTS—RECURRENT PURPOSES					
Payments under Financial Agreement—					
Interest on State Debt	534	534	534	534	534
Sinking Fund on State Debt	2 386	2 544	2 675	2 816	2 957
State Emergency Services	83	77	88	109	108
Universities	18 315	20 227	24 740	30 403	30 232
Colleges of Advanced Education	9 436	10 068	8 739	8 323	8 952
Technical and Further Education	1 673	2 005	2 154	2 600	3 002
Schools	13 290	14 617	17 565	19 942	25 385
Tertiary Education—Cost Escalation Allowance . . . . .	..	..	..	..	2 700
Child Migrant and Refugee Education . . . . .	..	3	5	12	..
Educational Research	11	11	19	39	10
Pre-School Education	1 410	1 410	1 410	1 410	1 410
School-to-Work Transition	219	519	1 295	1 426	1 408
Public Hospitals—Running Costs	33 176	35 991	43 029	42 361	42 722
Community Health Program	1 868	1 880	2 534	83	..
School Dental Scheme	1 226	1 882	1 688	..	39
Drug Education Campaigns	59	67	120	120	126
Blood Transfusion Services	120	131	187	160	210
Health Planning Agencies	30	10	20	20	5
Home Care Services	505	585	630	701	874
Paramedical Services	24	21	25	27	31
Assistance for Deserted Wives	986	1 036	704	..	..
Crisis Accommodation Assistance . . . . .	..	..	..	55	108
Child Care Services	248	363	461	391	422
Rehabilitation Centres . . . . .	..	..	594	915	1 383
Mortgage and Rental Relief . . . . .	..	..	..	..	570
Aboriginal Advancement	44	52	86	87	112
Assistance for Housing	314	314	314	314	314
National Fitness	24	24	132	..	..
Nature Conservation	75	125	..	..	..
Rural Adjustment Scheme . . . . .	..	..	2	..	..
Apple and Pear Export Assistance	238	437	47	681	675
Bovine Brucellosis and TB, Eradication	103	57	58	36	48
Exotic Diseases Eradication . . . . .	..	..	60	..	..
Agricultural Extension Services	564	260	260	..	..
Minor Agricultural Research . . . . .	..	..	7	16	1
Coal and Groundwater Exploration . . . . .	..	..	200	..	..
Coal Mining Industry—Long Service Leave	16	9	3	7	5
Apprenticeship Training	160	172	..	..	..
Regional Economic Studies Centre . . . . .	..	..	..	40	40
Road Safety Practices	11	11	11	11	11
Research Grants	272	282	..	..	..
Local Government Tax Sharing Assistance	5 741	7 095	9 624	11 227	13 582
Natural Disaster Relief . . . . .	..	..	..	89	5
Total Specific Purpose Payments—Recurrent	93 161	102 817	120 022	124 955	137 981

Table 108—*Tasmania—Commonwealth Payments and Loan Council Borrowings (a), 1978–79 to 1982–83 (\$ thousands)—continued*

	1978–79	1979–80	1980–81	1981–82	1982–83 (estimate) (b)
SPECIFIC PURPOSE PAYMENTS—CAPITAL PURPOSES					
Housing for Servicemen	..	..	..	75	..
Universities	788	918	1 043	1 345	1 375
Colleges of Advanced Education	3 221	810	952	377	395
Technical and Further Education	394	3 400	4 772	3 483	4 820
Schools	4 385	4 280	3 988	5 319	5 629
Video Facilities	..	..	..	7	7
Child Migrant and Refugee Education	..	4	10	5	..
Launceston General Hospital	4 959	5 160	3 400	2 400	2 500
Community Health Program	222	57	1	..	..
School Dental Scheme	184	190	55	..	..
Blood Transfusion Services	9	30	3	9	9
Disposal of Ships Garbage	..	..	70	42	152
Senior Citizens' Centres	166	185	64	210	367
Rehabilitation Centres	917	850	700	325	280
Aboriginal Advancement	115	254	180	..	..
Welfare Housing	20 436	10 352	10 770	8 964	8 407
Pensioner Housing Grants (d)	438	970	976	992	1 009
Other Housing Assistance	..	3 235	3 360	3 070	7 445
Housing Assistance for Aborigines	..	400	400	527	518
Urban Flood Mitigation	..	..	75	72	..
Legana Industrial Estate (Tasmania)	..	..	195	..	..
Leisure and Recreation/Culture	45	4	..	..	..
Nature Conservation	25	40	5	8	..
National Estate	415	300	330	330	330
Port Arthur Conservation Program	..	400	800	1 200	1 300
International Standard Sports Facilities	..	..	..	5	240
Roads	23 208	24 944	27 726	30 243	32 406
Tourist Roads Assistance	..	..	..	..	10 000
Second Hobart Bridge	49	998	6 413	16 441	17 000
Urban Public Transport	869	1 075	1 178	..	..
Transport Planning and Research	173	186	168	..	..
Tasman Bridge Disaster	-725	..	..	..	..
Softwood Forestry	1 090	659	603	334	30
Native Forestry Assistance (Tasmania)	..	272	336	236	236
Rural Adjustment Scheme	1 164	242	252	359	433
Beef Industry Assistance	-3	..	..	..	..
Fruitgrowing Industry	8	..	..	..	..
Water Resources Assessment	426	..	448	235	..
Launceston Precision Tool Annexe	..	..	323	20	..
Natural Disaster Relief	..	..	..	355	..
Total Specific Purpose Payments—Capital	62 977	60 216	69 596	76 988	94 888
TOTAL PAYMENTS AND LOAN COUNCIL BORROWINGS					
General Purpose (e)	341 225	359 952	390 221	418 397	465 248
Specific Purpose	156 138	163 033	189 618	201 942	232 869
Total	497 363	522 985	579 839	620 339	698 117

(a) That is, Commonwealth payments to State Governments and Loan Council borrowing programs. Excludes Commonwealth payments made directly to other levels of government, details of which are given in Chapters V and VI.

(b) Important qualifications attach to the 1982–83 estimates in some cases. See relevant sections of the text.

(c) See Chapter III, under the heading 'Treatment of Loan Council Programs in this and other Budget Papers'.

(d) See Chapter IV and Table 88 for details.

(e) Comprising general revenue funds, Loan Council borrowings and general purpose capital grants. See footnote (c).

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