



Tasmanian
Audit Office

Audit of State entities and audited subsidiaries of State entities 30 June 2024 (Volumes 2 and 3)

Reports of the Auditor-General
No. 7 and No. 8 of 2024-25



Introduction

- These two reports complete our Financial Audit reporting process for the 2024-2025 year
- Volume 1 was tabled on 28 November and focused on Public Non-Financial and Public Financial Corporations.
- Volume 2 focuses on General Government Sector, while Volume 3 focuses on the Local Government Sector.
- Both volumes include:
 - analysis and commentary on the sector
 - comparison and discussion of audit findings
 - submission and completion details.

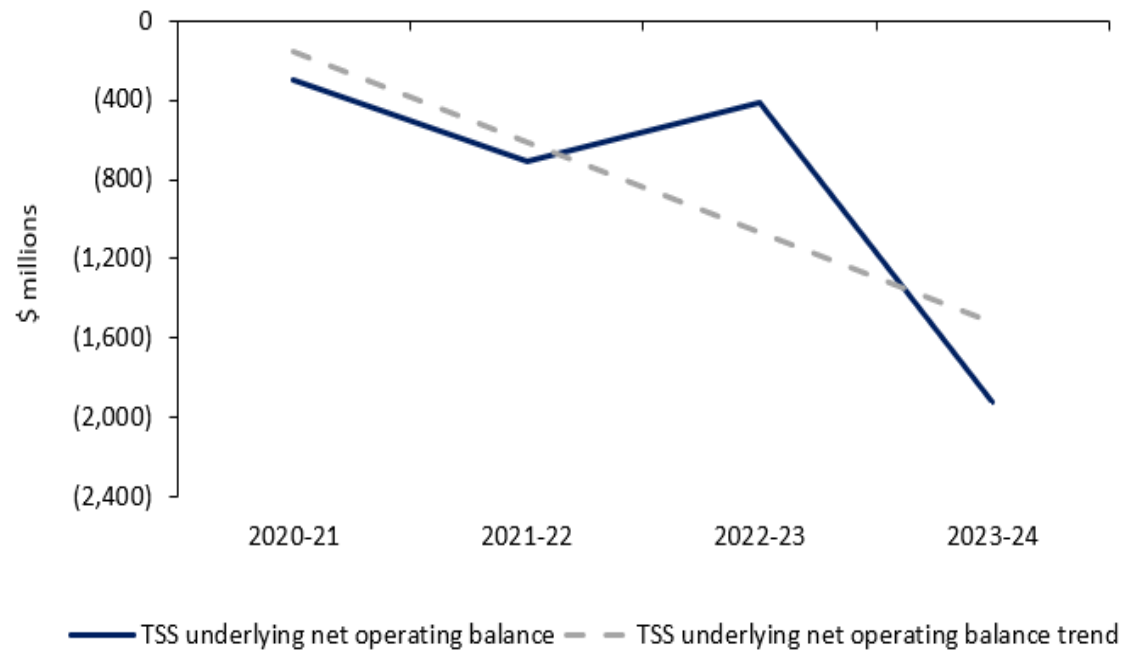
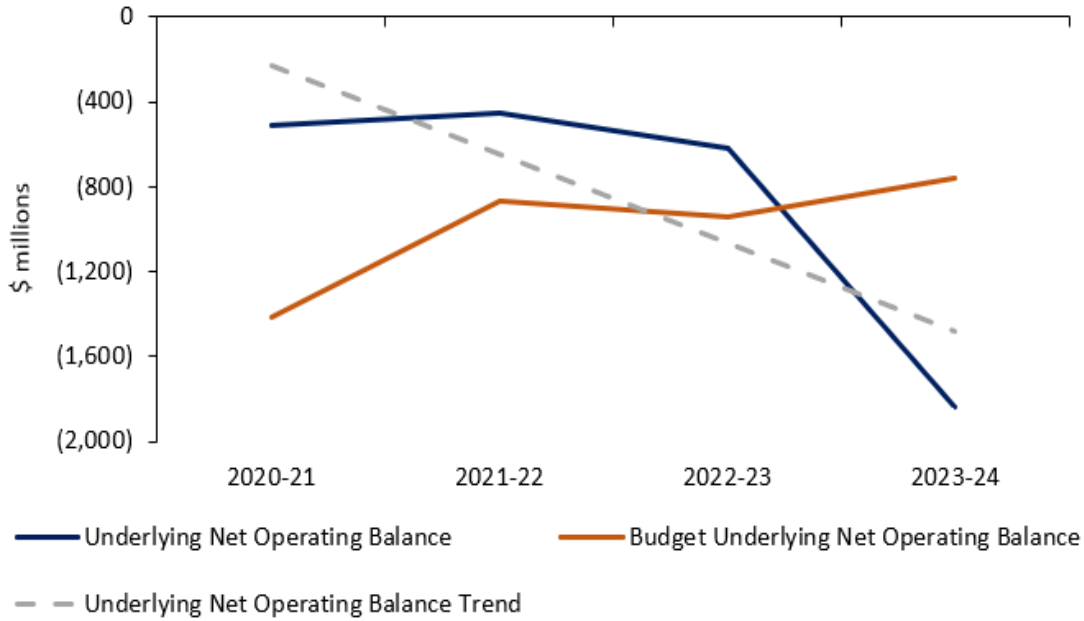
GGs & Total State Underlying Net Operating Balance

(\$509m)	(\$455m)	(\$616m)	(\$1.84bn)
2020-21	2021-22	2022-23	2023-24
▼ (8%)	▲ 11%	▼ (36%)	▼ (199%)

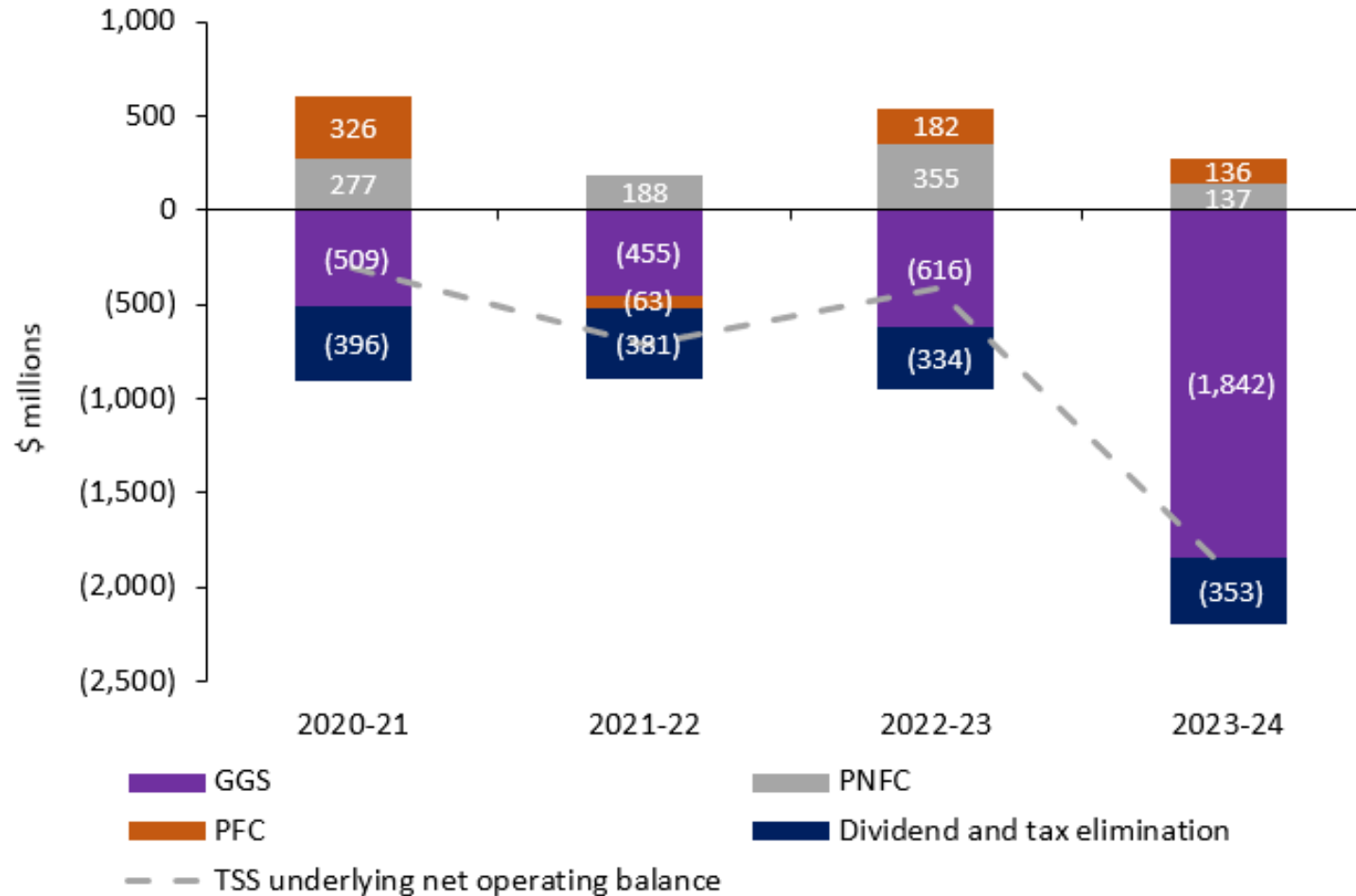
▲ Improvement from prior year ▼ Deterioration from prior year ● No material change from prior year.

(\$302m)	(\$710m)	(\$414m)	(\$1.92b)
2020-21	2021-22	2022-23	2023-24
▲ 56%	▼ (135%)	▲ 42%	▼ (364%)

GGs & Total State Underlying Net Operating Balance



Disaggregated Total State Underlying Net Operating Balance



Council Underlying Surplus/(Deficit)

\$(9.11m)

2020-21

▲ **59.8%**

\$8.42m

2021-22

▲ **192.5%**

\$12.53m

2022-23

▲ **48.7%**

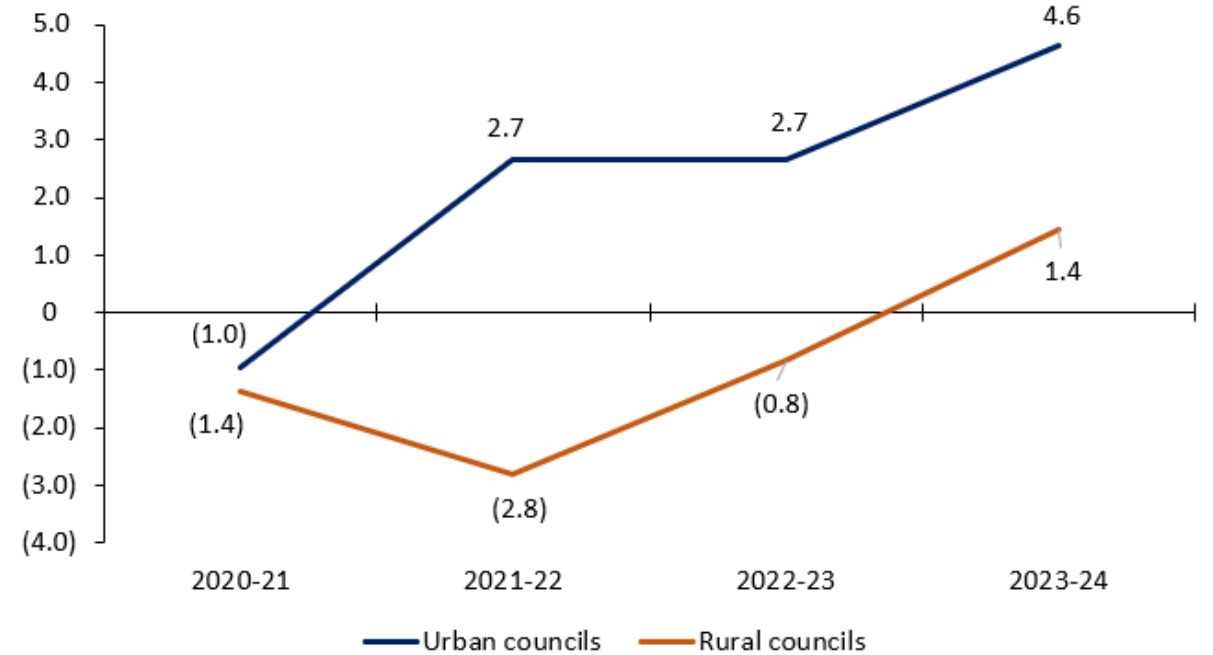
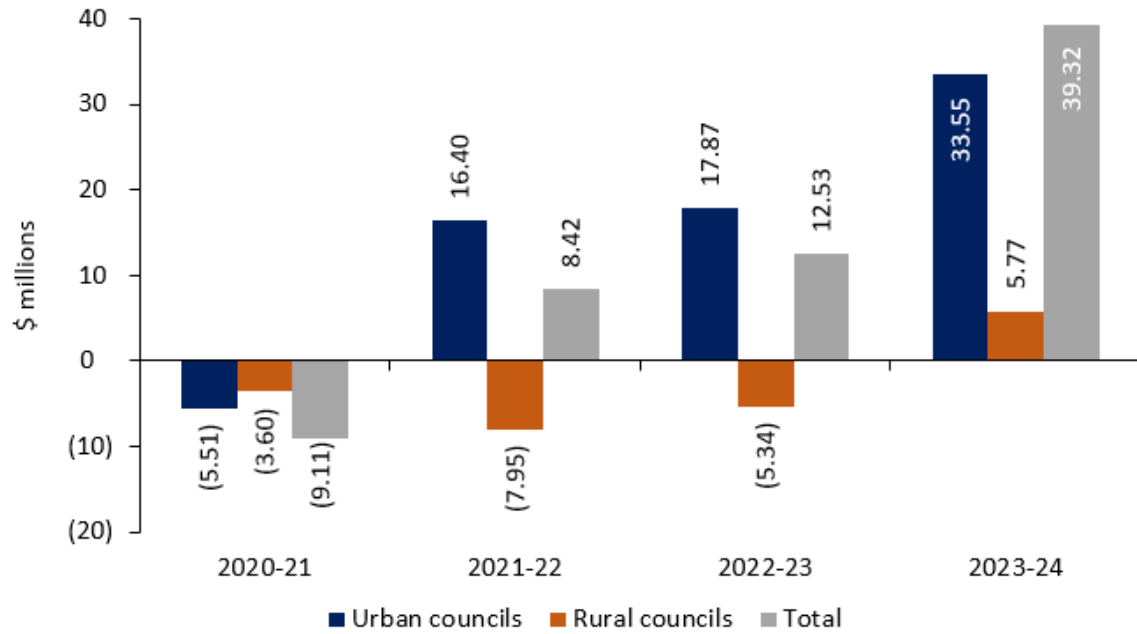
\$39.32m

2023-24

▲ **213.9%**

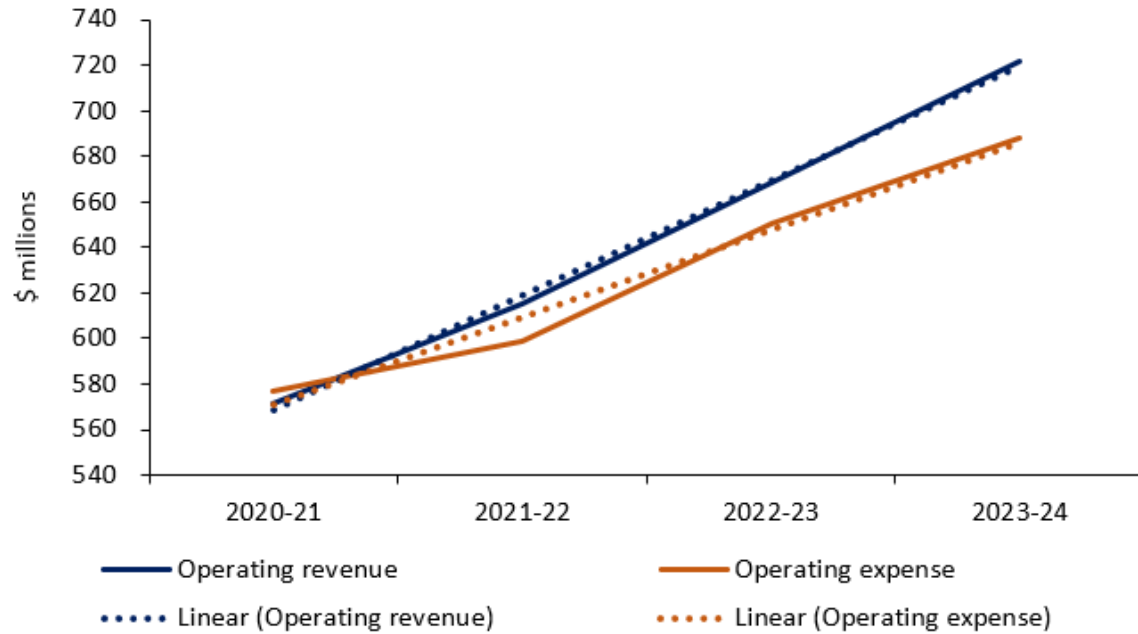
▲ Improvement from prior year ▼ Deterioration from prior year ● No material change from prior year.

Council Underlying Surplus/(Deficit)

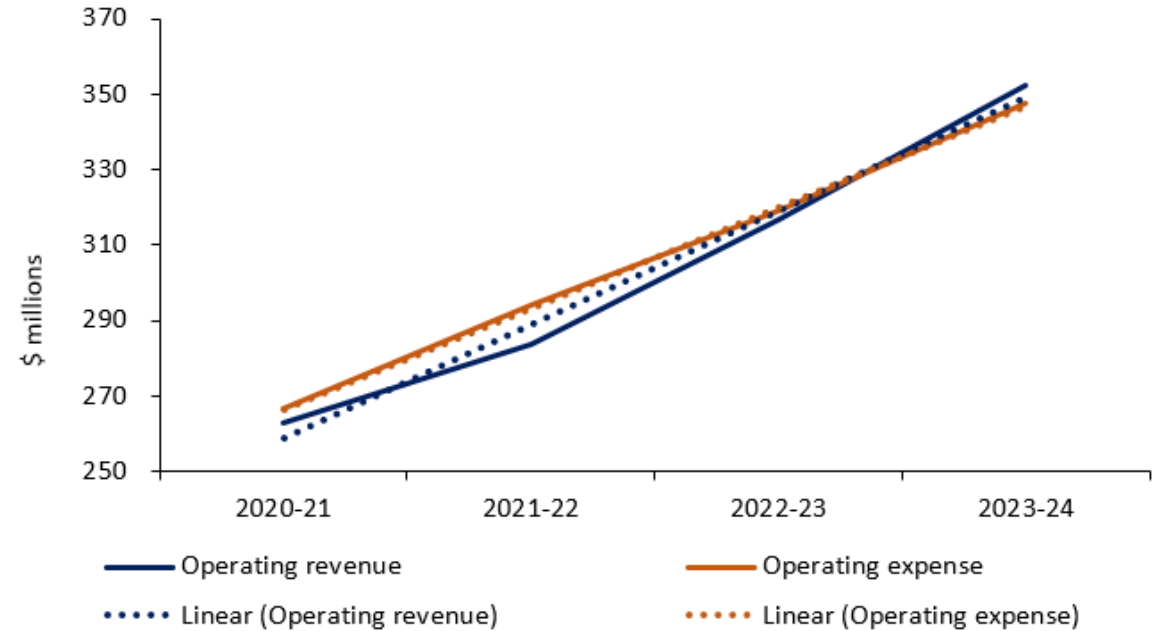


Council Underlying Surplus/(Deficit)

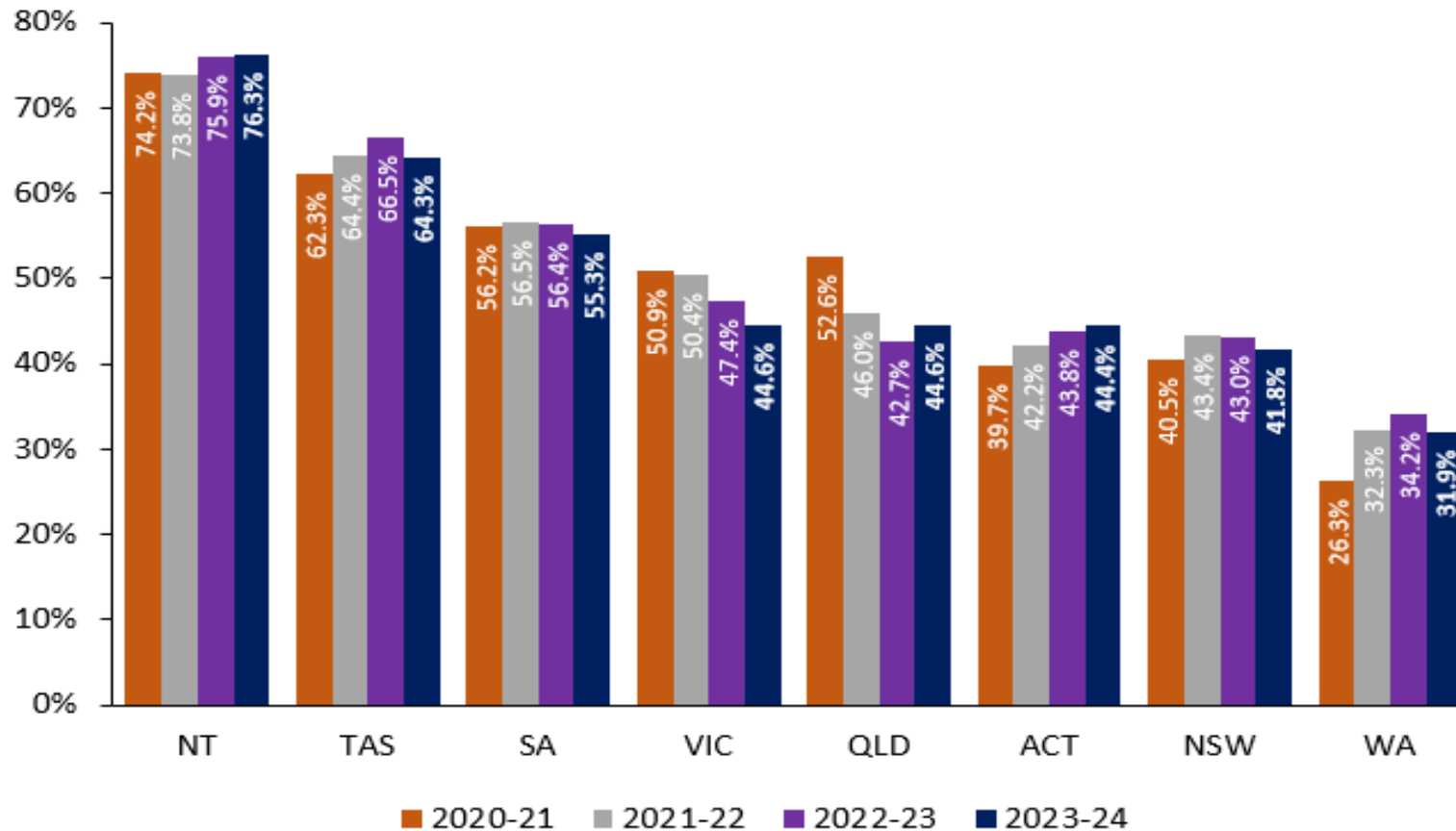
Urban Councils



Rural Councils

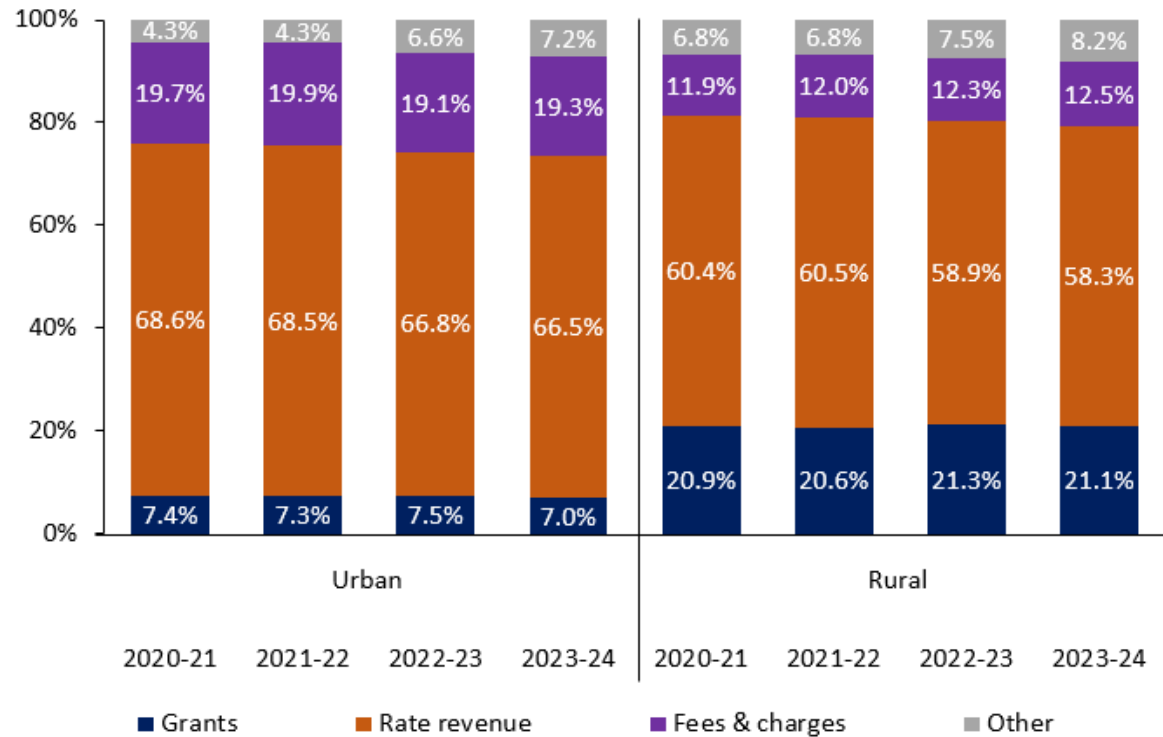


Grant Revenue – General Government Sector

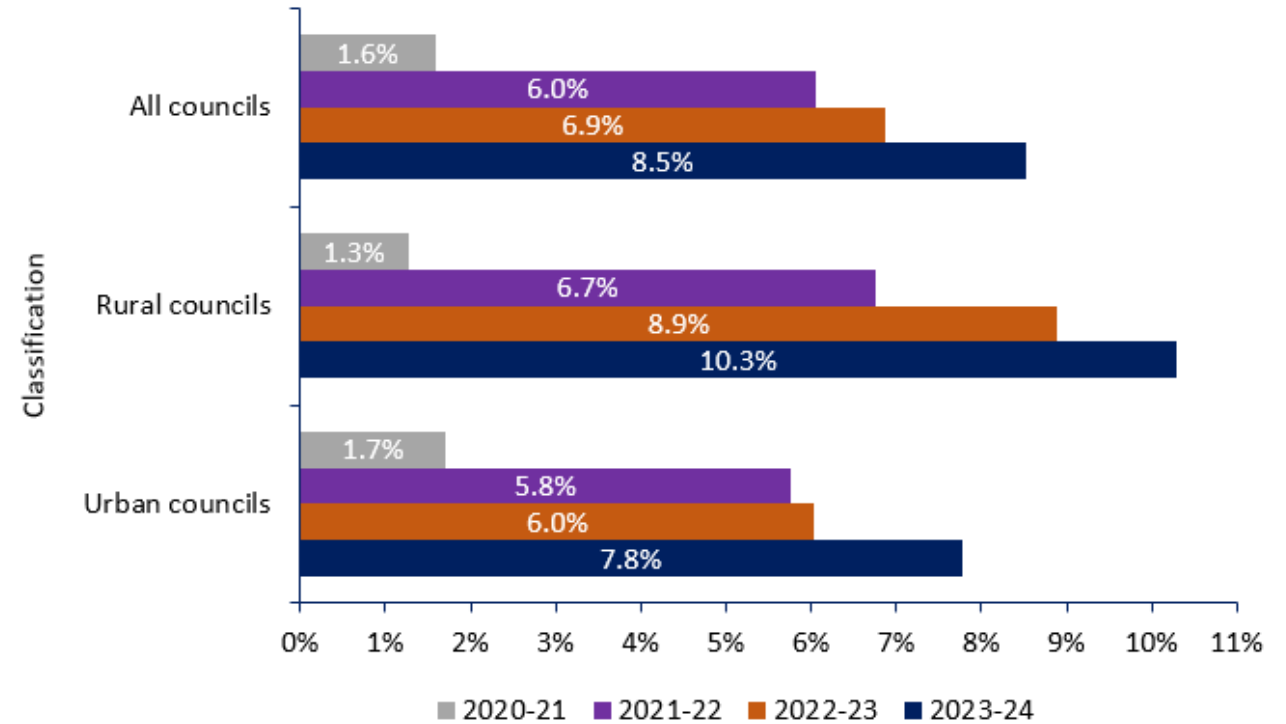


Revenue - Councils

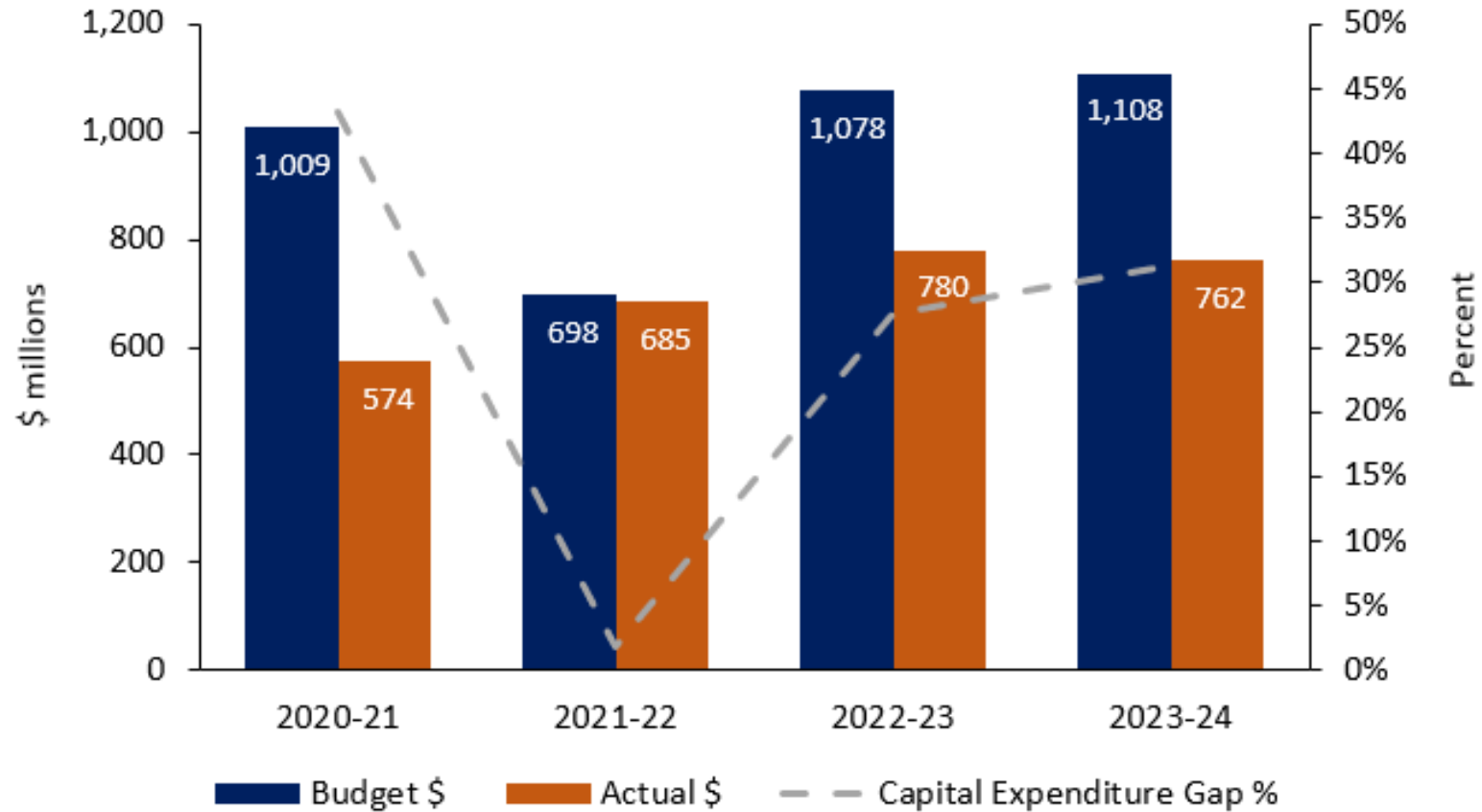
Revenue Source



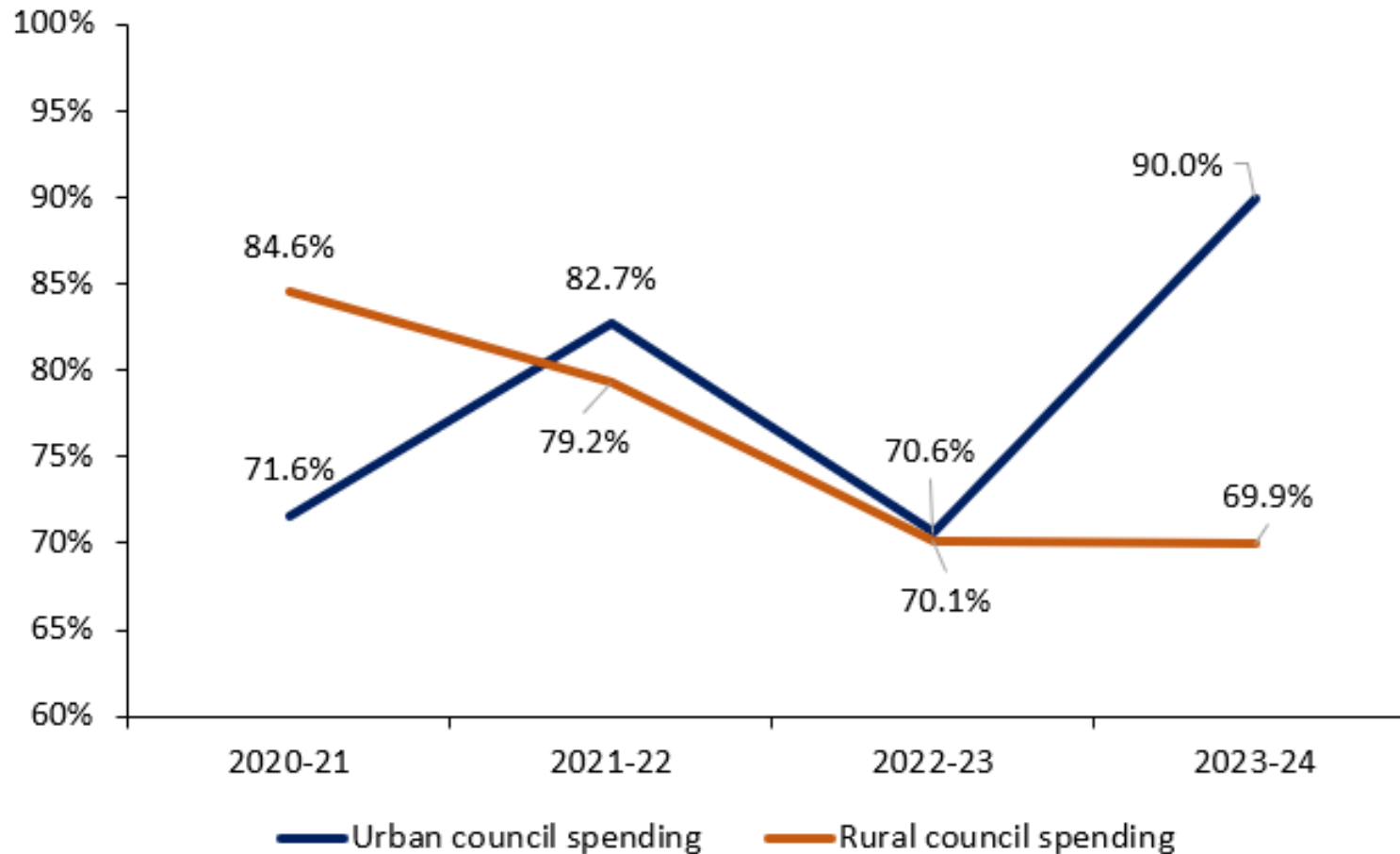
Rate Revenue Increase



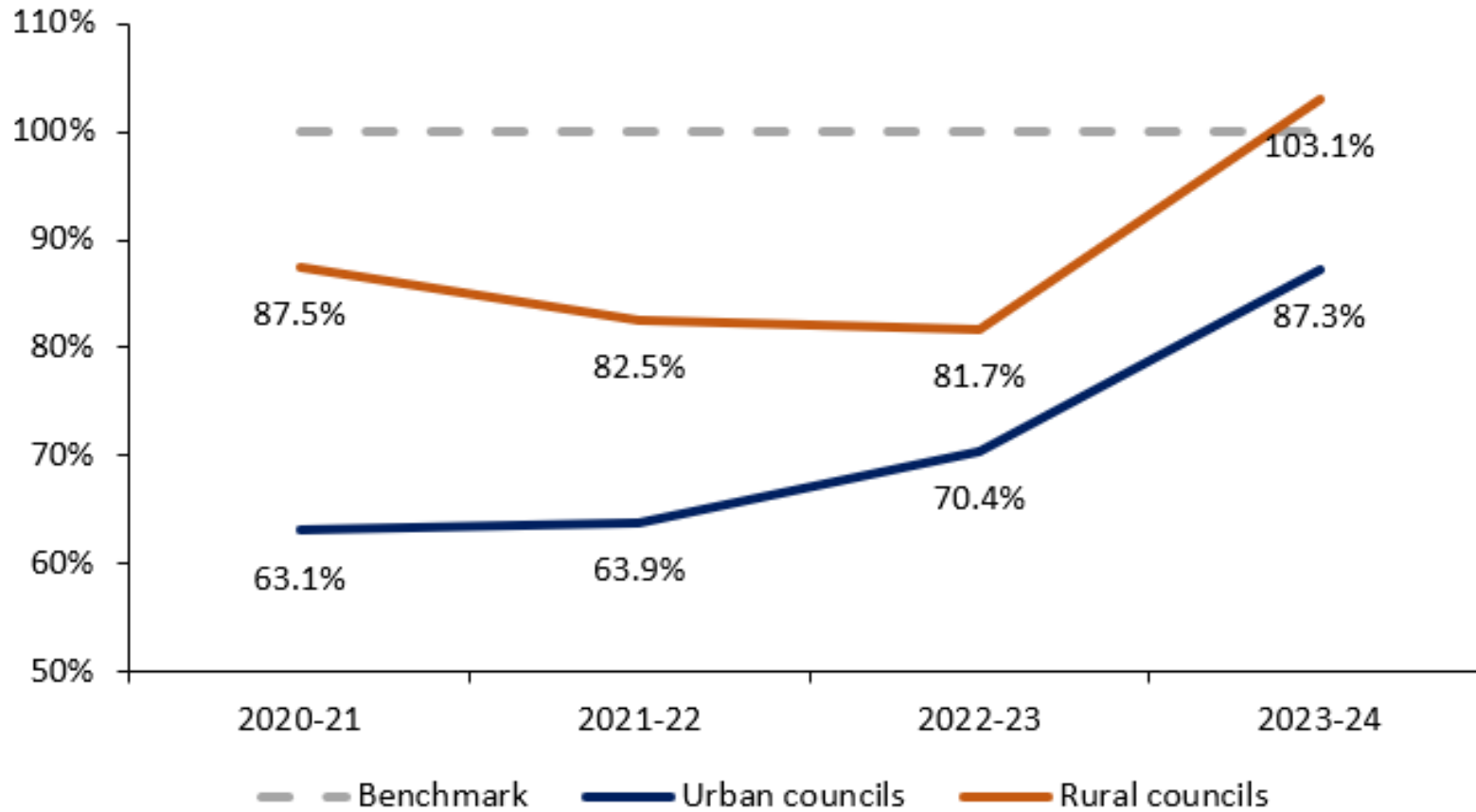
General Government Sector - Capital Investment



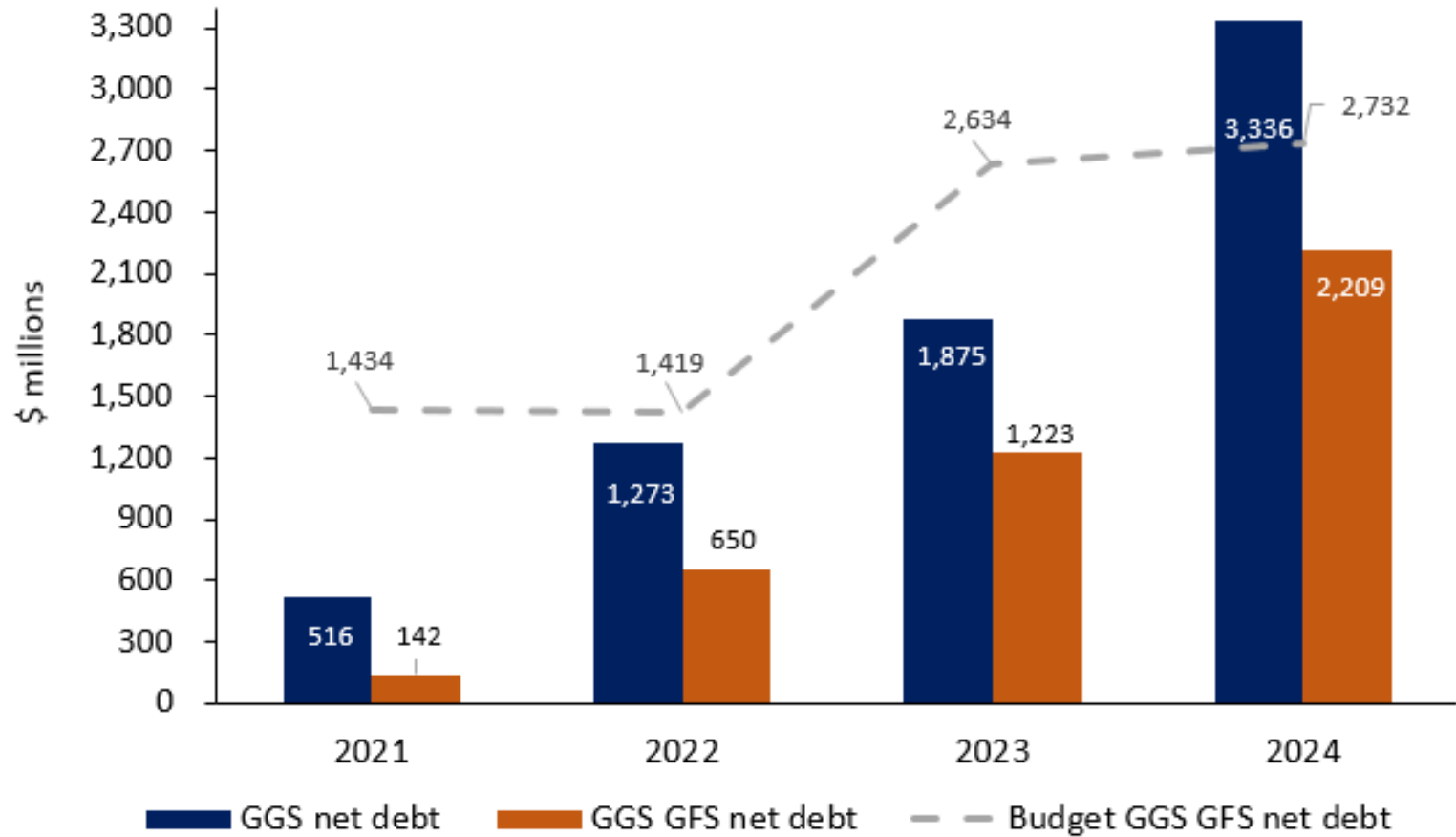
Councils - Capital Investment



Councils – Asset Sustainability Ratio

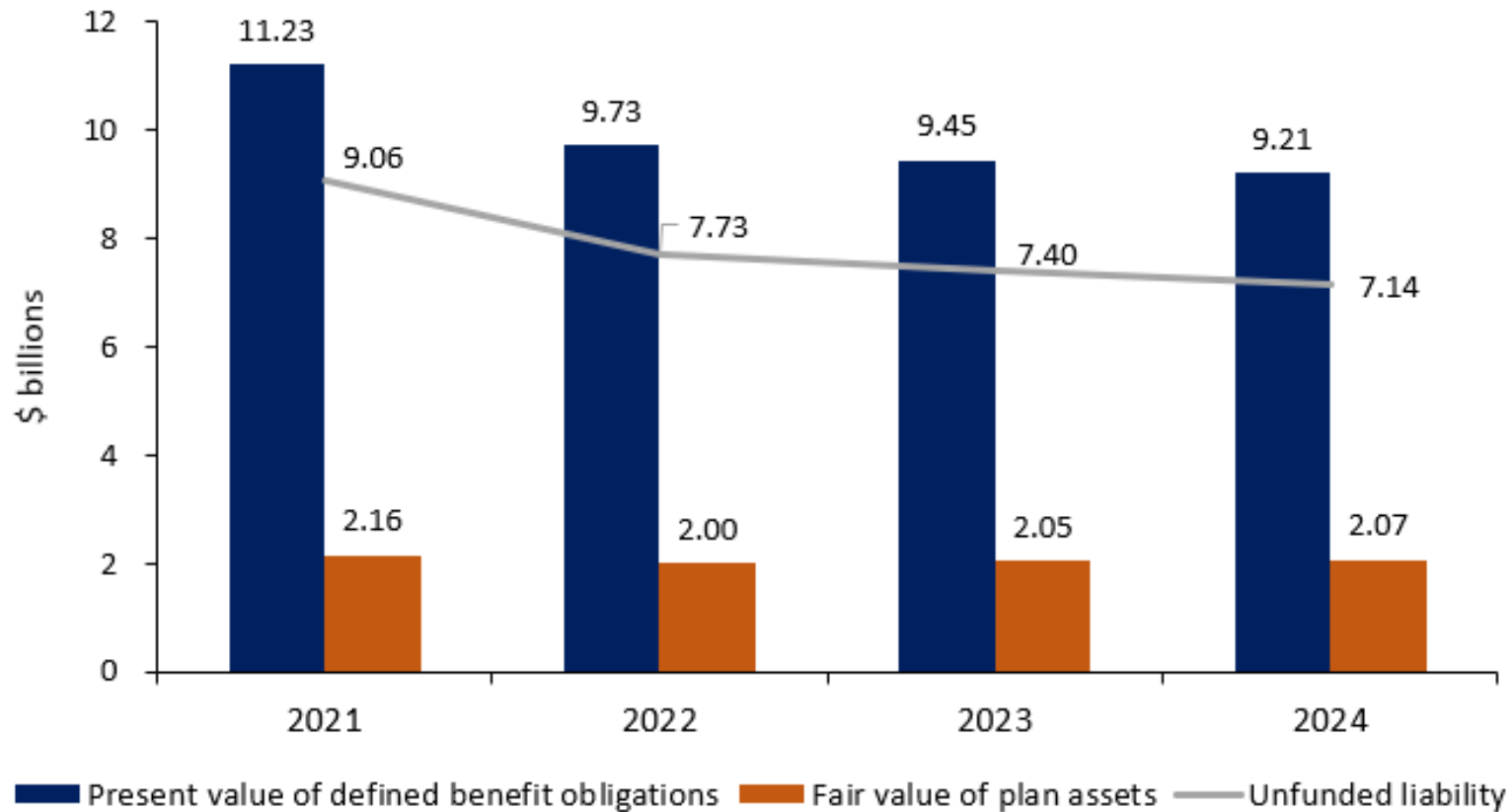


GGs net debt & GFS net debt

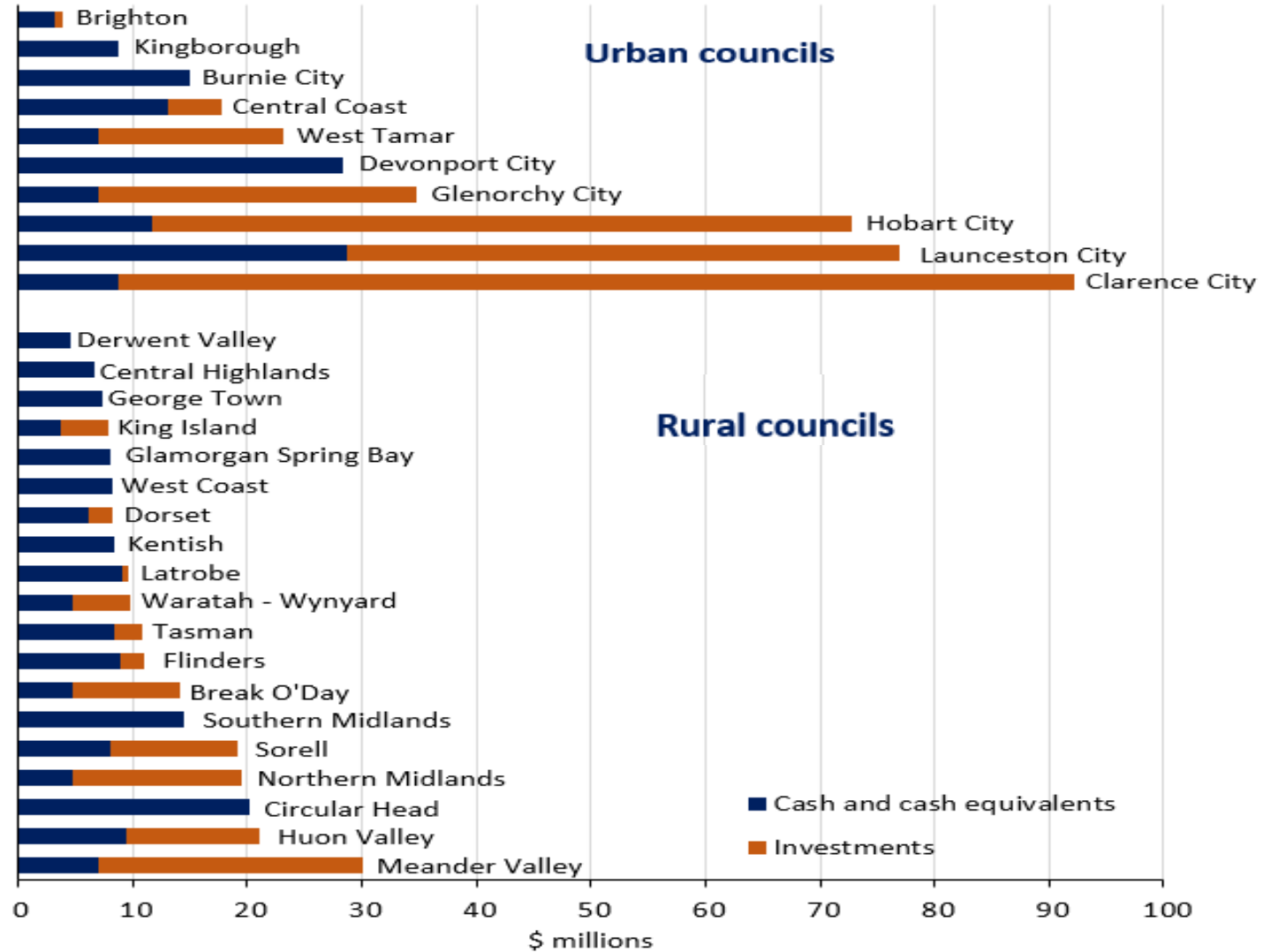


GGS defined benefit superannuation liability

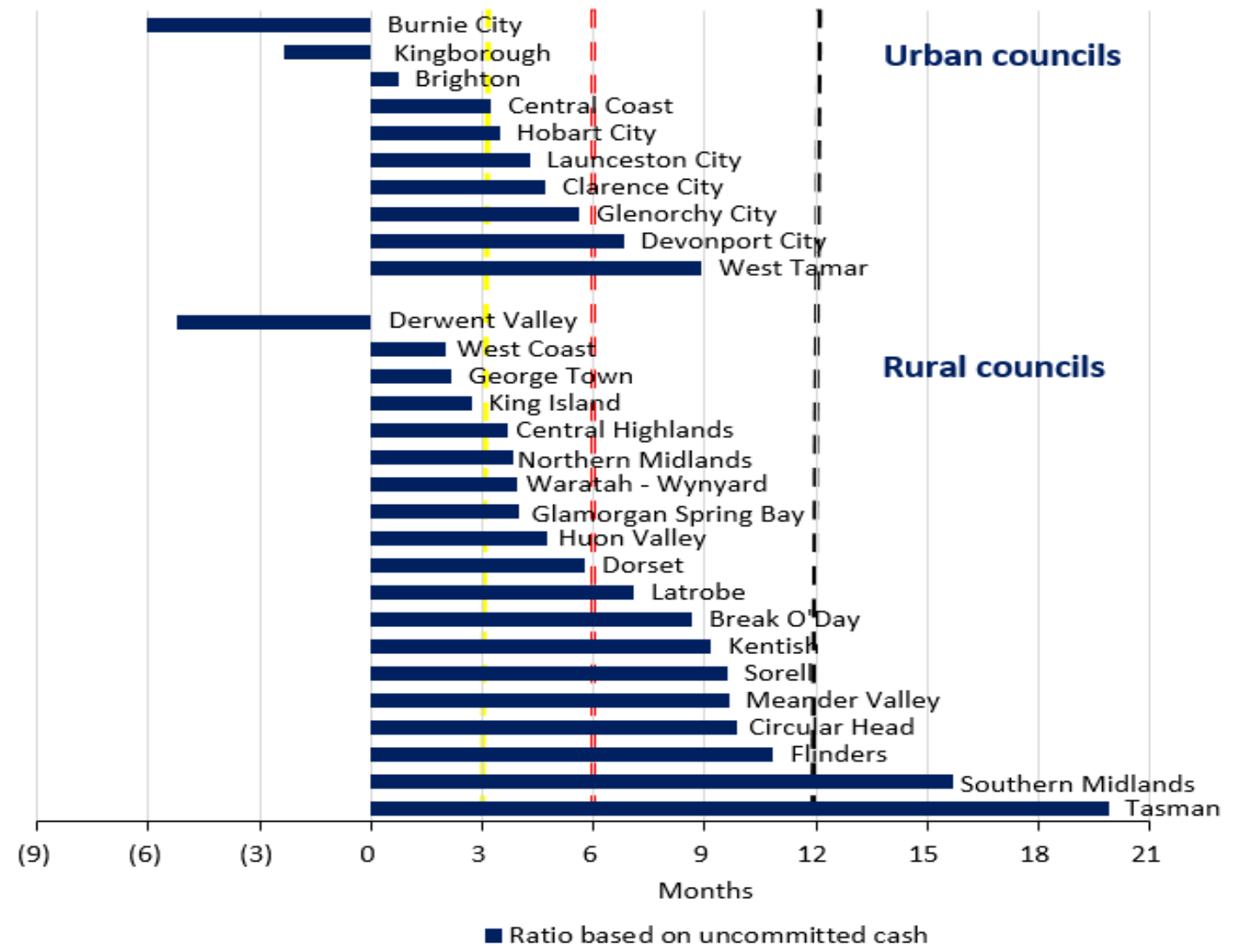
Unfunded liability



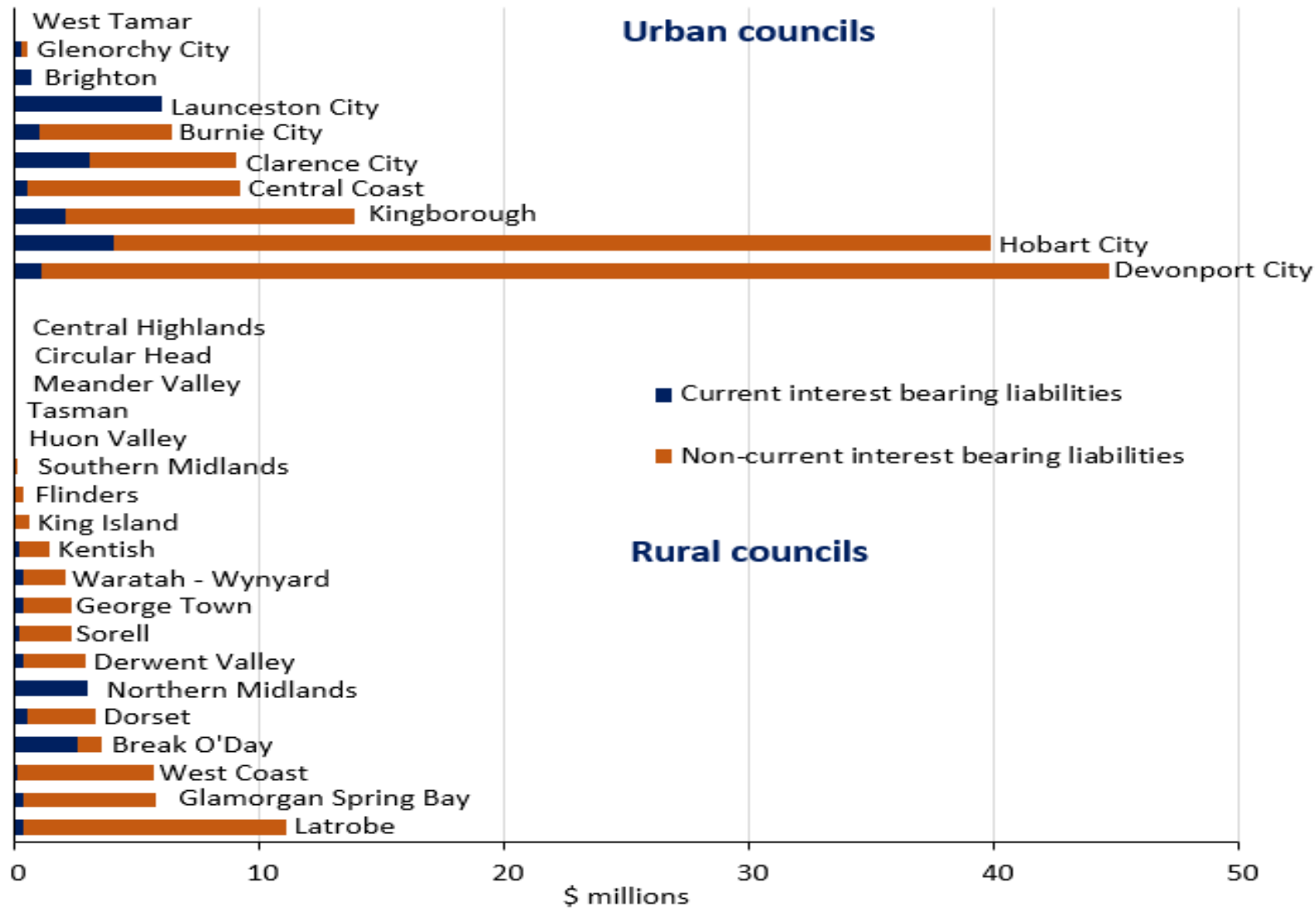
Councils – Cash & Investments



Councils – Cash Expense cover ratio



Councils – Borrowings



Sector Developments

- Volume 2
 - Discussion of financial results and other major developments for:
 - All Departments
 - Other entities such as State Fire Commission, University of Tasmania
- Volume 3
 - Discussion of major developments for:
 - A small number of Councils
 - Other local government entities, such as TasWater

Submission of financial statement audits


Volume 2 -

65	61 <input checked="" type="checkbox"/>	4
entities with a financial year ending 31 December 2023 or 30 June 2024	financial statements received within 45 days of the end of the financial year	financial statements received after 45 days of the end of the financial year

Volume 3 -

47	43 <input checked="" type="checkbox"/>	4
entities with a financial year ending 31 December 2023 or 30 June 2024	financial statements received within 45 days of the end of the financial year	financial statements received after 45 days of the end of the financial year

Completion of financial statement audits - Volume 2

52 	9	3
audits completed within 45 days of receiving the financial statements	audits completed after 45 days of receiving the financial statements	audits dispensed

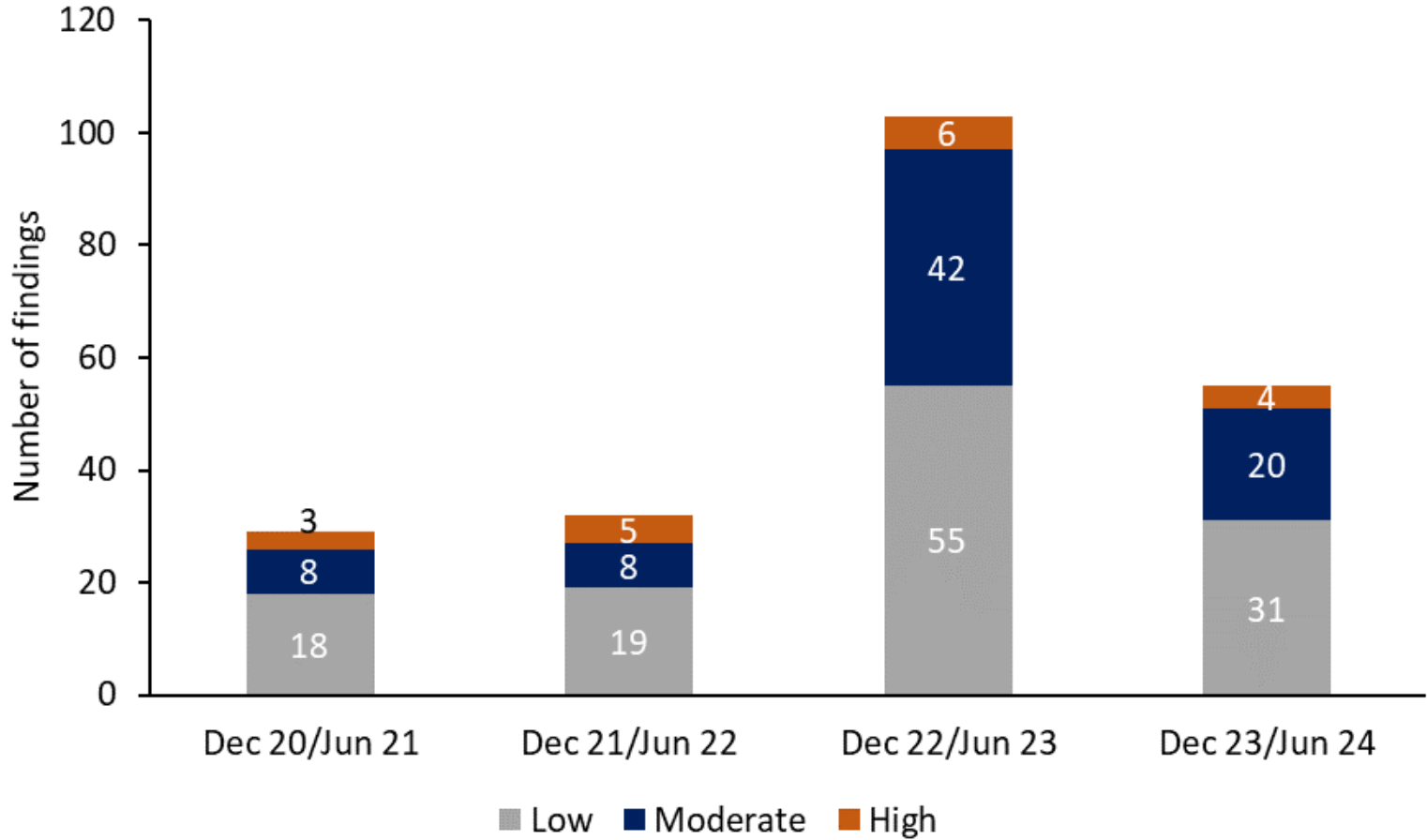
1	0
audits not yet completed	audits not yet dispensed

Completion of financial statement audits - Volume 3

21 <input checked="" type="checkbox"/>	18	8
audits completed within 45 days of receiving the financial statements	audits completed after 45 days of receiving the financial statements	audits dispensed

0	0
audits not yet completed	audits not yet dispensed

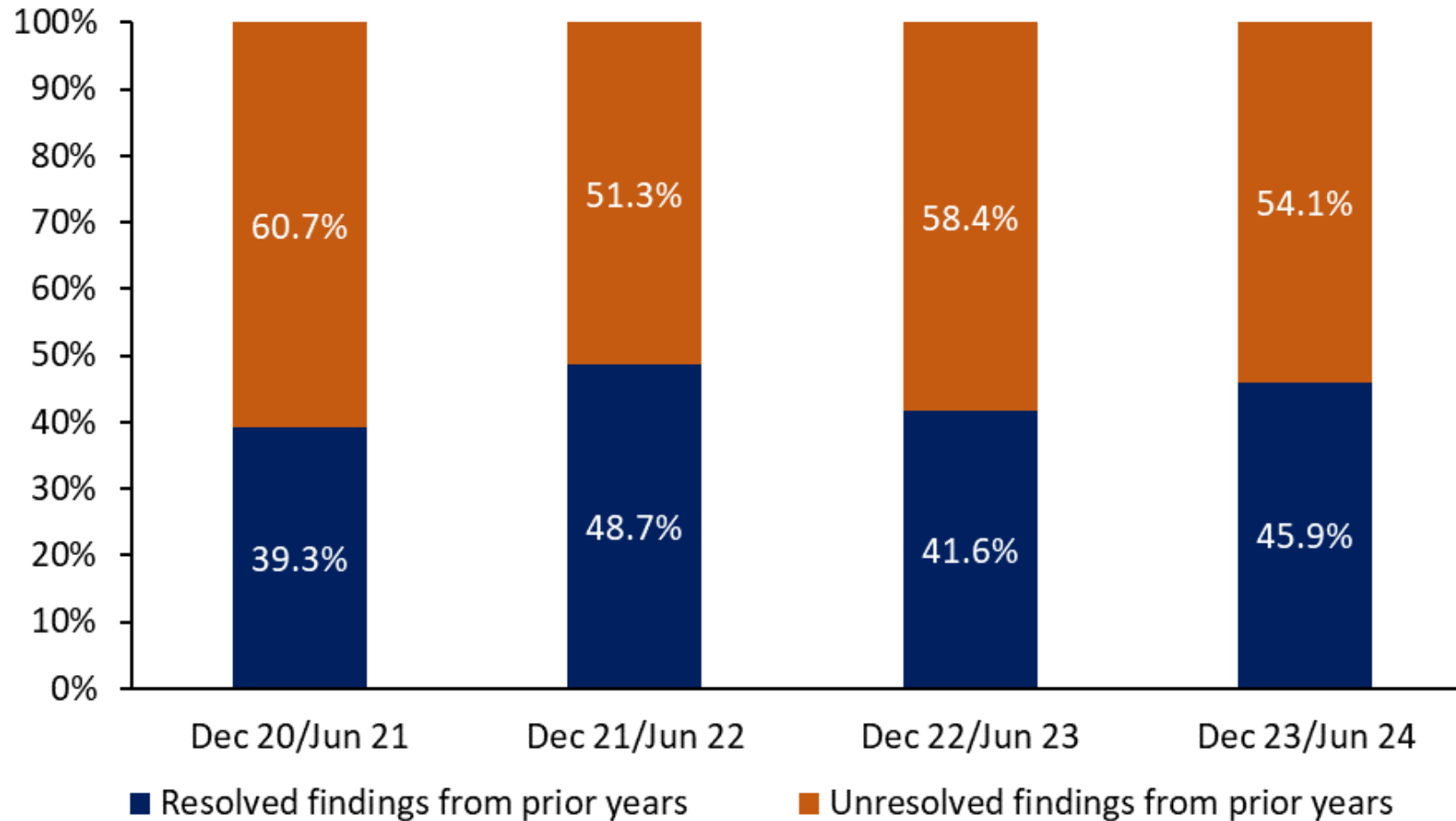
Comparison of audit findings by risk rating – Volume 2



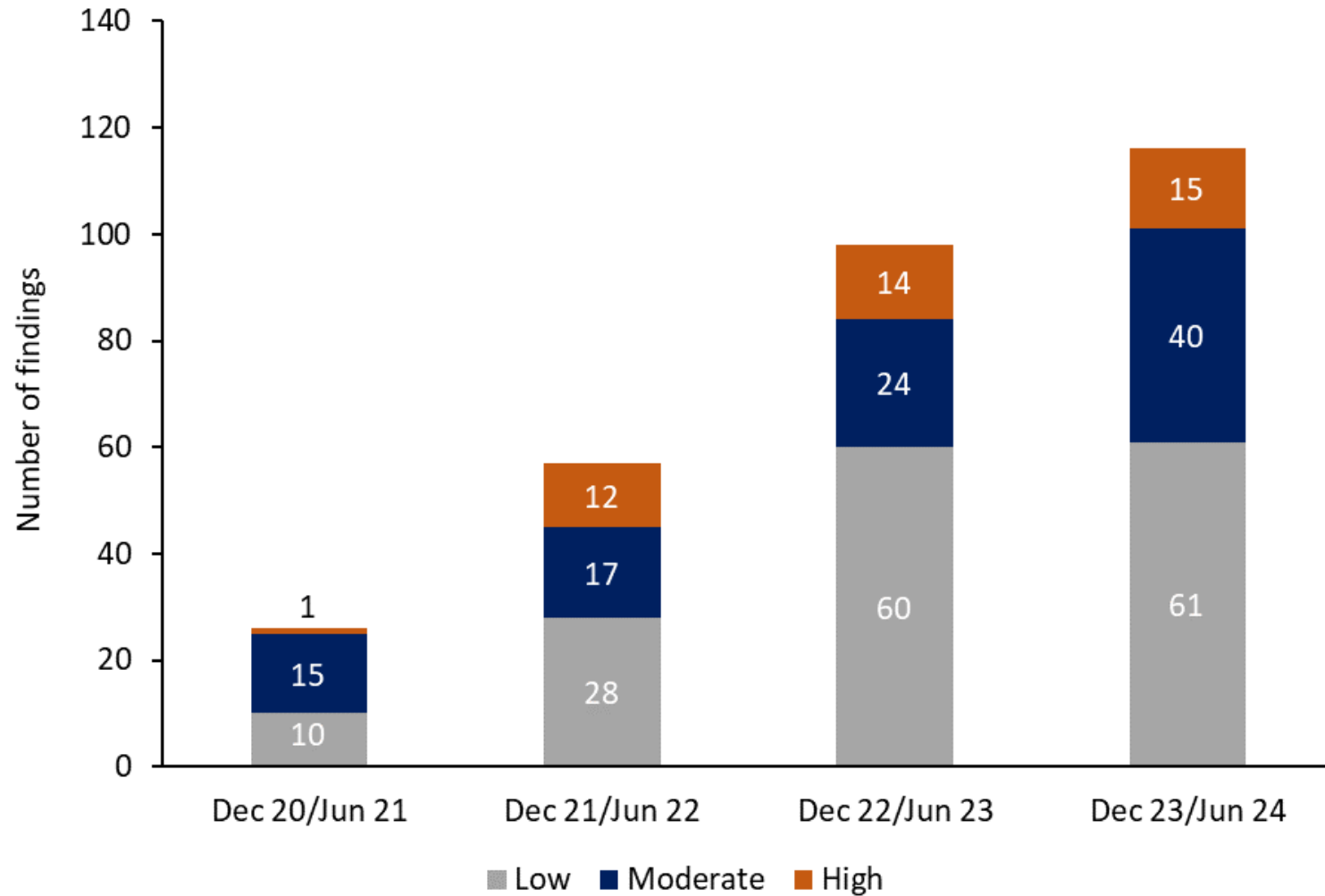
Classification of audit findings – Volume 2

Classification	High Risk	Moderate Risk	Low Risk	Total
Financial reporting	1	2	10	13
Internal control	3	17	21	41
Non-compliance with laws or regulations	0	1	0	1
Total	4	20	31	55

Prior years' audit findings – Volume 2



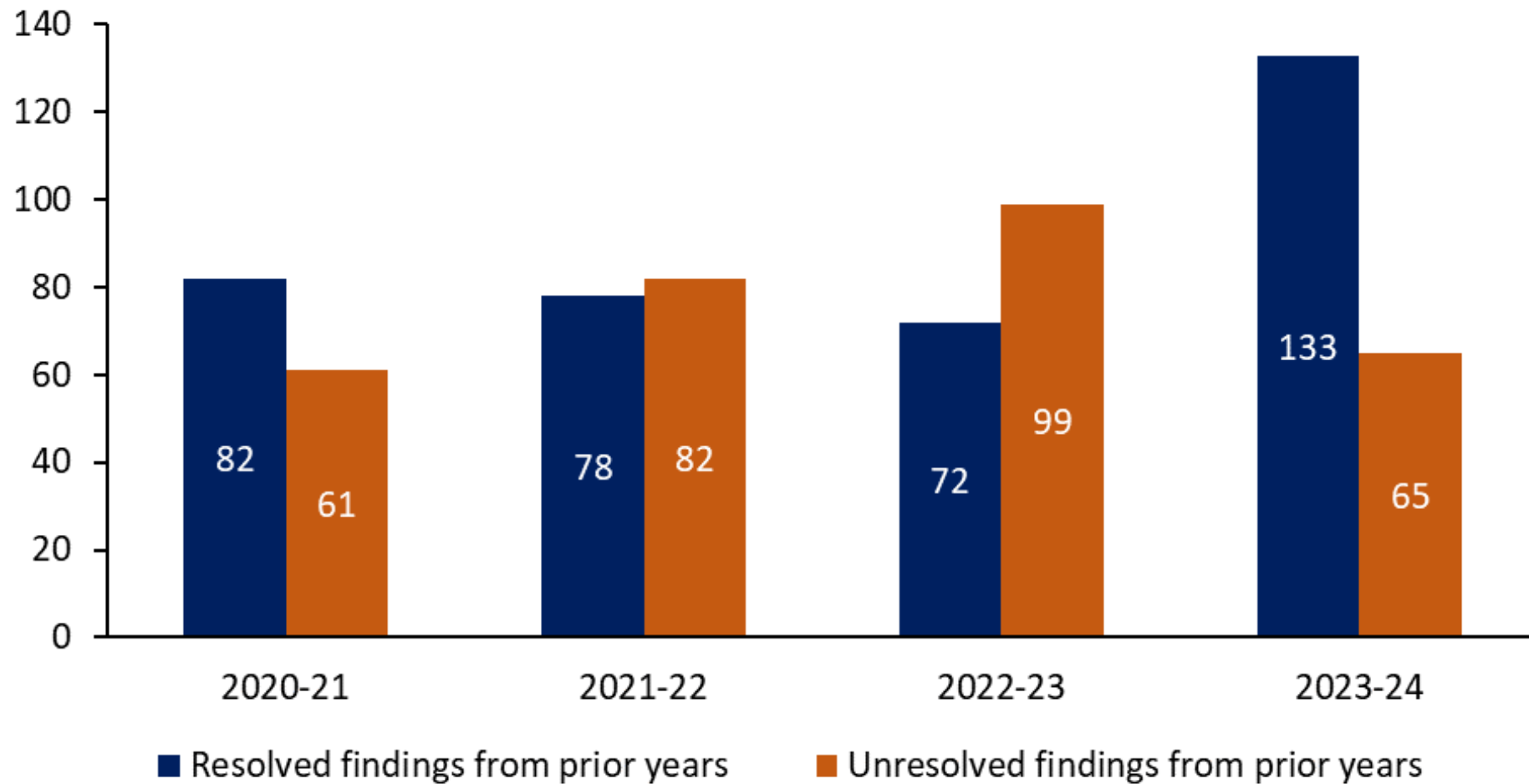
Comparison of audit findings by risk rating – Volume 3



Classification of audit findings – Volume 3

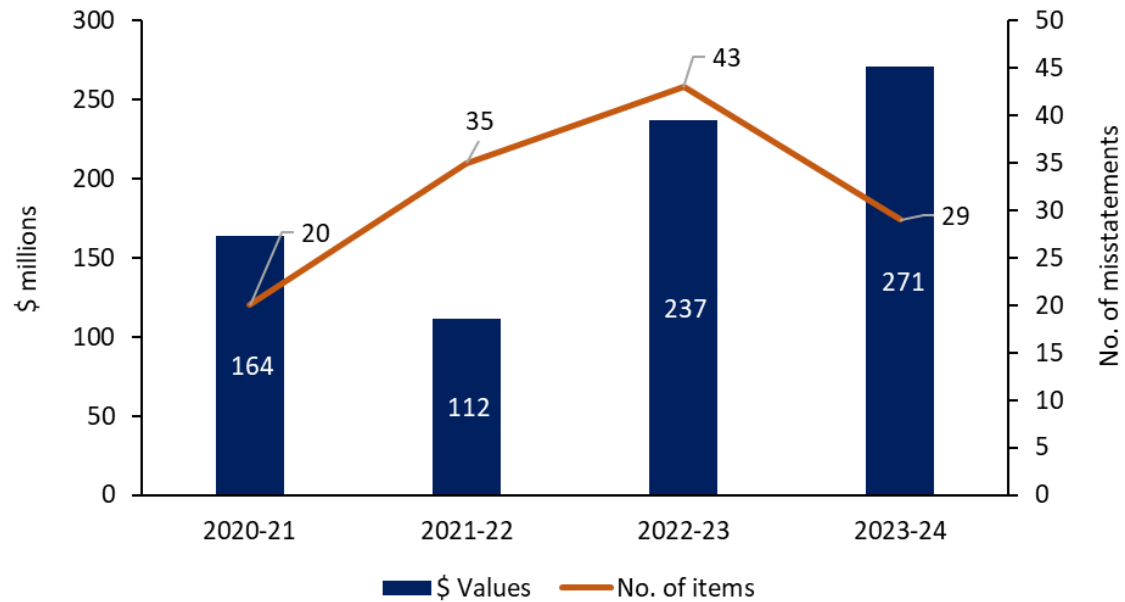
Classification	High Risk	Moderate Risk	Low Risk	Total
Financial reporting	7	4	11	22
Internal control	8	36	49	93
Non-compliance with laws or regulations	0	0	1	1
Total	15	40	61	116

Prior years' audit findings – Volume 3

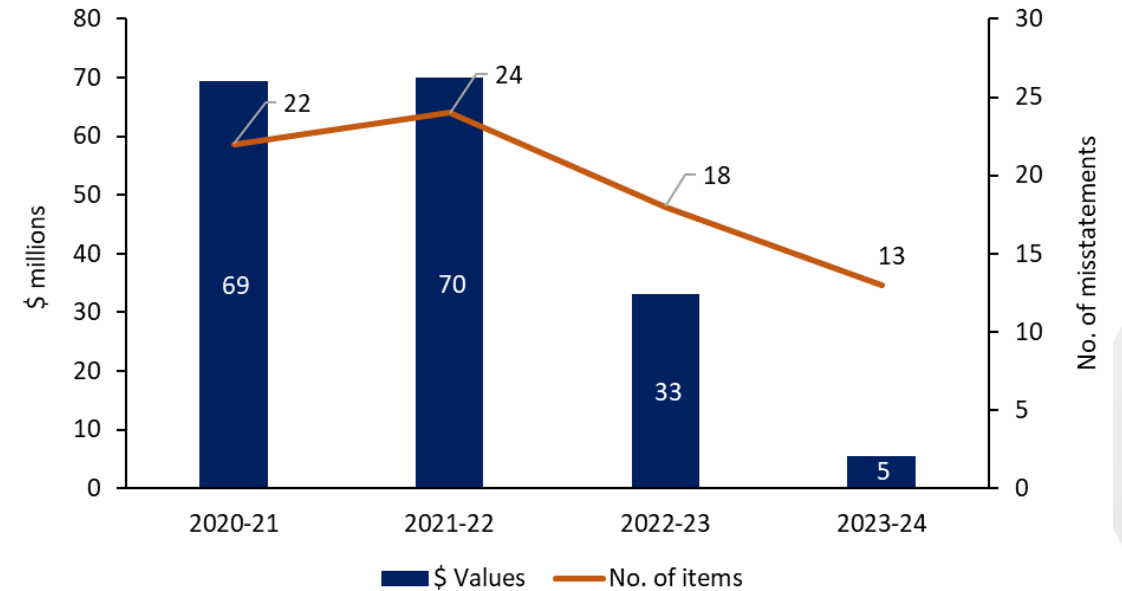


Misstatements – Volume 2

Corrected

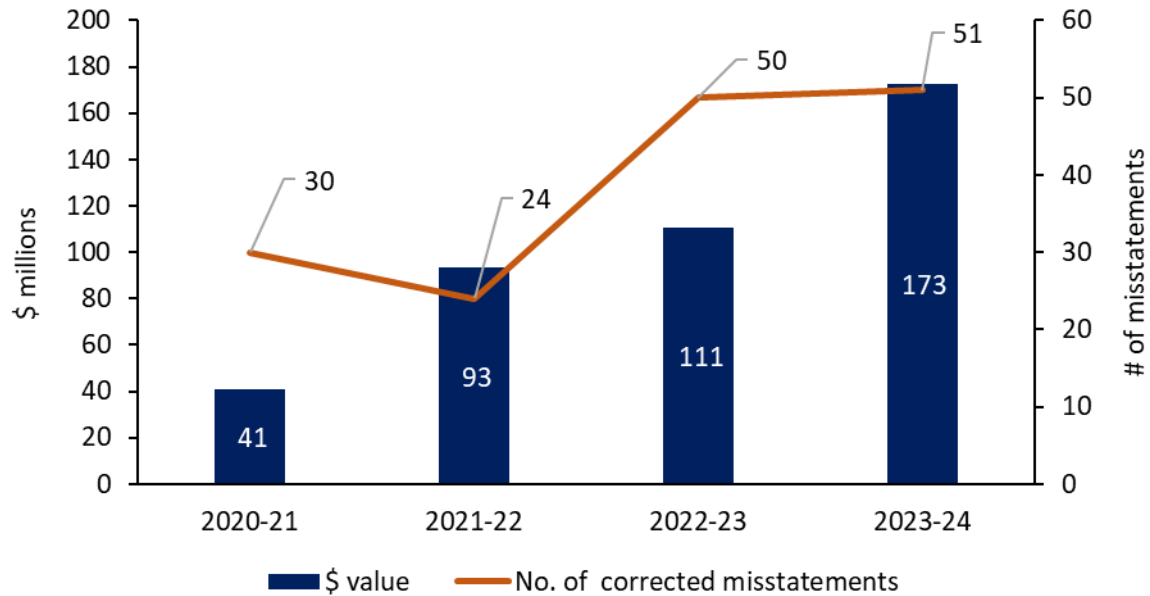


Uncorrected

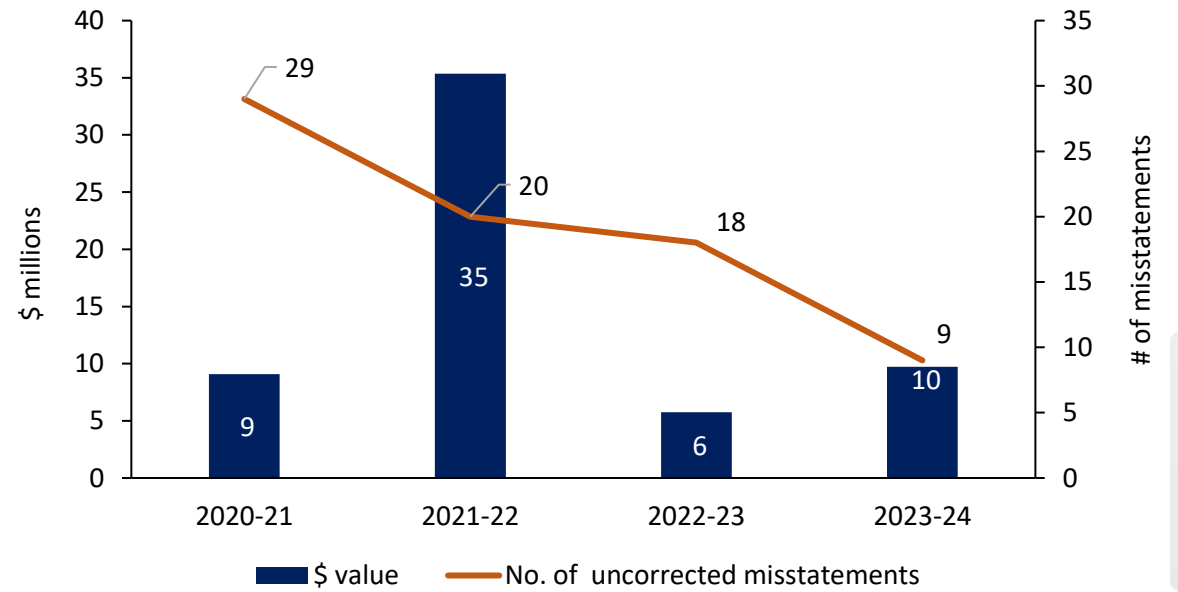


Misstatements – Volume 3

Corrected



Uncorrected



Thank you



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