

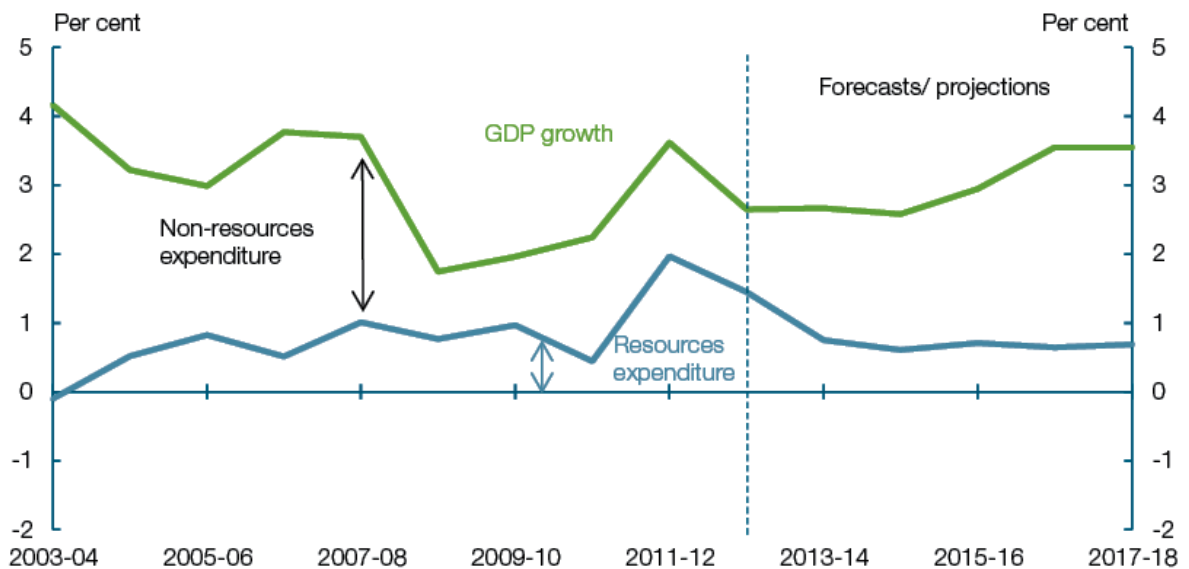


Budget Papers – The Story in Pictures

The tables and charts on the following pages are extracted directly from the 2014 Budget Papers. They provide an interesting overview of issues and expectations including revenue, expenditure, population age, path to fiscal surplus, how budget revenue and expenditure is comprised.

Comments made and virtually all headings are extracted directly from the Budget Papers.

Contributions to GDP growth from the resources and non-resources sectors

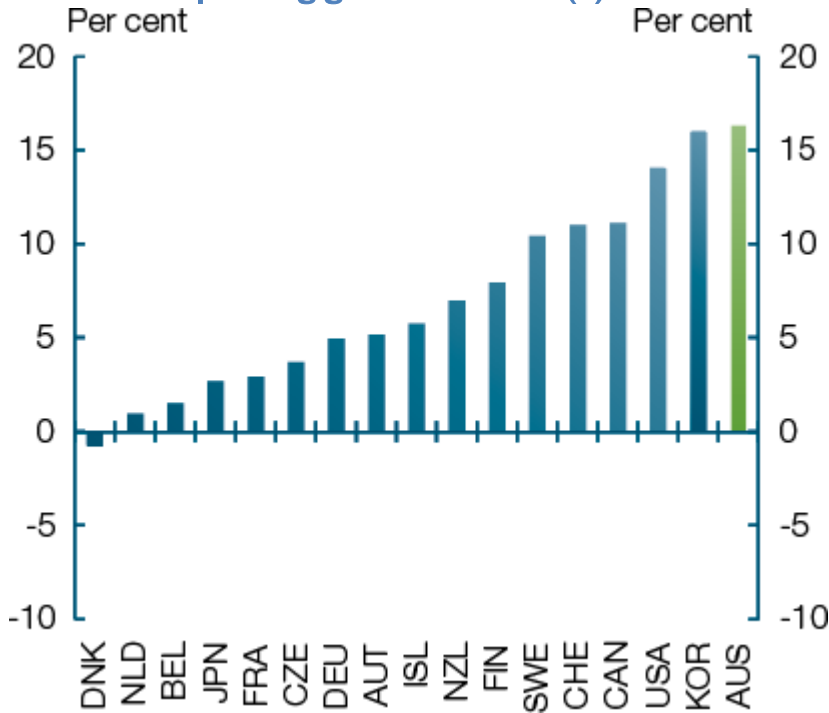


Source: ABS Cat. No. 5204.0, 5206.0 and 5302.0, BREE and Treasury. Budget Papers

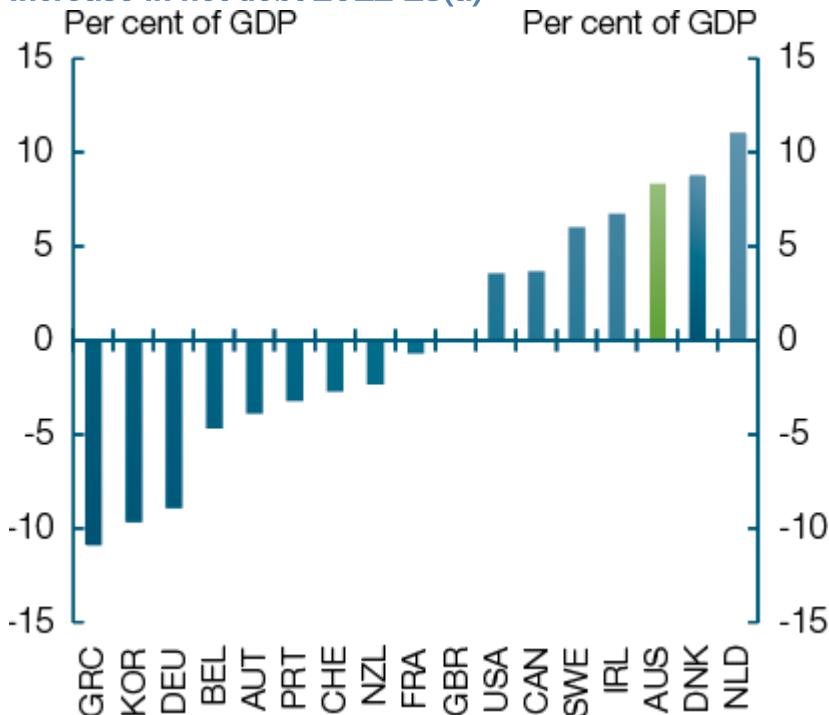


Without action Australia has the fastest spending growth and third largest increase in net debt

Increase in spending growth 2012-18(a)



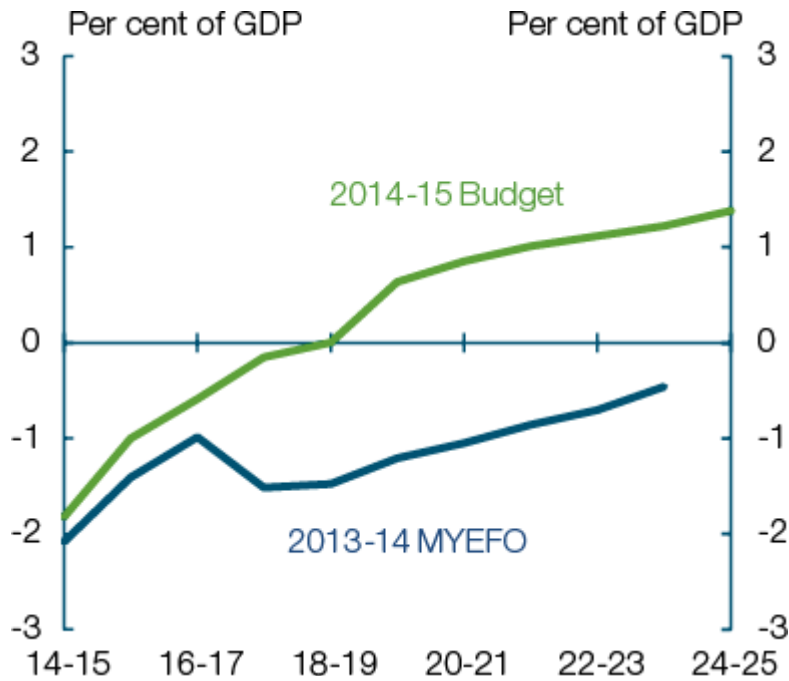
Increase in net debt 2012-18(a)



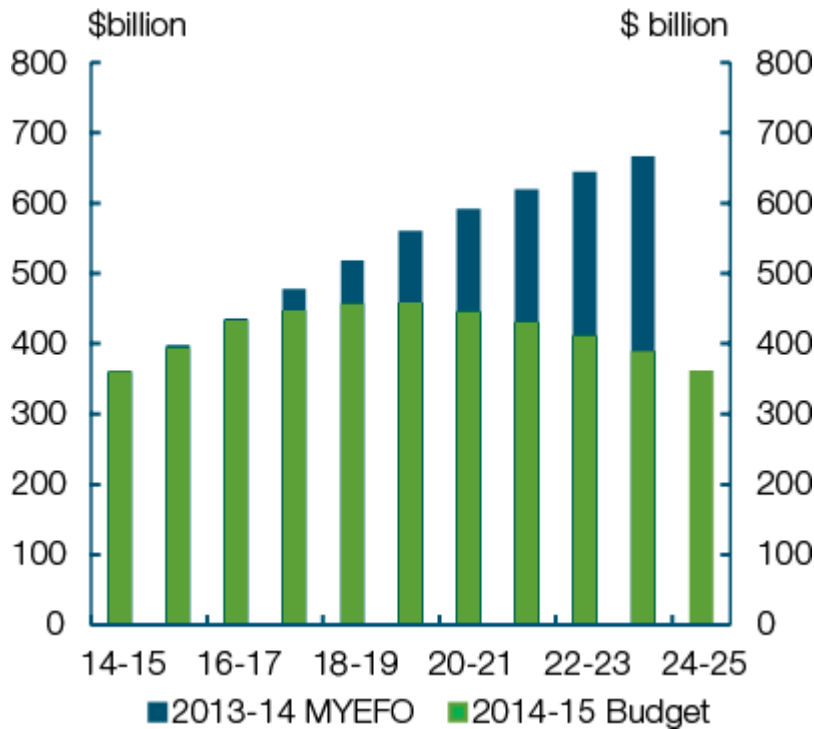
Source: International Monetary Fund and Budget Papers



A clear path to surplus



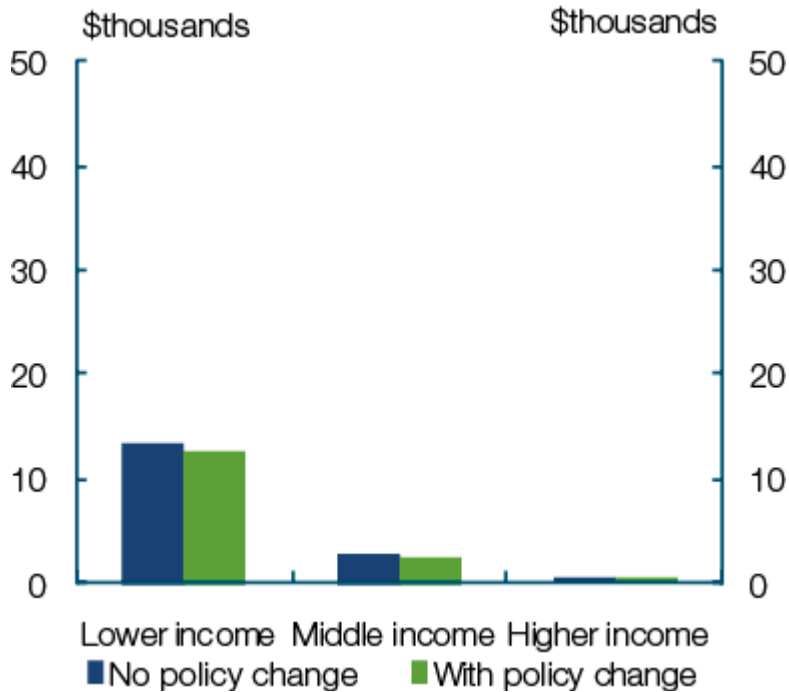
Decreasing debt



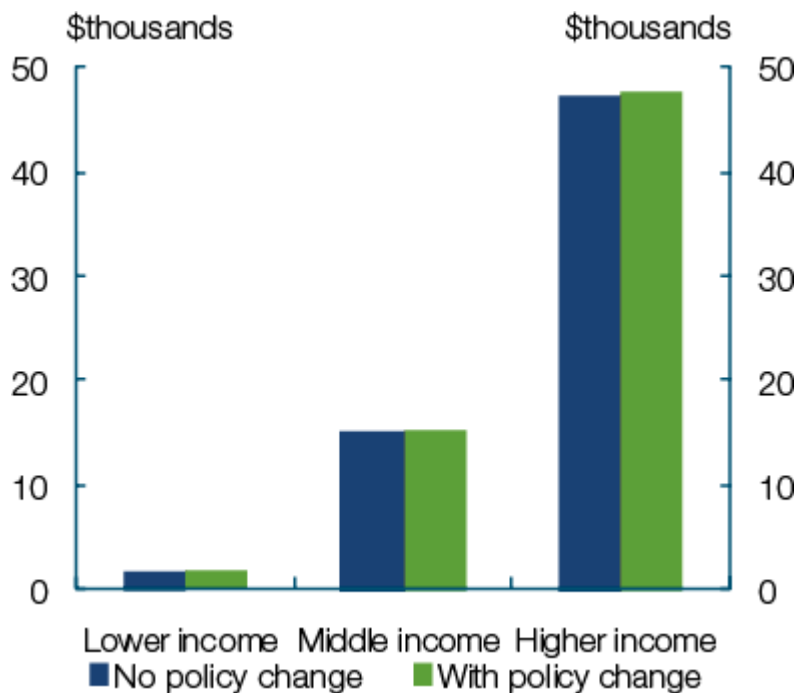
Note: The charts above show 2013-14 MYEFO projections as published. Budget Papers.



Average cash transfers



Average income tax paid



Note: Families are sorted into lower, middle and higher income groups based on their disposable income adjusted for family size.

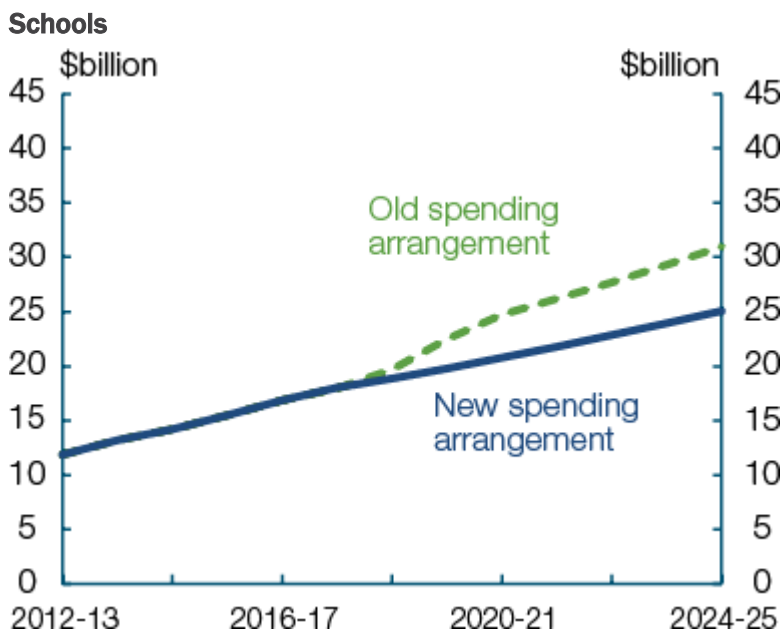


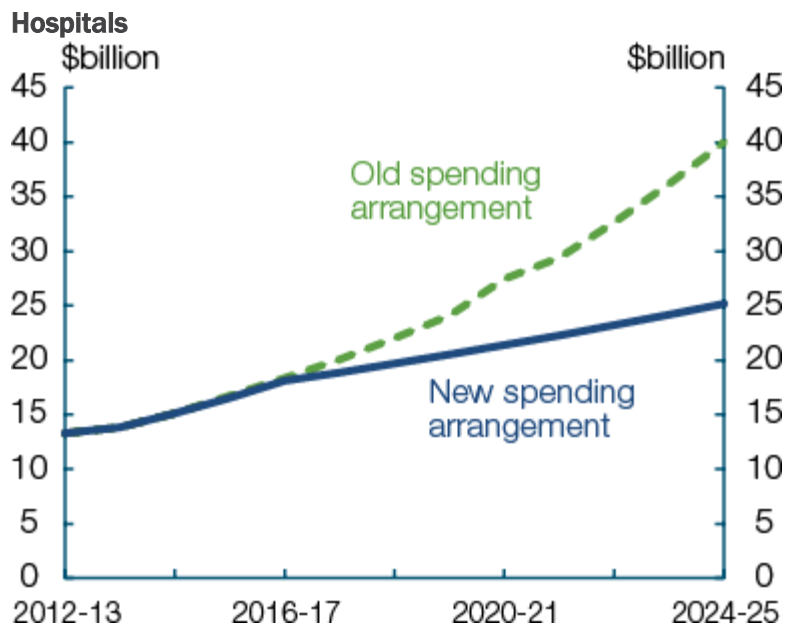
Further reform

The changes in this Budget provide a platform to consider longer-term arrangements in the context of the White Paper on the Reform of the Federation and the White Paper on the Reform of Australia's Tax System.

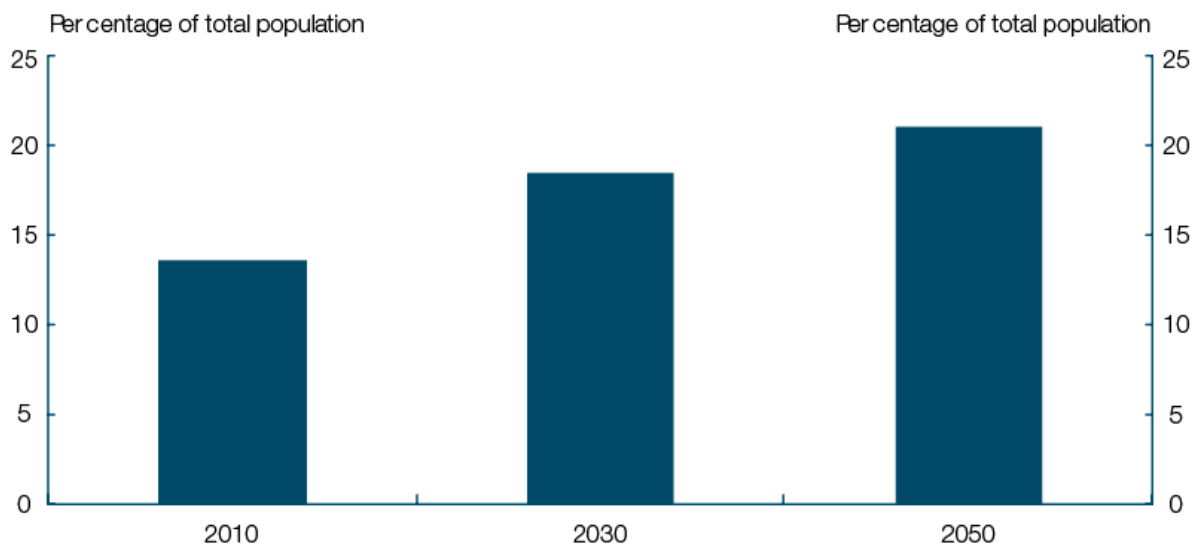
The White Papers, to be completed by the end of 2015, will consider the spending and taxation roles and responsibilities of the different levels of government in Australia to ensure that, as far as possible, the States are sovereign in their own sphere.

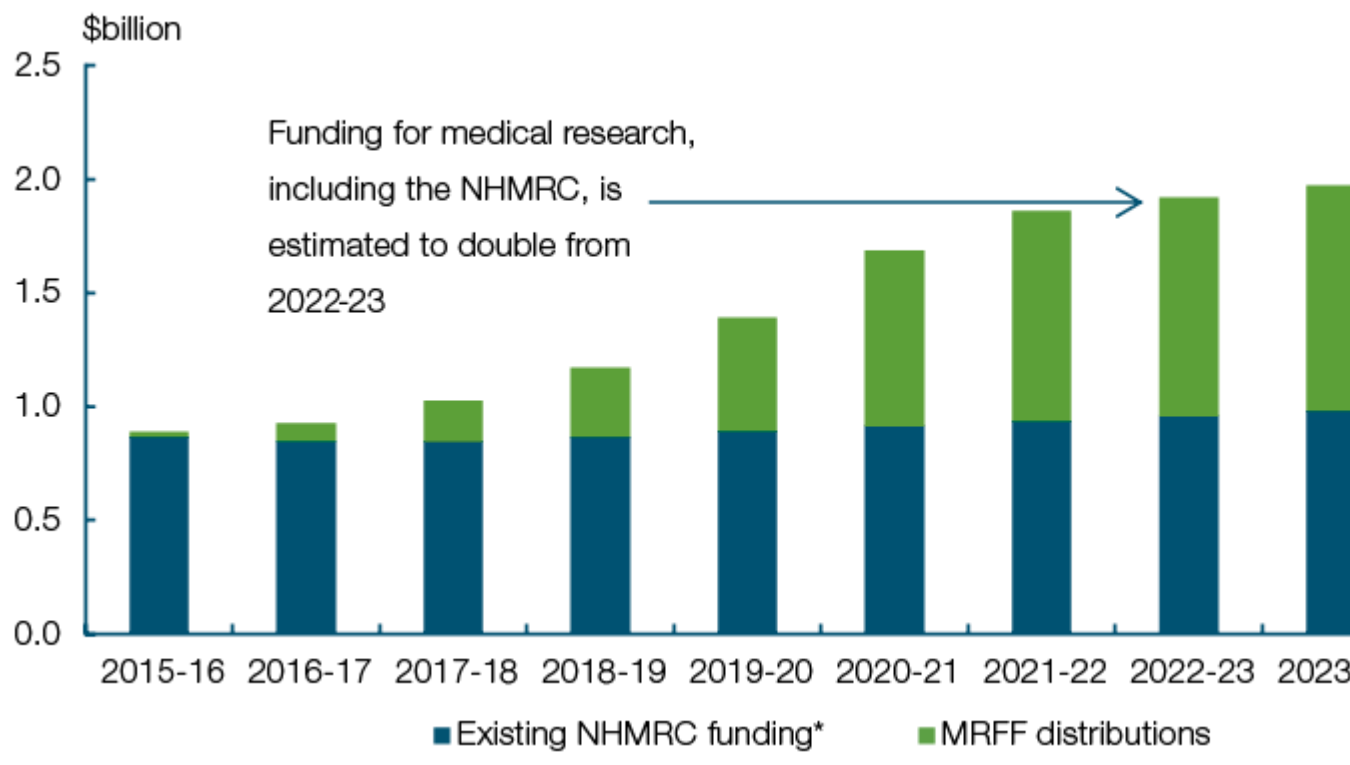
More sustainable spending arrangements for schools and public hospitals





The proportion of Australians 65 years and older is increasing





Budget Income and Expense Summary Overview

Education

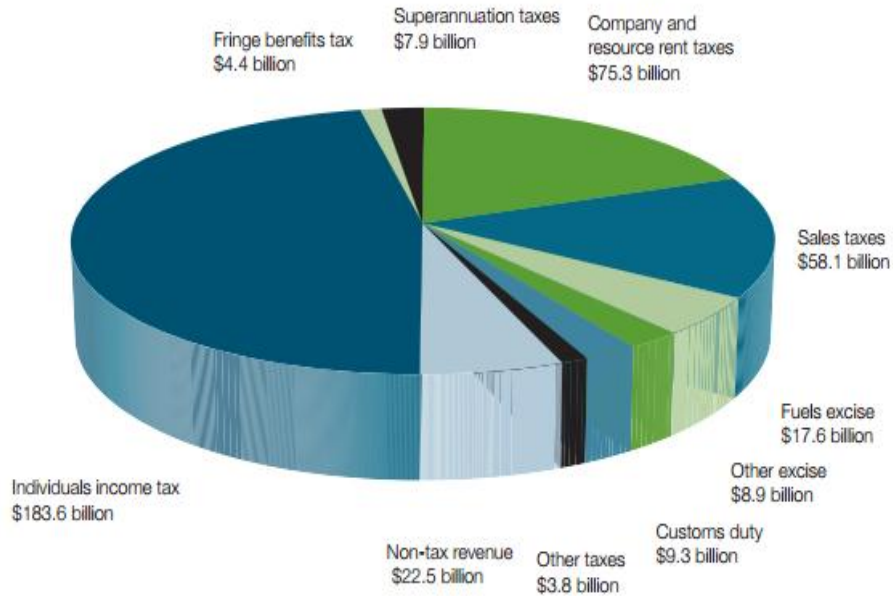
Actual	Estimates			Projections			Total(a) \$b	
	2012-13 \$b	2013-14 \$b	2014-15 \$b	2015-16 \$b	2016-17 \$b	2017-18 \$b		
Receipts		351.1	363.5	385.8	410.4	436.8	468.0	2,064
Per cent of GDP		23.1	23.0	23.6	24.0	24.4	24.9	
Payments (b)		367.2	410.7	412.5	424.2	443.9	467.1	2,158
Per cent of GDP		24.1	25.9	25.3	24.8	24.7	24.8	
Net Future Fund earnings		2.7	2.7	3.1	3.3	3.5	3.8	16
Underlying cash balance(c)		-18.8	-49.9	-29.8	-17.1	-10.6	-2.8	-110
Per cent of GDP		-1.2	-3.1	-1.8	-1.0	-0.6	-0.2	
Revenue		360.2	374.3	391.3	419.6	449.8	480.4	2,115
Per cent of GDP		23.6	23.6	24.0	24.5	25.1	25.5	
Expenses		382.6	415.3	414.8	431.1	453.8	475.4	2,190
Per cent of GDP		25.1	26.2	25.4	25.2	25.3	25.3	
Net operating balance		-22.5	-41.0	-23.5	-11.5	-4.0	4.9	-75
Net capital investment		1.0	4.0	2.4	0.7	2.6	4.0	13
Fiscal balance		-23.5	-45.1	-25.9	-12.2	-6.6	1.0	-88
Per cent of GDP		-1.5	-2.8	-1.6	-0.7	-0.4	0.1	
Memorandum item:								
Headline cash balance		-21.0	-53.7	-33.5	-26.6	-22.7	-11.4	-148

- (a) Total is equal to the sum of amounts from 2013-14 to 2017-18.
- (b) Equivalent to cash payments for operating activities, purchases of non-financial assets and net acquisition of assets under finance leases.
- (c) Excludes net Future Fund earnings.



Summary of Budget Income and Spending for 2014/15

Where revenue comes from (2014-15)



Where taxpayers' money is spent (2014-15)

