

## 2005 FINANCIAL STATEMENTS INDEX

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## **Certification of Financial Statements** **For the year ended 30 June 2005**

The accompanying financial statements of the Public Transport Authority of Western Australia have been prepared in compliance with the provisions of the Financial Administration and Audit Act 1985 from proper accounts and records to present fairly the financial transactions for the financial year ending 30 June 2005 and the financial position as at 30 June 2005.

At the date of signing we are not aware of any circumstances which would render any particulars included in the financial statements misleading or inaccurate.



**R Waldock**  
Accountable Authority

26 August 2005



**JW Leaf**  
Principal Accounting Officer

26 August 2005



## AUDITOR GENERAL

### INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

#### **PUBLIC TRANSPORT AUTHORITY OF WESTERN AUSTRALIA FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005**

##### **Audit Opinion**

In my opinion,

- (i) the controls exercised by the Public Transport Authority of Western Australia provide reasonable assurance that the receipt, expenditure and investment of moneys, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions; and
- (ii) the financial statements are based on proper accounts and present fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia and the Treasurer's Instructions, the financial position of the Authority at 30 June 2005 and its financial performance and cash flows for the year ended on that date.

##### **Scope**

###### ***The Chief Executive Officer's Role***

The Chief Executive Officer is responsible for keeping proper accounts and maintaining adequate systems of internal control, preparing the financial statements, and complying with the Financial Administration and Audit Act 1985 (the Act) and other relevant written law.

The financial statements consist of the Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows and the Notes to the Financial Statements.

###### ***Summary of my Role***

As required by the Act, I have independently audited the accounts and financial statements to express an opinion on the controls and financial statements. This was done by looking at a sample of the evidence.

An audit does not guarantee that every amount and disclosure in the financial statements is error free. The term "reasonable assurance" recognises that an audit does not examine all evidence and every transaction. However, my audit procedures should identify errors or omissions significant enough to adversely affect the decisions of users of the financial statements.

D D R PEARSON  
AUDITOR GENERAL  
31 August 2005

## Statement of Financial Performance

### For the year ended 30 June 2005

	NOTE	2005 \$000	2004 \$000
<b>COST OF SERVICES</b>			
<b>Expenses from ordinary activities</b>			
Employee expenses	2	70,631	62,088
Supplies and Services	3	92,841	75,447
Depreciation and amortisation expense	4	69,484	63,807
Borrowing costs expense	5	85,492	69,697
Grants and subsidies	6	220,274	208,723
Capital user charge	7	44,010	23,976
Energy and fuel		7,959	6,953
Land rationalisation expense		2,903	2,713
Carrying amount of non-current assets disposed of	13	3,111	1,405
Other expenses from ordinary activities	8	1,618	2,108
<b>Total cost of services</b>		<b>598,323</b>	<b>516,917</b>
<b>Revenue from ordinary activities</b>			
<b>Revenue from operating activities</b>			
User charges and fees	9	85,175	79,723
Land rationalisation lease revenue	10	83	83
Operating lease revenue	11	18,947	18,540
Grants and subsidies	12	10,639	19,787
<b>Revenue from non-operating activities</b>			
Interest revenue		1,342	1,326
Proceeds from disposal of non-current assets	13	25,888	2,805
Other revenue from ordinary activities	14	16,400	20,295
<b>Total revenue from ordinary activities</b>		<b>158,474</b>	<b>142,559</b>
<b>NET COST OF SERVICES</b>		<b>439,849</b>	<b>374,358</b>
<b>REVENUES FROM STATE GOVERNMENT</b>			
Service appropriation	15	475,370	399,714
Resources received free of charge	15	1,618	1,013
<b>Total revenues from State Government</b>		<b>476,988</b>	<b>400,727</b>
<b>CHANGE IN NET ASSETS</b>		<b>37,139</b>	<b>26,369</b>
<b>Total changes in equity other than those resulting from transactions with WA State Government as owners</b>		<b>37,139</b>	<b>26,369</b>

The Statement of Financial Performance should be read in conjunction with the accompanying notes.

## Statement of Financial Position

### As at 30 June 2005

	NOTE	2005 \$'000	2004 \$'000
<b>Current Assets</b>			
Cash assets	28	3,761	9,815
Restricted cash assets	16	932	1,002
Inventories	17	7,468	7,439
Receivables	18	11,893	11,711
Other assets	20	37,464	56,904
<b>Total Current Assets</b>		<b>61,518</b>	<b>86,871</b>
<b>Non-Current Assets</b>			
Amounts receivable for services	19	144,557	75,575
Infrastructure, property, plant, equipment and vehicles	21	2,359,931	1,856,418
<b>Total Non-Current Assets</b>		<b>2,504,488</b>	<b>1,931,993</b>
<b>TOTAL ASSETS</b>		<b>2,566,006</b>	<b>2,018,864</b>
<b>Current Liabilities</b>			
Payables	22	107,059	66,316
Interest bearing liabilities	23	382,723	42,985
Provisions	24	16,748	13,098
Other liabilities	25	29,944	53,241
Deferred Income-Operating Lease	26	13,591	14,402
<b>Total Current Liabilities</b>		<b>550,065</b>	<b>190,042</b>
<b>Non-Current Liabilities</b>			
Interest bearing liabilities	23	1,203,692	1,087,604
Provisions	24	3,124	2,307
Deferred Income-Operating Lease	26	215,193	228,784
<b>Total Non-Current Liabilities</b>		<b>1,422,009</b>	<b>1,318,695</b>
<b>TOTAL LIABILITIES</b>		<b>1,972,074</b>	<b>1,508,737</b>
<b>NET ASSETS</b>		<b>593,932</b>	<b>510,127</b>
<b>Equity</b>			
Contributed equity	27	530,424	483,758
Accumulated surplus	27	63,508	26,369
<b>TOTAL EQUITY</b>		<b>593,932</b>	<b>510,127</b>

The Statement of Financial Position should be read in conjunction with the accompanying notes.

## Statement of Cash Flows

### For the year ended 30 June 2005

	NOTE	2005 \$'000	2004 \$'000
<b>CASH FLOWS FROM STATE GOVERNMENT</b>			
Service appropriation		406,388	340,006
Capital contribution		71,515	108,629
<b>Net cash provided by State Government</b>		<b>477,903</b>	<b>448,635</b>
<b>Utilised as follows:</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Payments</b>			
Employee costs		(67,844)	(57,395)
Supplies and Services		(108,197)	(97,236)
Borrowing costs		(76,781)	(63,596)
Grants and subsidies		(219,009)	(208,126)
Capital user charge		(44,010)	(23,976)
GST payments on purchases		(84,905)	(55,426)
<b>Receipts</b>			
Contribution-other Government Agencies		11,276	15,139
User charges and fees:Transwa		9,662	7,930
User charges and fees:Transperth train operations		25,538	24,575
User charges and fees:Transperth buses		56,280	59,301
Interest received		1,367	1,335
GST receipts on sales		10,512	11,160
GST receipts from taxation authority		72,074	41,826
Receipts from customers		9,847	17,994
<b>Net cash provided by/(used in) operating activities</b>	<b>28</b>	<b>(404,190)</b>	<b>(326,495)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of non-current physical assets		1,015	2,430
Purchase of non-current physical assets (other than New MetroRail)		(147,602)	(52,152)
Purchase of non-current physical assets New MetroRail		(389,077)	(205,054)
<b>Net cash provided by/(used in) investing activities</b>		<b>(535,664)</b>	<b>(254,776)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		553,524	288,765
Repayment of borrowings		(88,449)	(153,843)
Other repayments		(9,248)	(9,571)
<b>Net cash provided by/(used in) financing activities</b>		<b>455,827</b>	<b>125,351</b>
<b>Net increase/(decrease) in cash held</b>		<b>(6,124)</b>	<b>(7,285)</b>
Cash assets at the beginning of the financial year		10,817	18,102
<b>CASH ASSETS AT THE END OF THE FINANCIAL YEAR</b>	<b>28</b>	<b>4,693</b>	<b>10,817</b>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.