

## CHAPTER XXII

### PUBLIC FINANCE

NOTE.—The subject of Public Finance is dealt with in this chapter under the two major divisions of Commonwealth Finance and State Finance. The close financial relations between the Commonwealth and States, however, particularly since the Financial Agreement has been in operation, demand also a combination of these two divisions under the heading of Commonwealth and State Finance. Under the Financial Agreement, the Commonwealth assumed the liability to bondholders for the States' Securities existing at the date of the Agreement and now arranges for all borrowings for and on behalf of the Commonwealth or any State and for all conversions, renewals, redemptions and consolidations of such securities. In view of this, it is convenient to deal with the Commonwealth and State Government Securities on Issue in a separate division of this chapter (p. 946).

The subject of income taxes is also dealt with in a separate division at the end of this chapter.

For further detailed information on the subjects covered by this chapter, see the annual bulletins *Commonwealth Finance; State, Territory and Local Government Authorities' Finance and Government Securities*; and *Commonwealth Taxation Assessments*. Current information in summarized form is contained in the *Quarterly Summary of Australian Statistics*, the *Monthly Review of Business Statistics*, and the *Digest of Current Economic Statistics*.

#### COMMONWEALTH FINANCE

##### § 1. Financial Provisions of the Constitution

The main provisions of the Constitution relating to the initiation and development of the financial system of the Commonwealth are contained in Sections 81 to 105A of the Commonwealth Constitution (see pp. 17–20 of this Year Book). Two other sections which have a most important bearing on questions of Commonwealth finance are Sections 69 and 51.

Section 69 provides for the transfer from the States to the Commonwealth of certain specified departments, and Section 51, in outlining the powers of the Commonwealth Parliament, implies the transfer or creation of other departments. Sections 87 and 96 deal with the financial relations between the Commonwealth and the States. These matters have been treated in previous issues of the Year Book, and on pages 917–24 of this issue a summary is given of the present provisions for Commonwealth financial assistance to the States.

The *Audit Act* 1901–1961 lays down the procedure which must be followed in accounting for the receipt and disbursement of public funds. The general administration of Commonwealth finances is the responsibility of the Treasurer of the Commonwealth.

##### § 2. Commonwealth Public Account

1. **Nature of Account.**—The Commonwealth Public Account includes the Consolidated Revenue Fund, the Trust Fund and the Loan Fund. Ordinary revenues from taxation and other sources are paid into the Consolidated Revenue Fund, from which the main expenditures are for defence, war and repatriation services, social services, payments to the States, Commonwealth business undertakings (mostly postal, telephone and telegraph) and administration. The Trust Fund covers special transactions outside the ordinary operations of departmental expenditures, such as pension funds and moneys held for expenditure by the Commonwealth at some future time. The Loan Fund receives its funds from the sale of Commonwealth securities, and expenditures from the Fund are made in accordance with the purpose of issue of each loan. The main disbursements from the Loan Fund are to the States, either by way of distribution of the proceeds of loans raised by the Commonwealth on their behalf or in accordance with the provisions of the Commonwealth and State Housing Agreements, and the remaining disbursements are for Commonwealth purposes such as defence or war service land settlement.

2. **Summary of Receipts and Expenditure.**—A summary of transactions on the Commonwealth Public Account for 1963–64 and the four preceding years is given in the table which follows. The transactions are recorded on a cash basis.

## COMMONWEALTH PUBLIC ACCOUNT: SUMMARY OF TRANSACTIONS

(£ million)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Expenditure—</b>					
Consolidated Revenue Fund(a) ..	1,396.9	1,495.7	1,619.4	1,659.0	(b)1,871.8
<b>Loan Fund—</b>					
Defence services .. .. .	12.0		23.6	66.1	38.7
State works and housing programmes ..	214.9	225.6	244.6	249.1	262.0
War service land settlement .. .. .	6.9	2.0	1.6	0.6	4.3
Mount Isa Railway Agreement .. .. .	..	..	3.8	5.9	6.0
Snowy Mountains Hydro-electric Authority .. .. .	..	..	..	13.1	11.7
<i>Total Expenditure</i> .. .. .	<i>1,630.7</i>	<i>1,723.3</i>	<i>1,893.0</i>	<i>1,993.8</i>	<i>2,194.5</i>
<b>Receipts—</b>					
Consolidated Revenue Fund .. .. .	1,438.3	1,638.3	1,641.5	1,685.4	1,904.7
National Debt Sinking Fund .. .. .	71.1	73.8	76.7	81.8	89.5
Net movement in cash balances of other Trust Funds .. .. .	2.9	-12.0	2.2	15.2	2.5
<i>Total Receipts</i> .. .. .	<i>1,512.3</i>	<i>1,700.1</i>	<i>1,720.4</i>	<i>1,782.4</i>	<i>1,996.7</i>
<i>Excess of Expenditure over Receipts to be met from Borrowings</i> .. .. .	<i>118.4</i>	<i>23.2</i>	<i>172.6</i>	<i>211.4</i>	<i>197.8</i>
<b>Add Redemptions—</b>					
Loan Fund .. .. .	..	5.0	..	32.0	20.2
National Debt Sinking Fund .. .. .	95.2	96.3	94.6	57.6	72.0
<i>Total Call on Borrowings</i> .. .. .	<i>213.6</i>	<i>124.5</i>	<i>267.2</i>	<i>301.0</i>	<i>290.0</i>
<b>Borrowings—</b>					
<b>Public loan proceeds—</b>					
Australia .. .. .	142.6	114.9	224.0	251.5	281.0
Overseas .. .. .	42.1	25.4	16.2	65.6	36.7
Increase in temporary borrowings ..	30.0	-15.0	22.0	-15.5	-27.2
Reduction in cash balances .. .. .	-1.1	-0.8	5.0	-0.6	-0.5
<i>Total Borrowings</i> .. .. .	<i>213.6</i>	<i>124.5</i>	<i>267.2</i>	<i>301.0</i>	<i>290.0</i>

(a) Excludes payments to Loan Consolidation and Investment Reserve:—1959-60, £41.4 million; 1960-61, £142.6 million; 1961-62, £22.2 million; 1962-63, £26.4 million; 1963-64, £14.9 million.

(b) Excludes expenditure of £18.0 million on the redemption of Treasury Bills.

## § 3. Commonwealth Consolidated Revenue Fund

## REVENUE

1. Sources of Revenue.—The following table shows details of the revenue from each source and the amount per head of population under each of the main headings during the years 1959-60 to 1963-64. Taxation constitutes the main sources of Commonwealth revenue, accounting for 84.5 per cent. in 1963-64.

## COMMONWEALTH CONSOLIDATED REVENUE FUND: SOURCES OF REVENUE (£'000)

Source	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Taxation .. .. .</b>	<b>1,249,790</b>	<b>1,425,239</b>	<b>1,416,524</b>	<b>1,440,459</b>	<b>1,609,420</b>
Per head of population .. .. .	£122.96	£137.15	£133.56	£133.23	£145.96
<b>Business undertakings .. .. .</b>	<b>137,238</b>	<b>153,867</b>	<b>158,389</b>	<b>171,200</b>	<b>187,889</b>
Per head of population .. .. .	£13.50	£14.81	£14.93	£15.84	£17.04
<b>Territories .. .. .</b>	<b>4,198</b>	<b>5,455</b>	<b>5,996</b>	<b>7,732</b>	<b>9,519</b>
Per head of population .. .. .	£0.41	£0.55	£0.57	£0.72	£0.86
<b>Other revenue—</b>					
<b>Interest .. .. .</b>	<b>13,276</b>	<b>14,588</b>	<b>17,069</b>	<b>22,122</b>	<b>24,096</b>
Dividends or payments in the nature of a dividend .. .. .	2,642	1,991	2,053	1,914	2,539
Repayments .. .. .	1,263	1,025	2,412	3,839	5,616
Coinage .. .. .	415	321	589	106	..
Defence .. .. .	5,832	5,827	4,806	4,409	14,224
Air navigation charges .. .. .	717	1,031	1,393	1,483	1,877
Quarantine and other health services ..	106	119	111	155	69
Patents, trade marks, etc. .. .. .	399	476	582	606	640
Bankruptcy .. .. .	113	143	169	181	202
Net profit on Australian note issue ..	10,516	12,930	15,751	12,780	13,491
Unrequired balances of trust accounts ..	5,674	2,053	3,525	4,700	12,591
Australian Aluminium Production Commission .. .. .	..	2,500	250	..	250
Reserve Bank Reserve Fund .. .. .	..	2,691	3,352	4,487	1,676
Commonwealth Banking Corporation ..	..	756	921	717	1,145
Other .. .. .	6,107	7,267	7,650	8,246	19,444
<i>Total, Other Revenue</i> .. .. .	<i>47,060</i>	<i>53,718</i>	<i>60,633</i>	<i>65,995</i>	<i>97,860</i>
<i>Per head of population</i> .. .. .	<i>£4.63</i>	<i>£5.18</i>	<i>£5.72</i>	<i>£6.11</i>	<i>£8.88</i>
<b>Grand Total .. .. .</b>	<b>1,438,286</b>	<b>1,638,279</b>	<b>1,641,542</b>	<b>1,685,386</b>	<b>1,904,688</b>
<b>Per head of population .. .. .</b>	<b>£141.50</b>	<b>£157.67</b>	<b>£154.78</b>	<b>£155.90</b>	<b>£172.74</b>

A graphical representation of the revenue and expenditure of the Commonwealth Consolidated Revenue Fund appears on page 937.

2. Taxation.—(i) *Total Collections.* (a) *Amount.* Collections under each heading for the years 1959–60 to 1963–64 are shown below.

## COMMONWEALTH TAXATION: TOTAL NET COLLECTIONS

(£'000)

Type of tax	1959–60	1960–61	1961–62	1962–63	1963–64
Income tax—					
Individuals .. ..	442,164	518,744	537,345	541,711	636,144
Companies .. ..	229,130	282,562	282,688	259,914	293,130
Dividend (withholding) .. ..	..	5,960	8,117	8,965	7,968
Customs .. ..	84,381	101,785	85,160	105,101	116,286
Excise .. ..	252,111	257,409	265,645	274,402	291,232
Sales tax .. ..	164,185	173,040	148,824	156,531	162,595
Pay-roll tax .. ..	55,162	61,260	60,971	63,255	68,222
Estate duty .. ..	13,753	14,807	17,029	17,850	19,936
Gift duty .. ..	2,435	2,783	2,797	3,164	3,244
Special industry taxes(a) .. ..	6,469	6,889	7,948	9,566	10,663
<b>Total Taxation ..</b>	<b>1,249,790</b>	<b>1,425,239</b>	<b>1,416,524</b>	<b>1,440,459</b>	<b>1,609,420</b>

(a) Used for purposes of industries concerned. The taxes are as follows:—Wheat Tax, Wool Tax, Wheat Export Charge, Miscellaneous Export Charges, Stevedoring Industry Charge, Tobacco Charge, Dairy Produce Levy, Canning Fruit Charge, Cattle Slaughter Levy, and Honey Levy.

(b) *Proportion of each Class to Total Collections.* The following table shows the proportion of the total collections represented by returns from each class of taxation for the years 1959–60 to 1963–64.

## COMMONWEALTH TAXATION: PROPORTION OF EACH CLASS TO TOTAL NET COLLECTIONS

(Per cent.)

Type of tax	1959–60	1960–61	1961–62	1962–63	1963–64
Income taxes .. ..	53.7	56.6	58.5	56.3	58.3
Customs .. ..	6.8	7.2	6.0	7.3	7.2
Excise .. ..	20.2	18.1	18.8	19.0	18.1
Sales tax .. ..	13.1	12.1	10.5	10.9	10.1
Pay-roll tax .. ..	4.4	4.3	4.3	4.4	4.2
Estate duty .. ..	1.1	1.0	1.2	1.2	1.2
Gift duty .. ..	0.2	0.2	0.2	0.2	0.2
Special industry taxes(a) .. ..	0.5	0.5	0.5	0.7	0.7
<b>Total Taxation ..</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

(a) See footnote (a) to previous table.

(ii) *Customs Revenue.* The following table gives details of net customs receipts for the years 1959-60 to 1963-64.

**COMMONWEALTH CUSTOMS REVENUE: CLASSIFICATION OF  
NET RECEIPTS**  
(£'000)

Class	1959-60	1960-61	1961-62	1962-63	1963-64
Foodstuffs of animal origin .. .. .	473	677	515	599	732
Foodstuffs of vegetable origin .. .. .	1,784	2,100	2,063	2,080	2,455
Spiritous and alcoholic liquors .. .. .	4,762	5,202	5,847	5,478	6,335
Tobacco, cigars and cigarettes .. .. .	13,034	13,352	11,997	12,759	13,200
Animal substances (not foodstuffs) .. .. .	7	8	5	5	6
Vegetable substances and fibres .. .. .	259	168	247	321	299
Yarns, textiles and apparel .. .. .	12,176	15,573	12,863	14,944	16,791
Oils, fats and waxes .. .. .	10,970	12,430	9,149	11,367	10,848
Pigments, paints and varnishes .. .. .	219	317	284	405	382
Rocks and minerals .. .. .	56	46	62	113	118
Metals, metal manufactures and machinery ..	23,036	28,655	20,836	32,505	37,037
Rubber and leather and manufactures thereof	606	939	838	1,318	1,751
Wood and wicker, raw and manufactured ..	1,802	2,353	1,514	1,623	2,189
Earthenware, cement, china, glass and stone- ware .. .. .	2,233	3,002	2,673	2,952	2,977
Pulp, paper and board, paper manufactures and stationery .. .. .	1,426	2,361	2,404	2,778	2,804
Sporting materials, toys, fancy goods, jewellery and timepieces .. .. .	2,825	3,526	3,237	3,600	3,758
Optical, surgical and scientific instruments, photographic goods .. .. .	1,404	1,683	1,592	1,677	1,918
Chemicals, pharmaceutical products, essential oils and fertilizers .. .. .	1,690	1,806	2,131	2,220	3,033
Miscellaneous goods .. .. .	3,047	5,045	4,762	6,068	6,952
Primage .. .. .	1,939	2,298	1,840	2,152	2,319
Other receipts .. .. .	633	244	301	137	382
<b>Total .. .. .</b>	<b>84,381</b>	<b>101,785</b>	<b>85,160</b>	<b>105,101</b>	<b>116,286</b>

(iii) *Excise Revenue.* Net excise receipts for the years 1959-60 to 1963-64 were as follows.

**COMMONWEALTH EXCISE REVENUE: CLASSIFICATION OF NET RECEIPTS**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Beer .. .. .	109,724	111,740	113,504	117,263	123,584
Spirits .. .. .	8,683	8,586	8,418	8,582	9,153
Tobacco .. .. .	14,366	13,389	11,898	10,541	9,355
Cigars and cigarettes .. .. .	61,459	64,969	67,488	70,186	73,100
Cigarette papers .. .. .	770	716	640	571	506
Petrol .. .. .	49,255	51,952	57,904	61,014	67,987
Diesel fuel .. .. .	2,179	2,299	2,253	2,576	3,833
Matches .. .. .	1,125	1,105	1,095	1,126	1,144
Playing cards .. .. .	52	50	53	49	52
Coal .. .. .	418	389	290	280	293
Cathode ray tubes .. .. .	2,850	1,961	2,056	2,106	1,955
Canned fruit .. .. .					201
Miscellaneous (a) .. .. .	1,230	253	46	108	69
<b>Total .. .. .</b>	<b>252,111</b>	<b>257,409</b>	<b>265,645</b>	<b>274,402</b>	<b>291,232</b>

(a) Includes net collections of diesel fuel taxation credited to miscellaneous receipts of the Department of Customs and Excise.

(iv) *Other Taxation.* (a) *General.* Taxes other than customs and excise and the various export charges are, in general, assessed and collected by the Commissioner of Taxation. The organization comprises a Head Office in Canberra, an office in each State assessing the returns of taxpayers whose interests are restricted to that State, and a Central Office situated in Melbourne assessing taxpayers whose interests are in more than one State.

For detailed statistics relating to Commonwealth income taxes, estate duty, gift duty and sales tax, see the annual bulletin *Commonwealth Taxation Assessments*.

(b) *Sales Tax.* The sales tax was first imposed in August, 1930. The operation of the tax is controlled chiefly by a system of registration of taxpayers whereby all manufacturers and wholesale merchants, who are the taxpayers under the Act in respect of goods sold in Australia, must be registered with the Department. The tax on imports subject to sales tax is collected by the Customs Department at ports of entry.

Since the inception of the tax, certain exemptions have been allowed. These exemptions, which have been extended from time to time, relate mainly to goods of an essential nature or those for use in primary production. The most recent exemptions were those granted from 12th August, 1964.

A general rate of tax is levied on all goods other than those specified in the schedules to the *Sales Tax (Exemptions and Classifications) Act 1935-1964*. These schedules set out details of goods exempt from sales tax and those subject to special rates. The following are the general and special rates which operated from 7th August, 1952.

Period	General rate	Special rates
10th September, 1953, to 18th August, 1954 ..	12½ per cent. ..	16½ per cent.
19th August, 1954, to 14th March, 1956 ..	12½ per cent. ..	10 and 16½ per cent.
15th March, 1956, to 3rd September, 1957 ..	12½ per cent. ..	10, 16½, 25 and 30 per cent.
4th September, 1957, to 15th November, 1960 ..	12½ per cent. ..	8½, 16½, 25 and 30 per cent.
16th November, 1960, to 21st February, 1961 ..	12½ per cent. ..	8½, 16½, 25 and 40 per cent.
22nd February, 1961, to 15th August, 1961 ..	12½ per cent. ..	8½, 16½, 25 and 30 per cent.
16th August, 1961, to 6th February, 1962 ..	12½ per cent. ..	2½, 16½, 25 and 30 per cent.
7th February, 1962, to 11th August, 1964 ..	12½ per cent. ..	2½, 22½ and 25 per cent.
From 12th August, 1964 .. ..	12½ per cent. ..	2½ and 25 per cent.

Particulars of the net amount of sales tax payable and the sales of taxable and exempt goods in each State for 1963-64 are given in the following table. The figures relate to sales during the period 1st July to 30th June. The figures for sales tax payable differ from those for net collections shown on page 903 because the latter include some adjustments in respect of earlier tax years and relate to tax payable on returns lodged during the year, which in general cover sales for the period June to May.

## SALES TAX AND AMOUNT OF SALES, 1963-64

(£'000)

Particulars	N.S.W. (a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	N. Terr.	Aus- tralia
Net sales on which sales tax was payable at—								
2½ per cent. ..	90,306	78,055	29,657	20,687	13,295	4,884	74	236,958
12½ per cent. ..	245,989	175,612	78,684	52,423	37,104	11,079	675	601,566
22½ per cent. ..	90,396	77,030	36,385	26,012	18,325	3,591	108	251,867
25 per cent. ..	47,853	31,923	11,885	7,496	4,905	1,913	54	106,029
Total ..	474,544	362,640	156,611	106,618	73,629	21,467	911	1,196,420
Sales of exempt goods by registered persons ..	1,220,061	902,892	401,678	243,549	194,350	90,009	5,672	3,058,211
Total sales of Taxable and Exempt Goods ..	1,694,605	1,265,532	558,289	350,167	267,979	111,476	6,583	4,254,631
Sales tax payable ..	65,308	49,220	21,735	14,797	10,320	2,793	124	164,297

(a) Includes Australian Capital Territory.

Sales of taxable and exempt goods and sales tax payable for Australia as a whole are shown in the following table for the years 1959-60 to 1963-64.

### SALES TAX AND AMOUNT OF SALES

(£'000)

Year of sale				Net sales on which sales tax was payable	Sales of exempt goods by registered persons	Total sales of taxable and exempt goods	Sales tax payable
1959-60	..	..	..	1,020,033	2,354,204	3,374,237	167,839
1960-61	..	..	..	1,040,552	2,447,126	3,487,678	171,584
1961-62	..	..	..	1,049,841	2,415,896	3,465,737	148,565
1962-63	..	..	..	1,151,338	2,627,091	3,778,429	157,132
1963-64	..	..	..	1,196,420	3,058,211	4,254,631	164,297

In the foregoing tables sales include goods transferred to stock for sale by retail, goods imported by persons other than registered taxpayers, and goods used in the business of the taxpayer. Exempt sales relate to goods exempted from sales tax under the *Sales Tax (Exemptions and Classifications) Act 1935-1964*. The figures shown do not represent the total sales of all commodities, as vendors trading only in exempt goods are not required to be registered, and consequently the volume of their sales is not included in the statistics above. In addition, non-taxable sales (i.e., goods sold by one registered taxpayer to another registered taxpayer) are excluded.

(c) *Land Tax*. Commonwealth Land Tax was levied annually from 1910-11 to 1951-52 on the unimproved value of land. It was abolished from 1st July, 1952.

(d) *Pay-roll Tax*. The *Pay-roll Tax Act 1941* and the *Pay-roll Tax Assessment Act 1941-1942* imposed a pay-roll tax of 2½ per cent. on all wages and salaries in excess of £20 a week paid by an employer after 30th June, 1941. Employers who are liable for tax are required to register and to furnish a monthly return of all wages paid. These measures formed part of the Commonwealth scheme of child endowment, the revenue from the tax being designed to provide part of the money required. However, the collections now form part of the general revenues of the Commonwealth. For particulars of the present method of financing the National Welfare Fund, out of which Child Endowment is paid, see para. 5, pages 914-15. The exemption was increased to £80 a week (£4,160 per annum) from 1st October, 1953, to £120 a week (£6,240 per annum) from 1st September, 1954, and to £200 a week (£10,400 per annum) from 1st September, 1957. Employers whose export sales have increased above the annual average of export sales effected during a base period of two years ended 30th June, 1960, are entitled under the Commonwealth Government's export incentive scheme to a rebate of pay-roll tax of twelve and one half times the percentage increase in export sales.

(e) *Income Taxes*. Details of taxes on income are given in the division, Taxes on Income at the end of this chapter.

(f) *Wool Sales Deduction*. The Wool Sales Deduction scheme operated from 2nd December, 1950, until 17th November, 1951. For particulars, see Year Book No. 46, page 819.

(g) *Estate Duty*. Commonwealth Estate Duty was first levied in 1914. Under the *Estate Duty Assessment Act 1914-1963*, Estate Duty is assessed on the net value of the estate less a statutory exemption determined in accordance with the following formula:—  
(a) where the whole of the estate passes to the widow, children (including adopted children, step-children and ex-nuptial children), or grand-children of the deceased, the sum of £10,000 decreasing by £1 for every £4 by which the value exceeds £10,000 and ceasing to apply at £50,000; (b) where no part of the estate passes to the widow, children or grand-children,

the sum of £5,000 decreasing by £1 for every £4 by which the value exceeds £5,000 and ceasing to apply at £25,000; and (c) where only part of the estate passes to the widow, children or grand-children, the statutory exemption is to be calculated proportionately under (a) and (b).

An amendment to this Act, assented to on 20th November, 1957, provided for rebates of duty on estates which become liable for duty on two or more occasions within a period of five years.

The rates of duty levied under the *Estate Duty Act 1914-1941* increase as the value of the estate increases, as follows:—£1 to £10,000, 3 per cent.; £10,001 to £20,000, 3 per cent. to 6 per cent.; £20,001 to £120,000, 6 per cent. to 26 per cent.; £120,001 to £500,000, 26 per cent. to 27.9 per cent.; £500,001 and over 27.9 per cent.

Particulars of the number and value of estates and duty assessed, for each of the assessment years 1958-59 to 1962-63, are given in the following table.

## ESTATE DUTY ASSESSMENTS

Particulars	1958-59	1959-60	1960-61	1961-62	1962-63
Number of estates .. ..	11,794	13,978	14,196	16,449	16,634
Gross value assessed .. .. £'000	202,899	233,560	244,976	279,382	294,153
Deductions .. .. .. £'000	35,589	40,453	45,683	47,725	53,366
Statutory exemption .. .. £'000	26,555	31,597	33,051	37,180	37,255
Dutiable value .. .. .. £'000	140,755	161,510	166,241	194,477	203,532
Duty payable .. .. .. £'000	13,013	14,116	15,589	17,164	18,994
Average dutiable value .. .. £	11,934	11,555	11,710	11,823	12,236
Average duty per estate .. .. £	1,103	1,010	1,098	1,043	1,142

(h) *Gift Duty.* The *Gift Duty Act 1941-1947* and the *Gift Duty Assessment Act 1941-1963* impose a gift duty on all gifts made after 29th October, 1941. A gift has been defined as any disposition of property which is made otherwise than by will without adequate consideration in money or money's worth. There is a liability on both the donor and the donee to furnish a return, and both are jointly and severally liable for payment of the duty.

The following rates of duty are levied under the *Gift Duty Act 1941-1947* and relate to the value of all gifts made by the donor within a period of eighteen months:—not exceeding £2,000, nil; £2,001 to £10,000, 3 per cent.; £10,001 to £20,000, 3 per cent. to 6 per cent.; £20,001 to £120,000, 6 per cent. to 26 per cent.; £120,001 to £500,000, 26 per cent. to 27.9 per cent.; £500,001 and over, 27.9 per cent.

An amendment which operated from 3rd June, 1947, provides that gift duty shall not exceed one-half of the amount by which the value of the gift exceeds £2,000.

(i) *Entertainments Tax.* The Commonwealth levied an Entertainments Tax from 1st October, 1942, to 30th September, 1953. Details of rates are given in earlier issues of the Year Book (see No. 40, pp. 672-3).

(j) *Wool Tax.* The *Wool Tax Act 1936* and *Wool Tax Assessment Act 1936* provided for a levy on all wool grown in Australia and shorn on or after 1st July, 1936. Details of this levy are given in earlier issues of the Year Book. This levy was suspended from 1st July, 1946, until 30th June, 1952, while the Wool Contributory Charge was imposed.

With the repeal of the Wool Contributory Charge, however, a levy on wool produced in Australia was re-introduced from 1st July, 1953. The *Wool Tax Acts (Nos. 1 and 2)* of 1952 provided for the payment of a levy of four shillings a bale until 30th June, 1953, after which date the rate of tax could be varied within prescribed limits. There was no variation until 1st July, 1957, when the rate was increased to six shillings a bale. On 1st August, 1960, the rate prescribed was raised to seven shillings a bale which was retained until 28th August, 1961, when a rate of twelve shillings a bale was introduced; the latter rate continued in force until 30th June, 1964. The purpose of the tax is to provide funds for wool promotion and research previously provided by the Wool Contributory Charge. Collections during 1959-60, 1960-61, 1961-62, 1962-63 and 1963-64 were £1,542,000, £1,655,000, £2,854,000, £2,955,000 and £3,179,000 respectively.

The *Wool Tax Act (No. 1) 1963* and *Wool Tax Act (No. 2) 1963* and the *Wool Tax Assessment Act 1963* were repealed, ceasing to operate on 30th June, 1964. They were replaced by *Wool Tax Acts (Nos. 1 to 5) 1964* and *Wool Tax Administration Act 1964*, which, as from 1st July, 1964, imposed the woolgrowers' levy for promotion and research as a percentage of the gross sale value of wool, in contrast to the previous levy of a unit charge per bale of wool produced. The new legislation provided for a maximum levy of 2 per cent. and for prescribing the operative rate by regulation, after the Minister has received a recommendation on the rate from the Australian Wool Industry Conference (see Chapter XXIII. Rural Industry).

The rate prescribed for 1964–65 was  $1\frac{3}{4}$  per cent., which incorporated an increase in the woolgrowers' combined levy for promotion and research from 12s. a bale under the old legislation to the equivalent of about 29s. a bale (see Chapter XXIII. Rural Industry).

(k) *Wool Contributory Charge.* The *Wool (Contributory Charge) Act 1945* and the *Wool (Contributory Charge) Assessment Act 1945* imposed a charge on all wool produced in Australia and sold, manufactured or exported. Wool sold by the Australian Wool Realization Commission was not liable to the charge. Details of the rate of the charge and collections made were given in earlier issues of the Year Book (see No. 40, p. 675).

The various *Wool (Contributory Charge) Acts* were repealed by the *Wool Tax Assessment Act 1952* and the charge superseded by the wool levy.

(l) *Wheat Export Charge and Wheat Tax.* A summary of the provisions of the *Wheat Export Charge Acts 1946, 1948, 1952* and 1954 is contained in previous issues of the Year Book (see No. 40, p. 676, No. 41, p. 604 and No. 46, p. 820).

The *Wheat Export Charge Act 1963* repealed the *Wheat Export Charge Act 1958* and provided for an export charge on wheat and wheat products for the seasons 1963–64 to 1967–68 inclusive. The charge which may be levied is the excess of the export price over the cost of production or 1s. 6d. per bushel, whichever is the less. Under the *Wheat Industry Stabilization Act 1963* to which the *Wheat Export Charge Act* is complementary, the Commonwealth Government guarantees a return to wheat-growers of the ascertained cost of production of up to 150 million bushels of wheat harvested each season exported from Australia. Collections from the wheat export charge are paid into the *Wheat Prices Stabilization Fund*, out of which payments will be made to the Australian Wheat Board, when required, for the purpose of building up the average export price for any season to the guaranteed price. If the fund is exhausted, additional payments will be made from the Consolidated Revenue Fund.

As the return from exports has been below the guaranteed price, there have been no collections of the wheat export charge since the 1956–57 (No. 20) Pool when £1,589,000 was collected.

The *Wheat Tax Act 1957* imposed a tax of  $\frac{1}{4}$ d. for each bushel of wheat—

- (a) which has been delivered to the Wheat Board on or after the first day of October, 1956, and before the date of commencement of the Act; or
- (b) which is delivered to the Wheat Board on or after that date.

The Act also provided that where, before the commencement of the Act, a person delivering to the Board wheat upon which tax is imposed by the Act authorized the Board to deduct an amount from the moneys payable to him and to pay the amounts so deducted to a person, authority or association for the purposes of soil fertility research or other research likely to benefit the wheat industry. and the Board did so, the tax otherwise payable upon that wheat is to be reduced by the amount so deducted.

The *Wheat Research Act 1957* provided for the establishment of a *Wheat Research Trust Account* to receive moneys payable under the *Wheat Act 1957*, and for the setting up of a *Wheat Industry Research Council* to direct the expenditure of moneys from that Trust Account for research, etc., to benefit the wheat industry.

Collections of *Wheat Tax* amounted to £187,000 in 1959–60, £261,000 in 1960–61, £234,000 in 1961–62, £297,000 in 1962–63 and £319,000 in 1963–64 and were paid to the *Wheat Research Trust Account*.

(m) *Miscellaneous Export Charges.* These consist of charges levied on exports of apples and pears (*Apple and Pear Export Charges Act 1938–1960*), canned fruits (*Canned Fruits Export Charges Act 1962–1963*), dairy produce (*Dairy Produce Export Charge Act 1924–1962*), dried fruits (*Dried Fruits Export Charges Act 1924–1929*), eggs (*Eggs Export Charges Act 1947*) and meat (*Meat Export Charges Act 1935–1954*), and on grapes used in the manufacture of wine (*Wine Grapes Charges Act 1929–1957*). The collections are paid into special funds to be applied, for the purposes of Export Boards established under various Acts, in controlling the quantity and quality of produce exported.



Collections for the last five years were as follows:—1959–60, £540,000; 1960–61, £529,000; 1961–62, £618,000; 1962–63, £826,000; and 1963–64, £923,000.

(n) *Stevedoring Industry Charge*. The *Stevedoring Industry Charge Act 1947* and the *Stevedoring Industry Charge Assessment Act 1947* imposed a charge of 4½d. a man-hour on the employer of a waterside worker after 22nd December, 1947.

The amounts received are paid to the Stevedoring Industry Board for the payment of attendance money to waterside workers and for other expenses of the Board.

Since 1947 the charge has been amended as follows:—11th October, 1949, a reduction to 2½d. a man-hour; 11th December, 1951, an increase to 4d. a man-hour; 28th October, 1952, an increase to 11d. a man-hour; 4th May, 1954, a reduction to 6d. a man-hour; 30th October, 1956, an increase to 1s. 7d. a man-hour; and from 21st May, 1957, an increase to 2s. a man-hour.

Further amendments under the Stevedoring Industry Charge Acts of 1958 and 1962 provided for an increase of the charge to 3s. a man-hour from 1st April, 1958, until 1st July, 1959, a reduction to 2s. 6d. a man-hour between 1st July, 1959 and 1st April, 1962, and an increase to 3s. 4d. a man-hour on or after 1st April, 1962.

Collections during the years 1959–60 to 1963–64 were as follows:—1959–60, £3,717,000; 1960–61, £3,844,000; 1961–62, £3,433,000; 1962–63, £4,493,000; and 1963–64, £5,161,000.

(o) *Tobacco Charge*. The *Tobacco Charge Acts* (Nos. 1, 2 and 3) 1955 and the *Tobacco Charges Assessment Act 1955*, which came into operation on 1st January, 1956, provided for charges on tobacco leaf grown in Australia.

The *Tobacco Charge Act* (No. 1) 1955 imposed a maximum charge of ½d. a pound on all Australian tobacco leaf sold to a manufacturer.

The *Tobacco Charge Act* (No. 2) 1955 imposed a charge at twice the rate to be levied under the *Tobacco Charge Act* (No. 1) on all Australian tobacco leaf purchased by a manufacturer.

The *Tobacco Charge Act* (No. 3) 1955 imposed a charge on all Australian tobacco leaf grown by a manufacturer and appropriated by him for manufacturing purposes. Where the manufacturer grew, in Australia, not less than nine-tenths of the tobacco leaf used by him in manufacturing, the charge was at the rate imposed by the *Tobacco Charge Act* (No. 1). In other cases, the charge was at twice that rate.

The charges collected under the *Tobacco Charges Assessment Acts 1955* and 1962 are paid into the Tobacco Industry Trust Account which was established by the *Tobacco Industry Act 1955*. Moneys in this account are used for the promotion of the tobacco industry.

Collections in 1959–60, 1960–61, 1961–62, 1962–63 and 1963–64 amounted to £112,000, £136,000, £164,000, £120,000 and £174,000 respectively.

(p) *Dairy Produce Levy*. The *Dairy Produce Levy Act 1958* imposed a levy on the manufacture of butter and cheese for the purpose of financing a research and sales promotion scheme for the dairy industry. The maximum rates of the levy are fixed at three-sixteenths of a penny a pound on butter and three-thirty-seconds of a penny on cheese. In 1959–60, 1960–61, 1961–62, 1962–63, and 1963–64 collections amounted to £334,000, £350,000, £390,000, £395,000 and £396,000 respectively.

(q) *Canning Fruit Charge*. The *Canning Fruit Charge Act 1959* imposed a levy on apricots, peaches and pears accepted by canneries as of canning quality or for use in the production of canned fruit, for the purpose of promoting the sale of Australian canned fruits both overseas and in Australia. The rate of the charge was ten shillings per ton of fruit delivered to canneries or such lesser rate as may be prescribed from time to time. Rates applied during 1963–64 were 7s. 6d. per ton to 30th November, 1963 and 5s. per ton from 1st December, 1963, to 30th June, 1964. In 1959–60, 1960–61, 1961–62, 1962–63 and 1963–64 collections amounted to £35,000, £30,000, £45,000, £71,000 and £30,000 respectively.

(r) *Cattle Slaughter Levy*. The *Cattle Slaughter Levy Act 1960* imposed a levy upon the slaughter of cattle for human consumption at rates to be prescribed from time to time but not exceeding two shillings per head of cattle slaughtered. The proceeds of this levy may be expended on purposes associated with scientific, economic, or technical research related to the raising of cattle or the production or distribution of beef and other products of the slaughter of cattle. In 1960–61, 1961–62, 1962–63 and 1963–64 collections amounted to £84,000, £210,000, £406,000 and £440,000, respectively.

(s) *Honey Levy.* The *Honey Levy Act 1962* imposed a levy on honey sold for domestic consumption in Australia at the initial operative rate of one halfpenny a pound and provided for a maximum rate of one penny a pound. The proceeds of this levy may be expended on the regulation of Australian exports of honey and on associated promotional and research activities. In 1962-63 and 1963-64 collections amounted to £3,000 and £41,000, respectively.

3. *Business Undertakings.*—(i) *Postmaster-General's Department.* Particulars of net receipts for each of the financial years 1959-60 to 1963-64 are given in the following table.

**POSTMASTER-GENERAL'S DEPARTMENT: NET RECEIPTS**  
(£'000)

Particulars	1959-60	1960-61	1961-62 (a)	1962-63	1963-64
Postal .. .. .	40,531	44,211	47,104	49,427	52,977
Telegraph .. .. .	6,804	7,275	7,448	7,919	8,627
Telephone .. .. .	71,209	81,114	85,166	92,315	102,782
Miscellaneous .. .. .	3,087	3,565	96	1,028	1,046
<b>Total .. .. .</b>	<b>121,631</b>	<b>136,165</b>	<b>139,814</b>	<b>150,689</b>	<b>165,432</b>

(a) Owing to changes in accounting practices, exact comparisons cannot be made with previous years.

(ii) *Broadcasting and Television Services.* Following the amendment of the *Australian Broadcasting Act 1942-1946* by Act No. 64 of 1948, the Australian Broadcasting Control Board was set up on 15th March, 1949. (See also Chapter XV. Transport and Communication, pp. 594-602).

Details of net receipts for the years 1959-60 to 1963-64 are shown in the following table.

**BROADCASTING AND TELEVISION SERVICES: NET RECEIPTS**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Listeners' licence fees .. .. .	5,656	5,536	5,413	5,434	5,520
Broadcasting station licence fees .. .. .	88	104	97	107	118
Television viewers' licence fees .. .. .	4,624	5,781	6,626	7,778	8,677
Television station licence fees .. .. .	38	65	91	91	116
Wireless telegraphy fees .. .. .	..	..	43	61	67
Miscellaneous .. .. .	54	67	83	103	129
<b>Total .. .. .</b>	<b>10,460</b>	<b>11,553</b>	<b>12,353</b>	<b>13,574</b>	<b>14,627</b>

(iii) *Commonwealth Railways.* The Commonwealth Government is responsible for four railways—the Trans-Australian, the Central Australia, the North Australia and the Australian Capital Territory. The following table shows the amounts paid to the credit of the Consolidated Revenue Fund on account of each of these railways for the years 1959-60 to 1963-64.

**COMMONWEALTH RAILWAYS REVENUE**  
(£'000)

Railway	1959-60	1960-61	1961-62	1962-63	1963-64
Trans-Australian .. .. .	3,249	4,091	4,187	4,493	5,220
Central Australia .. .. .	1,601	1,867	1,821	2,251	2,369
North Australia .. .. .	272	149	155	148	182
Australian Capital Territory .. .. .	25	42	59	45	59
<b>Total .. .. .</b>	<b>5,147</b>	<b>6,149</b>	<b>6,222</b>	<b>6,937</b>	<b>7,830</b>

Further particulars to 1963-64 are given in Chapter XV. *Transport and Communication* (see pp. 555-6 and 558-9).

4. **Other Sources of Revenue.**—Revenue derived by the Consolidated Revenue Fund from the Territories of the Commonwealth during 1963-64 amounted to £9,519,000 (Australian Capital Territory, £7,043,000; Northern Territory, £2,472,000; Cocos (Keeling) Islands, £4,000). Of other sources of revenue, amounting to £97,860,000, the following are noteworthy:—interest, £24,096,000; defence, £14,224,000; net profit on Australian note issue, £13,491,000.

For details of the revenue of the Territories see Chapter V. of this Year Book.

## EXPENDITURE

1. **Details of Expenditure from Consolidated Revenue.**—The following table shows details of expenditure from the Consolidated Revenue Fund during the years 1959-60 to 1963-64 classified by function and economic type. This presentation, which represents a re-classification of Commonwealth Consolidated Revenue Fund expenditure in National Accounts form, has replaced previous forms of presentation which summarized Treasury accounting statements.

**CONSOLIDATED REVENUE FUND: EXPENDITURE, BY FUNCTION AND ECONOMIC TYPE**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Health and welfare—</b>					
Cash benefits to persons .. .. .	299,664	330,405	365,534	379,467	416,546
Other(a) .. .. .	12,375	13,743	16,273	18,023	18,886
<b>Defence—</b>					
Total .. .. .	193,556	199,437	203,713	215,044	257,607
Less Amounts charged to Loan Fund .. .. .	11,987	..	23,641	66,070	38,715
	181,569	199,437	180,072	148,974	218,892
<b>Repatriation(b)—</b>					
Cash benefits to persons .. .. .	66,066	74,719	78,654	82,903	91,269
Other (a) .. .. .	20,400	22,134	24,470	26,680	28,983
<b>Housing—</b>					
Advances .. .. .	36,637	37,520	37,748	40,841	38,884
Other(a) .. .. .	6,249	6,004	5,489	5,862	5,620
<b>Other functions—</b>					
Expenses of business undertakings .. .. .	124,883	129,510	137,022	131,235	143,479
Current expenditure on goods and services .. .. .	97,271	99,553	109,581	118,721	151,856
Capital expenditure on goods and services—					
Business undertakings(c) .. .. .	45,169	46,254	52,808	69,374	76,268
Other .. .. .	19,975	25,860	30,428	31,926	36,705
Subsidies .. .. .	22,583	25,809	38,369	37,079	51,712
Cash benefits to persons .. .. .	4,087	4,096	4,727	4,766	5,278
Grants to the States—					
Current .. .. .	19,346	21,596	23,289	24,917	26,864
Capital .. .. .	52,325	56,720	62,957	67,900	71,332
Grants to overseas governments and organizations(d) .. .. .	18,933	22,510	25,964	31,854	36,354
Advances—					
To Snowy Mountains Hydro-electric Authority .. .. .	28,250	18,500	16,010	9,266	11,829
To overseas governments and organizations .. .. .	14,742	3,380	5,420	15,574	4,035
To the States .. .. .	1,111	1,415	1,484	3,356	5,377
Other .. .. .	1,624	3,502	13,345	4,196	7,171
<b>Expenditure not allocated to function—</b>					
Grants to the States .. .. .	252,826	278,612	313,371	333,071	349,434
Debt charges(e)—					
Interest .. .. .	46,617	43,489	43,039	40,441	40,175
Payment to National Debt Sinking Fund .. .. .	19,190	23,104	25,109	27,243	28,765
Loan Consolidation and Investment Reserve .. .. .	41,382	142,561	22,155	26,378	14,875
Redemption of Treasury Bills .. .. .	..	..	..	..	18,000
Other .. .. .	5,012	7,846	8,224	5,339	6,099
<b>Grand Total .. .. .</b>	<b>1,438,286</b>	<b>1,638,279</b>	<b>1,641,542</b>	<b>1,685,386</b>	<b>1,904,688</b>

(a) Includes capital expenditure on goods and services (see table on page 917). (b) Excludes War Service Homes, included in Housing. (c) Includes expenses of undertakings in Northern Territory and Australian Capital Territory. (d) Includes grant to Administration of Papua and New Guinea and grants under Colombo Plan, United Nations Technical Assistance Administration, etc. (e) Excludes loan management expenses included in other functions.

Further details of the expenditure in each section are given in paragraphs 2 to 11 following.

2. Defence Services.—Details of the expenditure on defence services, including works and services, but excluding debt charges, etc., by the Departments of Defence, Navy, Army, Air and Supply are shown in the following table. This table covers expenditure from Consolidated Revenue and Loan Funds by the service and associated departments only, and includes the cost of maintaining forces in oversea posts. In recent years there has been no expenditure on defence services from Trust Funds. Re-allocation of items has caused revision to some of the figures which appeared in previous issues.

**DEFENCE SERVICES(a): COMMONWEALTH EXPENDITURE FROM REVENUE AND LOAN FUNDS**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Department of Defence—</b>					
Administrative and general expenses ..	1,142	1,219	1,313	1,522	1,733
Buildings, works, etc. ..	63	48	314	1,245	71
Maintenance and rent ..	26	36	33	50	39
<i>Total</i> .. ..	<i>1,231</i>	<i>1,303</i>	<i>1,660</i>	<i>2,817</i>	<i>1,843</i>
<b>Department of the Navy—</b>					
Naval Forces—pay, maintenance, etc. ..	32,235	31,863	33,054	31,365	35,779
Naval construction and additions to the fleet ..	5,557	7,898	6,469	7,402	11,882
Ships, aircraft and aircraft engines ..	1,937	2,151	5,078	7,466	4,851
Buildings, works, etc. ..	1,165	1,745	1,721	1,781	1,640
Maintenance and rent ..	1,095	1,108	1,066	1,050	1,209
Retirement benefits ..	235	419	395	419	512
<i>Total</i> .. ..	<i>42,224</i>	<i>45,184</i>	<i>47,783</i>	<i>49,483</i>	<i>55,873</i>
<b>Department of the Army—</b>					
Military Forces—pay, maintenance, etc. . .	41,717	39,315	40,078	40,864	44,144
Special units serving abroad—maintenance	2,328	2,532	2,095	1,829	2,013
Arms, armament and equipment ..	15,924	17,333	16,846	18,479	24,216
Buildings, works, etc. ..	3,142	3,350	2,631	2,741	3,275
Maintenance and rent ..	2,063	2,237	2,230	2,325	2,722
Retirement benefits ..	613	1,059	929	1,101	1,334
<i>Total</i> ....	<i>65,787</i>	<i>65,826</i>	<i>64,809</i>	<i>67,339</i>	<i>77,704</i>
<b>Department of Air—</b>					
Air Force—pay, maintenance, etc. ..	27,674	29,305	30,486	30,758	32,099
R.A.A.F. squadrons overseas ..	2,032	2,347	2,279	2,578	2,785
Aircraft, equipment and stores ..	26,011	25,064	26,091	27,782	48,159
Buildings, works, etc. ..	3,650	3,833	3,266	3,072	2,808
Maintenance and rent ..	2,084	2,123	2,376	2,640	2,662
Retirement benefits ..	388	1,014	852	869	998
<i>Total</i> .. ..	<i>61,839</i>	<i>63,686</i>	<i>65,350</i>	<i>67,699</i>	<i>89,511</i>
<b>Department of Supply—</b>					
Administrative and general expenses ..	2,575	2,620	2,834	2,981	3,304
Defence Standards Laboratories ..	1,010	1,083	1,160	1,209	1,344
Government factories—maintenance of production capacity ..	1,797	1,281	1,445	1,476	1,545
Transport and storage services ..	945	1,135	1,133	2,089	2,284
Miscellaneous expenditure ..	236	176	190	432	—1,460
Weapons Research Establishment ..	9,500	9,490	9,510	7,628	14,506
Defence research and development ..	1,321	1,383	1,520	2,669	3,302
Munitions factories—working capital ..	..	150	120	330	82
Machinery, plant equipment, etc. ..	1,669	1,708	1,638	2,040	2,325
Buildings, works, etc. ..	1,083	1,240	1,214	1,301	1,093
Maintenance and rent ..	664	716	879	899	969
<i>Total</i> .. ..	<i>20,800</i>	<i>20,982</i>	<i>21,643</i>	<i>23,054</i>	<i>29,294</i>
<b>Economic assistance to support defence programme of S.E.A.T.O. member countries ..</b>	684	776	577	1,248	944
<b>Security Intelligence Organization ..</b>	578	669	661	705	858
<b>Civil defence ..</b>	105	112	222	273	321
<b>Recruiting campaign ..</b>	302	474	481	500	741
<b>Aid to India ..</b>	..	..	..	1,446	642
<b>Other ..</b>	6	425	527	480	—124
<b>Total, Defence Services—</b>					
Consolidated Revenue Fund ..	181,569	199,437	180,072	148,974	218,892
Loan Fund ..	11,987	..	23,641	66,070	38,715
<b>Grand Total ..</b>	<b>193,556</b>	<b>199,437</b>	<b>203,713</b>	<b>215,044</b>	<b>257,607</b>

(a) Excludes expenditure on debt charges, audit charges, pension and superannuation payments and Defence Division of the Department of the Treasury.

NOTE.—Minus sign (—) denotes an excess of receipts over expenditure.

3. **War and Repatriation Services.**—Expenditure from Consolidated Revenue and Loan Funds for war and repatriation services (excluding debt charges) in relation to both the 1914–18 and 1939–45 Wars is shown in the following table for the years 1959–60 to 1963–64. Expenditure on the maintenance of forces in oversea posts and the cost of arms and equipment is included in Defence Services. Re-allocation of items has caused revision to some of the figures which appeared in previous issues.

**WAR AND REPATRIATION SERVICES: COMMONWEALTH EXPENDITURE  
FROM CONSOLIDATED REVENUE AND LOAN FUNDS**

(£'000)

Particulars	1959–60	1960–61	1961–62	1962–63	1963–64
Cash benefits to persons—					
War and service pensions and allowances	65,823	73,673	77,270	81,347	89,525
Other .. .. .	243	1,046	1,383	1,556	1,744
<b>Total .. .. .</b>	<b>66,066</b>	<b>74,719</b>	<b>78,653</b>	<b>82,903</b>	<b>91,269</b>
Advances—					
War service homes(a) .. .. .	35,000	35,000	35,000	37,500	35,000
War service land settlement .. .. .	6,938	2,027	1,577	607	4,262
<b>Total .. .. .</b>	<b>41,938</b>	<b>37,027</b>	<b>36,577</b>	<b>38,107</b>	<b>39,262</b>
Other expenditure—					
Medical, etc., services .. .. .	6,427	7,919	9,758	11,621	12,403
Repatriation hospitals and other institutions .. .. .	7,182	7,441	7,524	8,254	9,643
Financial assistance to States in connexion with war service land settlement .. .. .	1,521	1,643	1,972	1,563	711
Other .. .. .	5,270	5,131	5,217	5,242	6,226
<b>Total, War and Repatriation Services—</b>					
Consolidated Revenue Fund .. .. .	121,466	131,853	138,124	147,083	155,252
Loan Fund .. .. .	6,938	2,027	1,577	607	(b) 4,262
<b>Grand Total .. .. .</b>	<b>128,404</b>	<b>133,880</b>	<b>139,701</b>	<b>147,690</b>	<b>159,514</b>

(a) Included in Housing in table on p. 911. (b) In this year repayments amounting to £4,222,000 were credited to Consolidated Revenue receipts; in previous years corresponding credits were made to Loan Fund expenditure.

4. **Subsidies and Bounties.**—The following table shows details of Commonwealth expenditure from revenue on assistance to primary producers, subsidies and bounties for the years 1959–60 to 1963–64. Expenditure on special relief such as drought, frost, flood and bush fire, etc., is not included here (included as cash benefits to persons in table, p. 911), nor is expenditure from the proceeds of certain taxes on primary products and profits from marketing schemes, which have been paid to trust funds for the purpose of price or other stabilization schemes or for distribution to producers (see paragraph 11, p. 926). Payments to the States for Cattle Tick Control, Dairy Industry Extension and Agricultural Advisory Services are also not included under this heading, but under the heading Grants to the States (see para. 10, pp. 917–24).

Further information relating to assistance to primary producers is given in Chapter XXIII. Rural Industry. Details of price stabilization subsidies and of various forms of assistance to primary producers for earlier years may be found on pages 414 and 1014–15, respectively, of Year Book No. 38.

**SUBSIDIES AND BOUNTIES: COMMONWEALTH EXPENDITURE  
FROM CONSOLIDATED REVENUE FUND**

(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Dairy industry(a) .. .. .	13,500	13,500	13,500	13,500	13,500
Wheat prices stabilization .. .. .	2	..	11,906	7,288	11,317
Phosphate fertilizers .. .. .	..	..	..	..	9,403
Oil search .. .. .	360	1,399	2,543	5,000	4,717
Stevedoring industry .. .. .	1,246	2,083	2,173	2,109	2,421
Ship construction .. .. .	1,842	3,000	1,553	1,800	2,219
Maintenance of migrant families .. .. .	1,065	1,050	1,567	1,502	1,660
Sulphuric acid .. .. .	1,481	1,353	1,009	1,094	1,158
Tractor .. .. .	621	941	877	963	1,007
Copper .. .. .	408	405	687	699	695
Gold mining industry .. .. .	838	699	659	791	669
Pyrites .. .. .	..	86	397	398	614
Air services .. .. .	500	500	500	500	500
Cotton .. .. .	214	374	315	287	473
Processed milk products .. .. .	..	..	..	284	400
Sulphate of ammonia .. .. .	..	..	..	180	159
South American shipping service .. .. .	..	..	50	111	152
Coastal shipping service—					
Tasmania .. .. .	49	..	13	..	..
Papua and New Guinea .. .. .	100	100	112	150	150
Vinyl resin .. .. .	..	..	..	..	114
Cellulose acetate flake .. .. .	128	127	69	101	109
Copper and brass strip .. .. .	..	..	..	19	62
Flax fibre .. .. .	83	5	12	18	2
Rayon yarns .. .. .	72	72	69	135	..
Meat agreement deficiency payments .. .. .	..	..	264	53	..
Other .. .. .	74	115	94	97	211
<b>Total .. .. .</b>	<b>22,583</b>	<b>25,809</b>	<b>38,369</b>	<b>37,079</b>	<b>51,712</b>

(a) Dairy products.

5. Health and Welfare—Cash Benefits to Persons.—(i) *National Welfare Fund*. The National Welfare Fund was established for the purpose of providing a fund for the payment of Commonwealth social services benefits. During the year 1949-50 an amount equivalent to the total collections of pay-roll tax and social services contribution was paid to the fund from Consolidated Revenue. During 1950-51 the social services contribution was amalgamated with the normal income tax, and it became necessary to base the contribution on another formula. For the year 1950-51 the amount paid to the fund was the total of collections of pay-roll tax and social services contribution plus £30,000,000. In 1951-52 the amount paid to the fund was the amount paid in 1950-51 increased in the same proportion as collections of pay-roll tax increased over the collections of pay-roll tax in 1950-51. By an amendment to the *National Welfare Fund Act* 1943-1950 the amount to be paid to the fund in 1952-53 and subsequent years was changed to the amount of moneys paid out of the fund. In addition to these payments from Consolidated Revenue the fund received interest from investments.

In the following table details are given of the income and expenditure of the National Welfare Fund and the balance in the fund at the end of each year for the years 1959-60 to 1963-64. For a detailed account of the establishment of the National Welfare Fund, the services provided and the numbers and amounts of benefits paid, see Chapter XVI, Welfare Services.

NATIONAL WELFARE FUND: RECEIPTS, EXPENDITURE AND BALANCES  
(£'000)

Year	Income			Expenditure	Balance in fund at end of year
	Contribution from Consolidated Revenue	Interest on investments	Total		
1959-60 .. .. .	299,363	2,002	301,365	299,363	200,999
1960-61 .. .. .	330,604	2,017	332,621	330,604	203,016
1961-62 .. .. .	365,191	2,037	367,228	365,191	205,053
1962-63 .. .. .	379,295	2,059	381,354	379,294	207,113
1963-64 .. .. .	416,348	2,078	418,426	416,348	209,191

Contributions to rental losses under the Commonwealth and States Housing Agreement amounting to £352,000 in 1960-61, £65,000 in 1961-62, £19,000 in 1962-63 and £23,000 in 1963-64 are included in the figures above but are classified in the table on page 911 to Housing.

(ii) *Other Cash Benefits.* Other items classified to this function include annual appropriations for general welfare services in the Northern Territory and special Commonwealth payments provided from time to time to assist State schemes for the relief of personal hardship and distress caused by serious floods, cyclones or bush fires in the States and for restoration of damaged public assets such as roads and bridges.

6. *Loan Consolidation and Investment Reserve Trust Account.*—The *Loan Consolidation and Investment Reserve Act 1955* established the Loan Consolidation and Investment Reserve Trust Account for the purpose of repurchase or redemption of securities on issue on account of the Commonwealth.

Payments from the Consolidated Revenue Fund were made as follows:—1959-60, £41,382,000; 1960-61, £142,561,000; 1961-62, £22,155,000; 1962-63, £26,378,000; and 1963-64, £14,875,000. Expenditure from the Trust Account on repurchase of securities was £79,885,000 in 1959-60; £30,899,000 in 1960-61; £67,847,000 in 1961-62; £103,782,000 in 1962-63; and £28,070,000 in 1963-64. The major portion of the balance of the Trust Account at 30th June, 1964, was invested in Commonwealth securities in special loans to finance Commonwealth and State works programmes.

7. *Business Undertakings.*—(i) *Postmaster-General's Department.* Details of the expenditure of this Department for the years 1959-60 to 1963-64 are given in the following table.

POSTMASTER-GENERAL'S DEPARTMENT: EXPENDITURE FROM  
CONSOLIDATED REVENUE FUND  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Works services .. .. .	39,937	42,145	47,939	65,593	70,283
Mail services (by outside agencies) .. .. .	9,637	10,376	10,885	11,518	12,076
Engineering services (other than works services) .. .. .	40,604	41,006	43,185	34,406	38,675
Other .. .. .	57,536	58,754	60,702	60,978	65,173
<b>Grand Total .. .. .</b>	<b>147,714</b>	<b>152,281</b>	<b>162,711</b>	<b>172,495</b>	<b>186,207</b>

Further details of the Postmaster-General's Department expenditure for 1963-64 appear in Chapter XV. Transport and Communication, of this Year Book (see p. 586).

(ii) *Broadcasting and Television Services.* Details of expenditure for the years 1959-60 to 1963-64 are shown in the following table. Further details of broadcasting and television services appear in Chapter XV. Transport and Communication of this Year Book (see pp. 594-602).

**COMMONWEALTH BROADCASTING AND TELEVISION SERVICES:  
EXPENDITURE FROM CONSOLIDATED REVENUE FUND  
(£'000)**

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Works services .. .. .	3,551	1,429	2,847	3,833	3,431
Australian Broadcasting Control Board ..	258	301	319	348	382
Australian Broadcasting Commission— salaries, general and programme expenses .. .. .	7,238	8,460	9,300	10,302	11,650
Technical and other services—Postmaster- General—					
Sound broadcasting .. .. .	2,181	2,196	2,590	2,627	2,809
Television .. .. .	275	386	517	687	1,036
Repairs, maintenance, etc. .. .. .	31	29	74	91	97
<b>Grand Total .. .. .</b>	<b>13,534</b>	<b>12,801</b>	<b>15,647</b>	<b>17,888</b>	<b>19,405</b>

(iii) *Railways.* The expenditure on railways for the years 1959-60 to 1963-64 is shown below.

**COMMONWEALTH RAILWAYS: EXPENDITURE FROM  
CONSOLIDATED REVENUE FUND  
(£'000)**

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Works services .. .. .	1,091	1,248	1,697	2,208	2,939
Other—					
Trans-Australian .. .. .	2,610	3,047	3,379	3,508	3,956
Central Australia .. .. .	1,185	1,288	1,561	1,487	1,599
North Australia .. .. .	202	170	183	208	223
Australian Capital Territory .. .. .	52	59	61	67	68
Other .. .. .	39	52	38	45	49
<b>Grand Total .. .. .</b>	<b>5,179</b>	<b>5,864</b>	<b>6,919</b>	<b>7,523</b>	<b>8,834</b>

Additional details of the financial operations of the Commonwealth Railways to 1963-64 are given in Chapter XV. Transport and Communications (*see pp. 555 and 557-9*).

8. *Territories.*—The following table shows the expenditure on account of Commonwealth Territories for the years 1959-60 to 1963-64. The Australian Capital Territory is administered by the Department of the Interior, and the Department of Territories controls the Northern Territory and the external territories. The expenditure has been grouped in one table for convenience. Information in greater detail will be found in Chapter V. The Territories of Australia, of this Year Book.

**COMMONWEALTH TERRITORIES: EXPENDITURE FROM  
CONSOLIDATED REVENUE FUND  
(£'000)**

Territory	1959-60	1960-61	1961-62	1962-63	1963-64
Administration and main- tenance of services—					
Aust. Capital Territory(a) ..	4,301	4,805	5,020	5,825	6,653
Northern Territory(a) ..	6,245	6,853	7,758	8,769	10,242
Papua and New Guinea ..	12,951	15,094	17,477	20,197	25,466
Norfolk Island .. .. .	32	32	38	46	41
Cocos (Keeling) Islands ..	30	55	35	37	39
<b>Total .. .. .</b>	<b>23,559</b>	<b>26,839</b>	<b>30,328</b>	<b>34,874</b>	<b>42,441</b>
Works services—					
Aust. Capital Territory(a) ..	12,433	13,157	13,811	16,474	18,366
Northern Territory(a) ..	3,874	4,531	6,380	7,179	7,272
Papua and New Guinea ..	591	532	569	682	376
Cocos (Keeling) Islands ..	3	9	4	5	2
<b>Total .. .. .</b>	<b>16,901</b>	<b>18,229</b>	<b>20,764</b>	<b>24,340</b>	<b>26,016</b>

(a) Excludes Railways, *see para. 7 (iii), above.*



9. **Capital Expenditure on Goods and Services.**—In the following table, details are given of capital expenditure on goods and services during each of the years 1959–60 to 1963–64. The table covers capital expenditure on goods and services for purposes other than defence and repatriation services (previously included) from the Consolidated Revenue Fund. In earlier issues of the Year Book, tables on works services expenditure also covered expenditure from Trust and Loan Funds.

**GOODS AND SERVICES: CAPITAL EXPENDITURE FROM  
CONSOLIDATED REVENUE FUND**  
(£'000)

Particulars	1959–60	1960–61	1961–62	1962–63	1963–64
<b>Business undertakings—</b>					
Cultural and recreational facilities ..	3,551	1,429	2,847	3,833	3,431
Transport and communication—					
Postmaster-General's Department ..	39,937	42,145	46,939	61,973	68,447
Railways .. .. .	1,104	1,291	1,696	2,208	2,939
Other .. .. .	67	80	244	194	294
Other .. .. .	510	1,309	1,082	1,166	1,157
<b>Total .. .. .</b>	<b>45,169</b>	<b>46,254</b>	<b>52,808</b>	<b>69,374</b>	<b>76,268</b>
<b>Education—</b>					
Australian National University ..	623	1,044	2,020	1,449	2,339
Australian Capital Territory ..	1,118	1,605	1,542	1,675	1,097
<b>Total .. .. .</b>	<b>1,741</b>	<b>2,649</b>	<b>3,562</b>	<b>3,124</b>	<b>3,436</b>
<b>Health and welfare—</b>					
Australian Capital Territory ..	140	295	358	804	1,074
Other .. .. .	975	1,051	770	311	516
<b>Total .. .. .</b>	<b>1,115</b>	<b>1,346</b>	<b>1,128</b>	<b>1,115</b>	<b>1,590</b>
<b>Development of resources and assistance to industry—</b>					
Atomic Energy Commission .. ..	1,500	1,329	969	763	532
Australian Capital Territory .. ..	1,837	1,570	758	896	1,059
Commonwealth Scientific and Industrial Research Organization .. .. .	910	1,320	1,027	967	1,804
Other development, etc. .. .. .	303	511	755	963	1,080
<b>Total .. .. .</b>	<b>4,550</b>	<b>4,730</b>	<b>3,509</b>	<b>3,589</b>	<b>4,475</b>
<b>Civil aviation .. .. .</b>	<b>4,937</b>	<b>5,845</b>	<b>4,398</b>	<b>4,844</b>	<b>5,945</b>
<b>Roads—</b>					
Australian Capital Territory .. ..	1,829	2,159	3,030	2,966	2,629
Other .. .. .	197	202	1,083	1,965	1,832
<b>Total, Roads .. .. .</b>	<b>2,026</b>	<b>2,361</b>	<b>4,113</b>	<b>4,931</b>	<b>4,461</b>
<b>Other transport .. .. .</b>	<b>196</b>	<b>381</b>	<b>1,430</b>	<b>1,246</b>	<b>1,139</b>
<b>Other functions—</b>					
Australian Capital Territory .. ..	7,483	7,034	7,068	8,679	10,668
Northern Territory .. .. .	3,510	4,499	4,754	4,687	4,949
Papua and New Guinea .. .. .	29	55	21	40	24
Other .. .. .	866	2,517	5,652	5,182	5,363
<b>Total, Other Functions .. .. .</b>	<b>11,888</b>	<b>14,105</b>	<b>17,495</b>	<b>18,588</b>	<b>21,004</b>
<b>Grand Total .. .. .</b>	<b>71,622</b>	<b>77,671</b>	<b>88,443</b>	<b>106,811</b>	<b>118,318</b>

10. **Payments to or for the States.**—(i) *General.* An outline of the provisions of the Constitution requiring the Commonwealth to make payments to the States, and of the systems which followed, is given in earlier issues of the Year Book (*see* No. 37, pp. 633 to 638).

A distinction is made for the first time in this Year Book between (a) direct Commonwealth financial assistance to the States in the form of grants to provide revenue for general and specific purposes, and (b) those forms of assistance for developmental and other specific purposes which include, in part or in total, payments made in the form of repayable advances. Some items such as natural disaster payments, tuberculosis hospital maintenance, and coal mining industry long service leave, previously treated as payments to or for the States and accordingly included in the following tables, have now been reclassified to other functions and excluded from the tables. The following paragraphs refer to the existing arrangements, both as to grants and repayable advances.

(ii) *Grants.* (a) *Year 1963–64.* The table below shows particulars of the amounts paid to each of the States as grants for the several purposes referred to in subsequent paragraphs (pp. 920–4).

**GRANTS TO THE STATES FROM CONSOLIDATED REVENUE FUND, 1963-64**  
(£'000)

Particulars	N.S.W.	Vic.	Q'land	S.A.	W.A.	Tas.	Total
General revenue grants—							
Financial assistance grants .. ..	107,856	79,741	47,411	36,365	32,798	13,813	317,984
Special grants .. ..	..	..	..	..	6,072	5,378	11,450
Specific purpose payments—Current—							
Payments under Financial Agreement—							
Interest on State debts .. ..	2,917	2,127	1,096	704	474	267	7,585
Sinking fund on State debts .. ..	2,683	1,850	984	1,038	759	531	7,845
Universities .. ..	4,470	2,458	1,311	1,183	798	320	10,540
Cattle tick control .. ..	259	..	..	..	..	..	259
Expansion of agricultural advisory services .. ..	75	60	57	27	27	16	262
Dairy industry extension services .. ..	89	89	90	25	25	19	337
Tobacco industry extension services .. ..	3	8	13	..	..	..	24
Housekeeper services .. ..	6	4	..	..	1	1	12
Specific purpose payments—Capital—							
Commonwealth Aid Roads .. ..	16,221	11,412	10,535	6,669	10,263	2,900	58,000
Universities .. ..	1,880	2,505	575	642	580	208	6,390
Railway projects .. ..	..	..	..	1,041	1,549	..	2,590
Cattle roads .. ..	..	..	1,048	..	750	..	1,798
Western Australia northern development .. ..	..	..	..	..	908	..	908
Mental institutions—Capital .. ..	491	..	54	86	166	..	797
Tuberculosis hospitals—Capital .. ..	76	25	141	15	22	20	299
Flood mitigation .. ..	200	..	..	..	..	..	200
Replacement of Derby jetty .. ..	..	..	..	..	175	..	175
Gordon River road .. ..	..	..	..	..	..	135	135
Coal loading works .. ..	..	..	40	..	..	..	40
Additional assistance grants .. ..	6,408	5,140	2,400	2,762	1,882	1,408	20,000
<b>Total .. ..</b>	<b>143,634</b>	<b>105,419</b>	<b>65,755</b>	<b>50,557</b>	<b>57,249</b>	<b>25,016</b>	<b>447,630</b>

(b) 1959-60 to 1963-64. The following table shows particulars of grants by the Commonwealth to the States during each of these years.

**GRANTS TO THE STATES FROM CONSOLIDATED REVENUE FUND**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
General revenue grants—					
Financial assistance grants .. ..	244,500	269,994	292,140	304,320	317,984
Special grants .. ..	8,326	8,618	11,231	11,251	11,450
Specific purpose payments—Current—					
Payments under Financial Agreement—					
Interest on State debts .. ..	7,585	7,585	7,585	7,585	7,585
Sinking fund on State debts .. ..	5,942	6,274	6,739	7,248	7,845
Universities .. ..	4,865	6,677	8,118	9,273	10,540
Cattle tick control .. ..	477	541	330	268	259
Expansion of agricultural advisory services .. ..	218	264	260	263	262
Dairy industry extension services .. ..	247	243	245	244	337
Other .. ..	12	12	12	36	36
Specific purpose payments—Capital—					
Commonwealth Aid Roads .. ..	43,923	46,000	50,000	54,000	58,000
Universities .. ..	2,763	4,550	6,043	6,436	6,390
Railway projects .. ..	2,612	3,301	2,782	2,842	2,590
Cattle roads .. ..	..	..	1,150	1,700	1,798
Western Australia northern development .. ..	484	1,208	1,705	1,432	908
Mental institutions—Capital .. ..	1,147	727	824	795	797
Tuberculosis hospitals—Capital .. ..	781	410	387	492	299
Flood mitigation .. ..	..	..	..	..	200
Replacement of Derby jetty .. ..	..	..	..	150	175
Gordon River road .. ..	..	..	..	..	135
Coal loading works .. ..	..	..	..	..	40
Cattle dip chemicals .. ..	..	..	..	53	..
Western Australia—Waterworks .. ..	609	517	61	..	..
Encouragement of meat production .. ..	6	7	5	..	..
Additional assistance grants .. ..	..	..	10,000	17,500	20,000
<b>Total .. ..</b>	<b>324,497</b>	<b>356,928</b>	<b>399,617</b>	<b>425,888</b>	<b>447,630</b>

(c) To 30th June, 1964. The following table shows particulars of grants by the Commonwealth to each of the States to 30th June, 1964.

GRANTS TO THE STATES FROM CONSOLIDATED REVENUE FUND TO  
30th JUNE, 1964(a)

(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
Section 87 of Constitution, 1900-01 to 1909-10 .. .. .	27,732	19,988	8,921	6,193	8,758	2,612	74,204
Surplus Revenue Acts, 1910-11 to 1926-27 .. .. .	41,508	31,168	15,158	9,879	9,757	4,357	111,827
Financial agreements, 1927-28 to 1963-64 .. .. .	145,485	100,862	53,647	39,035	27,933	15,190	382,152
Special grants(b) .. .. .	..	..	..	78,096	125,473	60,556	264,125
Income tax reimbursement grants, 1942-43 to 1945-46(c) .. .. .	55,419	24,330	22,212	9,038	9,492	3,409	123,900
Income tax reimbursement special grants, 1945-46 to 1946-47(c) .. .. .	..	..	..	1,654	913	119	2,686
Entertainments tax reimbursement grants, 1942-43 to 1945-46(d) .. .. .	603	1,399	..	364	368	138	2,872
Tax reimbursement grants, 1947-48 to 1958-59(e) .. .. .	525,633	336,069	215,973	120,052	108,474	45,635	1,351,836
Additional tax reimbursement grants(f) .. .. .	2,027	1,160	814	429	410	160	5,000
Special financial assistance(g) .. .. .	80,419	55,320	31,388	17,345	15,603	6,799	206,874
Additional assistance(h) .. .. .	1,989	1,061	1,125	368	315	142	5,000
Non-recurring grants from excess receipts, 1934-35 to 1936-37 .. .. .	1,188	827	433	265	201	86	3,000
Financial assistance grants(i) .. .. .	485,864	356,886	213,008	162,768	147,562	62,850	1,428,938
Additional financial assistance(j) .. .. .	13,294	10,667	9,980	5,735	3,906	3,918	47,500
Special assistance(k) .. .. .	14,306	7,042	7,641	3,463	15,469	1,027	48,948
Grants for road construction 1922-23 to 1963-64(l) .. .. .	150,393	101,432	101,254	60,996	100,478	27,075	541,628
Payments to Commonwealth Aid Roads (Supplementary) Trust Account(m) .. .. .	..	..	..	..	..	..	5,000
Tuberculosis Act 1948—reimbursement of capital expenditure .. .. .	5,245	1,751	5,441	766	2,294	323	15,820
Mental institutions—contribution to capital expenditure .. .. .	3,692	2,740	720	718	462	355	8,687
Encouragement of meat production .. .. .	..	..	1,326	..	835	..	2,161
Grants to universities .. .. .	33,886	22,126	9,668	8,972	6,705	3,870	85,227
Railways projects(n) .. .. .	121	11,874	..	5,515	2,440	..	19,950
<b>Total</b> .. .. .	<b>1,588,804</b>	<b>1,086,702</b>	<b>698,709</b>	<b>531,651</b>	<b>587,848</b>	<b>238,621</b>	<b>4,732,335</b>

(a) Includes non-recurring grants from excess receipts, but excludes payments on account of the Morgan-Whyalla Waterworks, amounts provided for relief of wheat-growers and other primary producers, and other payments for medical research, social services, etc. (b) Under various States Grants Acts. (c) Under States Grants (Income Tax Reimbursement) Act 1942. (d) Under States Grants (Entertainments Tax Reimbursement) Act 1942. (e) Under States Grants (Tax Reimbursement) Act 1946-1948. (f) Under States Grants (Additional Tax Reimbursement) Act 1950. (g) Under States Grants (Special Financial Assistance) Acts 1951 and 1952. (h) Under States Grants (Additional Assistance) Act 1958. (i) Under States Grants Acts 1959 and 1962. (j) Under States Grants (Additional Assistance) Act 1962. (k) Includes payments for unemployment relief, metalliferous mining, forestry, local public works, grants for price control reimbursement, coal strike emergency grant, grants for imported houses, Port Augusta-Port Pirie railway, Western Australian waterworks, cattle tick control, dairy industry extension, agricultural advisory services, cattle roads, coal-loading works, eradication of house borers, brigalow lands, cattle dip chemicals, tobacco industry extension services, etc. (l) Under Main Roads Development, Federal Aid Roads, Federal Aid Roads and Works and Commonwealth Aid Roads Acts. (m) Expenditure not allocable between States. (n) Under the Railway Standardization (South Australia) Agreement Act 1949, the Railway Standardization (New South Wales and Victoria) Agreement Act 1958, the Railway Equipment Agreement (South Australia) Act 1961 and the Railway Agreement (Western Australia) Act 1961.

(iii) *Repayable Advances.* (a) Year 1963-64. The table below shows particulars of the amounts paid to each of the States as repayable advances for the several purposes referred to in subsequent paragraphs (pp. 920-4).

**ADVANCES TO THE STATES FROM CONSOLIDATED REVENUE FUND, 1963-64**  
(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
Railway projects .. ..	..	..	..	447	2,213	..	2,660
Beef cattle roads .. ..	..	..	999	..	..	..	999
Brigalow lands development .. ..	..	..	800	..	..	..	800
Blowering reservoir .. ..	420	..	..	..	..	..	420
Derby jetty .. ..	..	..	..	..	175	..	175
Western Australian northern development .. ..	..	..	..	..	175	..	175
Coal loading works .. ..	58	..	40	..	..	..	98
Chowilla reservoir .. ..	50	..	..	..	..	..	50
<b>Total .. ..</b>	<b>528</b>	<b>..</b>	<b>1,839</b>	<b>447</b>	<b>2,563</b>	<b>..</b>	<b>5,377</b>

(b) Years 1959-60 to 1963-64. The following table shows particulars of repayable advances by the Commonwealth to the States during each of these years.

**ADVANCES TO THE STATES FROM CONSOLIDATED REVENUE FUND**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Railway projects .. ..	1,111	1,415	1,200	2,108	2,660
Beef cattle roads .. ..	..	..	..	..	999
Brigalow lands development .. ..	..	..	..	600	800
Blowering reservoir .. ..	..	..	..	..	420
Derby jetty .. ..	..	..	..	150	175
Western Australia northern development .. ..	..	..	..	..	175
Coal loading works .. ..	..	..	284	498	98
Chowilla reservoir .. ..	..	..	..	..	50
<b>Total .. ..</b>	<b>1,111</b>	<b>1,415</b>	<b>1,484</b>	<b>3,356</b>	<b>5,377</b>

(c) To 30th June, 1964. The following table shows particulars of repayable advances by the Commonwealth to each of the States.

**ADVANCES TO THE STATES FROM CONSOLIDATED REVENUE FUND**  
**TO 30th JUNE, 1964**  
(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
Railway projects .. ..	52	4,669	..	1,925	3,486	..	10,132
Coal loading works .. ..	840	..	40	..	..	..	880
Brigalow lands .. ..	..	..	1,400	..	..	..	1,400
Derby jetty .. ..	..	..	..	..	325	..	325
Cattle roads .. ..	..	..	999	..	..	..	999
Chowilla reservoir .. ..	50	..	..	..	..	..	50
Blowering reservoir .. ..	420	..	..	..	..	..	420
<b>Total .. ..</b>	<b>1,362</b>	<b>4,669</b>	<b>2,439</b>	<b>1,925</b>	<b>3,811</b>	<b>..</b>	<b>14,206</b>

The figures in the tables above represent gross advances, and take no account of repayments made by the States.

(iv) *Financial Agreement.* Details of the Financial Agreement between the Commonwealth and the States are given in Year Book No. 37, pages 685-90. Under this Agreement the Commonwealth undertook to contribute £7,584,912 per annum towards interest payable on the State loan securities for a period of 58 years from 1st July, 1927. This amount is distributed among the States as follows:—New South Wales, £2,917,411; Victoria, £2,127,159; Queensland, £1,096,235; South Australia, £703,816; Western Australia, £473,432; Tasmania, £266,859.

These amounts are equal to the sums paid by the Commonwealth to each State in the year 1926-27 at the rate of 25s. per head of population, the rate at which the Commonwealth had contributed annually to the States since 1st July, 1910, as compensation for the States relinquishing, after federation, the right to levy customs and excise duties.

In addition, under the Financial Agreement, the Commonwealth agreed to make certain contributions to the National Debt Sinking Fund for redemption of State loan securities. Details of these are given on pages 967-8 of this chapter.

(v) *Special Grants.* The Constitution provides in Section 96 for the granting of special financial assistance to the States. Prior to 1933, financial assistance of varying amounts was granted by the Commonwealth to South Australia, Western Australia and Tasmania. Details of this may be found in earlier issues of the Year Book (*see* No. 40, p. 695).

In 1933 the Commonwealth Government appointed the Commonwealth Grants Commission of three members to inquire into and report upon claims made by any State for a grant of financial assistance and any matters relevant thereto.

Applications have been received from South Australia, Western Australia and Tasmania each year from 1933 onwards, and the recommendations of the Commission in respect of the years 1960-61 to 1964-65 are shown in the following table. Commencing with 1949-50 the Commission has divided the grants recommended into two parts. One part is the Commission's estimate of the indispensable need of the claimant State for the year in which the payment is to be made after allowing a sufficient margin for safety. The other part is an adjustment of this estimate for an earlier year after an examination of the audited accounts for that year. Thus the grants for 1964-65 include an estimate of the indispensable need of the claimant State for 1964-65 and an adjustment to the estimated grant for 1962-63. South Australia agreed with the Commonwealth not to apply for special grants in other than exceptional circumstances after 1st July, 1959, when new financial arrangements under the *State Grants Act 1959* came into operation (*see* sub-para. (vi) below).

**COMMONWEALTH GRANTS COMMISSION: GRANTS RECOMMENDED**  
(£'000)

Particulars	1960-61	1961-62	1962-63	1963-64	1964-65
<b>Western Australia—</b>					
Estimated grant .. ..	3,700	5,200	5,900	5,900	7,900
Adjustment(a) .. ..	609	956	310	172	660
<i>Net grant recommended</i> ..	<u>4,309</u>	<u>6,156</u>	<u>6,210</u>	<u>6,072</u>	<u>8,560</u>
<b>Tasmania—</b>					
Estimated grant .. ..	3,400	4,100	4,900	5,100	6,809
Adjustment(a) .. ..	909	975	141	278	491
<i>Net grant recommended</i> ..	<u>4,309</u>	<u>5,075</u>	<u>5,041</u>	<u>5,378</u>	<u>7,300</u>
<b>Grand Total</b> .. ..	<b>8,618</b>	<b>11,231</b>	<b>11,251</b>	<b>11,450</b>	<b>15,860</b>

(a) Adjustment to estimated grant paid two years previously.

(vi) *Financial Assistance Grants.* The *States Grants Act 1959* repealed the *States Grants (Tax Reimbursement) Acts* of 1946, 1947 and 1948, and provided for payment of financial assistance to the States in 1959-60 amounting to £244,500,000 to be distributed among the States as follows:—New South Wales, £83,450,000; Victoria, £60,625,000; Queensland, £36,375,000; South Australia, £27,675,000; Western Australia, £25,462,000; Tasmania, £10,913,000. In subsequent years the financial assistance grant payable to each State has been determined by increasing its grant for 1959-60 in accordance with a formula which takes into account movements in population in each State and the increases (if any) in the level of average wages per person employed as shown in returns submitted under the *Pay-roll Tax Assessment Act 1941-1963*.

Details of the *States Grants (Income Tax Reimbursement) Act 1942* and the *States Grants (Entertainments Tax Reimbursement) Act 1942* are given in earlier issues of the Year Book (*see* No. 37, pp. 635-7). These Acts provided for grants to the States as compensation for vacating the fields of income tax and entertainments tax. Grants under these Acts ceased after 1945-46 and were replaced by grants under the *States Grants (Tax Reimbursement) Act 1946-1948* which expired after 1958-59. *See* Year Book No. 46, pages 837-8.

(vii) *Special Financial Assistance Grants.* During the years 1954–55 to 1958–59 special assistance grants amounting to £19,902,000, £15,348,000, £19,405,000, £24,145,000 and £30,437,000, respectively, were made to assist the States in meeting their increasing financial needs. For details of amounts paid to each State see earlier issues of the Year Book or the annual bulletin *Commonwealth Finance*.

(viii) *Additional Financial Assistance.* The *States Grants (Additional Assistance) Act 1958* provided for the payment of £5,000,000 from the Consolidated Revenue Fund for financial assistance to the States.

During 1961–62, 1962–63, and 1963–64 additional assistance grants of £10,000,000, £17,500,000 and £20,000,000, respectively, were provided for the States on a non-repayable basis under the authority of the *States Grants (Additional Assistance) Acts 1962* and 1963 for expenditure on employment-giving activities, mainly in the works field.

(ix) *Grants for Road Construction.* (a) *Main Roads Development Act 1923–1925, Federal Aid Roads Acts 1926, 1931 and 1936, Federal Aid Roads and Works Act 1937, Commonwealth Aid Roads and Works Act 1947–1949, Commonwealth Aid Roads Act 1950, Commonwealth Aid Roads Act 1954, and Commonwealth Aid Roads (Special Assistance) Act 1957.* Details of these Acts are given in earlier issues of the Year Book (see No. 38, pp. 787–8, No. 41, p. 62, and No. 46, p. 838) and in the annual bulletin *Commonwealth Finance*.

(b) *Commonwealth Aid Roads Act 1959.* A new scheme of Commonwealth assistance to the States for roads was established by the *Commonwealth Aid Roads Act 1959*. Under this Act, which is to operate for a period of five years from 1st July, 1959, the Commonwealth has undertaken to make available up to £250,000,000 to the States for the construction, reconstruction, maintenance and repair of roads.

Of this amount, a total of £220,000,000 will be paid to the States as basic grants for roads over five years. The basic grants are fixed annual amounts which rise progressively by £2,000,000 a year from £40,000,000 in 1959–60 to £48,000,000 in 1963–64. In each year the grants will be distributed between the States on the basis of 5 per cent. of the total to Tasmania and the balance shared between the other five States, one-third in proportion to their respective populations at the date of the last preceding Census, one-third in proportion to their respective areas, and one-third in proportion to the respective number of motor vehicles registered in these States at 31st December preceding the year of payment.

The balance of up to £30,000,000 over the five years will be made available to the States as matching assistance for roads. The total amounts of matching assistance increased by £2,000,000 a year from £2,000,000 in 1959–60 to £10,000,000 in 1963–64. Up to the limit of its share of the total matching assistance available in any year, each State qualifies for £1 of matching assistance from the Commonwealth for each £1 by which the amount it allocates in that year from its own resources for expenditure on roads exceeds the amount so allocated in 1958–59. The share of each State in the total matching assistance available in any year is determined by the same formula as is used to determine its share of the basic grant in that year.

The full amount of the matching assistance available to each State in any year is being paid during that year on the understanding that the road grants to the State in the following year will be adjusted if it is subsequently found that the State did not qualify in full for the matching assistance paid to it in that year.

The legislation relating to the years 1947–48 to 1958–59 provided for annual allocations to the Commonwealth for expenditure on strategic roads and the promotion of road safety practices. No such provisions are contained in the legislation current at 30th June, 1964, as the Commonwealth makes separate provision for these purposes.

(x) *Tuberculosis Act 1948.* The *Tuberculosis Act 1948* provided for the reimbursement by the Commonwealth of capital and maintenance expenditure incurred by the States in the provision of facilities for the diagnosis, treatment and control of tuberculosis.

Re-imbursments from the National Welfare Fund of maintenance expenditure on tuberculosis hospitals are classified as cash benefits under Health and Welfare expenditure, and they equal the amounts by which such expenditures of the States in any financial year exceed those for the year 1947–48. As from 1st July, 1948, the States have also been reimbursed from annual appropriations of the Department of Health for all their capital expenditure on buildings, furnishings, equipment and plant.

(xi) *States Grants (Mental Institutions) Act 1955.* This Act provides for financial assistance to the States for capital expenditure on mental institutions to a maximum amount of £10,000,000. Each State is entitled to one-third of expenditure made on or after 1st July, 1955, on buildings or equipment of a mental institution.

(xii) *Other Payments. (a) Encouragement of Meat Production.* To develop meat production in Queensland and Western Australia, grants were made to these States for the provision and improvement of roads and other facilities for the movement of live-stock. Provision is made for the Commonwealth to meet the cost of the construction and improvement of certain specified roads in both States and the construction of eight cattle loading and unloading points in Queensland. Provision is also made for the Commonwealth to meet half the cost of improving watering facilities on specified stock routes in both States. The amount of the grants for improving watering facilities on stock routes was limited to £150,000 in Queensland and £50,000 in Western Australia.

(b) *Grants to Universities.* Payments to the States for universities were first introduced in 1951-52 under the *States Grants (Universities) Act 1951*, and were continued under similar legislation passed in 1953, 1955, 1956 and 1957. Following on the Government's acceptance of the main recommendations of the Committee on Australian Universities, the provisions of the 1957 Act relating to financial assistance for 1958 were superseded by the *States Grants (Universities) Act 1958*, which operated from 1st January, 1958.

This legislation authorized the Commonwealth to make payments to the States for universities of up to £21,400,000 over the three calendar years 1958 to 1960, inclusive, where certain conditions have been satisfied. These payments include increased contributions towards the running expenses of universities, new grants for capital works and equipment and new emergency grants.

Under the *States Grants (Universities) Act 1960*, which carried on the principle of grants for capital works and equipment introduced in the 1958 legislation, payments of up to £42,000,000 over the three calendar years 1961, 1962 and 1963 were made to the States. The *Universities (Financial Assistance) Act 1963* provides for financial assistance to the States, for universities, of £58,400,000 over the three calendar years 1964, 1965 and 1966. (See also Chapter XIX. Education, Cultural Activities, and Research, pp. 719-23.)

(c) *Railway Projects.* Under the *Railway Standardization (South Australia) Agreement Act 1949* the Commonwealth is providing funds for the conversion of lines in the south-eastern division of the State as an initial step towards eventual standardization to 4' 8½" gauge. The State is to repay three-tenths of the cost of this work over a period of 50 years and is to bear the full cost of subsequent conversion from broad to standard gauge. Similar conditions apply to expenditures under the *Railway Equipment Agreement (South Australia) Act 1961*.

Under the *Railway Standardization (New South Wales and Victoria) Agreement Act 1958* the Commonwealth provided funds for the construction of the standard gauge rail link between Albury and Melbourne on the basis that the States of Victoria and New South Wales will each bear 15 per cent. of the cost by instalments over a period of 50 years.

The total expenditure on railway standardization (the 30 per cent. advances to the States and the 70 per cent. grants to the States) is charged to the works services vote of the Department of Shipping and Transport.

Under the *Railway Agreement (Western Australia) Act 1961* the Commonwealth is providing financial assistance for the construction of a standard gauge railway from Kwinana to iron ore deposits of Koolyanobbing and to Kalgoorlie.

(d) *Cattle Tick Control.* Since 1926-27 the Commonwealth has subsidized the cost of eradication and control of cattle tick in New South Wales. From 1950-51 the subsidy was increased on a £1 for £1 basis up to an agreed maximum.

(e) *Expansion of Agricultural Advisory Services.* These payments were introduced in 1952-53 to encourage expansion of agricultural advisory services by the State Departments of Agriculture and to promote increased farm efficiency.

(f) *Dairy Industry Extension Grant.* The Commonwealth provides financial assistance, with a maximum annual limit of £250,000, to promote improved farm practices in the dairy industry.

(g) *Cattle Roads Grants.* The *Queensland Grant (Beef Cattle Roads) Act 1961* provides for a grant of £5,000,000 to be paid to Queensland over the five-year period commencing 1st July, 1961, for expenditure on approved roads for the transport of beef cattle. Under the *Western Australia Grant (Beef Cattle Roads) Act 1961*, special grants were made to Western Australia for certain work on roads and bridges in the north of the State.

(h) *Western Australia Northern Development.* The Commonwealth provides financial assistance of up to £5,000,000 to the State of Western Australia under the *Western Australia Grant (Northern Development) Act 1958-1959* in respect of developmental expenditure by the State in the area of Western Australia north of the twentieth parallel of latitude during the period of five years commencing on 1st July, 1958. Under the scheme, Commonwealth assistance is provided in respect of projects, nominated by the State, which the Commonwealth is satisfied will contribute to the development of the area and which could not reasonably be expected to be carried out during the period of five years without the grant of Commonwealth assistance.

(i) *Western Australian Waterworks.* The *Western Australia Grant (Water Supply) Act 1948-1957* provides for grants to Western Australia not exceeding an aggregate of £5,000,000 for the development of the Agricultural Areas, Great Southern Towns and Goldfields Water Supply schemes. The amount provided by the Commonwealth was limited to half the total expenditure on the scheme. (See also pp. 252-3.)

(j) *Coal Loading Works—New South Wales.* Under the *Coal Loading Works Agreement (New South Wales) Act 1961*, the Commonwealth is providing financial assistance to New South Wales of up to £2,650,000, partly by way of repayable advances from the Consolidated Revenue Fund and partly by grants from the Coal Industry Fund of the Joint Coal Board, for improvements to coal loading facilities at Newcastle, Port Kembla and Balmain. In 1962-63 repayable advances amounted to £498,000 and grants to £302,000.

*Queensland.* Under the *Coal Loading Works Agreement (Queensland) Act 1962*, the Commonwealth agreed to assist the Queensland Government up to the amount of £200,000 to expedite improvements to coal loading facilities at the port of Gladstone. Assistance is to be by way of a repayable long-term advance of up to £100,000 and a grant of up to £100,000.

(k) *Brigalow Lands.* Under the *Brigalow Lands Agreement Act 1962* Commonwealth advances to the State of Queensland for specified works associated with the production of beef cattle and other primary products in the Fitzroy River Basin and the supply of beef for export were limited to £7,250,000 during the period of five years ending 30th June, 1967. Repayments over a twenty year period are to commence in 1968.

(l) *Flood Mitigation, New South Wales.* Commonwealth payments under the *New South Wales Grant (Flood Mitigation) Act 1964* are limited to £2,750,000 in respect of flood mitigation works on the Macleay, Clarence, Richmond, Tweed, Shoalhaven and Hunter Rivers. The Commonwealth grants will match State expenditure which, in turn, will be in a prescribed ratio to local authority expenditure on flood mitigation works.

(m) *Gordon River Road, Tasmania.* Under the *Tasmania Grant (Gordon River Road) Act 1964* the Commonwealth is authorized to grant financial assistance of up to £2,500,000 to Tasmania for the construction of a developmental road into the Gordon River region of that State, primarily for the purpose of enabling detailed investigations to be made of a further stage of the Tasmanian hydro-electric scheme.

(n) *Blowering Reservoir, New South Wales.* The Blowering Reservoir is to be constructed at the expense of the State of New South Wales mainly by the Snowy Mountains Hydro-electric Authority, and the Commonwealth will finance one half of the cost in the form of repayable interest-bearing loans to that State.

(o) *Chowilla Reservoir, New South Wales.* The Chowilla Reservoir is to be constructed as an approved work under the River Murray Waters Agreement, and the Commonwealth advances to New South Wales are to assist in the financing of that State's one-quarter contribution of the cost of construction.

11. **Other Functions.**—(a) *Current Expenditure on Goods and Services.* This table gives details of expenditure on items included under this general heading in the table in paragraph 1, page 911, and in the main includes expenditure on administrative services and other activities (i.e. what might be termed "running expenses") and therefore *excludes* expenditure on capital works (see table on p. 917).



Information on the functions of departments and the Acts administered by the Ministers of Departments may be found on pages 87-98 of Year Book No. 49.

**OTHER FUNCTIONS: CURRENT EXPENDITURE ON GOODS AND SERVICES  
FROM CONSOLIDATED REVENUE FUND**

(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Law, order and public safety—</b>					
Crown Solicitor's Office .. .. .	413	420	439	480	572
High Court .. .. .	148	158	169	166	170
Bankruptcy administration .. .. .	197	214	242	261	288
Other .. .. .	1,264	1,536	1,360	1,562	2,211
<i>Total</i> .. .. .	<i>2,022</i>	<i>2,328</i>	<i>2,210</i>	<i>2,469</i>	<i>3,241</i>
<b>Education—</b>					
Australian National University .. .. .	1,684	2,389	3,200	3,510	4,320
Australian Universities Commission .. .. .	23	28	29	44	61
Office of Education .. .. .	385	412	521	652	741
Other .. .. .	1,312	1,461	1,550	1,808	2,066
<i>Total</i> .. .. .	<i>3,404</i>	<i>4,290</i>	<i>5,300</i>	<i>6,014</i>	<i>7,188</i>
<b>Development of resources and assistance to industry—</b>					
Bureau of Meteorology .. .. .	1,655	1,727	1,861	1,996	2,214
Forestry branch .. .. .	190	195	234	225	197
Commercial intelligence services abroad .. .. .	694	871	1,016	1,188	1,363
Primary production—Research and sales promotion, export funds, etc. .. .. .	3,839	4,053	5,631	6,157	7,176
Division of Agricultural Economics .. .. .	157	172	188	186	222
Bureau of Mineral Resources .. .. .	1,027	1,346	1,683	2,010	2,465
Division of National Mapping .. .. .	415	417	577	673	707
Atomic Energy Commission .. .. .	2,233	2,379	2,804	3,259	3,797
Commonwealth Scientific and Industrial Research Organization .. .. .	7,216	7,738	8,582	9,494	10,704
Other .. .. .	6,361	6,651	6,863	7,492	8,550
<i>Total</i> .. .. .	<i>23,787</i>	<i>25,549</i>	<i>29,439</i>	<i>32,680</i>	<i>37,395</i>
<b>Civil aviation—</b>					
Maintenance and development of civil aviation .. .. .	7,594	7,528	7,613	8,164	9,236
Meteorological services .. .. .	776	828	895	960	1,070
Other .. .. .	2,648	2,152	2,453	3,114	3,739
<i>Total</i> .. .. .	<i>10,418</i>	<i>10,508</i>	<i>10,961</i>	<i>12,238</i>	<i>14,045</i>
<b>Legislature and general administration—</b>					
Parliament .. .. .	2,081	2,120	2,074	2,139	2,207
Governor-General .. .. .	164	148	171	172	179
Audit .. .. .	709	725	771	846	975
Public Service Board .. .. .	755	829	868	919	1,067
Taxation Branch and Boards of Review .. .. .	9,822	10,200	10,987	11,314	12,700
Bureau of Census and Statistics .. .. .	1,841	2,188	3,324	2,786	3,138
Commonwealth Superannuation Board .. .. .	108	127	144	181	211
Electoral Branch .. .. .	702	694	1,110	784	1,265
News and Information Bureau .. .. .	453	479	529	620	698
Other .. .. .	15,414	16,112	17,290	18,478	25,848
<i>Total</i> .. .. .	<i>32,049</i>	<i>33,622</i>	<i>37,268</i>	<i>38,239</i>	<i>48,288</i>
<b>Immigration—</b>					
Assisted migration .. .. .	7,567	7,348	5,984	7,209	9,306
Other migration activities .. .. .	1,811	1,994	2,578	2,466	2,596
Other .. .. .	1,298	1,379	934	1,108	1,169
<i>Total</i> .. .. .	<i>10,676</i>	<i>10,721</i>	<i>9,496</i>	<i>10,783</i>	<i>13,071</i>

OTHER FUNCTIONS: CURRENT EXPENDITURE ON GOODS AND SERVICES  
FROM CONSOLIDATED REVENUE FUND—*continued*  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Regulation of trade and industry—</b>					
Conciliation and Arbitration Commission,					
Industrial Court and Registrar .. .. .	281	318	352	367	408
Patents, trade marks and designs .. .. .	475	476	520	589	665
Inspection of goods for export .. .. .	1,321	1,360	1,446	1,593	1,835
Other .. .. .	1,523	610	120	1,611	1,934
<i>Total</i> .. .. .	<i>3,600</i>	<i>2,764</i>	<i>2,438</i>	<i>4,160</i>	<i>4,842</i>
<b>Other functions—</b>					
National Library .. .. .	280	353	463	517	687
High Commissioner's Office, United King- dom .. .. .	928	966	1,083	1,165	1,281
Other oversea representation .. .. .	1,983	2,320	2,690	3,072	3,376
United Nations and allied organizations ..	993	1,264	2,737	1,198	1,923
Antarctic Division .. .. .	738	764	731	814	834
Other .. .. .	6,393	4,104	4,765	5,372	15,685
<i>Total</i> .. .. .	<i>11,315</i>	<i>9,771</i>	<i>12,469</i>	<i>12,138</i>	<i>23,786</i>
<b>Grand Total</b> .. .. .	<b>97,271</b>	<b>99,553</b>	<b>109,581</b>	<b>118,721</b>	<b>151,856</b>

(b) *Primary Production—Research and Sales Promotion, Export Funds, etc.* Expenditure under this item is classified above to development of resources and assistance to industry as it includes the proceeds of special industry taxes and profits from marketing schemes which are paid to trust funds or other authorities for the purposes of the industries concerned. Information relating to the taxes levied is given in sub-section Revenue of this section (see pp. 907-10). Some details of expenditure from the trust funds are included in § 4, Commonwealth Trust Funds. Details of expenditure from the Consolidated Revenue Fund during the last five years are given in the following table.

PRIMARY PRODUCTION—RESEARCH AND SALES PROMOTION, EXPORT  
FUNDS, ETC.: EXPENDITURE FROM COMMONWEALTH CONSOLIDATED  
REVENUE FUND  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Research and sales promotion—</b>					
Canned fruit (sales promotion) .. .. .	35	27	53	42	51
Cattle and beef research .. .. .	..	82	170	504	716
Dairy produce research .. .. .	162	198	277	262	295
Dairy produce sales promotion .. .. .	207	222	262	263	262
Tobacco industry research .. .. .	112	125	169	92	201
Wheat research .. .. .	187	262	234	297	319
Wool industry research .. .. .	..	..	..	..	797
Wool research .. .. .	1,542	1,455	1,507	1,463	802
Wool use promotion .. .. .	1,028	1,168	2,346	2,438	2,643
<b>Export funds—</b>					
Apple and pear .. .. .	45	81	102	84	122
Canned fruits .. .. .	76	59	66	65	92
Canned fruits excise .. .. .	..	..	..	..	139
Dairy produce .. .. .	100	81	104	206	265
Dried fruits .. .. .	43	34	54	44	51
Egg .. .. .	36	60	34	18	29
Honey .. .. .	..	..	..	2	37
Meat .. .. .	131	100	139	216	242
Wine .. .. .	109	93	112	160	113
<b>Other—</b>					
Fisheries development .. .. .	9	1	..	..	..
Other .. .. .	17	5	2	1	..
<b>Total</b> .. .. .	<b>3,839</b>	<b>4,053</b>	<b>5,631</b>	<b>6,157</b>	<b>7,176</b>

## § 4. Commonwealth Trust Funds

1. Receipts, Expenditure and Balances, 1963-64.—The following table shows the opening and closing balances and receipts and expenditure of some of the more important trust funds of the Commonwealth for the year ended 30th June, 1964.

## COMMONWEALTH TRUST FUNDS: RECEIPTS, EXPENDITURE AND BALANCES, 1963-64

(£'000)

Fund	Balance at 30th June, 1963	Year ended 30th June, 1964		Balance at 30th June, 1964
		Receipts	Expenditure	
Canadian Loan .. .. .	7,377	293	177	7,493
Coal Mining Industry Long Service Leave Coinage .. .. .	1,799	387	455	1,731
Defence Forces Retirement Benefits .. .. .	22,481	8,006	4,234	26,253
Insurance Deposits .. .. .	10,992	1,253	881	11,364
Imperial Pensions .. .. .	495	5,860	5,928	427
International Development and Relief .. .. .	236	338	406	168
Korean Operations Pool .. .. .	11,464	8,963	20,427	..
Lend-Lease Settlement .. .. .	329	20	43	306
Loan Consolidation and Investment Reserve .. .. .	232,322	25,043	28,110	229,255
National Debt Sinking Fund .. .. .	167,461	89,516	71,421	185,556
National Welfare .. .. .	207,113	418,426	416,348	209,191
Parliamentary Retiring Allowances .. .. .	515	138	93	560
Post Office Stores and Services .. .. .	670	64,291	60,811	4,150
Superannuation .. .. .	102,689	26,069	12,893	115,865
Swiss Loan .. .. .	16,258	558	..	16,816
Temple Society .. .. .	697	22	3	716
Tobacco Industry .. .. .	76	261	222	115
War Service Homes .. .. .	..	36,442	36,442	..
War Service Homes—Insurance .. .. .	831	328	310	849
Wheat Prices Stabilization .. .. .	..	11,317	11,317	..
Wheat Research .. .. .	852	590	555	887
Wine Research .. .. .	428	19	20	427
Wool Research .. .. .	7,820	2,067	2,926	6,961
Other .. .. .	13,805	69,930	72,148	11,587
<b>Total .. .. .</b>	<b>806,710</b>	<b>773,023</b>	<b>749,056</b>	<b>830,677</b>

2. Summary, 1959-60 to 1963-64.—In the following table, the balances and total receipts and expenditure of the trust funds are shown for each of these years.

## COMMONWEALTH TRUST FUNDS

(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Balances brought forward .. .. .	810,099	767,830	874,117	827,473	806,710
Receipts .. .. .	915,830	1,059,621	715,831	721,702	773,023
Expenditure .. .. .	958,099	953,334	762,475	742,465	749,056
Balance carried forward .. .. .	767,830	874,117	827,473	806,710	830,677

### § 5. Commonwealth Loan Fund

1. **General.**—Brief historical notes relating to the Commonwealth Loan Fund are given in earlier issues of the Year Book (see No. 37, p. 640). The following tables show details for the years 1959–60 to 1963–64 of receipts by, and expenditure from, Commonwealth Loan Fund in respect of loans raised for both Commonwealth and State Governments. Information relating to the Commonwealth Government securities on issue is given in the Division, Government Securities on Issue, Commonwealth and States, of this chapter.

2. **Loans raised for the Commonwealth.**—The following table shows the receipts by, and expenditure from, Commonwealth Loan Fund in respect of loans raised for the Commonwealth Government during the years 1959–60 to 1963–64.

#### COMMONWEALTH LOAN FUND: LOANS RAISED FOR THE COMMONWEALTH (£'000)

Particulars	1959–60	1960–61	1961–62	1962–63	1963–64
<b>RECEIPTS</b>					
Balance from 30th June .. ..	493	167	79	98	49
Loans raised in Australia—					
Stocks and bonds .. ..	24,677	29,808	41,000	28,915	71,959
Special bonds .. ..	4,797	6,733	10,528	19,486	13,176
Advance loan subscriptions .. ..	Dr. 85	Dr. 785	1,374	11,407	Dr. 10,780
Treasury bills—Public (net) .. ..	30,000	Dr. 15,000	36,600	Dr. 58,700	Dr. 1,200
Treasury bills—Internal (investment of Trust Fund) (net) .. ..	Dr. 18,087	17,600	2,700	38,900	19,700
Treasury notes .. ..	..	..	..	69,490	6,795
Peace savings certificates .. ..	2	2	1	1	1
Loans raised overseas—					
London—Stock and bonds .. ..	14,895	14,635	1	2,707	10,318
New York—Bonds .. ..	12,581	1,763	6,997	17,465	..
Loan—Qantas Empire Airways Limited ..	4,646	1,573	11,827	2,067	2,016
Loan—Australian National Airlines Commission .. ..	..	892	..	560	561
International Bank dollar loan .. ..	..	..	..	14,236	12,116
Canadian bonds .. ..	..	1,439	..	..	..
Swiss loan .. ..	6,117	1,005	..	..	..
Netherlands loan .. ..	..	..	886	..	..
Total, Loans Raised .. ..	79,543	59,665	111,914	146,534	124,662
Deduct—					
Expenses of flotation—					
Loans raised in Australia .. ..	502	Cr. 196	Cr. 159	902	Cr. 316
London loans .. ..	Cr. 183	525	Cr. 526	42	159
New York loans .. ..	345	33	60	455	..
Canadian loans .. ..	..	33	Cr. 3	..	..
Swiss loans .. ..	347	62	..	..	..
Netherlands loan .. ..	..	..	42	..	..
Total, Deductions .. ..	1,011	457	Cr. 586	1,399	Cr. 157
Total, Loan Raisings less Expenses of Flotation .. ..	78,532	59,208	112,500	145,135	124,819
Grand Total .. ..	79,025	59,375	112,579	145,233	124,868
<b>EXPENDITURE</b>					
Financial assistance to States for housing—					
New South Wales .. ..	12,350	13,000	17,003	16,300	16,500
Victoria .. ..	10,300	10,300	13,527	12,850	13,250
Queensland .. ..	3,480	3,100	4,200	3,900	4,300
South Australia .. ..	5,000	5,800	9,036	9,491	9,700
Western Australia .. ..	3,000	3,000	3,706	3,470	3,400
Tasmania .. ..	1,950	2,000	2,928	2,600	3,000
Total .. ..	36,080	37,200	50,400	48,611	50,150
Defence services .. ..	11,987	..	23,641	66,070	38,715
War and repatriation services .. ..	6,937	2,027	1,577	607	4,262
Loan—Qantas .. ..	4,646	1,573	11,827	2,067	2,016
Loan—Australian National Airlines Commission .. ..	..	892	..	560	561
Mount Isa Railway Agreement .. ..	..	..	3,750	5,959	6,050
Snowy Mountains Hydro-electric Authority Works and other purposes—Repayments ..	..	..	..	13,100	11,701
Redemptions—					
Treasury bills—Internal .. ..	18,013	..	12,900	..	..
Stock and bonds—Australia .. ..	4	4	3	4,649	4,542
Stock and bonds—London .. ..	..	14,636	..	..	7,090
Bonds—New York .. ..	..	..	5,055	..	..
Special bonds .. ..	1,234	3,016	3,358	3,578	..
Balance at 30th June .. ..	167	79	98	49	63
Grand Total .. ..	79,025	59,375	112,579	145,233	124,868

3. Loans raised for the States.—The following table shows the receipts by, and expenditure from, Commonwealth Loan Fund in respect of loans raised for the State Governments during the years 1959–60 to 1963–64.

## COMMONWEALTH LOAN FUND: LOANS RAISED FOR THE STATES

(£'000)

Particulars	1959–60	1960–61	1961–62	1962–63	1963–64
<b>RECEIPTS</b>					
Balance from 30th June .. ..	36	..	..	..	..
<b>Loans raised in Australia—</b>					
Stock and bonds .. ..	150,387	163,839	168,628	180,811	181,944
Special bonds .. ..	21,380	12,364	16,841	19,596	32,604
<b>Loans raised overseas—</b>					
London—Stock and bonds .. ..	..	14,747	..	16,110	14,381
New York—Bonds .. ..	9,067	9,134	17,011	19,644	..
Canadian bonds .. ..	..	7,459	..	..	..
Swiss bonds .. ..	..	5,206	..	..	..
Netherlands bonds .. ..	..	..	4,071	..	..
<b>Total .. ..</b>	<b>180,870</b>	<b>212,749</b>	<b>206,551</b>	<b>236,161</b>	<b>228,929</b>

## EXPENDITURE

<b>Payments of loan proceeds to the States—</b>					
New South Wales .. ..	58,140	60,694	62,298	65,404	70,010
Victoria .. ..	46,086	48,619	49,545	52,680	55,864
Queensland .. ..	18,629	21,075	23,150	21,288	21,206
South Australia .. ..	25,385	25,967	25,148	25,729	27,592
Western Australia .. ..	17,684	18,640	19,581	20,522	22,003
Tasmania .. ..	12,928	13,445	14,498	14,884	15,159
<b>Total .. ..</b>	<b>178,852</b>	<b>188,440</b>	<b>194,220</b>	<b>200,507</b>	<b>211,834</b>
<b>Redemptions—</b>					
<b>Stock and bonds—Australia</b> .. ..	..	4,981	..	27,310	12,192
Special bonds .. ..	1,981	4,581	4,239	4,271	4,903
London .. ..	37	14,747	..	4,073	..
New York .. ..	..	..	8,092	..	..
Balance at 30th June .. ..	..	..	..	..	..
<b>Grand Total .. ..</b>	<b>180,870</b>	<b>212,749</b>	<b>206,551</b>	<b>236,161</b>	<b>228,929</b>

## STATE FINANCE

## § 1. General

1. Functions of State Governments.—In comparing the financial returns of the States, allowances must be made for the various functions discharged by the respective governments, and for local conditions in each case. Direct comparisons of the revenue, expenditure, and debt of the individual States are difficult, owing to the fact that functions which in one State are assumed by the central government are in another delegated to local government or semi-governmental bodies which are vested with certain defined borrowing powers and whose financial transactions are not included with those of the central government.

Care is needed, therefore, in making comparisons, and the particulars contained in this chapter should be read with those contained in Chapter XX. Local Government. In many respects, moreover, the budgets of the Australian governments differ materially from those of most European countries, owing to the inclusion therein of the revenue and expenditure of departments concerned with rendering public services, such as railways, tramways, water supply, etc., which in other countries are often left to private enterprise.

**2. Accounts of State Governments.**—The various financial transactions of the States are in each case concerned mainly with one or other of three funds—the Consolidated Revenue Fund, the Trust Fund, and the Loan Fund. All revenue (except certain items paid into special funds) collected by a State is paid into its Consolidated Revenue Fund, from which payments are made under authority of an annual Appropriation Act passed by the legislature, or by a permanent appropriation under a special Act.

Figures in § 2 below relating to New South Wales represent the transactions of the Consolidated Revenue Fund and the business undertakings included in the annual budget papers. These undertakings are:—railways, tramways and omnibuses, and Sydney Harbour Trust Section of the Maritime Services Board. Adjustments have been made to the Budget figures, however, in order to eliminate duplications caused by inter-fund payments. Particulars for all other States relate to the transactions of the Consolidated Revenue Fund.

The Trust Fund comprises all moneys held in trust by the government, and includes such items as superannuation funds, road funds, insurance companies' deposits, etc.

The Loan Fund is debited with all loan moneys raised by the State, and credited with the expenditure therefrom on public works or other purposes.

**3. Inter-relation of Commonwealth and State Finances.**—A statement in some detail, covering the inter-relation of Commonwealth and State finances during the period from the inception of federation to the passing of the *Financial Agreement Act 1928*, was published in Year Book No. 22, pages 379–80. Changes in the financial relations between the Commonwealth and States since the passing of the *Financial Agreement Act* have been described in issues of the Year Book from year to year.

## § 2. State Consolidated Revenue Funds

### REVENUE

**1. General.**—The principal sources of State revenue are:—(a) taxation; (b) the business undertakings controlled by the State Governments; (c) sale of and rental from crown lands; (d) interest on advances; (e) payments by the Commonwealth Government under the *Financial Agreements*, *Special Grants* and *Financial Assistance Acts*, etc.; (f) Commonwealth National Welfare Fund payments; and (g) miscellaneous sources, comprising fines, fees, etc.

Of these sources, that yielding the largest revenue to the Consolidated Revenue Funds for the States as a whole in the year 1963–64 was Commonwealth payments under financial assistance and other grants (39.1 per cent. of the total revenue). Next in magnitude was the group of business undertakings (29.6 per cent.), the principal contributors being the Government railways and tramways, followed by taxation receipts (17.5 per cent.). More than one-quarter of the total State taxation collections are not paid into Consolidated Revenue Funds, however, but into special funds (*see* para. 3 (ii) (b) following). Of the remaining sources of revenue, interest (n.e.i.) constituted 4.0 per cent., land revenue 2.1 per cent., and National Welfare Fund payments 1.0 per cent.

**2. Revenue Received.**—The following table shows particulars of the total amounts, and the amounts per head of population, of Consolidated Revenue received by the several States during the years 1959–60 to 1963–64.

## STATE CONSOLIDATED REVENUE

Year	N.S.W.(a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>TOTAL REVENUE</b> (£'000)							
1959-60 ..	262,533	168,310	103,103	76,077	64,388	25,099	699,510
1960-61 ..	282,364	185,101	108,817	81,979	69,333	27,795	755,389
1961-62 ..	295,612	196,309	117,325	89,102	74,926	31,293	804,567
1962-63 ..	312,630	207,076	123,491	93,684	78,591	31,659	847,131
1963-64 ..	342,268	222,185	130,448	101,503	83,944	34,196	914,544

PER HEAD OF POPULATION  
(£)

1959-60 ..	69.15	59.69	69.75	81.49	89.76	72.94	69.33
1960-61 ..	72.85	63.98	72.37	85.65	95.01	79.40	73.27
1961-62 ..	74.87	66.34	76.84	90.91	100.46	87.73	76.50
1962-63 ..	77.86	68.53	79.60	93.78	102.81	87.43	79.07
1963-64 ..	83.76	71.88	82.91	99.50	107.32	93.38	83.75

(a) See § 1, para. 2, p. 930, for transactions included.

3. Sources of Revenue.—(i) *General.* Classifying the revenue of the several States in the manner indicated in para. 1, p. 930, particulars for the year 1963-64 were as follows.

## STATE CONSOLIDATED REVENUE: SOURCES, 1963-64

Source of revenue	N.S.W. (a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas. (b)	Total
<b>TOTAL REVENUE</b> (£'000)							
Taxation(c) ..	60,551	50,757	19,194	14,913	9,115	5,033	159,563
Business undertakings ..	121,412	57,858	40,562	27,452	23,587	118	270,989
Lands ..	7,399	3,449	4,827	1,004	1,875	685	19,239
Interest, n.e.i. ..	3,131	8,644	6,338	8,640	4,032	5,958	36,743
Commonwealth grants(d)—							
Financial assistance ..	107,856	79,741	47,411	36,364	32,798	13,813	317,983
Other(e) ..	9,620	7,267	4,756	5,313	6,696	5,367	39,019
Commonwealth National Welfare Fund payments(f)	5,478	1,594	659	1,121	82	332	9,266
Miscellaneous ..	26,821	12,875	6,701	6,696	5,759	2,890	61,742
<b>Total ..</b>	<b>342,268</b>	<b>222,185</b>	<b>130,448</b>	<b>101,503</b>	<b>83,944</b>	<b>34,196</b>	<b>914,544</b>

PER HEAD OF POPULATION  
(£)

Taxation(c) ..	14.82	16.42	12.20	14.62	11.65	13.74	14.61
Business undertakings ..	29.71	18.72	25.78	26.91	30.15	0.32	24.82
Lands ..	1.81	1.11	3.07	0.98	2.40	1.87	1.76
Interest, n.e.i. ..	0.77	2.79	4.03	8.47	5.15	16.27	3.36
Commonwealth grants(d)—							
Financial assistance ..	26.39	25.80	30.13	35.65	41.93	37.72	29.12
Other(e) ..	2.36	2.35	3.02	5.21	8.56	14.66	3.57
Commonwealth National Welfare Fund payments(f)	1.34	0.52	0.42	1.10	0.11	0.91	0.85
Miscellaneous ..	6.56	4.17	4.26	6.56	7.37	7.89	5.66
<b>Total ..</b>	<b>83.76</b>	<b>71.88</b>	<b>82.91</b>	<b>99.50</b>	<b>107.32</b>	<b>93.38</b>	<b>83.75</b>

(a) See § 1, para. 2, p. 930.

(b) Tasmanian transport services are under the separate control of

semi-governmental authorities.

(c) In all States certain taxation collections are not paid into

Consolidated Revenue Fund. For total collections see next page. (d) Excludes Commonwealth

payments paid to trust funds. (e) Includes payments under Financial Agreement, special grants,

additional financial assistance, grants to universities, etc. (f) Consolidated Revenue Fund receipts

only. Excludes payments to Trust Funds.

(ii) *Revenue from Taxation.* (a) *General.* In the tables on taxation collections in these paragraphs the collections have been grouped according to the nature of the tax rather than the method of collection. For example, stamp duties on betting tickets and bookmakers' licences have been included under Racing instead of under Stamp duties and Licences respectively.

Prior to federation customs and excise duties were the principal source of revenue from taxation. Thereafter, until the introduction of the uniform income tax scheme in 1942-43, the highest yields from the State taxation were drawn from the various income taxes which, in 1941-42, included unemployment relief, State development, and hospital taxes. From 1942-43 to 1958-59 the States were reimbursed by the Commonwealth for the revenue lost by the discontinuance of these taxes. Commencing with 1959-60, however, a new scheme for the payment of financial assistance to the States was instituted (for details see para. 10 (vi), p. 921). Information relating to the State income taxes which were levied prior to 1942-43 may be found in earlier issues of the Year Book.

(b) *Net Collections, 1963-64.* The following tables show, for the year 1963-64, details of the collections in each State from the various types of tax in operation, irrespective of whether such moneys have been paid into the Consolidated Revenue Funds or not. For this reason the particulars hereunder differ from those shown in the tables relating to the Consolidated Revenue Funds and present a comprehensive statement of all taxation collections by the Government in each State.

**STATE REVENUE FROM TAXATION: TOTAL NET COLLECTIONS(a), 1963-64**  
(£'000)

Tax	N.S.W.	Victoria	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>Motor—</b>							
Registration fees and taxes .. ..	17,075	11,874	6,832	4,821	3,441	1,576	45,619
Drivers', etc., licences .. ..	3,256	595	372	435	394	123	5,175
Other .. ..	8,069	5,172	3,730	70	368	154	17,563
<b>Total .. ..</b>	<b>28,400</b>	<b>17,641</b>	<b>10,934</b>	<b>5,326</b>	<b>4,203</b>	<b>1,853</b>	<b>68,357</b>
<b>Probate and succession duties .. ..</b>	<b>19,786</b>	<b>14,726</b>	<b>5,340</b>	<b>3,080</b>	<b>1,545</b>	<b>1,068</b>	<b>45,545</b>
Stamp duties, n.e.i. .. ..	18,776	14,588	5,828	2,691	3,562	1,095	46,540
Land .. ..	12,050	9,133	1,807	2,450	1,350	777	27,567
Liquor .. ..	5,110	3,502	1,706	373	906	295	11,892
Lotteries .. ..	..	3,304	350	..	..	..	3,654
Racing .. ..	2,998	4,507	1,458	1,131	1,159	428	11,681
Entertainments .. ..	..	..	..	..	..	26	26
Poker machine licence fees .. ..	5,634	..	..	..	..	..	5,634
Licences, n.e.i. .. ..	199	477	143	103	261	13	1,196
Other .. ..	6	..	2,725	156	371	..	3,258
<b>Grand Total .. ..</b>	<b>92,959</b>	<b>67,878</b>	<b>30,291</b>	<b>15,310</b>	<b>13,357</b>	<b>5,555</b>	<b>225,350</b>

(a) From all sources of taxation irrespective of whether paid to Consolidated Revenue Fund or to other funds.

Of the total taxation collections detailed above, the following were paid into special funds.

**STATE REVENUE FROM TAXATION: PAYMENTS INTO SPECIAL FUNDS,**  
1963-64  
(£'000)

Tax	N.S.W.	Victoria	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>Motor .. ..</b>	<b>26,774</b>	<b>16,600</b>	<b>8,326</b>	<b>..</b>	<b>3,871</b>	<b>343</b>	<b>55,914</b>
Stamp duties, n.e.i. .. ..	..	254	..	..	..	..	254
Liquor .. ..	..	183	87	..	..	..	270
Racing .. ..	..	..	164	397	..	179	740
Poker machine licence fees .. ..	5,634	..	..	..	..	..	5,634
Other .. ..	..	84	2,520	..	371	..	2,975
<b>Total .. ..</b>	<b>32,408</b>	<b>17,121</b>	<b>11,097</b>	<b>397</b>	<b>4,242</b>	<b>522</b>	<b>65,787</b>



The table hereunder shows, for the year 1963-64, the proportions of collections under individual classes of tax to total taxation revenue.

**STATE REVENUE FROM TAXATION: PROPORTIONS OF INDIVIDUAL TAXES TO TOTAL, 1963-64**

(Per cent.)

Tax	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
Motor .. .. .	28.80	25.99	36.10	34.79	31.47	33.35	30.34
Probate and succession duties	21.28	21.70	17.63	20.12	11.57	19.22	20.21
Stamp duties, n.e.i. ..	21.95	21.49	19.24	17.58	26.67	19.72	20.66
Land .. .. .	12.96	13.45	5.97	16.00	10.11	13.99	12.23
Liquor .. .. .	5.50	5.16	5.63	2.44	6.78	5.31	5.28
Lotteries .. .. .	..	4.87	1.16	..	..	..	1.62
Racing .. .. .	3.23	6.64	4.81	7.39	8.68	7.69	5.19
Entertainments .. .. .	..	..	..	..	..	0.48	..
Poker machine licence fees	6.06	..	..	..	..	..	2.50
Licences, n.e.i. .. .. .	0.21	0.70	0.47	0.67	1.95	0.24	0.53
Other .. .. .	0.01	..	8.99	1.01	2.77	..	1.44
<b>Grand Total ..</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

(c) *Net Collections, 1959-60 to 1963-64.* The total amounts and the amounts per head raised from all sources of taxation by the several State Governments, including amounts not paid into the Consolidated Revenue Fund, during the years 1959-60 to 1963-64, are shown in the following table.

**STATE REVENUE FROM TAXATION: TOTAL NET COLLECTIONS**

Year	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>TOTAL NET COLLECTIONS</b>							
(£'000)							
1959-60 ..	61,451	51,713	22,913	11,522	9,014	4,428	161,041
1960-61 ..	63,580	55,946	22,701	12,102	9,518	4,581	168,428
1961-62 ..	67,433	57,819	24,274	12,951	10,200	4,804	177,481
1962-63 ..	78,091	60,982	27,023	13,845	11,498	5,092	196,531
1963-64 ..	92,959	67,878	30,291	15,310	13,357	5,555	225,350

**PER HEAD OF POPULATION**

(£)

1959-60 ..	16.19	18.34	15.50	12.34	12.57	12.87	15.96
1960-61 ..	16.40	19.34	15.10	12.64	13.04	13.09	16.34
1961-62 ..	17.08	19.54	15.90	13.21	13.68	13.47	16.88
1962-63 ..	19.45	20.18	17.42	13.86	15.04	14.06	18.34
1963-64 ..	22.75	21.96	19.25	15.01	17.07	15.17	20.63

The following table shows, for the years 1959-60 to 1963-64, the aggregate amounts collected by the several State Governments under the various forms of State taxation, and includes amounts paid to funds other than Consolidated Revenue.

**STATE REVENUE FROM TAXATION: TOTAL NET COLLECTIONS(a)**  
(£'000)

Tax	1959-60	1960-61	1961-62	1962-63	1963-64
Motor .. .. .	46,527	48,926	51,609	57,759	68,357
Probate and succession duties .. .. .	33,991	33,878	37,583	40,014	45,545
Stamp duties, n.e.i. .. .. .	36,901	37,887	36,528	40,878	46,540
Land .. .. .	17,220	19,914	22,660	24,705	27,567
Liquor .. .. .	8,623	9,052	9,861	11,102	11,892
Lotteries .. .. .	3,444	3,610	3,509	3,545	3,654
Racing .. .. .	8,262	8,526	9,115	10,599	11,681
Entertainments .. .. .	1,609	1,421	1,090	470	26
Poker machine licence fees .. .. .	1,265	1,677	1,772	3,279	5,634
Licences, n.e.i., and all other .. .. .	3,199	3,537	3,754	4,180	4,454
<b>Total .. .. .</b>	<b>161,041</b>	<b>168,428</b>	<b>177,481</b>	<b>196,531</b>	<b>225,350</b>

(a) From all sources of taxation irrespective of whether paid to Consolidated Revenue or to other funds.

Details of taxation collections paid into special funds and included in the table above are shown below.

**STATE REVENUE FROM TAXATION: PAYMENTS INTO SPECIAL FUNDS**  
(£'000)

Tax	1959-60	1960-61	1961-62	1962-63	1963-64
Motor .. .. .	39,604	41,131	43,060	48,436	55,914
Stamp duties, n.e.i. .. .. .	225	209	200	242	254
Liquor .. .. .	193	182	170	232	270
Lotteries .. .. .	10	..	..	..	..
Racing .. .. .	544	571	549	678	740
Poker machine licence fees .. .. .	1,265	1,677	1,772	3,279	5,634
Other .. .. .	2,093	2,407	2,540	2,764	2,975
<b>Total .. .. .</b>	<b>43,934</b>	<b>46,177</b>	<b>48,291</b>	<b>55,631</b>	<b>65,787</b>

(iii) *Business Undertakings.* (a) 1963-64. A considerable proportion of State gross revenue is made up of receipts from business undertakings under the control of the Governments. The most important of these are railways and tramways, harbour works, water supply and sewerage, and electricity supply, and, in addition, State batteries for the treatment of auriferous ores in Western Australia and various minor revenue-producing services rendered by the Governments of all States are included. For the year 1963-64 the revenue from these sources was £270,989,000 or 29.6 per cent. of the revenue from all sources. Details of revenue are as follows.

**STATE REVENUE FROM BUSINESS UNDERTAKINGS, 1963-64**  
(£'000)

Source	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.(a)	Total
Railways(b) .. .. .	101,244	46,188	40,562	14,914	17,464	..	220,372
Tramways and omnibuses .. .. .	12,405	..	..	..	..	..	12,405
Harbours, rivers, lights .. .. .	7,763	(c) 872	..	3,066	829	..	12,530
Water supply, sewerage, irrigation and drainage .. .. .	..	5,574	..	8,713	4,984	4	19,275
Electricity supply .. .. .	..	4,667	..	..	..	..	4,667
Other .. .. .	..	557	..	759	310	114	1,740
<b>Total .. .. .</b>	<b>121,412</b>	<b>57,858</b>	<b>40,562</b>	<b>27,452</b>	<b>23,587</b>	<b>118</b>	<b>270,989</b>

(a) Tasmanian transport services are under the separate control of semi-governmental authorities.  
(b) The following contributions to railways revenue from Consolidated Revenue Fund are excluded—New South Wales, £800,000; South Australia, £4,000,000. (c) Includes Harbour Trust Fund contribution, £580,000.

(b) 1959-60 to 1963-64. The total revenue from business undertakings and the revenue per head in each State are shown in the following table.

## STATE REVENUE FROM BUSINESS UNDERTAKINGS

Year	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas. (a)	Total
<b>TOTAL REVENUE</b> (£'000)							
1959-60 ..	99,850	47,518	34,846	20,690	19,891	58	222,853
1960-61 ..	107,126	51,995	35,398	22,939	21,075	48	238,581
1961-62 ..	107,540	53,225	35,072	24,449	22,038	112	242,436
1962-63 ..	110,482	54,201	36,633	24,964	22,551	81	248,912
1963-64 ..	121,412	57,858	40,562	27,452	23,587	118	270,989

PER HEAD OF POPULATION  
(£)

1959-60 ..	26.30	16.85	23.58	22.16	27.73	0.17	22.09
1960-61 ..	27.64	17.97	23.54	23.97	28.88	0.14	23.14
1961-62 ..	27.24	17.99	22.97	24.95	29.55	0.31	23.05
1962-63 ..	27.51	17.94	23.61	24.99	29.50	0.23	23.23
1963-64 ..	29.71	18.72	25.78	26.91	30.15	0.32	24.82

(a) Tasmanian transport services are under the separate control of semi-governmental authorities.

In the table below particulars of total State revenue from business undertakings for the various types of undertakings are shown for the years 1959-60 to 1963-64.

STATE REVENUE FROM BUSINESS UNDERTAKINGS  
(£'000)

Source	1959-60	1960-61	1961-62	1962-63	1963-64
Railways, tramways and omnibuses .. ..	198,709	210,123	209,855	214,816	232,777
Harbour services .. ..	6,736	8,703	10,670	10,740	12,530
Water supply, sewerage, irrigation and drainage ..	12,922	14,995	16,383	17,400	19,275
Other .. ..	4,486	4,760	5,528	5,956	6,407
<b>Total .. ..</b>	<b>222,853</b>	<b>238,581</b>	<b>242,436</b>	<b>248,912</b>	<b>270,989</b>

For further information on the finances of the various types of business undertakings in the States, see Chapters XV. Transport and Communication and XX. Local Government of this Year Book.

(iv) *Lands.* The revenue from the sale and rental of Crown lands has, with few exceptions, been treated from the earliest times as forming part of the Consolidated Revenue Funds, and has been applied to meet ordinary expenses. The following table shows the revenue from sales and rentals of Crown lands for the year 1963-64.

## STATE LAND REVENUE, 1963-64

(£'000)

Source	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
Sales ..	868	211	510	207	105	22	1,923
Conditional purchases ..	235	..	..	10	215	..	460
Rentals(a) ..	4,702	657	3,987	357	383	51	10,137
Forestry ..	1,456	2,352	..	..	1,172	606	5,586
Other ..	138	229	330	430	..	6	1,133
<b>Total ..</b>	<b>7,399</b>	<b>3,449</b>	<b>4,827</b>	<b>1,004</b>	<b>1,875</b>	<b>685</b>	<b>19,239</b>

(a) Includes mining royalties, rents, etc.

The total land revenue for all States for the years 1959-60 to 1963-64 respectively was:—£14,324,000, £15,269,000, £15,785,000, £16,363,000 and £19,239,000.

(v) *Commonwealth Grants.* Commonwealth grants to the States represent a very large proportion of the States' revenue. In 1963-64 the total amount (excluding sundry minor items) paid to the Consolidated Revenue Funds of the States was £357,002,000 (39.1 per cent.). Details were as follows:—contribution towards interest on States' debts under the Financial Agreement, £7,585,000; special grants to the States of Western Australia and Tasmania, £11,322,000; financial assistance, £317,983,000; additional assistance, £16,710,000; grants to universities, £3,086,000; and other grants, £316,000.

In addition to these, the States receive a number of other grants which are paid to trust funds. The main items in this class are the contribution to the sinking fund on States' debts (£7,846,000 in 1963-64) paid to the National Debt Sinking Fund, grants for Commonwealth Aid Roads (£58,000,000 in 1963-64), and grants for universities (£13,844,000 in 1963-64) paid to State trust funds.

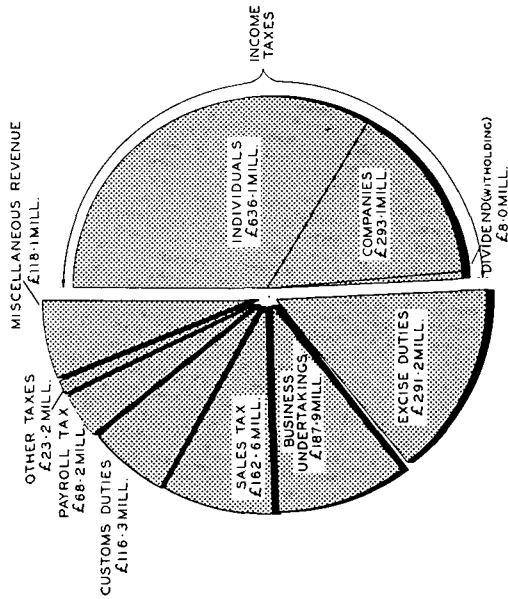
More detailed information concerning Commonwealth grants to the States is given on pages 917-24.

(vi) *Commonwealth National Welfare Fund Payments.* The States also receive payments from the Commonwealth in respect of hospital and pharmaceutical benefits, nutrition of children and reimbursement of maintenance expenditure on tuberculosis sanatoria. These receipts are paid into Consolidated Revenue Funds or trust funds according to the varying accounting procedures in the States. In 1963-64 the total amount paid to State Consolidated Revenue Funds was £9,266,000 (1.0 per cent.). This amount was made up of hospital benefits, £1,359,000; pharmaceutical benefits, £2,202,000; milk for school children, £1,332,000; tuberculosis—reimbursement of maintenance expenditure, £4,229,000; other, £144,000.

(vii) *Interest and Miscellaneous.* In addition to the foregoing there are in each State several miscellaneous sources of revenue, including such items as interest, fines, fees, etc. Interest, mainly from loans to local governing bodies, on public account balances, and for soldier land settlement amounted to £36,743,000 in 1963-64, while miscellaneous revenue, which includes fines of the courts and fees for services, amounted to £61,742,000 in 1963-64.

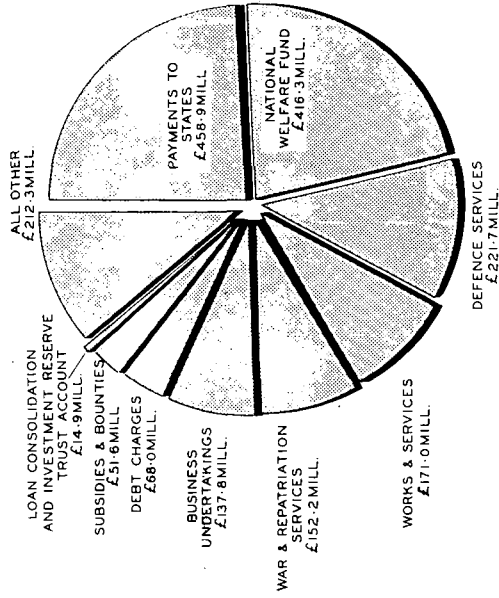
COMMONWEALTH CONSOLIDATED REVENUE FUND, YEAR ENDED 30<sup>TH</sup> JUNE, 1964

REVENUE



TOTAL REVENUE  
£1,904.7 MILLION

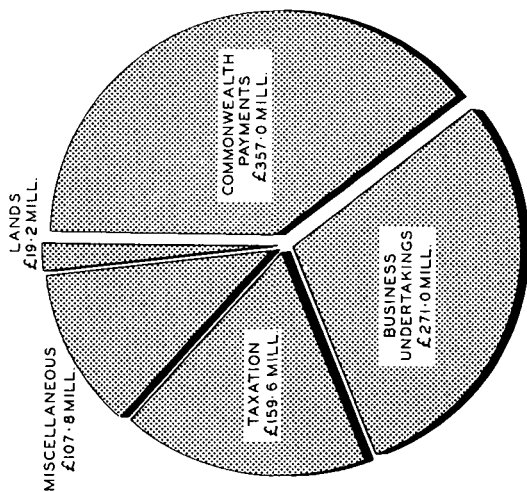
EXPENDITURE



TOTAL EXPENDITURE  
£1,904.7 MILLION

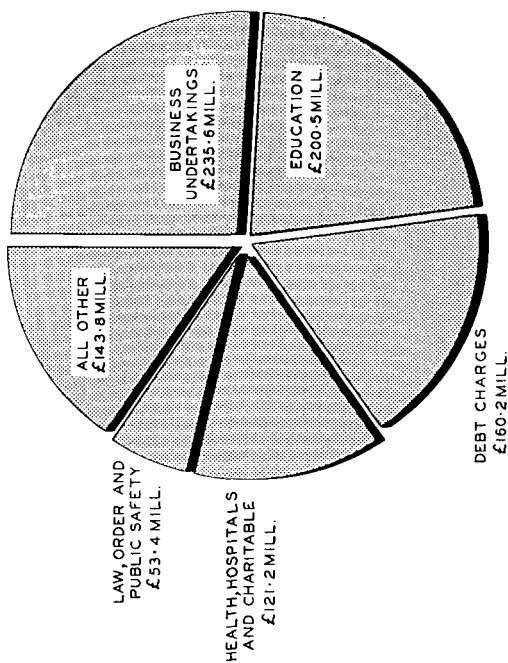
# STATE CONSOLIDATED REVENUE FUNDS, YEAR ENDED 30<sup>TH</sup> JUNE, 1964

## REVENUE



TOTAL REVENUE  
£914.6 MILLION

## EXPENDITURE



TOTAL EXPENDITURE  
£914.7 MILLION

## EXPENDITURE

1. **General.**—The principal heads of State expenditure from Consolidated Revenue Funds are:—(a) interest, exchange and debt redemption charges in connexion with debt; (b) working expenses of business undertakings; (c) education; (d) health and charitable expenditure; (e) justice; (f) police; (g) penal establishments; and (h) all other expenditure, including expenditure on public works, lands and surveys, agriculture and forestry, legislative and general administration, pensions, and miscellaneous.

The working expenses of railways and tramways are the largest item of State Government expenditure. In 1963–64 the working expenses of the railways, tramways and omnibuses were 23.0 per cent. of the total expenditure from the State Consolidated Revenue Funds; next in magnitude were education, 21.9 per cent.; debt charges, 17.5 per cent.; charitable, public health and hospitals, 13.1 per cent.; and law, order and public safety, 5.8 per cent.

As stated at the beginning of this division, figures relating to New South Wales represent the transactions of the Consolidated Revenue Fund and the business undertakings included in the annual budget papers. These undertakings are:—railways, tramways and omnibuses, and Sydney Harbour Trust Section of the Maritime Services Board. Adjustments have been made to the Budget figures, however, in order to eliminate duplications caused by inter-fund payments. Particulars for all other States relate to the transactions of the Consolidated Revenue Fund.

2. **Total Expenditure.**—The total expenditure from the Consolidated Revenue Funds of the several States and the expenditure per head of population during each of the years 1959–60 to 1963–64 are shown in the following table.

## STATE EXPENDITURE: CONSOLIDATED REVENUE FUNDS

Year	N.S.W.(a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>TOTAL EXPENDITURE</b>							
(£'000)							
1959–60 ..	262,463	167,997	103,267	76,389	65,794	26,131	702,041
1960–61 ..	282,701	184,932	109,435	80,791	70,537	27,993	756,389
1961–62 ..	298,745	196,298	117,215	88,596	75,890	31,651	808,395
1962–63 ..	312,444	207,075	123,464	93,394	79,344	32,150	847,871
1963–64 ..	341,996	222,437	130,227	99,878	85,341	34,788	914,667
<b>PER HEAD OF POPULATION</b>							
(£)							
1959–60 ..	69.13	59.58	69.86	81.82	91.72	75.94	69.58
1960–61 ..	72.94	63.91	72.78	84.41	96.66	79.96	73.36
1961–62 ..	75.66	66.34	76.76	90.39	101.76	88.74	76.86
1962–63 ..	77.81	68.53	79.59	93.49	103.80	88.78	79.14
1963–64 ..	83.69	71.96	82.77	97.91	109.10	95.00	83.77

(a) See para. 1, above, for transactions included.

3. Details of Expenditure.—(i) 1963-64. The following tables show the total expenditure and expenditure per head of population for each of the principal items.

## STATE EXPENDITURE: DETAILS, 1963-64

Particulars	N.S.W.(a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas.(b)	Total
<b>TOTAL EXPENDITURE</b>							
(£'000)							
Debt (interest, exchange, debt redemption, etc.) ..	45,433	41,419	21,596	24,019	16,576	11,158	160,201
Railways .. .. .	80,156	43,158	40,389	14,039	17,701	1,198	196,641
Tramways and omnibuses ..	12,852	..	..	..	459	340	13,651
Harbours and rivers, etc. ..	6,339	671	..	1,545	944	19	9,518
Water supply, sewerage, irrigation and drainage ..	..	4,168	..	4,672	4,011	305	13,156
Other business and industrial undertakings ..	..	617	21	232	1,679	45	2,594
Education .. .. .	75,570	56,802	23,469	21,206	15,625	7,833	200,505
Health and charitable ..	41,960	30,590	17,931	12,464	11,972	4,667	119,584
Justice .. .. .	5,150	2,277	1,731	699	652	365	10,874
Police .. .. .	12,602	9,523	5,299	2,934	2,382	1,263	34,004
Penal establishments ..	2,870	1,406	616	722	611	303	6,528
Public safety .. .. .	789	34	680	162	212	91	1,967
All other expenditure ..	58,275	31,772	18,495	17,184	12,517	7,201	145,444
<b>Total .. .. .</b>	<b>341,996</b>	<b>222,437</b>	<b>130,227</b>	<b>99,878</b>	<b>85,341</b>	<b>34,788</b>	<b>914,667</b>

## PER HEAD OF POPULATION

(£)

Debt (interest, exchange, debt redemption, etc.) ..	11.12	13.40	13.73	23.55	21.19	30.47	14.67
Railways .. .. .	19.62	13.96	25.67	13.76	22.63	3.27	18.01
Tramways and omnibuses ..	3.15	..	..	..	0.59	0.93	1.25
Harbours and rivers, etc. ..	1.55	0.22	..	1.51	1.21	0.05	0.87
Water supply, sewerage, irrigation and drainage ..	..	1.35	..	4.58	5.13	0.83	1.20
Other business and industrial undertakings ..	..	0.20	..	0.23	2.15	0.12	0.24
Education .. .. .	18.49	18.37	14.92	20.79	19.98	21.39	18.36
Health and charitable ..	10.27	9.90	11.40	12.22	15.30	12.74	10.95
Justice .. .. .	1.26	0.74	1.10	0.69	0.83	1.00	1.00
Police .. .. .	3.08	3.08	3.37	2.88	3.04	3.45	3.12
Penal establishments ..	0.70	0.45	0.39	0.70	0.78	0.83	0.60
Public safety .. .. .	0.19	0.01	0.43	0.16	0.27	0.25	0.18
All other expenditure ..	14.26	10.28	11.76	16.84	16.00	19.67	13.32
<b>Total .. .. .</b>	<b>83.69</b>	<b>71.96</b>	<b>82.77</b>	<b>97.91</b>	<b>109.10</b>	<b>95.00</b>	<b>83.77</b>

(a) See para. 1, p. 939 for transactions included. (b) Tasmanian transport services are under the separate control of semi-governmental authorities. Figures shown for relevant items represent payments to the authorities.

For further information on the finances of the various types of business undertakings in the States, see Chapters XV. Transport and Communication and XX. Local Government of this Year Book.

(ii) 1959-60 to 1963-64. Combined expenditure by the several States for these years on each of the principal items is shown in the following table.



**STATE EXPENDITURE**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
Debt (interest, exchange, debt redemption, etc.) .. ..	116,850	125,217	137,455	150,862	160,201
Railways, tramways and omnibuses (working expenses) .. ..	193,282	198,779	200,182	198,971	210,292
Harbours and rivers, etc. ..	4,786	6,313	7,922	7,993	9,518
Water supply, sewerage, irrigation, and drainage .. ..	10,976	11,211	12,640	12,853	13,156
Other business and industrial undertakings .. ..	2,688	2,764	2,739	2,744	2,594
Education .. ..	130,641	149,348	163,929	179,528	200,505
Health and charitable .. ..	99,406	105,994	114,360	115,526	119,584
Justice .. ..	8,435	9,449	10,011	9,955	10,874
Police .. ..	25,904	28,139	29,804	31,481	34,004
Penal establishments .. ..	4,676	5,311	5,857	6,111	6,528
Public safety .. ..	1,262	1,418	1,672	1,887	1,967
All other expenditure .. ..	103,135	112,446	121,824	129,960	145,444
<b>Total .. ..</b>	<b>702,041</b>	<b>756,389</b>	<b>808,395</b>	<b>847,871</b>	<b>914,667</b>

**SURPLUS REVENUE**

The following table shows for each of the years 1959-60 to 1963-64 the total amount and amount per head of population of the surplus or deficit of each State.

**STATE SURPLUS REVENUE**

Year	N.S.W.(a)	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>TOTAL AMOUNT</b> (£'000)							
1959-60 ..	70	313	- 164	- 312	-1,406	-1,032	-2,531
1960-61 ..	- 337	169	- 618	1,188	-1,204	- 198	-1,000
1961-62 ..	-3,133	11	110	506	- 964	- 358	-3,828
1962-63 ..	186	1	27	290	- 753	- 491	- 740
1963-64 ..	272	-252	221	1,625	-1,397	- 592	- 123

**PER HEAD OF POPULATION**  
(£)

1959-60 ..	0.02	0.11	-0.11	-0.33	-1.96	-3.00	-0.25
1960-61 ..	-0.09	0.07	-0.41	1.24	-1.65	-0.56	-0.10
1961-62 ..	-0.79	..	0.08	0.52	-1.30	-1.01	-0.36
1962-63 ..	0.05	..	0.01	0.29	-0.99	-1.35	-0.07
1963-64 ..	0.07	-0.08	0.14	1.59	-1.78	-1.62	-0.02

(a) See para. 1, p. 939.

NOTE.—Minus sign (-) indicates deficit.

## § 3. State Loan Funds

1. **General.**—State public borrowing is due mainly to the fact that the State Governments, in addition to ordinary administrative duties, undertake functions, such as the construction and operation of the railway systems, which in other countries are usually entrusted to local authorities or left to private enterprise. Loan moneys have also been used largely for improvements to harbours and rivers, and for the construction of roads, water supply and sewerage works. The State debt thus consists chiefly of moneys raised and expended with the object of assisting the development of the resources of the country, and is to a very large extent represented by tangible assets.

Statements relating to "gross" loan expenditure are shown below. The gross expenditure represents the amounts disbursed during each year. Details of "net" loan expenditure, i.e., gross expenditure less any credits to the Loan Fund during the year on account of repayments of advances to local governing bodies, settlers, etc., the sale of assets, and transfers from other funds, may be found in the annual bulletin *State, Territory and Local Government Authorities' Finance and Government Securities*. Such moneys are credited to the Loan Fund in the year of repayment irrespective of when the advance was made.

2. **Gross Loan Expenditure.**—(i) 1963-64. Particulars of gross loan expenditure on works, services, etc., are shown in the following table.

**STATE GROSS LOAN EXPENDITURE ON WORKS, SERVICES, ETC., 1963-64**  
(£'000)

Particulars	N.S.W.	Vic.(a)	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>Public Works and Services—</b>							
Railways .. .. .	8,150	7,810	5,843	2,514	4,878	243	29,438
Tramways and omnibuses .. .. .					60	93	153
Roads .. .. .	1,337	542	395	475			
Bridges .. .. .							
Harbours and rivers .. .. .	5,809	590	723	1,220	1,515	2,380	14,196
Lights and lighthouses .. .. .							
Water supply .. .. .	9,594	8,633	5,274	7,618	3,297	668	30,059
Sewerage .. .. .		605		4,100	818		
Electricity supply .. .. .	7,600	8,000	2,255	2,750	14	7,100	27,719
Gas supply .. .. .		30					30
Public buildings .. .. .	30,341	26,028	11,549	8,529	8,287	4,609	89,343
Loans and grants to local bodies .. .. .	354	856	9,913		217		11,423
Housing(b) .. .. .	35	819	2,798	300	1,691	10	5,653
Other public works, etc. . . . .	355	308		416	750	870	2,699
<b>Primary Production—</b>							
Soldier settlement .. .. .	19	93					112
Land for settlement .. .. .	692	1,136	51	2		50	1,931
Advances to settlers .. .. .		120		56	82	300	558
Water conservation, irrigation and drainage .. .. .	7,921		2,897	683	935		12,436
Vermin-proof fencing .. .. .			2	(c)	27		29
Agriculture .. .. .	400				90		490
Agricultural Bank .. .. .			2,084		165		2,249
Forestry .. .. .	700	1,013	2,241	1,045	175	643	5,817
Mines and mineral resources .. .. .	512	62	152	182	334		1,242
Other .. .. .	629	1,167	25	514	56	3	2,344
Other purposes .. .. .		(d) 1,063	10	1,344	244	442	3,103
<b>Total, Public Works, Services, etc. . . . .</b>	<b>74,448</b>	<b>58,875</b>	<b>34,824</b>	<b>31,748</b>	<b>23,635</b>	<b>17,494</b>	<b>241,024</b>
<b>Per head of population</b>	<b>£18.22</b>	<b>£19.05</b>	<b>£22.13</b>	<b>£31.12</b>	<b>£30.22</b>	<b>£47.77</b>	<b>£22.07</b>

(a) Expenditure from loan funds and on account of loans; includes expenditure from loan funds, from Treasurer's Advance Account, and from State Loans Repayment Fund. (b) Excludes expenditure from Commonwealth loans under Commonwealth-State Housing Agreement. (c) Included in item Advances to settlers. (d) Includes Rural Finance and Settlement Commission, for advances to rural industries, £671,000.

NOTE.—The negative amounts shown for Queensland represent transfers of liability on account of expenditure incurred in earlier years. The amounts involved have been debited against the item Loans and grants to local bodies, and included in the expenditure shown for 1963-64.

(ii) 1959-60 to 1963-64. Particulars of gross loan expenditure on works, etc., for these years are shown in the following table.

## STATE GROSS LOAN EXPENDITURE ON WORKS, SERVICES, ETC.

Year	N.S.W.	Vic.(a)	Q'land	S. Aust.	W. Aust.	Tas.	Total
GROSS LOAN EXPENDITURE (£'000)							
1959-60 ..	63,651	49,491	29,362	28,245	18,016	14,470	203,235
1960-61 ..	65,182	51,705	29,686	31,385	19,353	16,767	214,078
1961-62 ..	67,520	53,417	30,688	30,655	20,773	16,095	219,148
1962-63 ..	70,331	55,332	31,431	29,801	22,155	16,457	225,507
1963-64 ..	74,448	58,875	34,824	31,748	23,635	17,494	241,024

## PER HEAD OF POPULATION

	(£)						
1959-60 ..	16.77	17.55	19.87	30.25	25.12	42.05	20.14
1960-61 ..	16.82	17.87	19.74	32.79	26.52	47.90	20.76
1961-62 ..	17.10	18.05	20.10	31.28	27.85	45.12	20.84
1962-63 ..	17.52	18.31	20.26	29.83	28.98	45.45	21.05
1963-64 ..	18.22	19.05	22.13	31.12	30.22	47.77	22.07

(a) See footnote (a) to previous table.

The tables above do not include particulars of expenditure on loan discounts and flotations, the funding of deficits, the retirement of treasury bills, and similar items of a nature other than works, services, etc. Summaries of the gross and net expenditure and repayments in respect of all loan purposes for the years 1961-62 to 1963-64 are shown in the next paragraph.

3. Total Loan Expenditure.—The following table shows particulars, in summary form, of the total loan expenditure in each State during each of the years, 1961-62 to 1963-64.

## STATE LOAN EXPENDITURE: SUMMARY

(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
1961-62							
Works and services—							
Gross expenditure ..	67,520	53,417	30,688	30,655	20,773	16,095	219,148
Net expenditure ..	62,198	50,461	24,831	26,282	18,876	14,950	197,598
Repayments ..	5,322	2,956	5,857	4,373	1,897	1,145	21,550
Other than works, etc.(a)—							
Gross expenditure ..	-1,410	-1,144	..	33	181	165	-2,175
Net expenditure ..	-1,410	-1,144	670	-695	128	94	-2,357
Repayments ..	..	..	-670	728	53	71	182
Total Loan Expenditure—							
Gross ..	66,110	52,273	30,688	30,688	20,954	16,260	216,973
Net ..	60,788	49,317	25,501	25,587	19,004	15,044	195,241
Repayments ..	5,322	2,956	5,187	5,101	1,950	1,216	21,732

For footnotes, see next page.

STATE LOAN EXPENDITURE: SUMMARY—*continued*  
(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
1962-63							
Works and services—							
Gross expenditure ..	70,331	55,332	31,431	29,801	22,155	16,457	225,507
Net expenditure ..	64,739	52,341	26,006	25,005	19,447	15,100	202,638
Repayments ..	5,592	2,991	5,425	4,796	2,708	1,357	22,869
Other than works, etc.(a)—							
Gross expenditure ..	-3,147	796	..	40	-120	150	-2,281
Net expenditure ..	-3,147	796	700	..	-174	155	-1,670
Repayments ..	..	..	-700	40	(b) 54	-5	-611
<b>Total Loan Expenditure—</b>							
Gross ..	67,184	56,128	31,431	29,841	22,035	16,607	223,226
Net ..	61,592	53,137	26,706	25,005	19,273	15,255	200,968
Repayments ..	5,592	2,991	4,725	4,836	2,762	1,352	22,258
1963-64							
Works and services—							
Gross expenditure ..	74,448	58,875	34,824	31,748	23,635	17,494	241,024
Net expenditure ..	69,634	55,748	29,347	26,424	21,550	16,356	219,059
Repayments ..	4,814	3,127	5,477	5,324	2,085	1,138	21,965
Other than works, etc.(a)—							
Gross expenditure ..	-320	500	750	50	312	117	1,409
Net expenditure ..	-320	500	750	..	260	96	1,286
Repayments ..	..	..	..	50	(b) 52	21	123
<b>Total Loan Expenditure—</b>							
Gross ..	74,128	59,375	35,574	31,798	23,947	17,611	242,433
Net ..	69,314	56,248	30,097	26,424	21,810	16,452	220,345
Repayments ..	4,814	3,127	5,477	5,374	2,137	1,159	22,088

(a) Includes exchange, discounts and flotation expenses, revenue and general cash deficits.  
(b) From Consolidated Revenue Fund.

NOTE.—Minus sign (–) indicates excess of repayments to loan fund.

Information relating to the government securities on issue on behalf of the States is given in the division on Government Securities on Issue: Commonwealth and States (*see* p. 946).

### COMMONWEALTH AND STATE FINANCE

1. Consolidated Revenue Fund Revenue and Expenditure.—The following table shows the aggregate revenue and expenditure of the Consolidated Revenue Funds of the Commonwealth and States for each of the years 1959-60 to 1963-64. In the table the combined Commonwealth and State totals have been adjusted to exclude major duplications, but the separate Commonwealth and State figures are as shown in other divisions of this chapter. The items excluded from the total figures are:—payments made by the Commonwealth to the States and included in the State Consolidated Revenue Funds on account of financial assistance grants in 1959-60 to 1963-64, interest under the Financial Agreement, special grants, special financial assistance, grants to universities, cattle tick control, Tuberculosis Act capital expenditure, National Welfare Fund payments, and estimated payments of pay-roll tax by the States to the Commonwealth. There are other relatively minor payments for which adjustments have not been made, and the adjusted figures are therefore still slightly overstated.

## COMMONWEALTH AND STATES: REVENUE AND EXPENDITURE

Year ended 30th June—	Revenue			Expenditure		
	Commonwealth	States	Total	Commonwealth	States	Total
	£'000	£'000	£m.	£'000	£'000	£m.
1960 .. .. .	1,438,286	699,510	1,857.3	1,438,286	702,041	1,859.8
1961 .. .. .	1,638,279	755,389	2,085.3	1,638,279	756,389	2,086.3
1962 .. .. .	1,641,542	804,567	2,102.6	1,641,542	808,395	2,106.4
1963 .. .. .	1,685,386	847,131	2,173.0	1,685,386	847,871	2,173.8
1964 .. .. .	1,904,688	914,544	2,443.3	1,904,688	914,667	2,443.4

2. Taxation.—The following table shows the combined Commonwealth and State taxation collections, and the amount per head of population, for the years 1959–60 to 1963–64. Taxation collections by the State Governments which are not paid into the Consolidated Revenue Funds are included.

## COMMONWEALTH AND STATE TAXATION: TOTAL NET COLLECTIONS(a)

Particulars	1959–60	1960–61	1961–62	1962–63	1963–64
NET COLLECTIONS (£'000)					
Income taxes .. .. .	671,302	807,273	828,150	810,590	937,242
Customs and excise duties .. .. .	336,492	359,194	350,805	379,503	407,518
Sales tax .. .. .	164,185	173,040	148,824	156,531	162,595
Land tax .. .. .	17,220	19,914	22,660	24,705	27,567
Pay-roll tax .. .. .	55,162	61,260	60,972	63,255	68,222
Estate, probate and succession duties .. .. .	47,744	48,685	54,612	57,864	65,481
Stamp duties, n.e.i. .. .. .	36,901	37,887	36,528	40,878	46,540
Motor taxes .. .. .	46,527	48,926	51,609	57,759	68,357
Liquor taxes .. .. .	8,623	9,052	9,861	11,102	11,892
Racing .. .. .	8,262	8,526	9,115	10,599	11,681
Entertainments tax .. .. .	1,609	1,421	1,090	470	26
Licences, n.e.i., and other taxes .. .. .	16,804	18,489	19,779	23,734	27,649
<b>Total—</b>					
Commonwealth .. .. .	1,249,790	1,425,239	1,416,524	1,440,459	1,609,420
States .. .. .	161,041	168,428	177,481	196,531	225,350
<b>Grand Total</b> .. .. .	<b>1,410,831</b>	<b>1,593,667</b>	<b>1,594,005</b>	<b>1,636,990</b>	<b>1,834,770</b>

PER HEAD OF POPULATION  
(£)

Income taxes .. .. .	66.05	77.69	78.08	74.98	84.99
Customs and excise duties .. .. .	33.11	34.56	33.07	35.10	36.96
Sales tax .. .. .	16.15	16.65	14.03	14.48	14.75
Land tax .. .. .	1.70	1.92	2.14	2.29	2.50
Pay-roll tax .. .. .	5.43	5.90	5.75	5.85	6.19
Estate, probate and succession duties .. .. .	4.70	4.69	5.15	5.35	5.94
Stamp duties, n.e.i. .. .. .	3.63	3.65	3.44	3.78	4.22
Motor taxes .. .. .	4.57	4.71	4.87	5.34	6.20
Liquor taxes .. .. .	0.85	0.87	0.93	1.03	1.08
Racing .. .. .	0.81	0.82	0.86	0.98	1.06
Entertainments tax .. .. .	0.16	0.13	0.10	0.04	..
Licences, n.e.i., and other taxes .. .. .	1.65	1.77	1.87	2.20	2.50
<b>Total—</b>					
Commonwealth .. .. .	122.96	137.15	133.56	133.23	145.96
States .. .. .	15.96	16.34	16.88	18.34	20.63
<b>Grand Total</b> .. .. .	<b>138.81</b>	<b>153.36</b>	<b>150.29</b>	<b>151.42</b>	<b>166.39</b>

(a) For separate details of Commonwealth and State taxation collections, see pp. 903 and 932–4.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES**

NOTE.—For the following reasons, Government Securities on Issue, as set out in the tables in this division, may not be aggregated without adjustment to indicate what is sometimes described as the “public debt” or “net public debt” of the Commonwealth and State Governments.

There are forms of debt not evidenced by the issue of securities. Again, some of the securities included in the tables are held by the Governments themselves. For example, a State Government may hold temporarily, or even for long periods, securities issued by the Commonwealth Government. The Commonwealth Government itself, through such institutions as the National Debt Commission, or through the Trust Funds, holds large investments in securities issued, either directly by itself or on behalf of the States. In addition, some of the securities issued on behalf of the States and held by the Commonwealth Government represent the proceeds of oversea loans, securities for which were issued directly by the Commonwealth Government. From the point of view of the aggregate net debt of the Commonwealth and the States, it would thus involve duplication if the sum of the securities on issue were to be regarded as representing the “net public debt”.

**§ 1. General**

Under the Financial Agreement between the Commonwealth and the States in 1927, the Commonwealth Government accepted responsibility for the securities of the State Governments then on issue, and was empowered to arrange for all future borrowings on behalf of the Commonwealth and the States and to issue Commonwealth securities for all money borrowed. The Commonwealth is reimbursed by the States for interest, exchange, etc., paid on their behalf, and the securities are redeemed from the National Debt Sinking Fund to which both the Commonwealth and State Governments make contributions.

In the statistical tables relating to Government securities, details of securities on issue, annual interest liability and average rate of interest liability, except in § 2, paras. 3 and 4, are shown in the currencies in which they are repayable or payable respectively. Australian currency equivalents for oversea loans have been calculated using International Monetary Fund par rates of exchange (and the calculated equivalent for Swiss francs) ruling at 30th June in each year shown. Rates of exchange to £A. at 30th June, 1964, were as follows:—£Sterling, 0.8000; United States dollars, 2.2400; Canadian dollars, 2.4216; Swiss francs, 9.7955; Netherlands guilders, 8.1088; German Deutsche marks, 8.9600.

The full text of the original Financial Agreement between the Commonwealth and the States was given in Year Book No. 31, page 21, a summary of the original Agreement as affected by the subsequent Agreements in later issues up to No. 37 (*see pp. 685–90*), and a summary of the main provisions in further issues up to No. 50 (*see pp. 952–3*).

**§ 2. Government Securities on Issue: Commonwealth and States**

**1. Government Securities on Issue, Annual Interest Payable and Average Rate of Interest, 30th June, 1964.**—In the following tables details are given of government securities on issue on account of the Commonwealth and States, annual interest payable and average rate of interest at 30th June, 1964.

GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES,  
30th JUNE, 1964

Particulars	Currency in which repayable							Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German Deutsche marks	
	£A.'000	£Stg.'000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f.'000	D.M. '000	£A.'000
For Commonwealth purposes ..	1,284,357	79,393	351,347	50,376	194,288	7,150	37,901	1,586,198
On account of States—								
New South Wales .. .. .	954,146	115,528	85,454	5,058	15,833	10,383	..	1,141,691
Victoria .. .. .	705,795	46,060	48,120	4,067	12,732	8,346	..	788,861
Queensland .. .. .	355,312	46,893	34,585	2,041	6,391	4,250	..	431,387
South Australia .. .. .	380,025	34,026	23,727	2,164	6,774	4,191	..	435,252
Western Australia .. .. .	275,181	33,426	17,682	1,553	4,863	3,264	..	326,398
Tasmania .. .. .	204,362	8,862	11,398	1,182	3,703	2,416	..	221,692
<i>Total, States</i> .. .. .	<i>2,874,821</i>	<i>284,795</i>	<i>220,966</i>	<i>16,065</i>	<i>50,296</i>	<i>32,850</i>	..	<i>3,345,281</i>
Total Commonwealth and States—								
Stock and bonds .. .. .	3,660,826	358,880	334,310	30,435	240,000	40,000	..	4,300,673
Treasury Bills, Internal .. .. .	299,500	..	..	..	..	..	..	299,500
Treasury Notes .. .. .	76,285	..	..	..	..	..	..	76,285
Treasury Bills, Public .. .. .	89,000	..	..	..	..	..	..	89,000
International Bank Loans .. .. .	..	..	207,978	36,006	4,584	..	37,901	112,414
Commonwealth notes .. .. .	..	..	30,025	..	..	..	..	13,404
Debentures .. .. .	29,523	..	..	..	..	..	..	29,523
Balance of securities of States taken over by Commonwealth and still represented by State securities .. .. .	..	4,241	..	..	..	..	..	5,302
Other .. .. .	4,044	(b) 1,067	..	..	..	..	..	5,378
Grand Total— Currencies in which Re- payable .. .. .	4,159,178	364,188	572,313	66,441	244,584	40,000	37,901	..
Australian Currency Equi- valents(a) .. .. .	£A.'000 4,159,178	455,235	255,497	27,437	24,969	4,933	4,230	4,931,479

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946. (b) State securities issued by the Government of Western Australia to meet the costs of acquisition of the Midland Railway Company of Western Australia Ltd.

GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES—  
ANNUAL INTEREST PAYABLE, 30th JUNE, 1964

Particulars	Currency in which payable							Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German Deutsche marks	
	£A.'000	£Stg.'000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f.'000	D.M. '000	£A.'000
For Commonwealth purposes ..	44,702	3,714	17,334	2,327	7,982	357	2,116	59,140
On account of States—								
New South Wales .. .. .	42,160	5,088	4,173	291	712	519	..	50,640
Victoria .. .. .	31,681	1,981	2,422	234	573	417	..	35,445
Queensland .. .. .	15,439	1,750	1,635	117	287	213	..	18,460
South Australia .. .. .	16,909	1,207	1,189	125	305	210	..	19,057
Western Australia .. .. .	12,235	1,147	881	89	219	163	..	14,142
Tasmania .. .. .	9,128	356	589	68	167	121	..	9,895
<i>Total, States</i> .. .. .	<i>127,552</i>	<i>11,529</i>	<i>10,889</i>	<i>924</i>	<i>2,263</i>	<i>1,643</i>	..	<i>147,639</i>
Grand Total— Currencies in which Re- payable .. .. .	172,254	15,243	28,223	3,251	10,245	2,000	2,116	..
Australian Currency Equi- valents(a) .. .. .	£A.'000 172,254	19,054	12,600	1,342	1,046	247	236	206,779

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

**GOVERNMENT SECURITIES ON ISSUE : COMMONWEALTH AND STATES—  
ANNUAL INTEREST PAYABLE, 30TH JUNE, 1964—continued**

Particulars	Currency in which payable							Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German Deutsche marks	
<b>AVERAGE RATE OF INTEREST LIABILITY</b>								
<b>(Per cent.)</b>								
<b>For Commonwealth purposes</b> ..	3.48	4.68	4.93	4.62	4.11	5.00	4.58	3.73
<b>On account of States—</b>								
<b>New South Wales</b> ..	4.42	4.40	4.88	5.75	4.50	5.00	..	4.44
<b>Victoria</b> ..	4.49	4.30	5.03	5.75	4.50	5.00	..	4.49
<b>Queensland</b> ..	4.35	3.73	4.73	5.75	4.50	5.00	..	4.28
<b>South Australia</b> ..	4.45	3.55	5.01	5.75	4.50	5.00	..	4.38
<b>Western Australia</b> ..	4.45	3.43	4.99	5.75	4.50	5.00	..	4.33
<b>Tasmania</b> ..	4.47	4.01	5.16	5.75	4.50	5.00	..	4.46
<b>Total, States</b> ..	4.44	4.05	4.93	5.75	4.50	5.00	..	4.41
<b>Grand Total</b> ..	4.14	4.19	4.93	4.89	4.19	5.00	4.58	4.19

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

2. Government Securities on Issue, Annual Interest Payable and Average Rate of Interest 30th June, 1960 to 1964.—The following tables give details of government securities on issue and annual interest payable, including the average rate of interest, at 30th June, 1960 to 1964.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES**

Particulars	30th June—				
	1960	1961	1962	1963	1964
<b>For Commonwealth purposes—</b>					
Australian currency .. £A.'000	1,378,574	1,326,454	1,280,474	1,259,364	1,284,357
Sterling .. £Stg.'000	75,820	75,339	75,188	77,327	79,393
United States dollars U.S. \$'000	333,049	317,812	315,617	362,025	351,347
Canadian dollars Can. \$'000	50,328	51,933	51,627	50,948	50,376
Swiss francs .. Sw. fr.'000	205,794	210,657	209,658	196,556	194,288
Netherlands guilders .. f.'000	..	..	7,150	7,150	7,150
German Deutsche marks D.M.'000	8,369	6,355	6,355	6,355	37,901
<b>Total, Commonwealth—Australian Currency Equivalents(a) £A.'000</b>	<b>1,666,863</b>	<b>1,607,328</b>	<b>1,559,675</b>	<b>1,560,336</b>	<b>1,586,198</b>
<b>On account of States—</b>					
Australian currency .. £A.'000	2,244,605	2,389,864	2,548,700	2,696,670	2,874,821
Sterling .. £Stg.'000	267,105	266,691	266,161	273,843	284,795
United States dollars U.S. \$'000	161,538	178,256	187,701	227,930	220,966
Canadian dollars Can. \$'000	..	16,765	16,765	16,668	16,065
Swiss francs .. Sw. fr.'000	..	50,296	50,296	50,296	50,296
Netherlands guilders .. f.'000	..	..	32,850	32,850	32,850
<b>Total, States—Australian Currency Equivalents(a) £A.'000</b>	<b>2,650,601</b>	<b>2,815,240</b>	<b>2,981,305</b>	<b>3,156,798</b>	<b>3,345,281</b>
<b>Total, Commonwealth and States— Australian Currency Equivalents(a) £A.'000</b>	<b>4,317,464</b>	<b>4,422,568</b>	<b>4,540,980</b>	<b>4,717,134</b>	<b>4,931,479</b>

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.



GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES—  
ANNUAL INTEREST PAYABLE

Particulars	30th June—				
	1960	1961	1962	1963	1964
AMOUNT					
For Commonwealth purposes—					
Australian currency .. £A.'000	43,556	43,277	42,645	41,275	44,702
Sterling .. £Stg.'000	2,980	3,395	3,386	3,504	3,714
United States dollars U.S. \$'000	15,184	14,570	15,053	17,711	17,334
Canadian dollars Can. \$'000	2,279	2,388	2,380	2,352	2,327
Swiss francs .. Sw. fr.'000	8,514	8,723	8,675	8,080	7,982
Netherlands guilders .. f.'000	..	..	357	357	357
German Deutsche marks D.M.'000	398	302	302	302	2,116
<b>Total, Commonwealth—Australian Currency Equivalents(a) £A.'000</b>	<b>56,009</b>	<b>55,987</b>	<b>55,545</b>	<b>55,435</b>	<b>59,140</b>
On account of States—					
Australian currency .. £A.'000	93,252	104,072	112,943	119,064	127,552
Sterling .. £Stg.'000	9,832	10,355	10,328	10,917	11,529
United States dollars U.S. \$'000	6,989	7,900	8,976	11,227	10,889
Canadian dollars Can. \$'000	..	964	964	959	924
Swiss francs .. Sw. fr.'000	..	2,263	2,263	2,263	2,263
Netherlands guilders .. f.'000	..	..	1,643	1,643	1,643
<b>Total, States—Australian Currency Equivalents(a) £A.'000</b>	<b>108,662</b>	<b>121,194</b>	<b>130,663</b>	<b>138,553</b>	<b>147,639</b>
<b>Total, Commonwealth and States—Australian Currency Equivalents(a) £A.'000</b>	<b>164,671</b>	<b>177,181</b>	<b>186,208</b>	<b>193,988</b>	<b>206,779</b>

## AVERAGE RATE (PER CENT.) OF INTEREST PAYABLE

For Commonwealth purposes—					
Australian currency .. ..	3.16	3.26	3.33	3.36	3.48
Sterling .. ..	3.93	4.51	4.50	4.53	4.68
United States dollars .. ..	4.56	4.58	4.77	4.89	4.93
Canadian dollars .. ..	4.53	4.60	4.61	4.62	4.62
Swiss francs .. ..	4.14	4.14	4.14	4.11	4.11
Netherlands guilders .. ..	..	..	5.00	5.00	5.00
German Deutsche marks .. ..	4.75	4.75	4.75	4.75	4.58
<b>Total, Commonwealth—Australian Currency Equivalents(a) .. ..</b>	<b>3.36</b>	<b>3.48</b>	<b>3.56</b>	<b>3.62</b>	<b>3.73</b>
On account of States—					
Australian currency .. ..	4.15	4.35	4.43	4.42	4.44
Sterling .. ..	3.68	3.88	3.88	3.99	4.05
United States dollars .. ..	4.33	4.43	4.79	4.93	4.93
Canadian dollars .. ..	..	5.75	5.75	5.75	5.75
Swiss francs .. ..	..	4.50	4.50	4.50	4.50
Netherlands guilders .. ..	..	..	5.00	5.00	5.00
<b>Total, States—Australian Currency Equivalents(a) .. ..</b>	<b>4.10</b>	<b>4.30</b>	<b>4.38</b>	<b>4.39</b>	<b>4.41</b>
<b>Total, Commonwealth and States—Australian Currency Equivalents(a)</b>	<b>3.81</b>	<b>4.01</b>	<b>4.10</b>	<b>4.13</b>	<b>4.19</b>

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

3. Government Securities on Issue and Annual Interest Payable, 30th June, 1964—  
Australian Currency.—In the following tables, details, including per capita figures, are  
shown in Australian currency equivalents calculated at rates of exchange ruling at 30th  
June, 1964.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES,  
30th JUNE, 1964—AUSTRALIAN CURRENCY**

Particulars	Currency in which repayable							Total
	Australian currency	Sterling	United States dollars	Canadian dollars	Swiss francs	Nether- lands guilders	German Deutsche marks	
AMOUNT (£A.'000)								
For Commonwealth pur- poses—								
Treasury Bills, Internal	299,500	..	..	..	..	..	..	299,500
Other short-term	165,285	..	..	..	..	..	..	165,285
Other	819,572	99,241	156,851	20,803	19,834	882	4,230	1,121,413
<b>Total, Commonwealth</b>	<b>1,284,357</b>	<b>99,241</b>	<b>156,851</b>	<b>20,803</b>	<b>19,834</b>	<b>882</b>	<b>4,230</b>	<b>1,586,198</b>
On account of States—								
New South Wales	954,146	144,410	38,150	2,089	1,616	1,280	..	1,141,691
Victoria	705,795	57,575	21,482	1,680	1,300	1,029	..	788,861
Queensland	355,312	58,616	15,440	842	653	524	..	431,387
South Australia	380,025	42,533	10,592	893	692	517	..	435,252
Western Australia	275,181	41,782	7,894	642	496	403	..	326,398
Tasmania	204,362	11,078	5,088	488	378	298	..	221,692
<b>Total, States</b>	<b>2,874,821</b>	<b>355,994</b>	<b>98,646</b>	<b>6,634</b>	<b>5,135</b>	<b>4,051</b>	<b>..</b>	<b>3,345,281</b>
<b>Total, Commonwealth and States—</b>								
Treasury Bills, Internal	299,500	..	..	..	..	..	..	299,500
Other short-term	165,285	..	..	..	..	..	..	165,285
Other	3,694,393	455,235	255,497	27,437	24,969	4,933	4,230	4,466,694
<b>Grand Total</b>	<b>4,159,178</b>	<b>455,235</b>	<b>255,497</b>	<b>27,437</b>	<b>24,969</b>	<b>4,933</b>	<b>4,230</b>	<b>4,931,479</b>

**PER HEAD OF POPULATION**

(£A.)

For Commonwealth pur- poses	115.33	8.91	14.09	1.87	1.78	0.08	0.38	142.44
On account of States—								
New South Wales	231.77	35.08	9.27	0.51	0.39	0.31	..	277.33
Victoria	225.42	18.39	6.86	0.54	0.42	0.33	..	251.96
Queensland	223.61	36.88	9.72	0.53	0.41	0.33	..	271.48
South Australia	368.38	41.22	10.27	0.87	0.67	0.50	..	421.91
Western Australia	348.37	52.89	9.99	0.82	0.63	0.51	..	413.21
Tasmania	560.56	30.38	13.96	1.34	1.04	0.82	..	608.10
<b>Total, States</b>	<b>260.81</b>	<b>32.30</b>	<b>8.95</b>	<b>0.60</b>	<b>0.47</b>	<b>0.37</b>	<b>..</b>	<b>303.50</b>
<b>Total, Common- wealth and States</b>	<b>373.51</b>	<b>40.89</b>	<b>22.94</b>	<b>2.46</b>	<b>2.24</b>	<b>0.44</b>	<b>0.38</b>	<b>442.86</b>

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES—  
ANNUAL INTEREST PAYABLE, 30th JUNE, 1964—AUSTRALIAN CURRENCY**

Particulars	Currency in which repayable—							Total
	Australian currency	Sterling	United States dollars	Canadian dollars	Swiss francs	Netherlands guilders	German Deutsche marks	
AMOUNT (£A.'000)								
For Commonwealth purposes .. ..	44,702	4,643	7,739	961	815	44	236	59,140
On account of States—								
New South Wales .. ..	42,160	6,360	1,863	120	73	64	..	50,640
Victoria .. ..	31,681	2,476	1,081	96	59	52	..	35,445
Queensland .. ..	15,439	2,188	730	48	29	26	..	18,460
South Australia .. ..	16,909	1,509	531	51	31	26	..	19,057
Western Australia .. ..	12,235	1,433	394	38	22	20	..	14,142
Tasmania .. ..	9,128	445	262	28	17	15	..	9,895
<i>Total, States</i> .. ..	<i>127,552</i>	<i>14,411</i>	<i>4,861</i>	<i>381</i>	<i>231</i>	<i>203</i>	<i>..</i>	<i>147,639</i>
<b>Total, Commonwealth and States</b>	<b>172,254</b>	<b>19,054</b>	<b>12,600</b>	<b>1,342</b>	<b>1,046</b>	<b>247</b>	<b>236</b>	<b>206,779</b>

PER HEAD OF POPULATION

(£A.)

For Commonwealth purposes .. ..	4.02	0.42	0.69	0.09	0.07	..	0.02	5.31
On account of States—								
New South Wales .. ..	10.24	1.54	0.45	0.03	0.02	0.02	..	12.30
Victoria .. ..	10.12	0.78	0.35	0.03	0.02	0.02	..	11.32
Queensland .. ..	9.72	1.37	0.46	0.03	0.02	0.02	..	11.62
South Australia .. ..	16.39	1.46	0.51	0.05	0.03	0.03	..	18.47
Western Australia .. ..	15.49	1.80	0.50	0.05	0.03	0.03	..	17.90
Tasmania .. ..	25.03	1.22	0.72	0.08	0.05	0.04	..	27.14
<i>Total, States</i> .. ..	<i>11.57</i>	<i>1.31</i>	<i>0.44</i>	<i>0.03</i>	<i>0.02</i>	<i>0.02</i>	<i>..</i>	<i>13.39</i>
<b>Total, Commonwealth and States</b>	<b>15.47</b>	<b>1.72</b>	<b>1.13</b>	<b>0.12</b>	<b>0.09</b>	<b>0.02</b>	<b>0.02</b>	<b>18.57</b>

4. Government Securities on Issue and Annual Interest Payable, 30th June, 1960 to 1964.—In the following table, particulars of government securities on issue and annual interest payable thereon are shown in Australian currency equivalents calculated at rates of exchange ruling at 30th June in each year.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATES—  
SECURITIES ON ISSUE AND ANNUAL INTEREST PAYABLE—AUSTRALIAN  
CURRENCY**  
(£A.'000)

Particulars	30th June—				
	1960	1961	1962	1963	1964
<b>SECURITIES ON ISSUE</b>					
<b>For Commonwealth purposes—</b>					
Treasury Bills, Internal .. .. .	233,500	251,100	240,900	279,800	299,500
Other short-term .. .. .	201,000	186,000	208,000	192,538	165,285
Other .. .. .	1,232,363	1,170,228	1,110,775	1,087,998	1,121,413
<i>Total, Commonwealth</i> .. .. .	<i>1,666,863</i>	<i>1,607,328</i>	<i>1,559,675</i>	<i>1,560,336</i>	<i>1,586,198</i>
<b>On account of States—</b>					
New South Wales .. .. .	924,707	976,284	1,028,308	1,083,506	1,141,691
Victoria .. .. .	612,003	653,756	696,270	741,130	788,861
Queensland .. .. .	340,118	361,154	382,885	405,637	431,387
South Australia .. .. .	347,914	369,749	390,323	412,093	435,252
Western Australia .. .. .	257,047	272,878	289,380	306,698	326,398
Tasmania .. .. .	168,812	181,419	194,139	207,734	221,692
<i>Total, States</i> .. .. .	<i>2,650,601</i>	<i>2,815,240</i>	<i>2,981,305</i>	<i>3,156,798</i>	<i>3,345,281</i>
<b>Total, Commonwealth and States—</b>					
Treasury Bills, Internal .. .. .	233,500	251,100	240,900	279,800	299,500
Other short-term .. .. .	201,000	186,000	208,000	192,538	165,285
Other .. .. .	3,882,964	3,985,468	4,092,080	4,244,796	4,466,694
<b>Grand Total</b> .. .. .	<b>4,317,464</b>	<b>4,422,568</b>	<b>4,540,980</b>	<b>4,717,134</b>	<b>4,931,479</b>

**ANNUAL INTEREST LIABILITY**

<b>For Commonwealth purposes</b> .. .. .	56,009	55,987	55,545	55,435	59,140
<b>On account of States—</b>					
New South Wales .. .. .	37,827	42,126	45,042	47,657	50,640
Victoria .. .. .	25,798	28,812	31,211	33,175	35,445
Queensland .. .. .	13,427	15,025	16,335	17,262	18,460
South Australia .. .. .	14,290	15,890	17,086	17,987	19,057
Western Australia .. .. .	10,318	11,479	12,457	13,210	14,142
Tasmania .. .. .	7,002	7,862	8,532	9,262	9,895
<i>Total, States</i> .. .. .	<i>108,662</i>	<i>121,194</i>	<i>130,663</i>	<i>138,553</i>	<i>147,639</i>
<b>Total, Commonwealth and States</b> .. .. .	<b>164,671</b>	<b>177,181</b>	<b>186,208</b>	<b>193,988</b>	<b>206,779</b>

5. Government Securities on Issue at Each Rate of Interest.—(i) *Commonwealth*. The following table shows particulars of the securities on issue for Commonwealth purposes at 30th June, 1964, at each rate of interest.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH—AMOUNTS AT EACH RATE OF INTEREST, 30th JUNE, 1964**

Rate of interest per annum (per cent.)	Currency in which repayable							Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German deutsche marks	
	£A.'000	£Stg.'000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f.'000	D.M. '000	£A.'000
6.0 .. .. .	..	15,592	..	..	..	..	..	19,490
5.75 .. .. .	..	..	68,630	3,100	..	..	31,546	35,439
5.5 .. .. .	..	31,854	47,607	..	..	..	..	61,070
5.375 .. .. .	36,671	..	..	..	..	..	..	36,671
5.25 .. .. .	21,192	..	13,897	..	..	..	..	27,396
5.0 .. .. .	329,429	..	37,945	..	..	7,150	..	347,251
4.75 .. .. .	85,579	..	76,576	30,406	..	..	6,355	133,030
4.625 .. .. .	6,379	..	25,742	4,259	7	..	..	19,631
4.5 .. .. .	111,101	..	970	..	69,704	..	..	118,650
4.2625 .. .. .	14	..	..	..	..	..	..	14
4.25 .. .. .	67,858	..	64,023	1,341	4,577	..	..	97,461
4.0 .. .. .	4,208	..	..	11,270	60,000	..	..	14,987
3.875 .. .. .	30	..	..	..	..	..	..	30
3.75 .. .. .	47,657	..	11,133	..	60,000	..	..	58,752
3.745 .. .. .	61,267	..	..	..	..	..	..	61,267
3.5 .. .. .	..	5,177	4,824	..	..	..	..	8,624
3.4375 .. .. .	12,914	..	..	..	..	..	..	12,914
3.25 .. .. .	..	17,000	..	..	..	..	..	21,250
3.233 .. .. .	2,104	..	..	..	..	..	..	2,104
3.125 .. .. .	27,993	..	..	..	..	..	..	27,993
3.0 .. .. .	..	9,770	..	..	..	..	..	12,213
1.0 .. .. .	388,500	..	..	..	..	..	..	388,500
Overdue .. .. .	3,026	..	..	..	..	..	..	3,026
Special bonds .. .. .	75,652	..	..	..	..	..	..	75,652
Advance Loan Subscriptions .. .. .	2,783	..	..	..	..	..	..	2,783
<b>Total—</b>								
Currencies in which Repayable .. .. .	1,284,357	79,393	351,347	50,376	194,288	7,150	37,901	..
Australian Currency Equivalents (a) £A.'000	1,284,357	99,241	156,851	20,803	19,834	882	4,230	1,586,198

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

(ii) States. The following table shows particulars of the securities on issue for State purposes at 30th June, 1964, at each rate of interest.

**GOVERNMENT SECURITIES ON ISSUE: STATES—AMOUNTS AT EACH RATE OF INTEREST, 30th JUNE, 1964**

Rate of interest per annum (per cent.)	Currency in which repayable						Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	
	£A. '000	£Stg. '000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f. '000	£A. '000
6.0 .. .. .	..	43,913	..	..	..	..	54,891
5.75 .. .. .	..	..	..	16,065	..	..	6,634
5.5 .. .. .	..	53,960	83,343	..	..	..	104,659
5.375 .. .. .	126,742	..	..	..	..	..	126,742
5.25 .. .. .	56,259	..	37,893	..	..	..	73,175
5.0 .. .. .	687,603	1	27,366	..	..	32,850	703,872
4.75 .. .. .	248,241	..	17,569	..	..	..	256,084
4.625 .. .. .	27,108	..	..	..	..	..	27,108
4.5 .. .. .	622,064	..	18,085	..	50,296	..	635,272
4.3125 .. .. .	425	..	..	..	..	..	425
4.25 .. .. .	373,912	..	..	..	..	..	373,912
4.1875 .. .. .	906	..	..	..	..	..	906
4.125 .. .. .	9,120	..	..	..	..	..	9,120
4.0 .. .. .	112,576	21,664	..	..	..	..	139,656
3.875 .. .. .	703	..	..	..	..	..	703
3.75 .. .. .	176,111	..	5,611	..	..	..	178,616
3.625 .. .. .	107	..	..	..	..	..	107
3.5 .. .. .	4,445	24,455	31,099	..	..	..	48,897
3.4875 .. .. .	2	..	..	..	..	..	2
3.25 .. .. .	10,802	50,306	..	..	..	..	73,685
3.125 .. .. .	212,579	..	..	..	..	..	212,579
3.1 .. .. .	1,594	..	..	..	..	..	1,594
3.0 .. .. .	20,331	55,784	..	..	..	..	90,061
2.75 .. .. .	..	15,795	..	..	..	..	19,744
2.7125 .. .. .	307	..	..	..	..	..	307
2.5 .. .. .	1	18,441	..	..	..	..	23,052
2.325 .. .. .	1,379	..	..	..	..	..	1,379
1.5 .. .. .	2,851	..	..	..	..	..	2,851
1.0 .. .. .	29,523	..	..	..	..	..	29,523
Overdue .. .. .	..	476	..	..	..	..	595
Special Bonds .. .. .	149,130	..	..	..	..	..	149,130
<b>Total—</b>							
Currencies in which Repayable	2,874,821	284,795	220,966	16,065	50,296	32,850	..
Australian Currency Equiva- lents(a) .. .. .	2,874,821	355,994	98,646	6,634	5,135	4,051	3,345,281

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

6. Government Securities on Issue at Dates of Maturity.—(i) *Commonwealth*. In the following tables, government securities on issue on account of the Commonwealth at 30th June, 1964, are classified according to the earliest and latest years of maturity.

GOVERNMENT SECURITIES ON ISSUE, 30th JUNE, 1964: COMMONWEALTH—  
BY EARLIEST YEAR OF MATURITY

Particulars	Currency in which repayable							Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German deutsche marks	
	£A.'000	£Stg.'000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f.'000	D.M. '000	£A.'000
Before 30th June, 1964 ..	3,255	5,177	197,000	47,276	4,584	..	6,355	118,372
1964-65 .. ..	521,778	122	4,500	..	60,000	..	..	530,064
1965-66 .. ..	24,367	16,878	2,500	..	60,000	..	..	52,705
1966-67 .. ..	96,433	..	55,607	..	..	..	31,546	124,779
1967-68 .. ..	42,066	..	3,493	..	..	7,150	..	44,507
1968-69 .. ..	39,422	..	3,268	..	..	..	..	40,881
1969-70 .. ..	8,720	..	25,281	..	60,000	..	..	26,131
1970-71 .. ..	31,203	6,951	3,716	3,100	9,704	..	..	43,822
1971-72 .. ..	18,028	..	15,884	..	..	..	..	25,119
1972-73 .. ..	33,780	..	40,098	..	..	..	..	51,681
1973-74 .. ..	29,415	..	..	..	..	..	..	29,415
1974-75 .. ..	65,122	..	..	..	..	..	..	65,122
1975-76 .. ..	46,809	22,184	..	..	..	..	..	74,539
1976-77 .. ..	..	11,910	..	..	..	..	..	14,888
1978-79 .. ..	66,710	..	..	..	..	..	..	66,710
1980-81 .. ..	9,110	8,355	..	..	..	..	..	19,554
1981-82 .. ..	61,948	7,816	..	..	..	..	..	71,718
1982-83 .. ..	32,845	..	..	..	..	..	..	32,845
1983-84 .. ..	6,379	..	..	..	..	..	..	6,379
1984-85 .. ..	18,479	..	..	..	..	..	..	18,479
1985-86 .. ..	15,810	..	..	..	..	..	..	15,810
1986-87 .. ..	31,169	..	..	..	..	..	..	31,169
Special bonds .. ..	75,652	..	..	..	..	..	..	75,652
Overdue .. ..	3,026	..	..	..	..	..	..	3,026
Half-yearly instalments ..	19	..	..	..	..	..	..	19
Peace savings certificates	29	..	..	..	..	..	..	29
Advance Loan Subscrip- tions .. ..	2,783	..	..	..	..	..	..	2,783
<b>Total—</b>								
Currencies in which Repayable .. ..	1,284,357	79,393	351,347	50,376	194,288	7,150	37,901	..
Australian Currency Equivalents (a) £A.'000	1,284,357	99,241	156,851	20,803	19,834	882	4,230	1,586,198

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

**GOVERNMENT SECURITIES ON ISSUE, 30th JUNE, 1964: COMMONWEALTH—  
BY LATEST YEAR OF MATURITY**

Particulars	Currency in which repayable							Total— Aus- trian currency equiva- lents (a)
	Aus- trian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	German Deutsche marks	
	£A. '000	£Stg. '000	U.S. \$ '000	Can. \$ '000	Sw. fr. '000	f.'000	D.M. '000	
1964-65 .. ..	525,033	..	1,300	..	..	..	..	525,613
1965-66 .. ..	24,367	..	600	..	..	..	..	24,635
1966-67 .. ..	96,433	5,177	13,824	..	..	..	..	109,075
1967-68 .. ..	42,066	..	4,025	..	..	..	..	43,863
1968-69 .. ..	39,422	..	33,326	8,988	60,000	..	..	64,137
1969-70 .. ..	8,720	16,878	36,875	4,259	60,007	..	..	54,164
1970-71 .. ..	31,203	..	970	11,270	..	..	..	36,290
1971-72 .. ..	18,028	..	39,619	2,243	..	..	6,355	37,350
1972-73 .. ..	33,780	6,951	17,608	19,175	..	..	..	58,248
1973-74 .. ..	29,415	..	..	..	60,000	..	..	35,540
1974-75 .. ..	65,122	122	..	..	..	..	..	65,274
1975-76 .. ..	46,809	7,776	64,023	1,341	14,281	..	..	87,123
1977-78 .. ..	..	11,943	..	..	..	..	..	14,929
1978-79 .. ..	66,710	2,465	3,268	..	..	..	..	71,250
1979-80 .. ..	..	11,910	25,281	..	..	..	..	26,174
1980-81 .. ..	9,110	..	3,716	3,100	..	..	..	12,049
1981-82 .. ..	61,948	8,355	15,884	..	..	7,150	..	80,365
1982-83 .. ..	32,845	..	40,098	..	..	..	..	50,746
1983-84 .. ..	6,379	7,816	..	..	..	..	..	16,149
1984-85 .. ..	18,479	..	..	..	..	..	..	18,479
1985-86 .. ..	15,810	..	..	..	..	..	..	15,810
1986-87 .. ..	31,169	..	50,930	..	..	..	31,546	57,426
Special bonds .. ..	75,652	..	..	..	..	..	..	75,652
Overdue .. ..	3,026	..	..	..	..	..	..	3,026
Half-yearly instalments ..	19	..	..	..	..	..	..	19
Peace savings certificates	29	..	..	..	..	..	..	29
Advance Loan Subscrip- tions .. ..	2,783	..	..	..	..	..	..	2,783
<b>Total—</b>								
Currencies in which Repayable .. ..	1,284,357	79,393	351,347	50,376	194,288	7,150	37,901	..
Australian Currency Equivalents (a) £A. '000	1,284,357	99,241	156,851	20,803	19,834	882	4,230	1,586,198

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.



(ii) *States.* Particulars of government securities on issue on account of the States at 30th June, 1964, are classified in the following tables according to the earliest and latest years of maturity.

GOVERNMENT SECURITIES ON ISSUE, 30th JUNE, 1964: STATES—  
BY EARLIEST YEAR OF MATURITY

Particulars	Currency in which repayable						Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	
	£A.'000	£Stg.'000	U.S. \$ '000	Can. \$ '000	Sw.fr. '000	f.'000	£A.'000
Before 30th June, 1964 .. ..	101,824	55,830	54,795	..	..	..	196,073
1964-65 .. ..	293,425	13,683	..	..	..	..	310,529
1965-66 .. ..	287,401	63,074	..	..	..	..	366,244
1966-67 .. ..	269,456	..	11,469	..	..	..	274,576
1967-68 .. ..	168,383	15,795	17,569	..	..	32,850	200,021
1968-69 .. ..	205,951	..	15,897	..	..	..	213,048
1969-70 .. ..	70,762	20,282	18,639	..	..	..	104,436
1970-71 .. ..	103,573	..	19,254	16,065	50,296	..	123,938
1971-72 .. ..	98,223	22,175	38,441	..	..	..	143,103
1972-73 .. ..	182,924	10,000	44,902	..	..	..	215,470
1973-74 .. ..	83,250	..	..	..	..	..	83,250
1974-75 .. ..	73,503	15,850	..	..	..	..	93,316
1975-76 .. ..	90,115	38,082	..	..	..	..	137,718
1976-77 .. ..	6,481	..	..	..	..	..	6,481
1977-78 .. ..	6,607	13,845	..	..	..	..	23,913
1978-79 .. ..	8,758	..	..	..	..	..	8,758
1979-80 .. ..	106,473	..	..	..	..	..	106,473
1980-81 .. ..	86,151	11,645	..	..	..	..	100,707
1981-82 .. ..	105,002	2,134	..	..	..	..	107,669
1982-83 .. ..	37,328	..	..	..	..	..	37,328
1983-84 .. ..	29,574	..	..	..	..	..	29,574
1984-85 .. ..	53,633	..	..	..	..	..	53,633
1985-86 .. ..	141,210	..	..	..	..	..	141,210
1986-87 .. ..	79,004	..	..	..	..	..	79,004
1987-88 .. ..	4,224	..	..	..	..	..	4,224
1988-89 .. ..	7,072	..	..	..	..	..	7,072
Special bonds .. ..	149,130	..	..	..	..	..	149,130
Overdue .. ..	..	2	..	..	..	..	2
Half-yearly instalments .. ..	15,919	..	..	..	..	..	15,919
Indefinite .. ..	9,465	..	..	..	..	..	9,465
Interminable .. ..	..	1	..	..	..	..	1
Treasurer's option .. ..	..	2,397	..	..	..	..	2,996
<b>Total—</b>							
Currencies in which Repayable	2,874,821	284,795	220,966	16,065	50,296	32,850	..
Australian Currency Equiva- lents(a) .. .. £A.'000	2,874,821	355,994	98,646	6,634	5,135	4,051	3,345,281

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

**GOVERNMENT SECURITIES ON ISSUE, 30th JUNE, 1964: STATES—  
BY LATEST YEAR OF MATURITY**

Particulars	Currency in which repayable						Total— Aus- tralian currency equiva- lents(a)
	Aus- tralian currency	Sterling	United States dollars	Can- adian dollars	Swiss francs	Nether- lands guilders	
	£A.'000	£ Stg. '000	U.S. \$ '000	Can. \$ '000	Sw. Fr. '000	f.'000	
1964-65 .. .. .	395,249	12,655	..	..	..	..	411,068
1965-66 .. .. .	287,401	9,590	..	..	..	..	299,389
1966-67 .. .. .	269,456	22,614	31,099	..	..	..	311,607
1967-68 .. .. .	168,383	25,384	..	..	..	..	200,113
1968-69 .. .. .	205,951	..	..	..	..	..	205,951
1969-70 .. .. .	70,762	39,531	5,611	..	..	..	122,681
1970-71 .. .. .	103,573	10,970	18,085	..	..	..	125,360
1971-72 .. .. .	98,223	25,795	11,469	..	..	..	135,587
1972-73 .. .. .	182,924	10,000	17,569	..	..	..	203,267
1973-74 .. .. .	83,250	12,175	..	..	..	..	98,469
1974-75 .. .. .	73,503	31,058	..	..	..	..	112,325
1975-76 .. .. .	90,115	2,084	..	..	50,296	..	97,855
1976-77 .. .. .	6,481	15,850	..	..	..	..	26,294
1977-78 .. .. .	6,607	13,973	..	..	..	..	24,073
1978-79 .. .. .	8,758	22,025	15,897	..	..	..	43,386
1979-80 .. .. .	106,473	474	18,639	..	..	..	115,386
1980-81 .. .. .	86,151	13,845	19,254	16,065	..	..	118,687
1981-82 .. .. .	105,002	11,645	38,441	..	..	32,850	140,770
1982-83 .. .. .	37,328	2,727	44,902	..	..	..	60,783
1983-84 .. .. .	29,574	..	..	..	..	..	29,574
1984-85 .. .. .	53,633	..	..	..	..	..	53,633
1985-86 .. .. .	141,210	..	..	..	..	..	141,210
1986-87 .. .. .	79,004	..	..	..	..	..	79,004
1987-88 .. .. .	4,224	..	..	..	..	..	4,224
1988-89 .. .. .	7,072	..	..	..	..	..	7,072
Special bonds .. .. .	149,130	..	..	..	..	..	149,130
Overdue .. .. .	..	2	..	..	..	..	2
Half-yearly instalments .. .. .	15,919	..	..	..	..	..	15,919
Indefinite .. .. .	9,465	..	..	..	..	..	9,465
Interminable .. .. .	..	1	..	..	..	..	1
Treasurer's option .. .. .	..	2,397	..	..	..	..	2,996
<b>Total—</b>							
Currencies in which Repayable	2,874,821	284,795	220,966	16,065	50,296	32,850	..
Australian Currency Equiva- lents(a) .. .. .	2,874,821	355,994	98,646	6,634	5,135	4,051	3,345,281

(a) For rates of exchange to £A. ruling at 30th June, 1964, see p. 946.

7. **Short-term Securities on Issue.**—Particulars of the short-term securities (Treasury bills, Treasury notes and seasonal securities) of the Commonwealth and States in Australia at intervals from 30th June, 1960, to 30th June, 1964, are shown in the following table. These securities are included in the government securities on issue as shown elsewhere. No short-term securities have been raised overseas since September, 1956, when all such securities held in London were expatriated to Australia.

**GOVERNMENT SHORT-TERM SECURITIES ON ISSUE(a): COMMONWEALTH AND STATES**

**MATURING IN AUSTRALIA  
(£A.'000)**

Date	Commonwealth		States(b)	Total
	Treasury bills	Treasury notes		
30th June, 1960 .. ..	201,000	..	..	201,000
.. .. 1961 .. ..	186,000	..	..	186,000
.. .. 1962 .. ..	208,000	..	..	208,000
30th September, 1962 .. ..	187,000	59,966	2,000	248,966
31st December, 1962 .. ..	265,000	70,989	4,000	339,989
31st March, 1963 .. ..	142,000	142,862	2,000	286,862
30th June, 1963 .. ..	123,000	69,538	..	192,538
30th September, 1963 .. ..	128,000	102,934	3,000	233,934
31st December, 1963 .. ..	178,000	147,489	10,000	335,489
31st March, 1964 .. ..	153,000	148,514	6,000	307,514
30th June, 1964 .. ..	89,000	76,285	..	165,285

(a) Excludes overdrafts and internal Treasury bills.

(b) Treasury bills.

The Treasury bill discount rate in Australia has remained at 1 per cent. since 29th July, 1952.

In 1962-63 daily issues of Treasury notes replaced those of seasonal securities which had, during the three previous financial years, all matured in the course of the same financial year in which they were issued. Treasury notes with a currency of thirteen weeks were issued in multiples of £1,000 over the minimum subscription of £5,000 and increases in value were subject to the usual income tax rebate of two shillings in the pound. In 1963-64 the issue prices of Treasury notes were £99.20 from July to April, £99.15 from April to May, and £99.13 from May to June, and the yields accordingly varied from £3.23 per cent. to £3.44 per cent. and £3.75 per cent.

8. **Government Securities on Issue on Account of the States; Local Government and Semi-governmental Authority Securities on Issue.**—In some States certain public utilities, such as tramways, water supply and sewerage, harbour services, etc., are controlled by boards or trusts, which in addition to receiving advances from the central government raise loans by borrowing on their own behalf, while in other States these services are controlled by the central government. Direct comparisons between States of the securities on issue on account of the several States should therefore be made with caution. The table following shows for 1958-59 to 1962-63 particulars of the securities on issue on account of the States, the securities on issue by local government and semi-governmental authorities, and the aggregates of these.

**GOVERNMENT SECURITIES ON ISSUE ON ACCOUNT OF THE STATES;  
LOCAL GOVERNMENT AND SEMI-GOVERNMENTAL AUTHORITY SECURITIES  
ON ISSUE**

Particulars	State	Local government (a)	Semi-gov- ernmental (a)	Total
<b>SECURITIES ON ISSUE</b>				
<b>(£A.'000)(b)</b>				
<b>30th June, 1963</b>				
New South Wales .. .. .	1,083,506	96,728	339,185	1,519,419
Victoria .. .. .	741,130	59,834	564,786	1,365,750
Queensland .. .. .	405,637	120,661	99,705	626,003
South Australia .. .. .	412,093	9,413	46,432	467,938
Western Australia .. .. .	306,698	17,967	25,643	350,308
Tasmania .. .. .	207,734	16,227	21,619	245,580
<b>Total, 30th June, 1963 .. .. .</b>	<b>3,156,798</b>	<b>320,830</b>	<b>1,097,370</b>	<b>4,574,998</b>
1962 .. .. .	2,981,305	289,856	1,001,992	4,273,153
1961 .. .. .	2,815,240	258,185	921,247	3,994,672
1960 .. .. .	2,650,601	236,141	855,623	3,742,365
1959 .. .. .	2,493,766	214,419	779,908	3,488,093

**PER HEAD OF POPULATION**  
**(£A.)(b)**

**30th June, 1963**

New South Wales .. .. .	267.63	23.89	83.78	375.30
Victoria .. .. .	242.54	19.58	184.83	446.95
Queensland .. .. .	258.99	77.04	63.66	399.69
South Australia .. .. .	408.42	9.33	46.02	463.77
Western Australia .. .. .	397.01	23.26	33.20	453.47
Tasmania .. .. .	574.93	44.91	59.83	679.67
<b>Total, 30th June, 1963 .. .. .</b>	<b>291.93</b>	<b>29.67</b>	<b>101.48</b>	<b>423.08</b>
1962 .. .. .	280.95	27.31	94.42	402.68
1961 .. .. .	270.12	24.77	88.39	383.28
1960 .. .. .	259.94	23.15	83.91	367.00
1959 .. .. .	249.72	21.47	78.10	349.29

(a) Excludes amounts due to the central government. Includes bank overdrafts. (b) Oversea holdings have been converted to Australian currency at the rates of exchange current at 30th June of each year shown.

### § 3. Commonwealth Loan Raisings

1. **General.**—Under the Financial Agreement between the Commonwealth and the States the Commonwealth is responsible for raising all loan moneys required either by the Commonwealth or by the State Governments. Details of loan transactions given in this section relate, therefore, to all loans raised for the Commonwealth and the States.

2. **New Loans Raised, 1961-62 to 1963-64.**—(i) *Australia.* The following table shows details of new loans raised in Australia by the Commonwealth during the three years 1961-62 to 1963-64.

## COMMONWEALTH NEW LOANS(a) RAISED IN AUSTRALIA

Month of raising	Amount invited	Amount subscribed	Rate of interest per annum	Year of maturity	Price of issue	Allocation of loan		
						Commonwealth		States
						War (1939-45) etc.	Other purposes	
£'000	£'000	Per cent.	Per cent.	£'000	£'000	£'000		
1961-62—								
September (Loan No. 130) ..	40,000	{ 28,376 9,438 35,685 47,787	{ 4½ 5½ 5½ 4½	{ 1964 1970 1982 1964	{ 100 100 100 99½	..	5	73,494
February (Loan No. 132) ..	55,000	{ 17,404 25,495 14,824	{ 4½ 5 4½	{ 1971 1984 1965	{ 99½ 100 99½	..	27,758	62,928
May (Loan No. 134) ..	40,000	{ 2,750 21,004	{ 4½ 5	{ 1971 1984	{ 99½ 100	..	6,131	32,447
June (Loan No. 136) (b) ..	7,000	{ 2,000 5,000	{ 4½ 5	{ 1971 1984	{ 98½ 100	..	7,000	..
July-June (Special bonds) (c) ..	..	20,312	4½-5½	{ 1968 1969	{ 100	385	7,325	12,602
1962-63—								
September (Loan No. 137) ..	50,000	{ 28,953 10,464 40,745	{ 4½ 4½ 5	{ 1965 1972 1985	{ 99½ 100 100	..	14,718	65,444
February (Loan No. 139) ..	60,000	{ 43,161 11,665 71,858	{ 4½ 4½ 5	{ 1966 1972 1985	{ 100 99 100	..	38,457	88,227
July-June (Special bonds) (c) ..	..	31,233	4-5	{ 1969 1970	{ 100	3,590	12,318	15,325
1963-64—								
July (Loan No. 142) ..	45,000	{ 33,466 25,176 15,876	{ 3½ 4½ 4½	{ 1966 1973 1986	{ 99½ 99 99½	..	13,661	60,857
October (Loan No. 143) ..	60,000	{ 21,276 24,982 23,132	{ 3½ 4½ 4½	{ 1966 1973 1986	{ 99½ 99½ 100	..	21,754	47,636
February (Loan No. 145) ..	70,000	{ 36,274 18,692 22,491	{ 3½ 4½ 4½	{ 1967 1974 1987	{ 99½ 99½ 100	..	41,766	35,691
May (Loan No. 147) ..	40,000	{ 4,844 7,954 20,877	{ 4½ 4½ 4½	{ 1967 1975 1984	{ 100 100 99	..	7,380	26,295
July-June (Special bonds) (c) ..	..	36,080	3½-4½	1971	100	2,156	6,224	27,700

(a) Includes loans raised for redemption of Treasury Bills, but excludes conversion loans, loans for redemption of debt maturing in London, short-term debt and certain miscellaneous debt (see p. 965). (b) Special issue. For details see following paragraph. (c) Special bonds open for continuous subscription, redeemable at prices commencing at par and increasing to a premium of £3 per cent. if held until maturity in 1966-69. Interest increases from 4 per cent. to 5 per cent. over period of currency.

The loan of £7,000,000, raised in June, 1962, was for the purpose of fulfilling an undertaking given by the Commonwealth that the States would have access to loan funds for their works programmes up to the approved Loan Council borrowing programmes. These programmes totalled £247,500,000 in 1961-62, £255,000,000 in 1962-63 and £272,000,000 in 1963-64. The subscription to the special loan in 1961-62 came from the Loan Consolidation and Investment Reserve Trust Account.

Finance for the approved Loan Council programmes from 1961-62 to 1963-64 was provided from the following sources.

**LOAN COUNCIL PROGRAMME: SOURCE OF FINANCE**  
(£'000)

Source	1961-62	1962-63	1963-64
Public loans, domestic raisings, etc. . . . .	225,100	203,147	254,391
Oversea loans and special Commonwealth assistance	22,400	51,853	17,609
<b>Total</b> . . . . .	<b>247,500</b>	<b>255,000</b>	<b>272,000</b>

In addition to the new loans raised as shown in the table on the previous page and the redemption and conversion loans shown in paragraph 3 below, there were other miscellaneous loan operations in Australia (see p. 965).

(ii) *London.* A loan of £Stg.12,000,000, 5½ per cent. interest, price of issue £Stg.98 per £Stg.100, maturing 1978, was raised in London during 1962-63 and a further loan of £Stg.20,000,000, 5½ per cent. interest, price of issue £Stg.98½ per £Stg.100, maturing 1982, was raised in 1963-64.

(iii) *New York.* The following table gives details of the loans raised during the period 1961-62 to 1963-64.

**COMMONWEALTH NEW LOANS RAISED IN NEW YORK**

Month of raising	Amount of loan	Rate of interest per annum	Price of issue	Year of maturity	Allocation of loan	
					Commonwealth	States
	\$'000	Per cent.	Per cent.		\$'000	\$'000
1961-62—						
July .. ..	25,000	5½	97	1981	4,469	20,531
July-June ..	26,483	5½	100	1962-68	(a) 26,483	..
1962-63—						
July .. ..	30,000	5½	97½	1982	5,508	24,492
October .. ..	25,000	5½	99	1982	4,590	20,410
April .. ..	30,000	5	97½	1983	30,000	..
July-June ..	4,600	5½	100	1967	(a) 4,600	..
July-June ..	1,250	4½-4¾	100	1971	(b) 1,250	..
1963-64—						
July-June ..	2,000	4½-4¾	100	1965-71	(a) 2,000	..
July-June ..	2,500	4¾-5½	100	1966-72	(a) 2,500	..
July-June ..	1,250	4½-4¾	100	1971	(b) 1,250	..

(a) Proceeds used for Qantas Empire Airways Loan.

(b) Proceeds used for Australian National Airlines Commission Loan.

3. Conversion and Redemption Loans, 1961-62 to 1963-64.—(i) *Australia.* Particulars of conversion loans raised in Australia during the three years 1961-62 to 1963-64 are given in the following table.

## COMMONWEALTH CONVERSION AND REDEMPTION LOANS RAISED IN AUSTRALIA

Month of raising	Old loan		New loan				Increase in annual liability for interest
	Amount	Rate of interest per annum	Amount	Rate of interest per annum	Price of issue	Year of maturity	
	£A.'000	Per cent.	£A.'000	Per cent.	Per cent.		£A.'000
1961-62— September ..	{ 123,517 24,397	3½	{ 34,205 26,783	4½	100	1964	198
		4½	{ 37,616 (a)5,743	5½	100	1970	
February ..	60,594	4	{ 35,036 9,447	4½	99½	1964	- 4
			{ 8,343 (a)1,440	5	100	1971	
May ..	{ 48,484 29,831	4	{ 31,552 21,676	4½	99½	1964	-341
		4½	{ 8,994 (a)1,052	5	100	1971	
July-June (Special bonds) ..	7,057	4-5½	7,057	4½-5½	100	{ 1968 1969	18
1962-63— September ..	{ 76,573 101,044	3½	{ 50,397 49,707	4½	99½	1965	-204
		4½	{ 39,725 (a)5,801	5	100	1972	
February ..	39,986	4	{ 21,483 12,707	4½	100	1966	19
			{ 2,153 (a) 596	5	99	1972	
April ..	{ 62,892 179,786	5	{ 99,790 91,539	4	100	1966	-4,061
		5½	{ (a)15,084	4½	98½	1972	
July-June (Special bonds) ..	7,849	4-5½	7,849	4-5	100	{ 1970 1970	..
1963-64— October ..	144,335	3½	{ 28,095 30,418	3½	99½	1966	130
			{ 42,210 (a)9,883	4½	100	1973	
February ..	49,596	4½	{ 33,771 8,790	4½	99½	1966	-587
			{ 2,141 (a) 874	5	100	1974	
May ..	82,826	4½	{ 33,554 15,764	4½	100	1967	-798
			{ 12,610 (a) 101	5	99	1975	
July-June (Special bonds) ..	9,699	4-5½	9,699	3½-4½	100	{ 1971 1970	-24

(a) Special bonds.

NOTE.—Minus sign (-) indicates reduction in liability for interest.

(ii) London. The following table shows particulars of loans raised in London during the years 1960-61, 1962-63 and 1963-64 for the purpose of redeeming and converting London loans. None was raised during 1961-62.

## COMMONWEALTH LOANS RAISED FOR THE CONVERSION AND REDEMPTION OF LOANS MATURING IN LONDON

Month of raising	Old loan		New loan				Increase in annual liability for interest and exchange		
	Amount	Rate of interest per annum	Amount raised in—		Rate of interest per annum	Price of issue	Year of maturity		
			Australia	London				£Stg.'000	£A.'000 (a)
	£Stg.'000	Per cent.	£A.'000	£Stg.'000	Per cent.	Per cent.		£Stg.'000	£A.'000 (a)
1960-61— July ..	13,925	3	..	13,925	6	98	1977-80	418	523
January ..	20,579	3½	..	20,000	6	97½	{ 1975 1981-83	531	664
1962-63— July ..	11,790	4	..	10,000	6	97	1972	128	160
1963-64— October ..	5,655	4	..	5,741	5½	98½	1982	90	112

(a) No account has been taken of the cost of issuing the conversion loans at a discount. Exchange calculated at £A.125 = £Stg. 100 (the International Monetary Fund par rate of exchange in the years shown).

(iii) *New York*. During 1946-47, four loans totalling \$128,000,000 were raised in New York to redeem loans which became due for redemption or which the Commonwealth had the option of redeeming. No further loans were raised in New York for this purpose until December, 1954. The loan raised in New York for this purpose in March, 1957, amounted to \$17,114,000, at 5 per cent. interest, issued at par, maturing in 1972. No loans were raised for the purpose of redeeming loans which became due for redemption or which the Commonwealth had the option of redeeming during 1957-58 to 1960-61 or in 1962-63 and 1963-64. In 1961-62, a re-financing loan of \$30,000,000 was raised at 5½ per cent. interest, issued at £98½, maturing in 1982.

Drawings from cash loans, for which Commonwealth notes were issued in New York between 1956 and 1964, were used to finance the purchase of aircraft and equipment by Qantas Empire Airways from November, 1956, and to finance aircraft purchases by Trans-Australia Airlines from September, 1958. At 30th June, 1964, outstanding notes which are subject to interest rates varying between 4½ per cent. and 5½ per cent. and which are all repayable before 1st January, 1972, amounted to \$30,025,000.

**4. International Bank for Reconstruction and Development Loans.**—To provide dollar funds for the purchase of certain types of capital equipment and plant which were indispensable to the furtherance of development in Australia and which could be obtained only in the United States of America or Canada, the Commonwealth Government arranged five loans from the International Bank for Reconstruction and Development between August, 1950, and December, 1956, amounting to \$308,500,000, repayable over periods of from 10 to 25 years, at rates of interest of from 4½ to 4¾ per cent. The proceeds of the latest of these loans were finally drawn in March, 1959.

The capital equipment and plant purchased from the proceeds of these loans are made available to Commonwealth and State Government departments and agencies and private firms and individuals for use in the development of Australian resources. The goods are imported and distributed through normal channels and payment made through the Australian banking system.

The loan on behalf of Qantas Empire Airways of \$9,230,000 at 4½ per cent. maturing in 1966-87 was finally drawn at the end of July, 1958, and in 1962-63 and 1963-64 respectively drawings of \$31,851,000 and \$27,018,000 were made from the loan (at 5½ per cent. maturing in 1966-87) raised for the purposes of the Snowy Mountains Hydro-electric Authority.

Drawings from International Bank loans have been made mainly in United States dollars and partly in Canadian dollars, Swiss francs and German Deutsche marks.

**5. Swiss Loans.**—To foster industrial development in Australia and to stimulate trade relations between the two countries, the Commonwealth Government arranged for the issue in Switzerland in November, 1953, February, 1955, March, 1960, and March, 1961, of four public loans each of 60,000,000 Swiss francs. The loans were underwritten by a Swiss banking group headed by the Swiss Bank Corporation, the Crédit Suisse and the Union Bank of Switzerland. Certain Swiss taxes connected with the issue and servicing of the loans were paid on an agreed basis by the Australian Government.

The first loan was for a period of 15 years with an option on the part of the Commonwealth Government to repay the loan in full or in part after 12 years. The rate of interest was 4 per cent. and the issue price £99. Bondholders have the option of requiring payment either in Australian pounds or in the foreign currency equivalent of Australian pounds.

The second loan was for a period of 15 years with an option to redeem after 10 years. The rate of interest was 3¾ per cent. and the issue price £99 10s. Bonds and interest are payable only in Swiss francs. The third loan was for a period of fifteen years with an option to redeem after 10 years. The rate of interest was 4½ per cent. and the issue price £99. The fourth loan was issued at par in March, 1961, at the rate of 4½ per cent. maturing in April, 1976. Payments of interest and repayments of principal are to be made only in Swiss francs.

The loans were fully subscribed, and Swiss franc proceeds, after deducting borrowing expenses, were sold by the Commonwealth Government to the Reserve Bank in return for an equivalent amount of Australian currency.

**6. Canadian Loans.**—In October, 1955, the Commonwealth Government arranged for the issue in Canada of a public loan of 15,000,000 Canadian dollars raised to assist Australia's development programme. The loan was for a period of 15 years with an option on the part of the Australian Government to repay the loan in full or in part at any time prior to 1st November, 1970. The rate of interest was 4 per cent., payable half-yearly, and the issue price \$98.50. A second loan, of 20,000,000 Canadian dollars, was raised in March, 1961, on the security of the Commonwealth of Australia, 5½ per cent. twenty-year bonds being issued at the rate of \$98½ per cent. Bonds and interest are payable in Canadian dollars in each case.



The loans were fully subscribed, and the net Canadian dollar proceeds were sold to the Reserve Bank for Australian currency.

7. **Netherlands Loan.**—In 1961 the Commonwealth arranged for a public flotation in the Netherlands of a loan of 40,000,000 Netherlands guilders at par, with an interest rate of 5 per cent. per annum. The proceeds were used to assist the loan programmes of the Commonwealth and States.

The loan is to be repaid in fifteen annual instalments from 1967 to 1981, but, at the Commonwealth's option, an earlier redemption date may be negotiated on and after 15th December, 1971.

8. **Summary of Loan Transactions, 1959-60 to 1963-64.**—The following table contains a summary of loan transactions on behalf of the Commonwealth and State Governments during the five years 1959-60 to 1963-64.

## COMMONWEALTH LOAN TRANSACTIONS: SUMMARY

Details	1959-60	1960-61	1961-62	1962-63	1963-64
<b>New loans(a) raised in—</b>					
Australia .. .. £A.'000	198,462	203,881	230,075	238,079	291,120
London .. .. £Stg.'000	12,000	..	..	12,000	21,067
New York(b) .. .. \$'000	60,400	30,517	51,483	122,701	32,768
Switzerland .. .. francs '000	60,000	60,000	..	..	..
Canada .. .. \$'000	..	20,000	..	..	..
Netherlands .. .. guilders '000	..	..	40,000	..	..
<b>Miscellaneous debt in Australia(c)</b> £A.'000	5,224	3,676	4,465	17,397	-27
<b>Net change in short-term debt—</b>					
Australia—Public .. .. £A.'000	30,000	-15,000	22,000	-85,000	-34,000
Internal .. .. £A.'000	-36,100	17,600	-10,200	38,900	19,700
Treasury Notes £A.'000	..	..	..	69,538	6,747
<b>Loans raised for conversion or redemption of existing securities maturing in—</b>					
Australia .. .. £A.'000	229,732	281,387	228,944	396,831	227,910
London .. .. £Stg.'000	..	33,925	..	10,000	5,741
New York .. .. \$'000	..	..	30,000	..	..

(a) Includes loans raised for redemption of Treasury Bills. (b) Includes proceeds of \$31,851,000 and \$27,018,000 in 1962-63 and 1963-64 from International Bank for Reconstruction and Development loan used for the purposes of the Snowy Mountains Hydro-Electric Authority. (c) Advance loan subscriptions (net change), "over the counter sales" (instalment stock and inscribed stock and bonds issued by State Governments) and Peace Savings Certificates (interest credited).

NOTE.—Minus sign (-) denotes a decrease in debt.

9. **Government Securities on Issue maturing in Australia, Classified by Holder.**—The following table shows details of government securities maturing in Australia classified according to holder as at the 30th June, 1963 and 1964.

**GOVERNMENT SECURITIES ON ISSUE: COMMONWEALTH AND STATE—  
MATURING IN AUSTRALIA, BY HOLDER(a)**

*(Source: Reserve Bank of Australia Statistical Bulletin)*

Holder	30th June—			
	1963		1964	
	Amount	Proportion of total	Amount	Proportion of total
	£ million	Per cent.	£ million	Per cent.
Reserve Bank of Australia .. ..	394	10.0	338	8.1
Trading banks .. ..	419	10.6	482	11.6
Savings banks .. ..	916	23.2	999	24.0
Life insurance offices .. ..	311	7.9	343	8.3
Fire, marine and general insurance offices	42	1.1	45	1.1
Other private financial institutions—				
Pension and provident funds .. ..	45	1.1	52	1.2
Friendly societies, hospitals and medical funds .. ..	9	0.2	8	0.2
Trustee companies .. ..	70	1.8	74	1.8
Pastoral finance companies .. ..	7	0.2	10	0.2
Money market dealers .. ..	148	3.7	178	4.3
Miscellaneous .. ..	12	0.3	12	0.3
Government financial institutions—				
Insurance offices and funds .. ..	41	1.0	43	1.0
Pension and provident funds .. ..	66	1.7	73	1.8
Public trustees .. ..	16	0.4	20	0.5
Stabilization funds .. ..	..	..	..	..
All other(b) .. ..	6	0.1	6	0.1
Public authorities (excluding finance)—				
Commonwealth Government (including Commonwealth semi-government) ..	669	16.9	675	16.2
State Government .. ..	30	0.8	23	0.6
Local government and State semi-government .. ..	96	2.4	108	2.6
Companies (excluding finance) .. ..	96	2.4	101	2.4
Other holders—				
Marketing boards .. ..	4	0.1	3	0.1
Farmers .. ..	67	1.7	63	1.5
Non-profit organizations .. ..	26	0.6	26	0.6
All other .. ..	466	11.8	477	11.5
<b>Total .. ..</b>	<b>3,956</b>	<b>100.0</b>	<b>4,159</b>	<b>100.0</b>

(a) Total stock inscribed, bonds in circulation, amounts paid up on outstanding applications, in transit claims and advance applications, Commonwealth Treasury Bills, debentures, and Savings Certificates. (b) Includes securities held by Commonwealth Development Bank of Australia.

#### § 4. National Debt Sinking Fund

1. **Securities on Issue on behalf of the Commonwealth.**—Particulars relating to the creation of sinking funds are included in issues of the Year Book prior to No. 23.

The old sinking funds were merged in the National Debt Sinking Fund on 11th August, 1923. Particulars of receipts and expenditure of the Commonwealth Account for the years 1959–60 to 1963–64 are as follows.

NATIONAL DEBT SINKING FUND: COMMONWEALTH ACCOUNT  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Receipts—</b>					
From Consolidated Revenue .. ..	19,533	23,092	25,161	27,230	28,869
Loans and advances repaid .. ..	3,398	3,751	3,834	3,992	4,403
War Service Homes money repaid ..	9,589	9,808	9,422	11,087	13,566
Half net profit Commonwealth Bank ..	2,808	(a)	(a)	(a)	(a)
Reparation moneys .. ..	43	16	8		
Interest on investments .. ..	(b) 8,303	(b) 7,830	(b) 6,617	(b) 6,041	(b) 6,436
<b>Total, Receipts .. ..</b>	<b>43,674</b>	<b>44,497</b>	<b>45,042</b>	<b>48,350</b>	<b>53,274</b>
<b>Expenditure—</b>					
Securities repurchased and redeemed in—					
Australia .. ..	59,357	58,539	52,525	15,654	24,655
London .. ..	218	594	170	82	754
New York .. ..	(c) 7,969	(c) 8,062	(c) 10,331	(c) 9,675	(c) 10,167
Canada .. ..	..	..	..	8	49
<b>Total, Expenditure .. ..</b>	<b>67,544</b>	<b>67,195</b>	<b>63,026</b>	<b>25,419</b>	<b>35,625</b>
Balance at 30th June .. ..	182,882	160,184	142,200	165,131	182,781
<b>Face value of securities repurchased and redeemed in—</b>					
Australia .. ..	59,556	59,354	52,686	15,639	24,440
London .. ..	220	481	150	65	634
New York .. ..	(c) 3,681	(c) 3,720	(c) 4,767	(c) 4,457	(c) 4,665
Canada .. ..	..	..	..	4	24
<b>Total, Face Value .. ..</b>	<b>63,457</b>	<b>63,555</b>	<b>57,603</b>	<b>20,165</b>	<b>29,763</b>

(a) Amounts of £3,352,000 in 1960-61, £4,487,000 in 1961-62, £1,676,000 in 1962-63 and £2,491,000 in 1963-64 were transferred to the Commonwealth Consolidated Revenue Fund from the profits of the central banking business of the Reserve Bank. (b) Includes interest received under *National Debt Sinking Fund (Special Payment) Act 1951*:—£3,082,000 in 1959-60, £2,799,000 in 1960-61, £1,906,000 in 1961-62, £1,732,000 in 1962-63 and £1,732,000 in 1963-64. (c) Includes instalment repayments of loans from International Bank for Reconstruction and Development:—1959-60, net cost, £7,235,000, face value, £3,326,000; 1960-61, net cost, £7,563,000, face value, £3,481,000; 1961-62, net cost, £7,910,000, face value, £3,643,000; 1962-63, net cost, £8,289,000, face value, £3,812,000; 1963-64, net cost £8,703,000, face value, £3,991,000.

2. **Securities on Issue on behalf of States.**—(i) *States, 1963-64.* A sinking fund for the redemption of the securities on issue on behalf of States was established under the Financial Agreement.

Particulars of the transactions of the National Debt Sinking Fund (States' Account) for each State during the year 1963-64 are shown below.

NATIONAL DEBT SINKING FUND: STATES' ACCOUNT, 1963-64  
(£'000)

Particulars	N.S.W.	Vic.	Q'land	S. Aust.	W. Aust.	Tas.	Total
<b>Receipts—</b>							
Contributions under Financial Agreement—							
Commonwealth .. ..	2,683	1,850	984	1,038	759	531	7,845
States .. ..	9,211	7,131	3,483	3,525	2,924	1,561	27,835
Interest from States on cancelled securities .. ..	7	7	5	2	1	1	23
Special contributions by States .. ..	407	51	15	10	3	1	487
Interest on investments, etc. .. ..	19	12	5	8	6	3	53
<b>Total, Receipts .. ..</b>	<b>12,327</b>	<b>9,051</b>	<b>4,492</b>	<b>4,583</b>	<b>3,693</b>	<b>2,097</b>	<b>36,243</b>
<b>Expenditure—</b>							
Securities repurchased and redeemed in—							
Australia .. ..	10,233	7,644	3,537	3,876	3,212	1,893	30,395
London .. ..	632	505	446	237	191	26	2,037
New York .. ..	1,124	720	426	381	286	177	3,114
Canada .. ..	78	63	32	33	25	19	250
<b>Total, Expenditure .. ..</b>	<b>12,067</b>	<b>8,932</b>	<b>4,441</b>	<b>4,527</b>	<b>3,714</b>	<b>2,115</b>	<b>35,796</b>
Balance at 30th June, 1964 .. ..	997	624	372	393	221	169	2,776
<b>Face value of securities repurchased and redeemed in—</b>							
Australia .. ..	10,236	7,649	3,537	3,876	3,212	1,893	30,403
London .. ..	562	422	372	211	170	23	1,760
New York .. ..	516	331	196	175	132	81	1,431
Canada .. ..	39	31	16	17	12	9	124
<b>Total, Face Value .. ..</b>	<b>11,353</b>	<b>8,433</b>	<b>4,121</b>	<b>4,279</b>	<b>3,526</b>	<b>2,006</b>	<b>33,718</b>

(ii) *All States, 1959-60 to 1963-64.* The following table is a summary of the transactions of the National Debt Sinking Fund (States' Account) for the years 1959-60 to 1963-64.

**NATIONAL DEBT SINKING FUND: STATES' ACCOUNT**  
(£'000)

Particulars	1959-60	1960-61	1961-62	1962-63	1963-64
<b>Receipts—</b>					
Contributions under Financial Agreement—					
Commonwealth .. .. .	5,942	6,274	6,739	7,250	7,845
States .. .. .	21,280	22,808	24,658	26,053	27,835
Interest from States on cancelled securities .. .. .	14	17	15	33	23
Special contributions by States .. .. .	227	238	193	172	487
Interest on investments, etc. .. .. .	..	19	4	-40	53
<b>Total, Receipts .. .. .</b>	<b>27,463</b>	<b>29,356</b>	<b>31,609</b>	<b>33,468</b>	<b>36,243</b>
<b>Expenditure (net cost)—</b>					
Securities repurchased and redeemed in—					
Australia .. .. .	24,570	26,291	25,891	27,034	30,395
London .. .. .	797	944	624	3,034	2,037
New York .. .. .	2,342	1,840	5,057	2,069	3,114
Canada .. .. .	..	..	..	40	250
<b>Total, Expenditure .. .. .</b>	<b>27,709</b>	<b>29,075</b>	<b>31,572</b>	<b>32,177</b>	<b>35,796</b>
<b>Balance at 30th June .. .. .</b>	<b>721</b>	<b>1,002</b>	<b>1,039</b>	<b>2,330</b>	<b>2,776</b>
<b>Face values of securities repurchased and redeemed in—</b>					
Australia .. .. .	24,617	26,420	25,726	27,058	30,403
London .. .. .	761	414	530	2,115	1,760
New York .. .. .	1,103	871	2,278	960	1,431
Canada .. .. .	..	..	..	20	124
<b>Total, Face Value .. .. .</b>	<b>26,481</b>	<b>27,705</b>	<b>28,534</b>	<b>30,153</b>	<b>33,718</b>

### TAXES ON INCOME

1. **General.**—A description of the development of income taxes in Australia appeared in Year Book No. 35, page 926. Since July, 1942, the Commonwealth, under the uniform tax arrangement, has been the only authority imposing taxes on income. Taxes on income are assessed and imposed under the *Income Tax and Social Services Contribution Assessment Act 1936-1964* and the *Income Tax and Social Services Contribution Act 1964*. The latter Act is an annual measure and its primary purpose is to declare the rates of tax payable for the fiscal year. The rates for the fiscal year are levied, in the case of individuals, on the income of that year, and in the case of companies, on the income of the preceding year. Thus tax for the fiscal year 1964-65 is levied on the income of individuals in 1964-65 and on the income of companies in 1963-64.

2. **Present Taxes.**—Income Tax and Social Services Contribution is a combined levy commonly known as Income Tax. It is not possible to distinguish any amounts as contribution, in assessments or in Government accounts. Both individuals and companies are liable for income tax. In addition to the primary Income Tax, private companies are subject to tax on undistributed income.

3. **Assessable Income.**—Income taxes in Australia are levied, primarily, on all income derived from Australian sources by any person, rather than on income derived from all sources by Australian residents. Thus a non-resident is taxed on income derived in Australia, while a resident is, in general, not taxed on income (other than dividends) derived from overseas, if the income is taxed in the country in which it is derived.

Certain types of Australian income are exempt from tax in Australia, the more important being (i) pensions, child endowment and other payments under the *Social Services Act 1947–1963* and the *Tuberculosis Act 1948*, (ii) income from gold-mining and uranium mining, (iii) twenty per cent. of certain mining profits, (iv) dividends paid out of exempt mining profits, and (v) income received from a scholarship, bursary or other education allowance.

No amount is included in assessable income on account of a house occupied by its owner. Profits derived from the sale of property are not assessable income if such property was not purchased with a view to resale at a profit.

Expenses incurred in earning income, certain subscriptions to business associations, and trade union dues, are allowable deductions. Losses incurred in previous years may be carried forward as a deduction.

Because of uncongenial climatic conditions, isolation, and high cost of living, taxpayers living in certain areas are allowed an additional deduction. Two zones have been prescribed, and the allowances are:—Zone A, £270 plus an amount equal to one half of the total deductions allowable to the taxpayer for the maintenance of dependants; and Zone B, £45 plus an amount equal to one twelfth of the deductions allowable to the taxpayer for the maintenance of dependants. A deduction equal to the deduction allowed to residents of Zone A is also allowed to members of the defence forces serving for more than one half of the year of income at declared localities outside Australia. The boundaries of Zones A and B are as defined in the Second Schedule, *Income Tax and Social Services Assessment Act 1936–1964*.

Income Tax is levied on the taxable income remaining after making these deductions and the concessional deductions to which reference is made in the following paragraph.

4. **Concessional Deductions.**—Concessional allowances for dependants, medical expenses, life insurance and superannuation contribution, etc., are made by way of a deduction from income. The maximum deduction allowed for each dependant or for a housekeeper employed by the taxpayer, for the income year 1964–65, is shown in the following table.

CONCESSIONAL DEDUCTIONS FOR DEPENDANTS, ETC.(a)

(£)

Dependant, etc. (resident)	Maximum deduction
Spouse .. .. .	143
Daughter-housekeeper (b) .. .. .	143
Housekeeper(c) .. .. .	143
Parent or parent-in-law .. .. .	143
One child under 16 years of age .. .. .	91
Other children under 16 years of age .. .. .	65
Invalid relative (d) .. .. .	91
Child 16 to 21 years receiving full-time education .. .. .	91

(a) These deductions are allowed only if the dependant is a resident of Australia. If the dependant is maintained for part only of the year, a partial deduction is allowed. (b) Of a widower or widow.

(c) Caring for a spouse in receipt of an invalid pension, or caring for children under 16 years of age of a widower or widow. (d) Child, step-child, brother or sister over 16 years of age.

When the dependant maintained derives separate income, the amount of the concessional deduction is reduced by £1 for every £1 by which the separate net income exceeds £65. Separate net income includes age and invalid pensions but not child endowment. Scholarships are excluded except insofar as they relate to maintenance.

For the 1964-65 income year, medical expenses paid by a taxpayer who is a resident, in respect of himself or dependants, including children under 21 years of age, are allowed as a concessional deduction. Medical expenses include payments made to a legally qualified medical practitioner, nurse or chemist, or to a hospital, in respect of an illness or operation, payments for dental services, payments for therapeutic treatment and eye tests, expenditure on medical or surgical appliances, artificial limbs or eyes, hearing aids and spectacles, the remuneration of an attendant of a person who is blind or confined to bed or invalid chair, and payments for the maintenance of a trained dog used for the guidance of a blind person.

Other concessional deductions allowed to resident taxpayers include (i) payments of life insurance premiums and contributions to superannuation funds and friendly societies, not exceeding an aggregate of £400, (ii) payments to medical or hospital benefits funds, (iii) funeral expenses of a dependant not exceeding £50 and (iv) expenditure incurred for the full-time education of children or dependants who are less than 21 years of age (maximum £150 per child or dependant).

In addition to concessional deductions, all taxpayers (resident and non-resident) are allowed a deduction from income of rates and taxes on land which are annually assessed, gifts to charitable, benevolent or patriotic funds and one-third of amounts paid as calls to certain mining, forestry and oil-prospecting companies. Resident taxpayers only are allowed a deduction from income of the full amount paid as calls and as application and allotment moneys to certain companies engaged in the search for oil in Australia and New Guinea.

5. **Effective Exemption from Tax.**—For the income years 1950-51 to 1962-63, taxpayers without dependants were exempt from Income Tax if their income did not exceed £104. For 1963-64 and 1964-65 this exemption was £208. The effect of the deductions for dependants was to exempt resident taxpayers up to the incomes shown hereunder.

#### RESIDENT TAXPAYERS: EFFECTIVE EXEMPTIONS FROM TAX

(£)

Taxpayer with—	Income Years		
	1951-54 to 1956-57	1957-58 to 1962-63	1963-64 and 1964-65
No dependants .. .. .	104	104	208
Wife .. .. .	234	247	351
Wife and one child .. .. .	312	338	442
"  "  two children .. .. .	364	403	507
"  "  three children .. .. .	416	468	572
"  "  four children .. .. .	468	533	637

For the 1964-65 income year, an aged person (i.e., a man who has attained the age of 65 years or a woman who has attained the age of 60 years) is exempt from Income Tax if his net income (i.e., gross income less expenses of earning that income) does not exceed £494. An aged person who contributes to the maintenance of his spouse is exempt from tax if the combined net incomes of the taxpayer and his spouse do not exceed £936.

6. **Rates of Income Tax on Individuals.**—The following table shows the rates of income tax for the income years 1953-54 to 1964-65.

## INCOME TAX—INDIVIDUALS: RATES OF INCOME TAX, 1953-54 TO 1964-65

Total taxable income		1953-54		1954-55 to 1964-65 <sup>(a)</sup>	
Column 1	Column 2	Tax on amount in column 1	Tax on each £1 of balance of income	Tax on amount in column 1	Tax on each £1 of balance of income
Exceeding—	Not exceeding—				
£	£	£ s. d.	d.	£ s. d.	d.
Nil	100	Nil	1	Nil	1
100	150	0 8 4	4	0 8 4	3
150	200	1 5 0	9	1 0 10	7
200	250	3 2 6	13	2 10 0	11
250	300	5 16 8	17	4 15 10	15
300	400	9 7 6	22	7 18 4	20
400	500	18 10 10	28	16 5 0	26
500	600	30 4 2	33	27 1 8	30
600	700	43 19 2	38	39 11 8	34
700	800	59 15 10	42	53 15 0	38
800	900	77 5 10	46	69 11 8	42
900	1,000	96 9 2	50	87 1 8	46
1,000	1,200	117 5 10	56	106 5 0	52
1,200	1,400	163 19 2	64	149 11 8	59
1,400	1,600	217 5 10	71	198 15 0	65
1,600	1,800	276 9 2	78	252 18 4	71
1,800	2,000	341 9 2	85	312 1 8	77
2,000	2,400	412 5 10	93	376 5 0	85
2,400	2,800	567 5 10	100	517 18 4	92
2,800	3,200	733 19 2	107	671 5 0	99
3,200	3,600	912 5 10	114	836 5 0	105
3,600	4,000	1,102 5 10	121	1,011 5 0	111
4,000	4,400	1,303 19 2	128	1,196 5 0	117
4,400	5,000	1,517 5 10	136	1,391 5 0	124
5,000	6,000	1,857 5 10	144	1,701 5 0	132
6,000	8,000	2,457 5 10	151	2,251 5 0	139
8,000	10,000	3,715 12 6	158	3,409 11 8	145
10,000	16,000	5,032 5 10	165	4,617 18 4	152
16,000	upwards	9,157 5 10	168	8,417 18 4	160

(a) For the 1959-60, 1961-62, 1962-63 and 1963-64 income year a rebate of 5 per cent, was allowable on the tax calculated from this schedule.

For primary producers the rate of Income Tax for the current year is determined by the average of the taxable incomes for the five years up to and including the current year. A taxpayer may elect not to have these averaging provisions applied to his assessment, but the election, once made, is irrevocable. The application of the averaging provisions is limited to that part of the taxable income which does not exceed £4,000, and when the taxable income exceeds £4,000, the balance is taxed at the ordinary rates applicable to that part. When the taxable income is less than £4,000, the rate of tax for averaging purposes is limited to the rate on a taxable income of £4,000.

Commencing with 1953-54, the taxable income, including any abnormal receipts, of actors, artists, composers and inventors is taxed at the rate appropriate to the normal taxable income plus one-third of the abnormal receipts.

Interest on Commonwealth loans issued prior to 1st January, 1940, is subject to the condition that it shall not be taxed at rates higher than those for 1930-31. Interest on Commonwealth loans issued after 1st January, 1940, and interest on certain State semi-governmental loans issued free of State income tax are subject to a rebate of 2s. for each £1 included in the taxable income.

The minimum amount of Income Tax payable is 10s. and the amounts payable and rebates are calculated to the nearest shilling.

7. The Income Tax (International Agreements) Act 1953-1963.—This Act provided relief from double taxation of income flowing between Australia and the United Kingdom, the United States of America, Canada, and New Zealand.

8. Taxes on Specified Incomes.—The following table shows the Income Tax payable by taxpayers, with various incomes and numbers of dependants, on income derived in each year from 1957-58 to 1964-65.

### INCOME TAX ON SPECIFIED INCOMES

(£)

Income(a)	1957-58 and 1958-59	1959-60	1960-61	1961-62 and 1962-63	1963-64	1964-65
<b>TAXPAYER WITH NO DEPENDANTS</b>						
150 .. ..	1.05	1.00	1.05	1.00	..	..
200 .. ..	2.50	2.40	2.50	2.40	..	..
250 .. ..	4.80	4.55	4.80	4.55	4.55	4.80
300 .. ..	7.90	7.50	7.90	7.50	7.50	7.90
350 .. ..	12.10	11.50	12.10	11.50	11.50	12.10
400 .. ..	16.25	15.45	16.25	15.45	15.45	16.25
500 .. ..	27.10	25.75	27.10	25.75	25.75	27.10
600 .. ..	39.60	37.60	39.60	37.60	37.60	39.60
800 .. ..	69.60	66.10	69.60	66.10	66.10	69.60
1,000 .. ..	106.25	100.95	106.25	100.95	100.95	106.25
1,500 .. ..	225.85	214.55	225.85	214.55	214.55	225.85
2,000 .. ..	376.25	357.45	376.25	357.45	357.45	376.25
3,000 .. ..	753.75	716.05	753.75	716.05	716.05	753.75
5,000 .. ..	1,701.25	1,616.20	1,701.25	1,616.20	1,616.20	1,701.25

(a) Income remaining after allowing all deductions other than deductions for dependants.



## INCOME TAX ON SPECIFIED INCOMES—continued

(£ )

Income(a)	1957-58 and 1958-59	1959-60	1960-61	1961-62 and 1962-63	1963-64	1964-65
<b>TAXPAYER WITH DEPENDENT WIFE</b>						
150 .. ..	..	..	..	..	..	..
200 .. ..	..	..	..	..	..	..
250 .. ..	0.50	0.50	0.50	0.50	..	..
300 .. ..	1.25	1.20	1.25	1.20	..	..
350 .. ..	2.80	2.65	2.80	2.65	..	..
400 .. ..	5.25	5.00	5.25	5.00	5.00	5.25
500 .. ..	12.65	12.00	12.65	12.00	12.00	12.65
600 .. ..	22.40	21.30	22.40	21.30	21.30	22.40
800 .. ..	47.65	45.25	47.65	45.25	45.25	47.65
1,000 .. ..	79.55	75.55	79.55	75.55	75.55	79.55
1,500 .. ..	188.20	178.80	188.20	178.80	178.80	188.20
2,000 .. ..	330.35	313.85	330.35	313.85	313.85	330.35
3,000 .. ..	694.75	660.00	694.75	660.00	660.00	694.75
5,000 .. ..	1,627.35	1,546.00	1,627.35	1,546.00	1,546.00	1,627.35
<b>TAXPAYER WITH DEPENDENT WIFE AND ONE CHILD</b>						
150 .. ..	..	..	..	..	..	..
200 .. ..	..	..	..	..	..	..
250 .. ..	..	..	..	..	..	..
300 .. ..	..	..	..	..	..	..
350 .. ..	0.60	0.55	0.60	0.55	..	..
400 .. ..	1.50	1.45	1.50	1.45	..	..
500 .. ..	5.80	5.50	5.80	5.50	5.50	5.80
600 .. ..	13.40	12.75	13.40	12.75	12.75	13.40
800 .. ..	35.35	33.60	35.35	33.60	33.60	35.35
1,000 .. ..	64.20	61.00	64.20	61.00	61.00	64.20
1,500 .. ..	165.80	157.50	165.80	157.50	157.50	165.80
2,000 .. ..	302.00	286.90	302.00	286.90	286.90	302.00
3,000 .. ..	658.20	625.30	658.20	625.30	625.30	658.20
5,000 .. ..	1,580.35	1,501.35	1,580.35	1,501.35	1,501.35	1,580.35
<b>TAXPAYER WITH DEPENDENT WIFE AND TWO CHILDREN</b>						
150 .. ..	..	..	..	..	..	..
200 .. ..	..	..	..	..	..	..
250 .. ..	..	..	..	..	..	..
300 .. ..	..	..	..	..	..	..
350 .. ..	..	..	..	..	..	..
400 .. ..	..	..	..	..	..	..
500 .. ..	2.55	2.40	2.55	2.40	..	..
600 .. ..	8.00	7.60	8.00	7.60	7.60	8.00
800 .. ..	27.20	25.85	27.20	25.85	25.85	27.20
1,000 .. ..	53.90	51.20	53.90	51.20	51.20	53.90
1,500 .. ..	149.85	142.35	149.85	142.35	142.35	149.85
2,000 .. ..	282.80	268.65	282.80	268.65	268.65	282.80
3,000 .. ..	633.30	601.65	633.30	601.65	601.65	633.30
5,000 .. ..	1,546.75	1,469.40	1,546.75	1,469.40	1,469.40	1,546.75

(a) Income remaining after allowing all deductions other than deductions for dependants.

9. *Pay-as-you-earn.*—(i) *Salary and Wage Earners.* Salary and wage earners are subject to instalment deductions for payment of tax at current rates out of weekly (or fortnightly) earnings. Employers are required to deduct tax from each payment of wages or salary to an employee at the appropriate rate, in accordance with a prescribed instalment scale. This scale shows the amount to be deducted according to the income and number of dependants of the employee.

Under the group scheme of deduction, which covers most employers of more than ten persons, the amount deducted is remitted to the Taxation Department, and after 30th June each year each employee is given a group certificate by his employer showing the amount of deductions made during the year. This certificate is forwarded to the Taxation Department with the employee's return of income for the year. If the tax assessed on the basis of this return is less than the amount shown on the group certificate, a refund is forwarded to the employee with his assessment. If the tax assessed is greater than the amount shown on the group certificate, the employee is required to pay the balance.

Under the stamp scheme used by small employers, a stamp deduction sheet in two parts is used. Each four weeks the employer purchases stamps (also in two parts) for the amount of the deductions made each pay day and sticks one part on each half of the sheet. At the end of the year the employer gives the employee one half of the sheet and sends the other half to the Taxation Department. The employee's half is then used in the same way as a group certificate.

(ii) *Taxpayers with Income other than Salary and Wages.* These taxpayers pay provisional tax in respect of income other than salary and wages. Collection of tax for the current year is made at the same time as collection and assessment for the previous year are adjusted. The notice of assessment shows an amount of provisional tax for the current year. This provisional amount is an approximation to the tax which will be payable after the return of income for the current year has been lodged. It is ascertained by assuming that the income of the current year will be the same as that for the previous year (for which a return has already been lodged), but the rates for the current year are applied to the income and not the rates for the year in which it was derived. The assessment notice shows the provisional tax paid in the previous year as a credit against the tax assessed on the basis of the return for that year. On receipt of his assessment, the taxpayer may elect to substitute his own estimate of income for the current year and pay tax on the basis of this estimate. To protect the revenue, a penalty is imposed if the taxpayer elects to pay provisional tax on an estimate of income more than 20 per cent. lower than the income of the previous year and he underestimates his income by more than 20 per cent.

An employee with income of £100 or more from sources other than salaries or wages is required to pay provisional tax in respect of that income.

10. *Lodgment of Returns and Assessment of Tax.*—All persons with assessable income in excess of £208 are required to lodge returns by 31st July each year (31st August for business incomes). The Income Tax payable is assessed, and assessment notices showing the amounts payable are issued during the year following the year of income. The approximate amount payable, however, has already been collected during the income year from employees by deductions from wages and from non-employees by a provisional tax. The amount shown on the assessment notice is therefore adjusted against the amount already paid and any difference either collected or refunded.

11. *Company Income Taxes.*—(i) *General.* For taxation purposes, companies are divided into two main groups—public and private. A private company is defined as a company in which all the issued shares are held by not more than twenty persons or which is capable of being controlled by not more than seven persons, and which is not a company in which the public is substantially interested or a subsidiary of a public company. All other companies are regarded as public companies. Both public and private companies pay primary tax assessed on a taxable income ascertained on the same principles as for individuals.

Dividends received are assessable income, but resident companies receive a rebate at the average rate on the amount of dividends included in the taxable income. This rebate is not allowed to non-resident companies.

(ii) *Rates of Tax.* The rates of Primary Tax for companies, and Additional Tax for private companies, applicable to the income years 1956-57 to 1963-64 are shown in the table below.

Super Tax and Undistributed Income Tax ceased to be levied on public companies from the 1950-51 income year and Additional Income Tax ceased from the 1952-53 income year. For details, see Year Book No. 39, page 846 and No. 40, page 743.

**RATES OF TAX: COMPANIES, 1956-57 TO 1963-64 INCOME YEARS**

(Pence per £)

Type of company	Rate of Income Tax for income years—						Rate of Additional Tax on undistributed income
	1956-57 to 1958-59		1959-60 to 1962-63		1963-64		1956-57 to 1963-64
	Up to £5,000	On remainder of taxable income	Up to £5,000	On remainder of taxable income	Up to £5,000	On remainder of taxable income	Undistributed amount—additional tax
Private .. .. .	54	78	60	84	66	90	120
Co-operative .. .. .	66	90	72	96	78	102	..
Non-profit(a)(h)—							
Friendly society dispensaries .. .. .	66	66	72	72	78	78	..
Other .. .. .	66	90	72	96	78	102	..
Life insurance—							
Mutual .. .. .	54	78	60	84	66	90	..
Other—							
(1) Mutual income .. .. .	54	78	60	84	66	90	..
(2) Other income(c) .. .. .	(d) 78	90	(d) 84	96	(d) 90	102	..
Other .. .. .	(d) 78	90	(d) 84	96	(d) 90	102	..
Interest paid to a non-resident(e) .. .. .	90	90	96	96	102	102	..

(a) Incomes not exceeding £104 (1956-57 to 1961-62) or £208 (1962-63 and 1963-64) are exempt from tax. (b) Where the taxable income does not exceed £231 (1956-57 to 1958-59), £260 (1959-60 to 1961-62), £520 (1962-63), or £594 (1963-64), the tax may not exceed one-half of the amount by which the taxable income exceeds £104 (1956-57 to 1961-62), or £208 (1962-63 and 1963-64). (c) The rate of 90d. (1963-64), 84d. (1959-60 to 1962-63) or 78d. (1956-57 to 1958-59), is levied on the amount of £5,000 less the mutual income. (d) For non-resident companies, dividends included in this part of taxable income are taxed at 78d. (1963-64), 72d. (1959-60 to 1962-63), or 66d. per £1 (1956-57 to 1958-59) (a resident company is allowed a rebate of tax in respect of dividends received). (e) If the non-resident is not a company, tax is paid only on income in excess of £104 (1956-57 to 1961-62), or £208 (1962-63 and 1963-64).

A private company incurs liability for additional tax on its undistributed income if it fails to make a sufficient distribution of income within a specified period after the close of the year of income. The tax is levied on the undistributed amount which, for practical purposes, is the taxable income less—(a) primary income tax payable; (b) retention allowance (i.e., the proportion of the reduced distributable income which a company may retain without incurring liability for undistributed income tax); and (c) certain dividends paid by the company.

For the income years 1952-53 to 1957-58 the retention allowance was the following proportion of the reduced distributable income:—on the first £1,000 or part, 50 per cent.; on the next £1,000 or part, 40 per cent.; on the next £1,000 or part, 35 per cent.; on the next £1,000 or part, 30 per cent.; on the balance, 25 per cent.; and 10 per cent. of distributable income from property, except dividends from other private companies.

For 1958-59 to 1961-62 the minimum retention allowance from business profits was 35 per cent. The rates were:—on the first £1,000 or part, 50 per cent.; on the next £1,000 or part, 40 per cent.; on the balance, 35 per cent.; and 10 per cent. of distributable income from property, except dividends from other private companies.

For 1962-63 and 1963-64 the minimum retention allowance from business profits is 40 per cent. The rates are:—on the first £5,000 or part, 50 per cent.; on the next £5,000 or part, 45 per cent.; on the balance, 40 per cent.; and 10 per cent. of distributable income from property, except dividends from other private companies.

For the income years 1952-53 to 1963-64 the reduced distributable income is calculated by deducting from the taxable income the primary tax payable and the amount of all property income included in taxable income. The additional tax on undistributed income was imposed at a flat rate of 10s. in the £1 on the undistributed amount.

12. *Yield of Income Taxes.*—(i) *Collections from Income Taxes.* The following table shows the amounts of taxes collected in the years 1959-60 to 1963-64.

### INCOME TAX COLLECTIONS (£'000)

Tax	Collection Year				
	1959-60	1960-61	1961-62	1962-63	1963-64
Individuals .. ..	442,164	518,744	537,345	541,704	636,079
Companies .. ..	229,130	282,562	282,688	259,914	293,130
Superannuation Funds .. ..	..	..	..	7	65
Dividend (Withholding) .. ..	..	5,960	8,117	8,965	7,968
State Income Tax(a) .. ..	8	7	..	..	..
<b>Total .. ..</b>	<b>671,302</b>	<b>807,273</b>	<b>828,150</b>	<b>810,590</b>	<b>937,242</b>

(a) Amounts shown are arrears of State income taxes existing prior to the introduction of the uniform tax arrangement.

(ii) *Income Tax Assessed.* The amounts of income tax covered by statistical analyses of assessments for recent years are shown in the following table. The amounts are shown under the year of income of the taxpayer. Tax is usually paid by companies in the year following the year of income. Individuals pay tax in the year of income, but there is usually an adjustment in the following year. Tax assessed after the close of the normal assessing period is not included.

### INCOME TAXES ASSESSED (£'000)

Tax	Income Year				
	1957-58	1958-59	1959-60	1960-61	1961-62
Individuals .. ..	363,025	378,219	426,476	486,701	478,487
Companies—					
Primary Tax .. ..	214,683	231,610	292,856	276,477	268,168
Additional Tax on Undistributed Income of Private Companies .. ..	1,835	1,274	1,460	1,301	988
<b>Total .. ..</b>	<b>579,543</b>	<b>611,103</b>	<b>720,792</b>	<b>764,479</b>	<b>747,643</b>

13. *Income Tax Assessments.*—(i) *1961-62 Income Year.* The following tables show, for the 1961-62 income year, the number of taxpayers, income, and net income tax assessed for individuals and resident and non-resident companies. For further information of this nature, see the annual bulletin *Commonwealth Taxation Assessments* issued by this Bureau.

**COMMONWEALTH INCOME TAX ASSESSMENTS(a): NUMBER OF TAXPAYERS, ACTUAL INCOME(b), TAXABLE INCOME(c) AND NET TAX ASSESSED—INDIVIDUALS**

(Income derived in the year 1961-62)

Grade of actual income(b) and State or Territory of assessment		Number of taxpayers			Actual income (b)	Taxable income (c)			Net Income Tax assessed
		Males	Females	Total	Total	Salary and wages	Other income	Total	
£	£	No.	No.	No.	£'000	£'000	£'000	£'000	£'000
105- 199 ..	56,021	103,871	159,892	24,777	19,372	4,254	23,626	186	
200- 299 ..	61,133	120,312	181,445	45,128	33,205	8,312	41,517	707	
300- 399 ..	78,100	129,896	207,996	72,965	53,238	12,378	65,616	1,915	
400- 499 ..	94,605	145,897	240,502	108,267	79,000	17,117	96,117	3,872	
500- 599 ..	101,870	154,045	255,915	140,642	98,569	24,561	123,130	6,265	
600- 699 ..	109,617	178,500	287,667	187,066	134,143	28,010	162,153	9,810	
700- 799 ..	126,275	159,508	285,783	214,194	150,305	31,982	182,287	12,528	
800- 899 ..	182,968	112,848	295,816	251,680	169,435	35,453	204,888	15,351	
900- 999 ..	264,512	74,163	338,675	321,831	214,460	37,454	251,914	20,203	
1,000-1,099 ..	312,714	49,307	362,021	380,028	250,204	39,016	289,220	24,854	
1,100-1,199 ..	297,628	31,282	328,910	377,514	245,569	38,543	284,112	26,186	
1,200-1,299 ..	253,297	22,269	275,566	343,768	219,488	37,687	257,175	25,220	
1,300-1,399 ..	205,930	16,993	222,923	300,111	187,308	36,199	223,507	23,270	
1,400-1,499 ..	158,887	13,333	172,220	249,261	152,710	34,095	186,805	20,698	
1,500-1,999 ..	410,612	37,740	448,352	761,689	431,951	141,307	573,258	72,574	
2,000-2,999 ..	200,229	26,077	226,306	535,365	241,670	175,472	417,142	69,538	
3,000-3,999 ..	50,694	8,077	58,771	200,596	65,655	99,055	164,710	36,335	
4,000-4,999 ..	21,157	3,495	24,652	109,244	29,418	62,938	92,356	24,494	
5,000-9,999 ..	23,453	3,701	27,154	176,325	37,655	116,356	154,011	53,244	
10,000-14,999 ..	2,683	429	3,112	36,935	7,293	25,883	33,176	14,836	
15,000 and over	1,209	221	1,430	35,459	5,091	25,108	30,199	16,005	
Central Office ..	8,701	6,127	14,828	44,696	9,018	28,056	37,074	11,313	
New South Wales	1,133,189	526,944	1,660,133	1,877,881	1,142,420	353,873	1,496,293	186,988	
Victoria ..	848,549	429,014	1,277,563	1,412,672	831,725	297,499	1,129,224	141,160	
Queensland ..	410,073	164,755	574,828	599,796	315,008	144,373	459,381	53,613	
South Australia	282,292	127,163	409,455	429,460	242,418	96,711	339,129	38,420	
Western Australia	207,742	86,035	293,777	317,092	169,464	78,957	248,421	29,354	
Tasmania ..	96,424	39,854	136,278	141,361	83,349	25,723	109,072	12,200	
Nor. Territory ..	6,864	2,310	9,174	12,702	6,952	1,403	8,355	1,045	
Aust. Cap. Ter.	19,760	9,312	29,072	37,185	25,385	4,585	29,970	4,178	
<b>Total, Residents</b>	<b>3,013,594</b>	<b>1,391,514</b>	<b>4,405,108</b>	<b>4,872,845</b>	<b>2,825,739</b>	<b>1,031,180</b>	<b>3,856,919</b>	<b>478,091</b>	
<i>Total, Non-residents ..</i>	<i>1,031</i>	<i>489</i>	<i>1,520</i>	<i>2,139</i>	<i>1,088</i>	<i>958</i>	<i>2,046</i>	<i>396</i>	
<b>Total, Residents and Non-residents ..</b>	<b>3,014,625</b>	<b>1,392,003</b>	<b>4,406,628</b>	<b>4,874,984</b>	<b>2,826,827</b>	<b>1,032,138</b>	<b>3,858,965</b>	<b>478,487</b>	

(a) Assessments in respect of 1961-62 incomes issued to 30th September, 1963. Assessments issued after that date are not included. (b) Actual income is defined briefly as "Gross income including exempt income less expenses incurred in gaining that income". (c) Taxable income is the income remaining after deducting from assessable income all allowable deductions.

**COMMONWEALTH INCOME TAX ASSESSMENTS(a): NUMBER OF TAXPAYERS, ACTUAL INCOME(b), TAXABLE INCOME(c) AND NET TAX ASSESSED—RESIDENT AND NON-RESIDENT COMPANIES**

(Income derived in the year 1961-62)

Grade of taxable income(c) and State or Territory of assessment		Number of taxpayers	Actual income(b)	Taxable income(c)	Net tax assessed(d)
£	£	No.	£'000	£'000	£'000
1- 999 ..	..	18,412	10,178	6,465	1,601
1,000- 4,999 ..	..	21,181	64,194	56,528	13,378
5,000- 9,999 ..	..	8,302	60,526	57,278	14,884
10,000- 19,999 ..	..	4,182	61,365	58,346	16,671
20,000- 49,999 ..	..	2,805	96,776	86,647	26,195
50,000- 99,999 ..	..	1,103	79,885	76,244	23,345
100,000-199,999 ..	..	611	89,921	86,249	26,268
200,000-499,999 ..	..	351	110,788	107,254	31,715
500,000-999,999 ..	..	92	64,149	61,858	18,974
1,000,000 and over	..	103	345,599	292,302	95,137

For footnotes see end of table.

**COMMONWEALTH INCOME TAX ASSESSMENTS(a): NUMBER OF TAXPAYERS, ACTUAL INCOME(b), TAXABLE INCOME(c) AND NET TAX ASSESSED—RESIDENT AND NON-RESIDENT COMPANIES—continued**

Grade of taxable income(c) and State or Territory of assessment	Number of taxpayers	Actual income(b)	Taxable income(c)	Net tax assessed(d)
		£'000	£'000	£'000
Central Office .. .. .	No. 3,217	472,208	402,787	130,308
New South Wales .. .. .	23,122	208,532	199,807	56,586
Victoria .. .. .	16,494	152,627	146,483	39,636
Queensland .. .. .	4,614	51,772	47,668	15,234
South Australia .. .. .	5,268	43,450	41,840	12,017
Western Australia .. .. .	2,087	26,836	24,290	7,917
Tasmania .. .. .	1,122	12,091	11,795	3,593
Northern Territory .. .. .	131	1,948	1,397	430
Australian Capital Territory .. .. .	1,087	13,917	13,104	2,447
<b>Total .. .. .</b>	<b>57,142</b>	<b>983,381</b>	<b>889,171</b>	<b>268,168</b>

(a) Assessments in respect of 1961-62 incomes issued to 31st December, 1963. Assessments issued after that date are not included. (b) Actual income is defined briefly as "Gross income including exempt income less expenses incurred in gaining that income". (c) Taxable income is the income remaining after deducting from assessable income all allowable deductions. (d) Excludes additional tax levied on the undistributed income of private companies, £988,000.

(ii) *Income Tax on Residents—Grades of Income.* Individual income taxes assessed on residents are distributed according to grades of actual income in the following table. The year shown in each case is the year of income of the taxpayer. Assessments issued after the normal assessing period are not included.

**COMMONWEALTH INCOME TAX ASSESSMENTS: NUMBER OF TAXPAYERS AND NET TAX ASSESSED—RESIDENT INDIVIDUALS**

Grade of actual income	Income Year							
	1958-59		1959-60		1960-61		1961-62	
	No. of taxpayers	Net tax assessed	No. of taxpayers	Net tax assessed	No. of taxpayers	Net tax assessed	No. of taxpayers	Net tax assessed
£	£	£'000	£'000	£'000	£'000	£'000	£'000	£'000
105-199 ..	157,786	194	159,479	187	159,541	197	159,892	186
200-299 ..	185,069	786	183,675	732	185,229	770	181,445	707
300-399 ..	225,492	2,208	215,557	1,999	215,468	2,100	207,996	1,915
400-499 ..	250,645	4,245	237,864	3,818	244,387	4,134	240,502	3,872
500-599 ..	296,189	7,774	261,256	6,468	265,398	6,903	255,915	6,265
600-699 ..	297,370	10,500	288,149	9,849	291,960	10,486	287,667	9,810
700-799 ..	303,738	13,066	284,299	12,187	281,872	12,853	285,783	12,528
800-899 ..	376,967	18,902	321,739	16,069	302,734	16,285	295,816	15,351
900-999 ..	395,366	23,259	360,892	20,933	342,070	21,267	338,675	20,203
1,000-1,099 ..	346,733	23,456	355,821	24,046	353,179	25,277	362,021	24,854
1,100-1,199 ..	266,226	21,424	307,052	24,193	312,243	25,688	328,910	26,186
1,200-1,299 ..	198,622	18,526	247,214	22,453	266,540	25,518	275,566	25,220
1,300-1,399 ..	149,980	16,100	191,397	19,921	216,529	23,821	222,923	23,270
1,400-1,499 ..	110,477	13,701	146,275	17,480	167,256	21,009	172,220	20,698
1,500-1,999 ..	265,013	45,733	364,735	59,128	433,488	74,346	448,352	72,574
2,000-2,999 ..	127,985	43,667	171,906	53,831	208,536	67,925	226,306	69,538
3,000-3,999 ..	38,367	26,194	48,000	30,186	55,817	36,715	58,771	36,335
4,000-4,999 ..	17,297	18,706	21,205	21,464	23,664	24,841	24,652	24,494
5,000-9,999 ..	19,669	41,973	24,441	48,805	26,167	54,685	27,154	53,244
10,000-14,999 ..	2,487	12,721	3,100	15,038	3,014	15,245	3,112	14,836
15,000-29,999 ..	971	9,337	1,169	11,424	1,237	11,396	1,208	10,883
30,000-49,999 ..	123	2,384	144	2,808	152	2,944	153	2,665
50,000 and over	43	2,020	57	2,395	52	1,848	69	2,757
<b>Total ..</b>	<b>4,032,615</b>	<b>376,876</b>	<b>4,195,526</b>	<b>425,414</b>	<b>4,356,380</b>	<b>486,224</b>	<b>4,405,108</b>	<b>478,091</b>

(a) Actual income is defined briefly as "Gross income including exempt income less expenses incurred in gaining that income".