



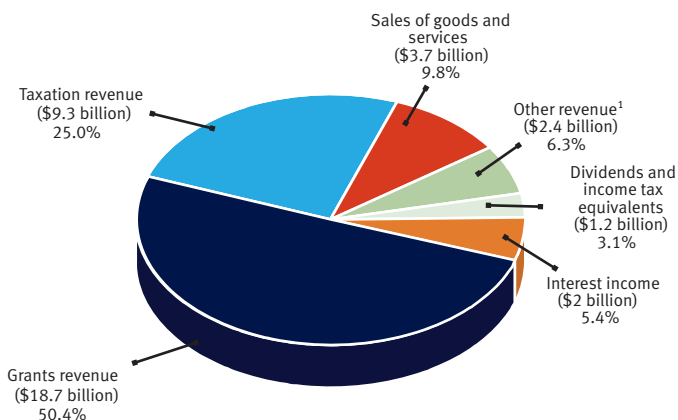
How the money is raised

- General Government revenues are budgeted to be \$37.192 billion in 2009-10, an increase of 3.7% on 2008-09 estimated actual revenue.
- This increase is largely due to increased Australian Government funding (for example, the Nation Building and Jobs Plan), interest income returning to an assumed long run rate of return and commencement of measures announced in the *Mid Year Fiscal and Economic Review*.
- Partially offsetting this increase is a \$1.59 billion reduction in royalty revenue, primarily due to sharp reductions in contract coal prices settled since the *Economic and Fiscal Update*.
- While a number of taxation measures announced in the *Mid Year Fiscal and Economic Review* and commencing from 1 July 2009 will help increase taxation revenue (6% in 2009-10), there are no taxation or royalty increases in this Budget.
- Taxation revenue estimates for 2009-10 are \$1.556 billion lower than at the time of the 2008-09 Budget.
- Australian Government payments to Queensland are expected to total \$18.307 billion in 2009-10. This is an increase of 9% over payments in 2008-09 primarily due to increases in Australian Government capital grants for specific purposes under the Nation Building and Jobs Plan and the Council of Australian Government reform agreements. This is partly offset by a decrease in GST revenue.
- In 2009-10 Australian Government payments include \$7.660 billion in GST revenue grants, \$889 million (or 10.4%) less than in 2007-08.

How the money is spent

- General Government operating expenses are budgeted at \$39.146 billion.
- The major areas of expenditure are health and education, which together constitute approximately 48.2% of General Government sector expenses.
- The combined budget allocated for health and education will total \$18.9 billion in 2009-10.
- Agreements with the Australian Government require increased expenditure in many service delivery areas.

General Government operating revenue (2009-10)



¹ The major component of 'Other revenue' is royalties and land rents (4.9%).

General Government expenses by purpose (2009-10)

