

APPENDIX F

Acronyms, abbreviations and glossary

Acronyms

AFR	<i>2021–22 Annual Financial Report of the State of Victoria</i>
DJPR	Department of Jobs, Precincts and Regions
DoT	Department of Transport
FTE	full-time equivalent
GGS	general government sector
GSP	gross state product
IFR	insurance funding ratio
PFC	public financial corporation
PNFC	public non-financial corporation
STC	North East Link State Tolling Corporation
TEI	total estimated investment
VGCCC	Victorian Gambling and Casino Control Commission

Abbreviations

Crown Casino	Crown Melbourne Limited
Royal Commission	<i>Royal Commission into the Casino Operator and Licence</i>
VicTrack	Victorian Rail Track
WorkSafe	Victorian WorkCover Authority

Glossary

Accountability	Responsibility of public sector entities to achieve their objectives in the reliability of financial reporting, effectiveness and efficiency of operations, compliance with applicable laws, and reporting to interested parties
Asset	An item or resource controlled by an entity that will be used to generate future economic benefits
Clear audit opinion	A clear audit opinion adds credibility to the financial report by providing reasonable assurance that reported information is reliable and accurate and complies with the requirements of relevant Australian Accounting Standards and applicable legislation
Emphasis of matter	A paragraph included in the auditor's report that refers to a matter appropriately presented or disclosed in the financial report that in the auditor's judgement, is of such importance that it is fundamental to users' understanding of the financial report
Insurance funding ratio	A funding ratio of available assets to estimated liabilities used to monitor the long-term financial sustainability of an insurance scheme
Intra-sector or intra-entity transactions	Financial transactions that occur between 2 entities in the same sector, or between 2 sectors of government. When an annual financial report is prepared, the accounts are adjusted so these transactions are not counted twice
Key audit matters	Auditors may include a description of key audit matters in the auditor's report, as described in auditing standard ASA 701 <i>Communicating Key Audit Matters in the Independent Auditor's Report</i> Key audit matters are determined by the auditor as the matters of most significance to the audit. We voluntarily adopt key audit matter reporting for the AFR and material entities to enhance the value of our audit reports by providing greater transparency and insights about our audit process. Key audit matters are not opinions and are not necessarily adverse findings
Material	Omissions or misstatements of items are material if they could, individually or collectively, influence the economic decisions that users make on the basis of the financial report. Materiality depends on the size and nature of the omission or misstatement judged in the surrounding circumstances. The size or nature of the item, or a combination of both, could be the determining factor
Material entities	The entities that account for most of the state's assets, liabilities, revenue and expenditure. In forming our opinion on the AFR, we focus on the financial transactions and balances of these entities
Net operating balance	Revenue from transactions minus expenses from transactions. It is the part of the change in net worth that can directly be attributed to government policies and is a key measure of GGS financial performance and operating sustainability. Also known as net result from transactions
Off-balance sheet	Off-balance sheet commitments are assets and liabilities that an entity has committed to but not yet included in its balance sheet
Outstanding insurance claim	A claim that the insuring entity is responsible for paying in the future where the claim arises from an event that occurred on or before the valuation date. The liability includes an allowance for claims that have occurred but have not yet been reported to the insuring entity