

8 NOVEMBER 2021

David Martine  
Secretary

# Public Accounts and Estimates Committee

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2020/21 Financial and Performance  
Outcomes hearing

# Department of Treasury and Finance

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To provide leading financial and economic advice to the Government on the allocation of resources to improve the living standards of all Victorians.

# 2020-21 highlights

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Ongoing economic and financial analysis and advice

Economic Survival and tax relief packages

Delivering two State Budgets in one financial year

Social housing and shared equity schemes

Partnerships Addressing Disadvantage

Supporting the delivery of major infrastructure projects

VicRoads Modernisation

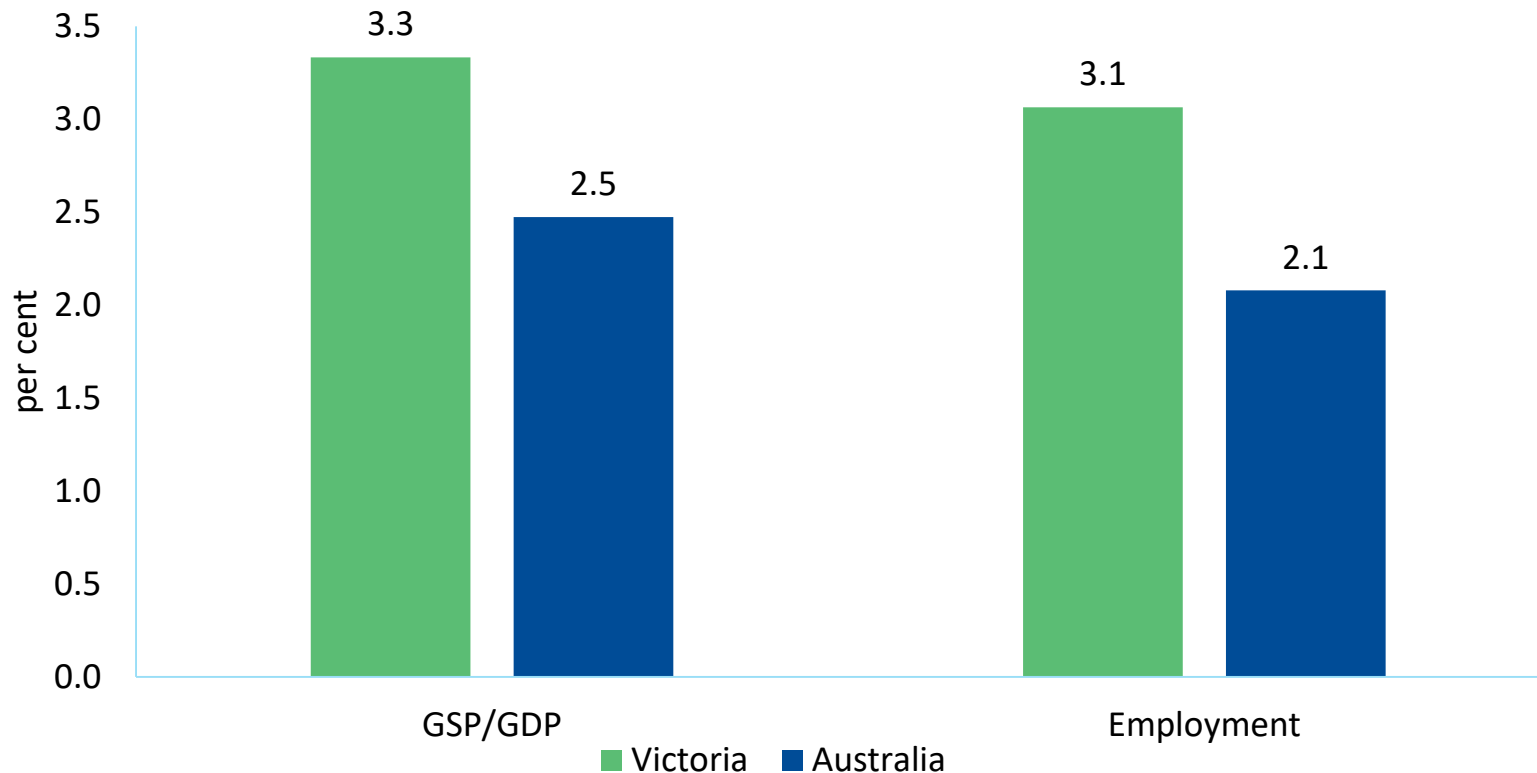
Hybrid working

# Victoria's Economy

# Before the COVID-19 pandemic, Victoria's economy was strong and had outperformed the rest of the nation

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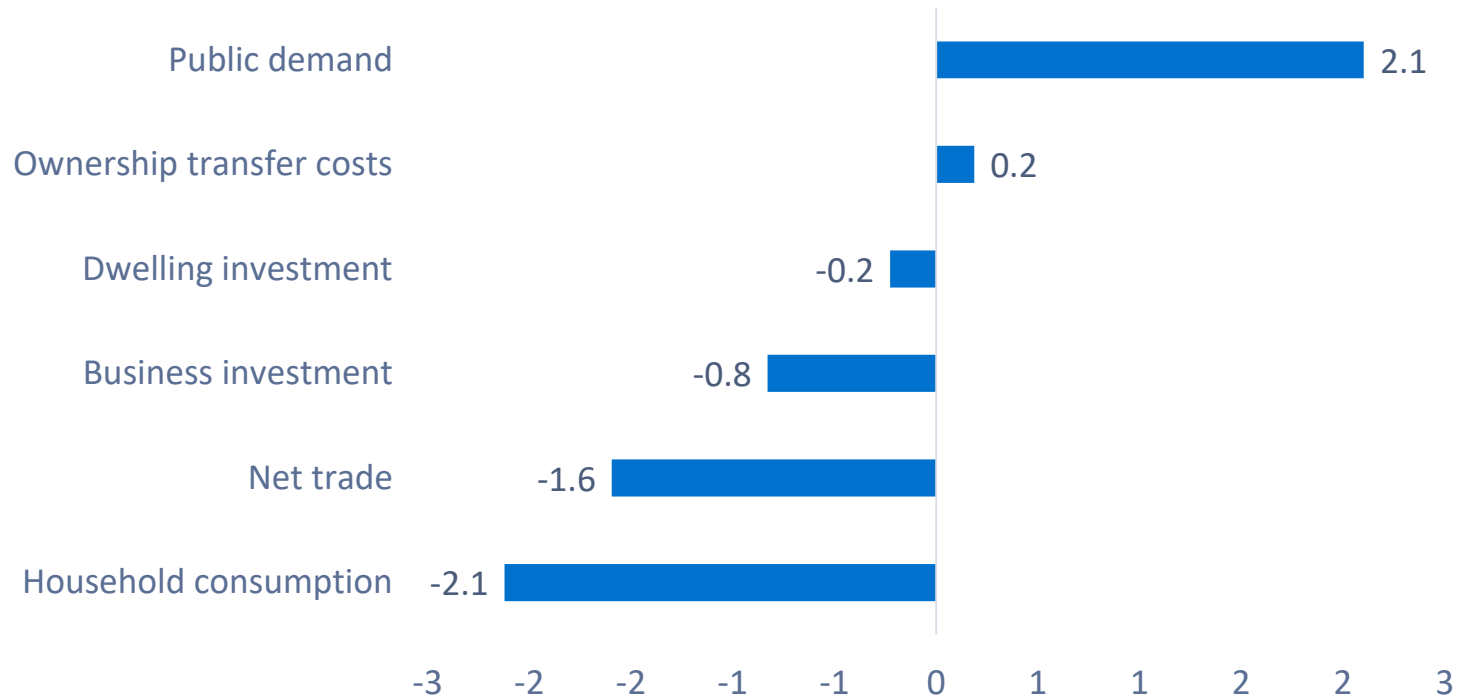
Key macroeconomic indicators: average growth over 2013-14 to 2018-19



# GSP is expected to have fallen in 2020-21

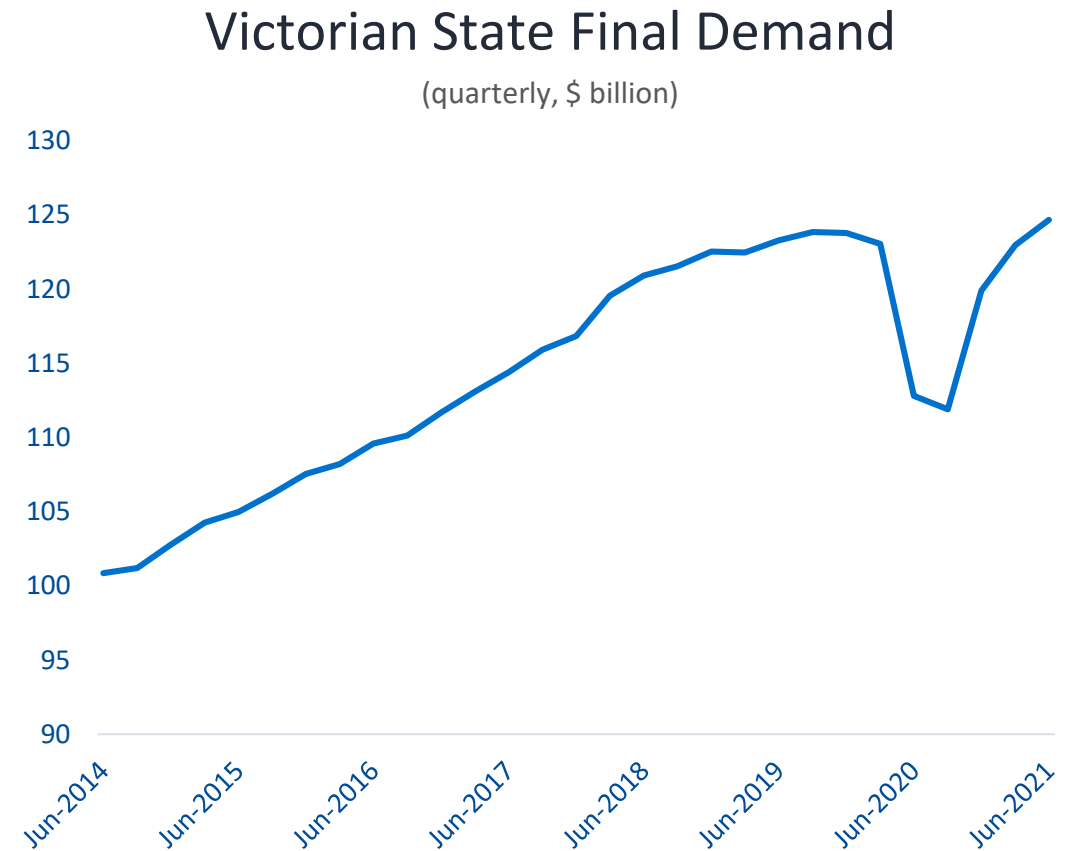
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Contributions to 2020-21 GSP growth\*



\* Excludes some components of GSP, which are not available until 19 November 2021.

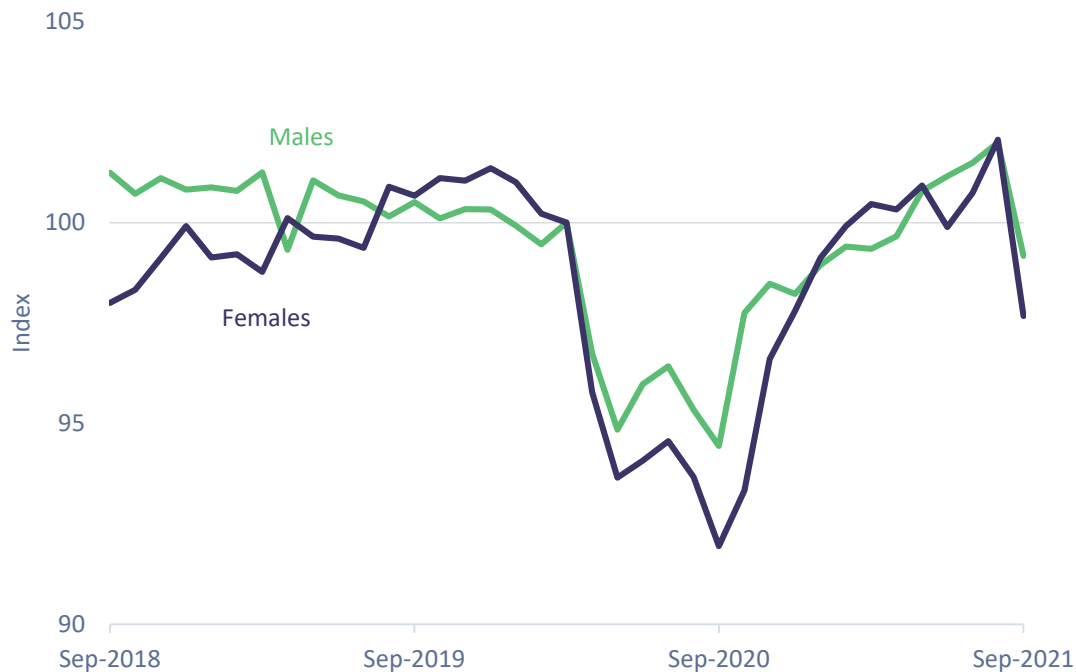
# The economy recovered strongly from late 2020



# Employment recovered across worker cohorts

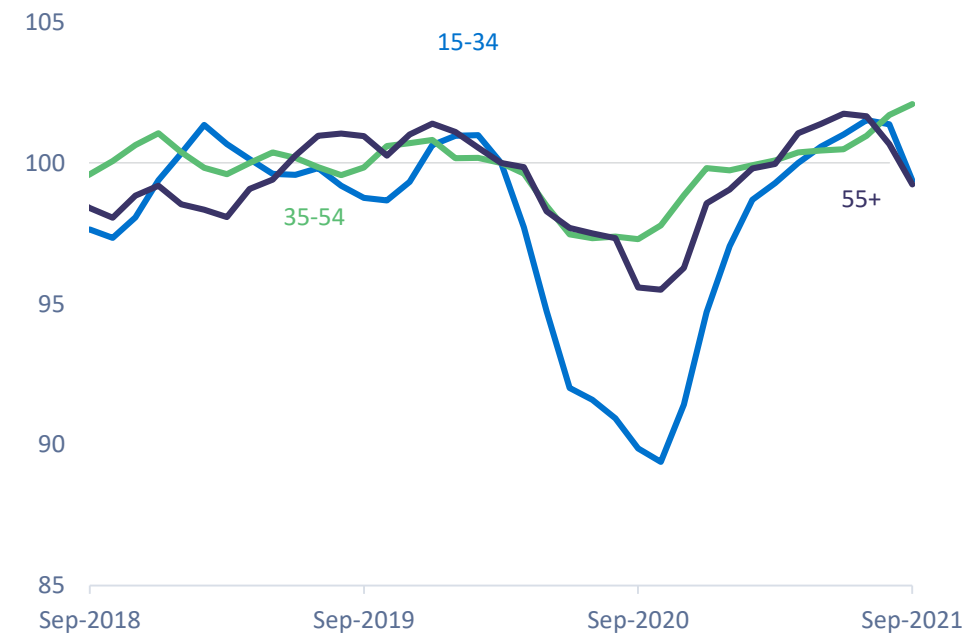
## Employment to population ratio by gender

(Victoria; index, March 2020 = 100)



## Employment to population ratio by age

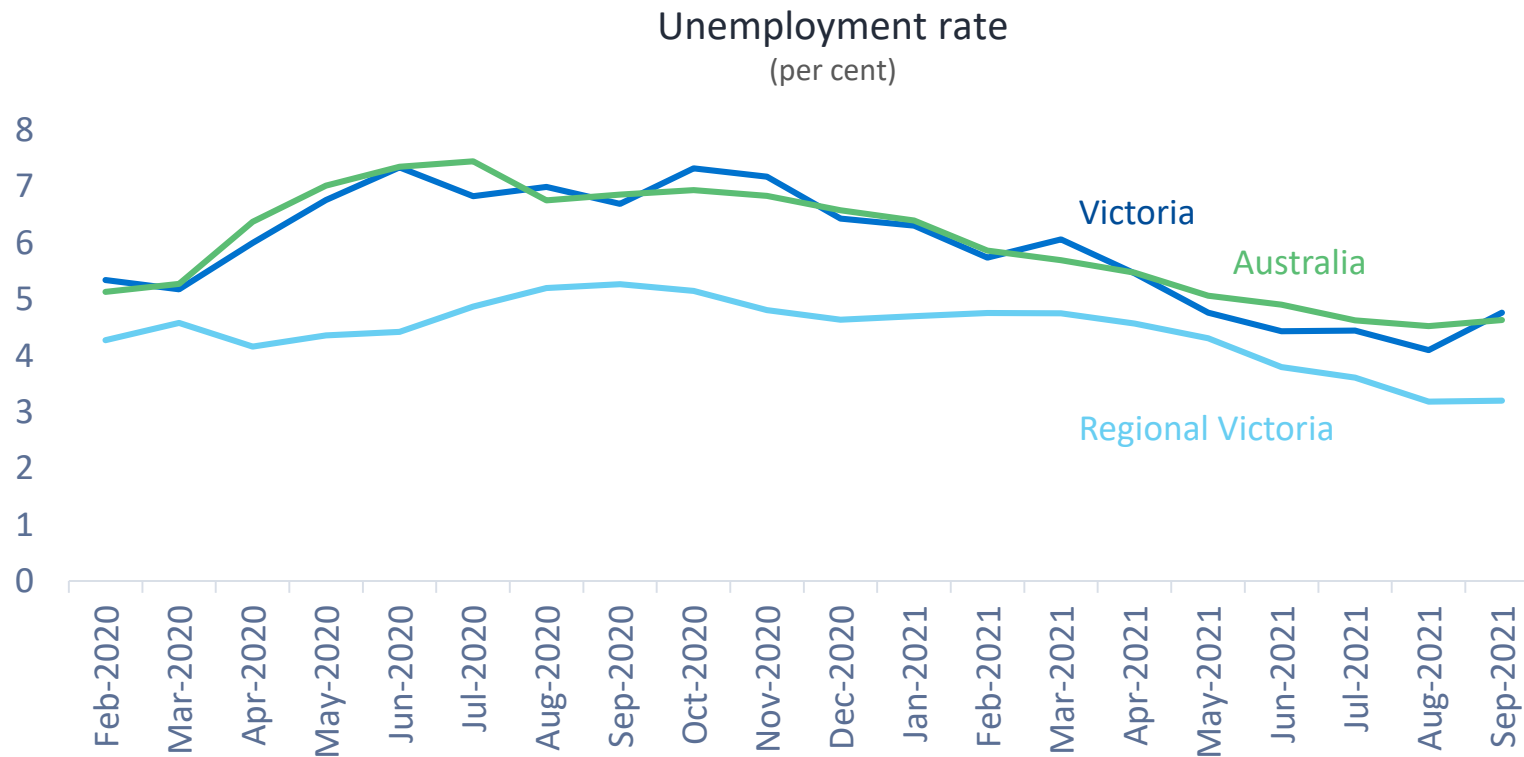
(Victoria; index, March 2020 = 100)\*



\*Three month moving average of original data. Source: ABS

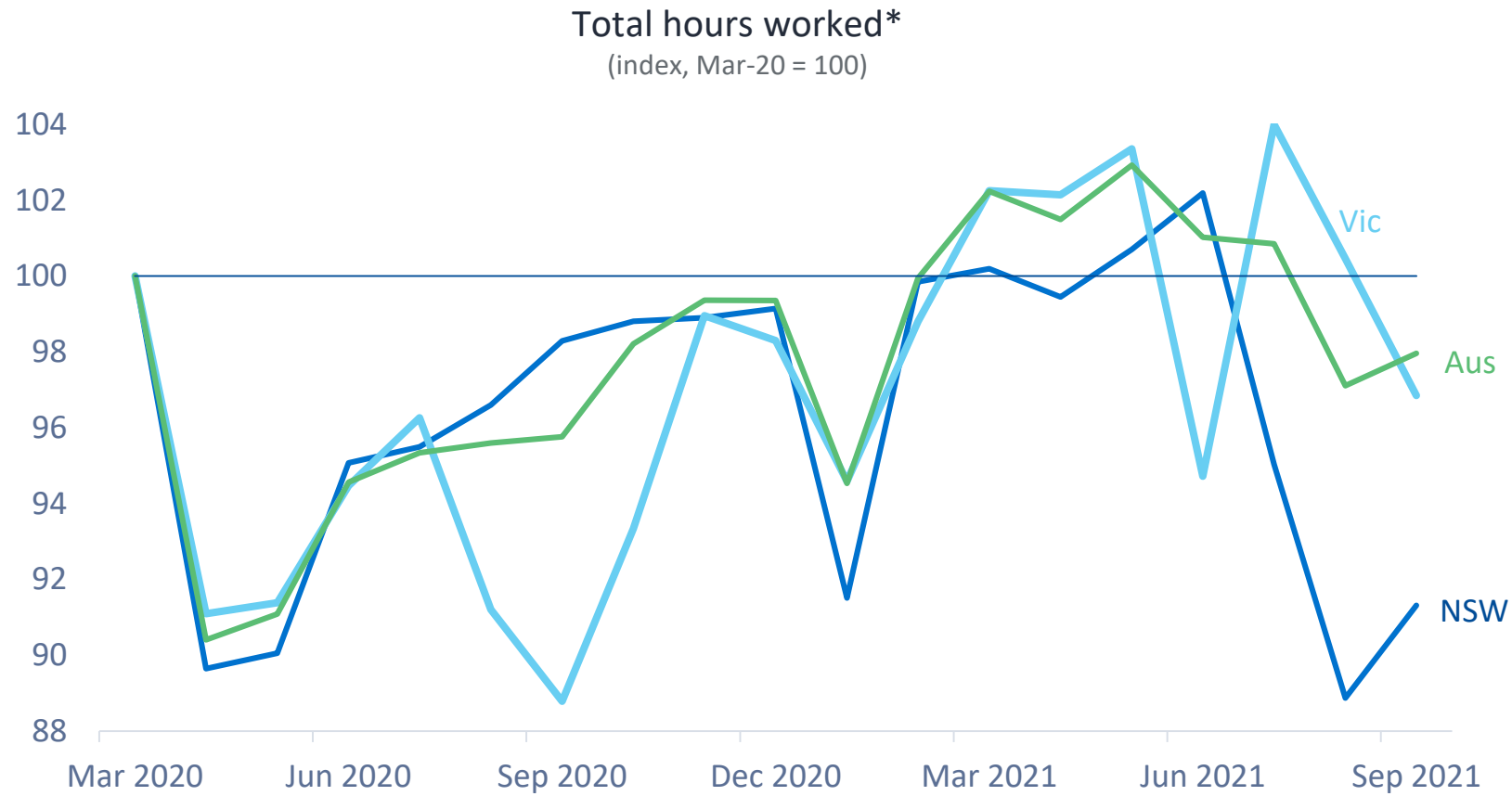


# The unemployment rate has fallen below pre-pandemic levels, with especially strong results in regional Victoria



Source: ABS. Note regional Victorian unemployment rate is a 3-month moving average.

# During the latest lockdown, the economy has performed better than in 2020

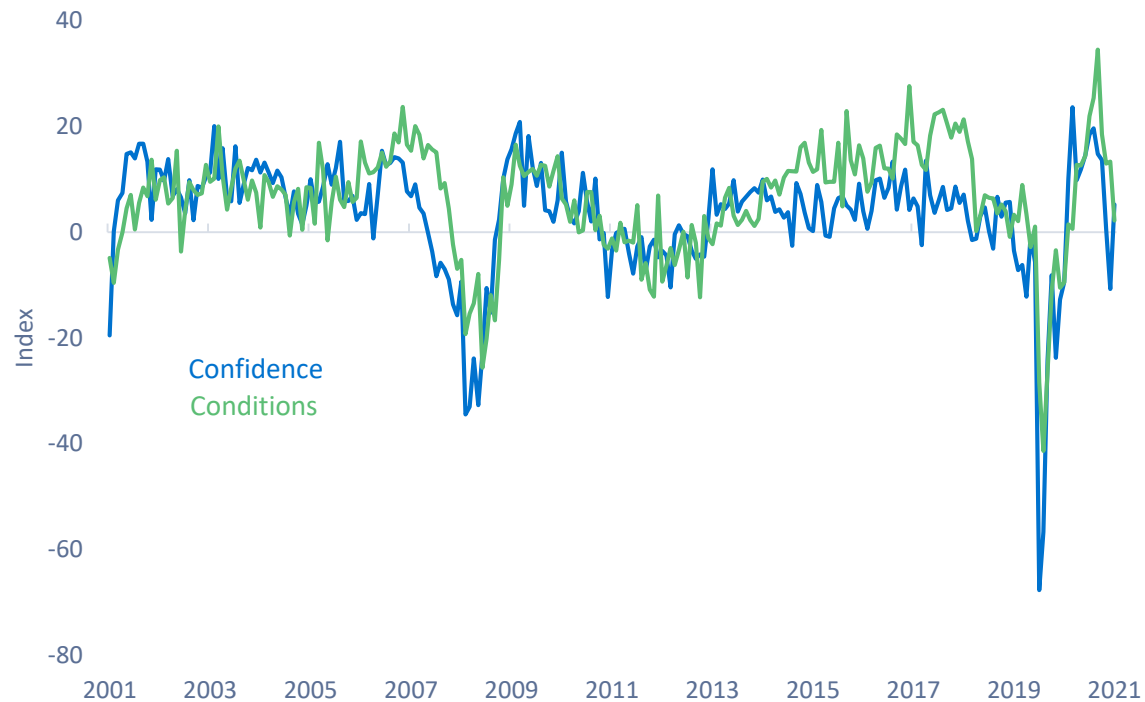


\*Excludes the ACT and NT from the national aggregate due to data limitations.

# Confidence and business conditions are more elevated than in 2020

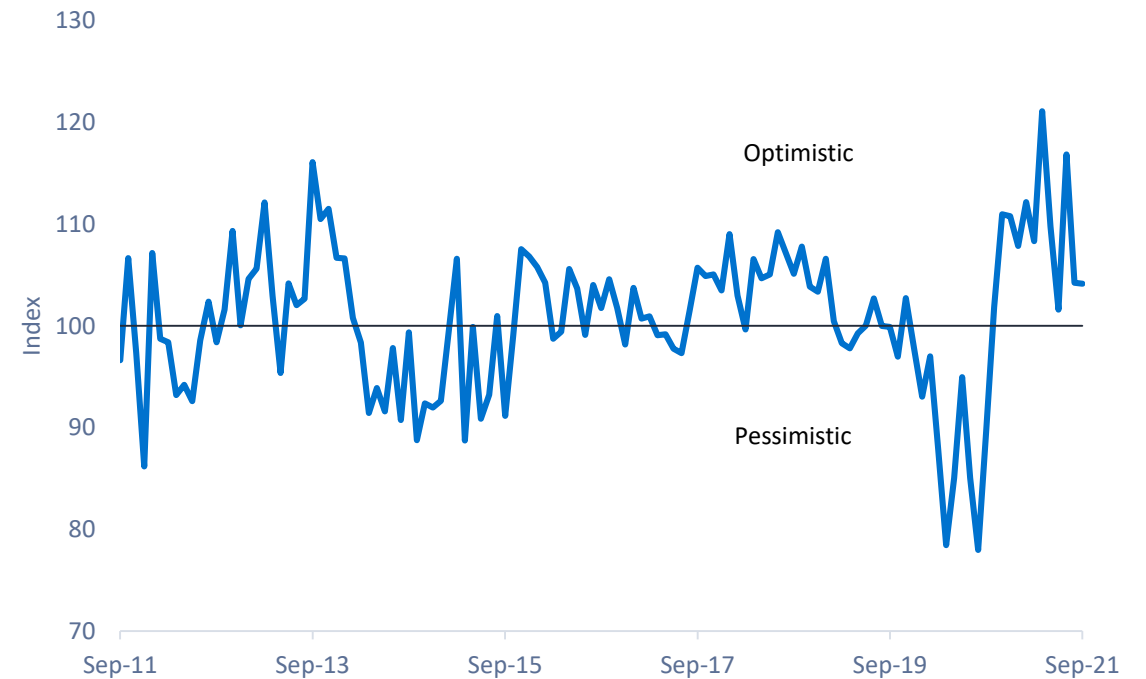
## Business conditions and confidence

NAB Monthly Business Survey, above 0 = positive



## Consumer confidence

Westpac-Melbourne Institute Consumer Confidence

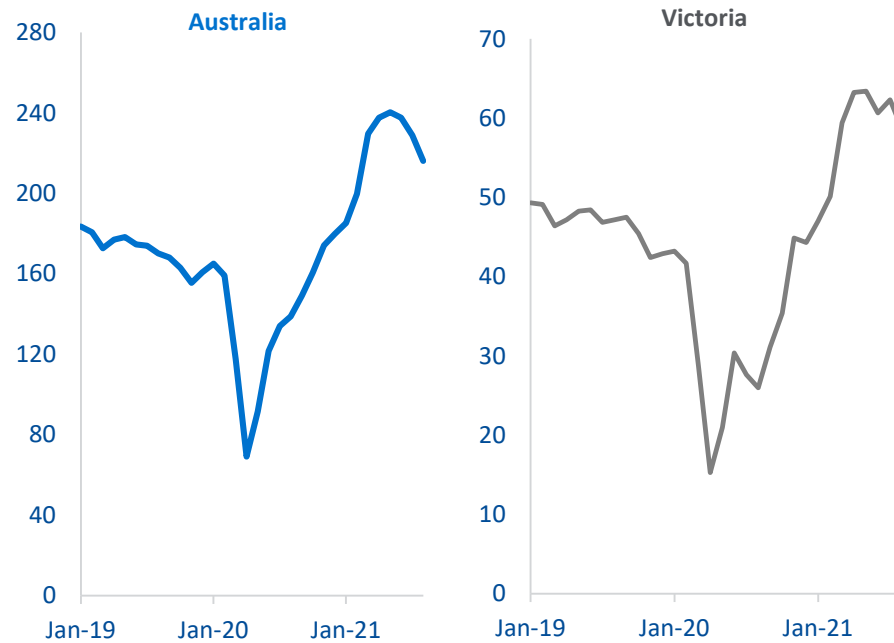


Sources: NAB, WMI

# Businesses appear to be planning for expansion once restrictions ease

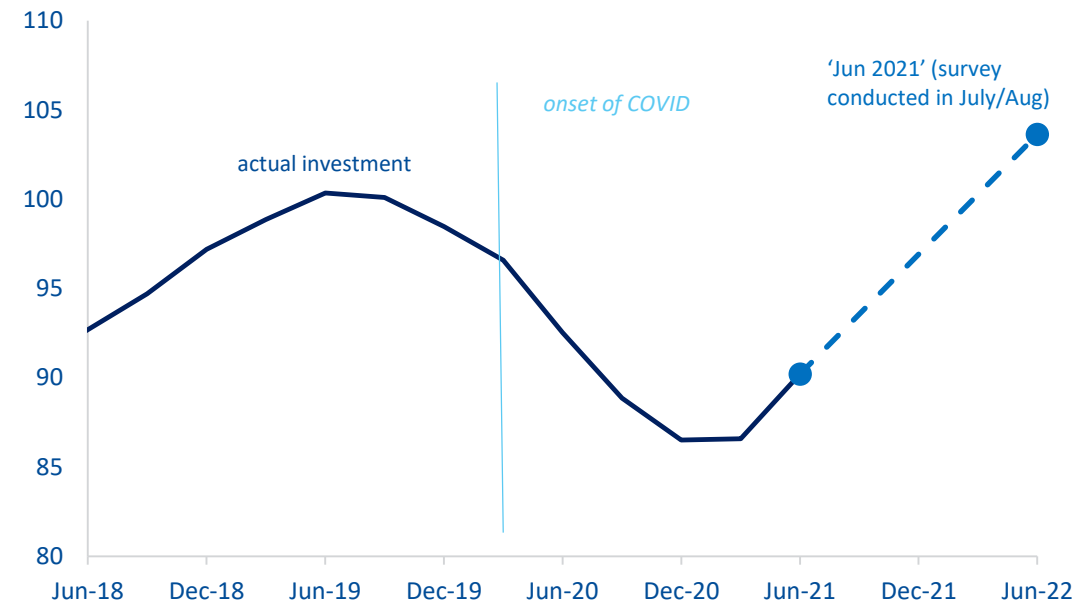
## Job advertisements

Internet job advertisements, monthly, 000s



## Surveyed business investment plans

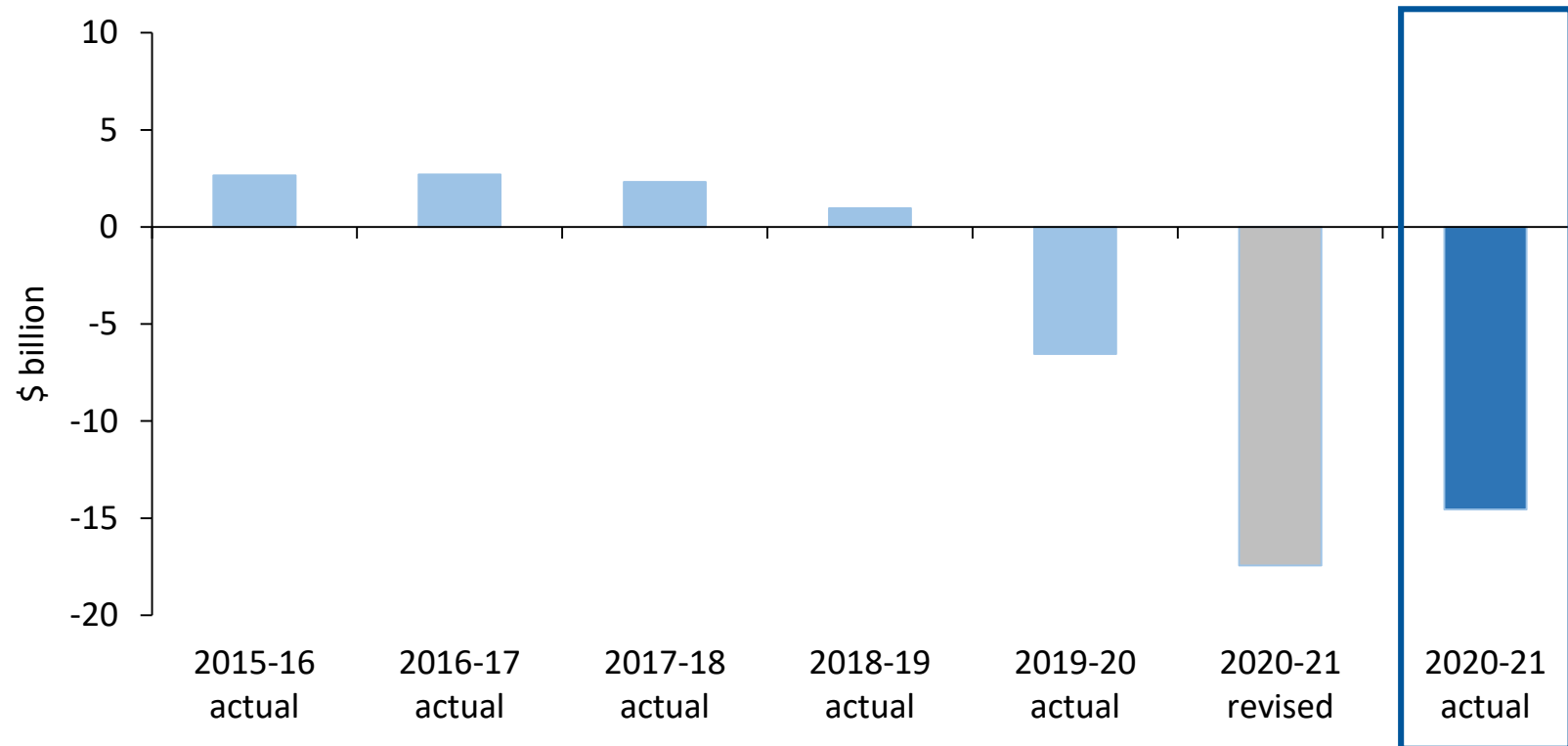
Non-mining investment plans, Australia, FY22, annualised, \$bn



# The State's Finances

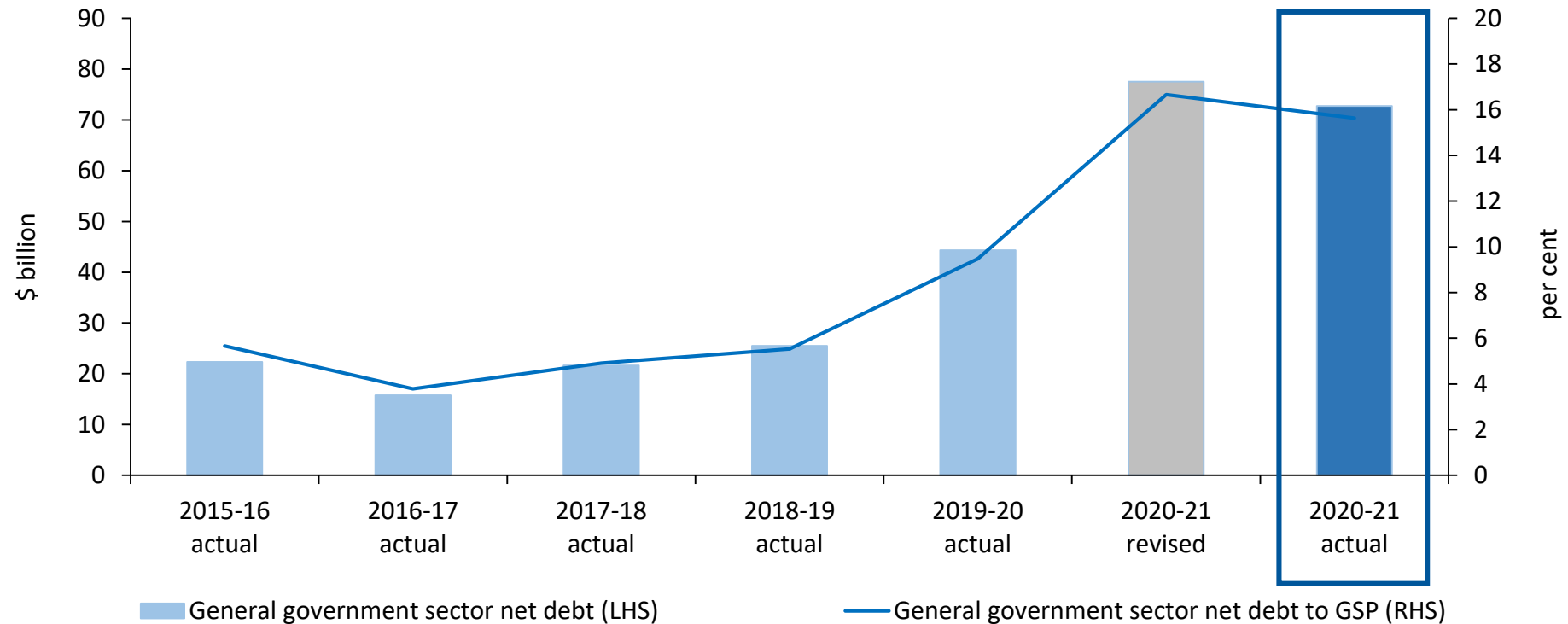
# Operating Result

General government operating result, 2015-16 to 2020-21



# Net debt to GSP

General government net debt to GSP, 2015-16 to 2020-21



# Thank you





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