

ENTITY RESOURCES AND PLANNED PERFORMANCE

DEPARTMENT OF THE TREASURY

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DEPARTMENT OF THE TREASURY

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The Treasury is the pre-eminent economic adviser to the Government.

The Treasury's purpose is to support and implement informed decisions on policies for the good of the Australian people, consistent with achieving strong, sustainable economic growth and fiscal settings.

The Treasury achieves this by providing advice, analysis and legislation to deliver economic policy supporting the effective management of the Australian economy.

The Treasury pursues its purpose through four broad objectives:

- promoting fiscal sustainability.
- increasing productivity.
- securing the benefits of global economic integration.
- efficient administration of Treasury portfolio functions.

In 2019, the Treasury embedded Structural Reform Group's functions into the Fiscal and Macroeconomic Groups. The change to the internal structure was made to achieve better organisational balance, improve collaboration and further embed productivity and structural reform in core Treasury activities.

1.2 ENTITY RESOURCE STATEMENT

Table 1.1 shows the total funding from all sources available to the entity for its operations and to deliver programs and services on behalf of the Government.

The table summarises how resources will be applied by outcome (government strategic policy objectives) and by administered (on behalf of the Government or the public) and departmental (for the entity's operations) classification.

For more detailed information on special accounts and special appropriations, please refer to *Budget Paper No. 4 – Agency Resourcing*.

Information in this table is presented on a resourcing (that is, appropriations/cash available) basis, whilst the 'Budgeted expenses by Outcome 1' tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: Department of the Treasury resource statement — Budget estimates for 2019-20 as at Budget April 2019

	2018-19 (a) Estimated actual \$'000	2019-20 Estimate \$'000
Departmental		
Annual appropriations - ordinary annual services (b)		
Prior year appropriations available (c)	47,052	47,861
Departmental appropriation (d)	185,851	194,641
s74 External Revenue (e)	12,423	12,423
Departmental capital budget (f)	8,404	10,212
Annual appropriations - other services - non-operating (g)		
Equity injection	-	1,456
Total departmental annual appropriations	253,730	266,592
Total departmental resourcing	253,730	266,592
Administered		
Annual appropriations - ordinary annual services (b)		
Outcome 1	55,941	86,238
Annual appropriations - other services - non-operating (g)		
Administered assets and liabilities	209,850	165,000
Total administered annual appropriations	265,791	251,238
Special appropriations		
Asian Development Bank (Additional Subscription) Act 2009	24,766	25,466
Asian Infrastructure Investment Bank Act 2015	193,120	200,190
Federal Financial Relations Act 2009	90,749,184	92,364,420
International Monetary Arrangements Act 2015	50,501	57,227
Public Governance, Performance and Accountability Act 2013	1,000	1,000
Total administered special appropriations	91,018,571	92,648,303

Table 1.1: Department of the Treasury resource statement — Budget estimates for 2019-20 as at Budget April 2019 (continued)

	2018-19 (a) <i>Estimated actual</i> \$'000	2019-20 Estimate \$'000
Special accounts (h)		
Appropriation receipts	47,777,214	46,707,804
Non-appropriation receipts	3,177,087	1,752,481
Total special account receipts	50,954,301	48,460,285
Total administered resourcing	142,238,663	141,359,826
Total resourcing for Department of the Treasury	142,492,393	141,626,418
	2018-19	2019-20
Average staffing level (number)	857	909

Third party payments from and on behalf of other entities

	2018-19 <i>Estimated actual</i> \$'000	2019-20 Estimate \$'000
Payments made on behalf of another entity (i)		
Department of Finance	2,976,126	1,713,344
Attorney-General's Department	5,076	5,826
Department of Social Services	195,885	33,311

(a) Annual appropriation amounts appearing for 2018-19 do not include the Appropriation Bills (No. 3) and (No. 4) 2018-2019, as they had not been enacted at the time of publication.

(b) Appropriation Bill (No. 1) 2019-20.

(c) Adjusted appropriation carried forward from previous year.

(d) Excludes departmental capital budget (DCB). 2019-20 includes supplementation of \$3.837m for revenue recognised in 2018-19 but not appropriated in that year.

(e) Estimated External Revenue receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013 (PGPA Act)*.

(f) Departmental capital budgets are not separately identified in Appropriation Bill (No.1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.

(g) Appropriation Bill (No. 2) 2019-20.

(h) Excludes 'Special Public Money' held in Account like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies Account (SOETM). For further information on special appropriations and special accounts please refer to *Budget Paper No. 4 - Agency Resourcing*. Please also see Table 2.1 for further information on outcome and program expenses broken down by various funding sources, for example annual appropriations, special appropriations and special accounts.

(i) These payments relate to National Partnership payments to the States and Territories.

All figures shown above are GST exclusive - these may not match figures in the cash flow statement.

Prepared on a resourcing (i.e. appropriations available) basis.

1.3 BUDGET MEASURES

Budget measures in Part 1 relating to the Treasury are detailed in Budget Paper No. 2 and are summarised below.

Table 1.2: Measures announced since the 2018-19 Mid-Year Economic and Fiscal Outlook (MYEFO)

Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Expense measures					
Adelaide City Deal (a)	-	4,000	10,000	27,000	23,000
Administered expenses	-	-	-	-	-
Albury Wodonga Regional Deal	-	3,200	-	-	-
Administered expenses	-	-	-	-	-
Assistance for Farmers and Farm Communities in Drought — additional funding	-	(20,191)	-	-	-
Administered expenses	-	-	-	-	-
Barkly Regional Deal	-	5,700	9,800	6,850	-
Administered expenses	-	-	-	-	-
Better Distribution of Medical Practitioners	-	-	(1,000)	(2,000)	(2,000)
Administered expenses	-	-	-	-	-
Climate Solutions Package	56,000	-	-	-	-
Administered expenses	-	-	-	-	-
Disaster Recovery Funding Arrangements — funding for Northern Queensland Floods	232,000	-	-	-	-
Administered expenses	-	-	-	-	-
Expensive Commonwealth Criminal Cases Fund — additional funding	-	-	4,299	4,363	4,429
Administered expenses	-	-	-	-	-
Extension of Temporary Graduate visa period for regional graduates	-	-	-	1,000	3,500
Administered expenses	-	-	-	-	-
Family Advocacy and Support Services — Dedicated Men's Support Workers	-	2,572	2,615	2,657	-
Administered expenses	-	-	-	-	-
Fighting Cancer — additional infrastructure and services	-	-	4,500	-	-
Administered expenses	-	-	-	-	-

(a) Figures will not align with Budget Paper No. 2 due to offsetting savings from the Contingency Reserve.

Table 1.2: Measures announced since the 2018-19 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Fourth Action Plan (2019-22) to reduce violence against women and their children					
Administered expenses	-	2,749	2,793	2,835	-
Geelong City Deal — additional funding					
Administered expenses	-	-	10,000	10,000	10,000
Government Response to the Royal Commission into Misconduct in the Banking, Superannuation and Financial Services Industry (a)					
Administered expenses	-	30,524	147	-	-
Departmental expenses	-	15,542	3,398	4,253	2,236
Guaranteeing Medicare — improved access to diagnostic imaging					
Administered expenses	-	3,000	-	-	-
Guaranteeing Medicare — strengthening primary care					
Administered expenses	-	4,000	4,000	4,000	-
Hinkler Regional Deal					
Administered expenses	-	11,000	15,000	20,000	25,000
Hobart City Deal					
Administered expenses	-	-	-	-	-
Increasing Analytical Capabilities					
Departmental expenses	-	374	377	379	382
Increasing Work and Holiday Visa Cap for Indonesia					
Administered expenses	-	900	2,600	3,700	4,400
Indirect Tax Concession Scheme — diplomatic, consular and international organisation concessions					
Administered expenses	(1,800)	-	-	-	-
Infrastructure Investment Program — Australian Capital Territory infrastructure investments					
Administered expenses	-	-	-	15,000	20,000
Infrastructure Investment Program — New South Wales infrastructure investments (a)					
Administered expenses	25,000	35,000	73,052	221,166	795,348

(a) Figures will not align with Budget Paper No. 2 due to offsetting savings from the Contingency Reserve.

Table 1.2: Measures announced since the 2018-19 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Infrastructure Investment Program — Northern Territory infrastructure investments					
Administered expenses	-	5,000	15,000	30,000	10,000
Infrastructure Investment Program — Princes Highway Administered expenses	-	-	20,000	30,000	50,000
Infrastructure Investment Program — Queensland infrastructure investments Administered expenses	-	-	5,000	105,000	203,000
Infrastructure Investment Program — Road Safety and Upgrade Package Administered expenses	-	100,000	100,000	100,000	100,000
Infrastructure Investment Program — Roads of Strategic Importance — next priorities Administered expenses	-	-	100,000	150,000	200,000
Infrastructure Investment Program — South Australian infrastructure investment Administered expenses	-	27,800	-	14,400	52,600
Infrastructure Investment Program — Tasmanian infrastructure investments Administered expenses	-	-	-	30,000	38,000
Infrastructure Investment Program — Urban Congestion Fund — next priorities Administered expenses	-	400,000	400,000	400,000	400,000
Infrastructure Investment Program — Victorian infrastructure investments Administered expenses	-	98,400	107,400	358,400	636,500
Infrastructure Investment Program — Western Australian infrastructure investments Administered expenses	-	17,500	60,000	233,500	132,000
National Disability Insurance Scheme — transitioning to full Scheme Administered expenses	-	-	-	-	-

Table 1.2: Measures announced since the 2018-19 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
National Partnership Agreement on Universal Access to Early Childhood					
Education — further extension					
Administered expenses	-	134,851	314,653	-	-
Natural Disaster Resilience Funding (a)					
Administered expenses	-	20,880	20,880	20,880	20,880
North Queensland Flood Recovery Package					
Administered expenses	300,000	1,000	1,000	1,000	1,000
Departmental expenses	-	168	-	-	-
Population Package (a)					
Administered expenses	-	-	-	20,000	30,000
Departmental expenses	-	6,539	6,008	5,530	5,359
Practical Environment Restoration					
Administered expenses	-	3,000	3,000	3,000	-
Prioritising Mental Health — caring for our community					
Administered expenses	5,000	-	-	-	-
Red Imported Fire Ants Eradication Program — acceleration					
Administered expenses	5,219	6,519	6,520	(3,043)	(3,043)
Remote Housing in South Australia					
Administered expenses	37,500	-	-	-	-
Securing Tourism and Jobs in Kakadu					
Administered expenses	-	-	-	-	-
Single National Mechanism for Commonwealth Legal Assistance (a)					
Administered expenses	-	-	370,996	389,269	395,336
Skills Package — delivering skills for today and tomorrow					
Administered expenses	(134,800)	(69,613)	(106,393)	(106,636)	4,698
Strengthening Adoption of the Food and Grocery Code of Conduct					
Departmental expenses	-	-	-	-	-

(a) Figures will not align with Budget Paper No. 2 due to offsetting savings from the Contingency Reserve.

Table 1.2: Measures announced since the 2018-19 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000	2022-23 \$'000
Superannuation Consumer Advocate					
Departmental expenses					
Supporting Our Hospitals — additional infrastructure and services					
Administered expenses	11,564	3,400	4,000	13,000	23,000
Supporting Our Hospitals — Community Health and Hospitals Program					
Administered expenses	53,337	9,769	27,516	36,958	218,278
Tax integrity — increasing engagement and on-time payment of tax and superannuation liabilities					
Administered expenses	-	8,000	10,900	11,400	11,500
Total expense measures	589,020	871,583	1,608,061	2,163,861	3,415,403
Administered	589,020	848,960	1,598,278	2,153,699	3,407,426
Departmental	-	22,623	9,783	10,162	7,977
Total	589,020	871,583	1,608,061	2,163,861	3,415,403

Prepared on a Government Finance Statistics (fiscal) basis. Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

Section 2: Outcomes and planned performance

Government outcomes are the intended results, impacts or consequences of actions by the Government on the Australian community. Commonwealth programs are the primary vehicle by which government entities achieve the intended results of their outcome statements. Entities are required to identify the programs which contribute to government outcomes over the Budget and forward years.

The Treasury's outcome is described below together with its related programs. The following provides detailed information on expenses for each outcome and program, further broken down by funding source.

Note:

Performance reporting requirements in the Portfolio Budget Statements are part of the enhanced Commonwealth performance framework established by the *Public Governance, Performance and Accountability Act 2013*. It is anticipated that the performance criteria described in Portfolio Budget Statements will be read with broader information provided in an entity's corporate plans and annual performance statements - included in Annual Reports - to provide an entity's complete performance story.

The most recent corporate plan for the Treasury can be found at:
<https://treasury.gov.au/publication/corporate-plan-2018-19>

The most recent annual performance statement can be found at:
<http://treasury.gov.au/publication/annual-report-2018>

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1:

Supporting and implementing informed decisions on policies for the good of the Australian people, including for achieving strong, sustainable economic growth, through the provision of advice to Treasury Ministers and the efficient administration of Treasury's functions.

Linked programs

Contribution made by Outcome 1

Treasury Outcome 1 contributes to the following programs by making payments to the States and Territories under National Partnership agreements, National Specific Purpose Payments (SPP) and bilateral agreements that support the delivery of the programs. Details of the individual National Partnership agreements within Program 1.9 are set out in Table 2.2 for each Portfolio.

Attorney-General's Department

Programs

- Program 1.4 – Justice Services
- Program 1.6 – Indigenous Legal and Native Title Assistance
- Program 2.3 – Social and Community Service

Department of Agriculture and Water Resources

Programs

- Program 1.2 – Sustainable Management – Natural resources
- Program 1.3 – Forestry Industry
- Program 2.2 – Plant and Animal Health
- Program 3.1 – Water Reform

Department of Communication and the Arts

Program

- Program 1.1 – Digital Technologies and Communications Services

Department of Defence

Program

- Program 2.1 – Strategic Policy and Intelligence

Department of Education and Training
Programs <ul style="list-style-type: none"> • Program 1.5 – Early Learning and Schools Support • Program 2.8 – Building Skills and Capability
Department of the Environment and Energy
Programs <ul style="list-style-type: none"> • Program 1.1 – Sustainable Management of Natural Resources and the Environment • Program 1.4 – Conservation of Australia’s Heritage and Environment • Program 4.1 – Energy
Department of Finance
Program <ul style="list-style-type: none"> • Program 2.4 – Insurance and Risk Management
Department of Health
Programs <ul style="list-style-type: none"> • Program 1.1 – Health Policy, Research and Analysis • Program 1.3 – Health Infrastructure • Program 2.1 – Mental Health • Program 2.2 – Aboriginal and Torres Strait Islander Health • Program 2.4 – Preventative Health and Chronic Disease • Program 2.7 – Hospital Services • Program 3.1 – Sport and Recreation • Program 4.3 – Pharmaceutical Benefits • Program 4.6 – Dental Services • Program 5.2 – Health Protection and Emergency Response • Program 5.3 – Immunisation • Program 6.2 – Aged Care Services
National Health Funding Body
Program <ul style="list-style-type: none"> • Program 1.1 – National Health Funding Pool Administration
Department of Home Affairs
Program <ul style="list-style-type: none"> • Program 1.7 – National Security and Criminal Justice

Department of Industry, Innovation and Science
Program <ul style="list-style-type: none">• Program 2.4 – Resources
Department of Infrastructure, Regional Development and Cities
Programs <ul style="list-style-type: none">• Program 1.1 – Infrastructure Investment• Program 3.1 – Regional Development• Program 3.3 – Cities
Department of the Prime Minister and Cabinet
Programs <ul style="list-style-type: none">• Program 2.2 – Children and Schooling• Program 2.3 – Safety and Wellbeing• Program 2.5 – Remote Australia Strategies
Department of Social Services
Programs <ul style="list-style-type: none">• Program 1.10 – Working Age Payments• Program 2.1 – Families and Communities• Program 2.3 – Social and Community Services• Program 3.2 – National Disability Insurance Scheme• Program 4.1 – Housing and Homelessness
Department of Veterans' Affairs
Program <ul style="list-style-type: none">• Program 2.2 – Veterans' Hospital Services

Budgeted expenses for Outcome 1

This table shows how much the Treasury intends to spend (on an accrual basis) on achieving the outcome, broken down by program, as well as by Administered and Departmental funding sources.

Table 2.1: Budgeted expenses for Outcome 1

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Program 1.1: Department of the Treasury					
Departmental expenses					
Departmental appropriation	189,355	190,804	180,545	168,358	168,893
s74 External Revenue (a)	12,423	12,423	11,023	11,023	11,023
Expenses not requiring appropriation in the Budget year (b)	11,328	10,482	11,081	11,656	11,314
Departmental total	213,106	213,709	202,649	191,037	191,230
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)					
National Housing Finance and Investment Corporation					
- Operating funding	13,973	18,820	18,709	-	-
- Grants funding	35,000	35,000	35,000	35,000	35,000
Other	27,044	32,349	2,008	-	-
Special appropriations					
PGPA Act 2013 - s77 repayments	1,000	1,000	1,000	1,000	-
Special accounts					
Medicare Guarantee Fund					
Expenses not requiring appropriation in the Budget year (c)	35,704,029	36,567,354	36,327,974	37,808,623	39,710,895
	(132,692)	38,264	41,511	34,189	20,915
Administered total	35,648,354	36,692,787	36,426,202	37,878,812	39,766,810
Total expenses for Program 1.1	35,861,460	36,906,496	36,628,851	38,069,849	39,958,040

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses and audit fees.

(c) Expenses not requiring appropriation in Budget year relate to revaluation of grants provision and loan amounts.

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Program 1.2: Payments to International Financial Institutions					
Administered expenses					
Special appropriations					
<i>International Monetary Agreements Act 1947</i>	62,839	71,559	73,155	81,184	90,435
Expenses not requiring appropriation (d)	489,383	40,774	-	198,716	205,612
	552,222	112,333	73,155	279,900	296,047
Total expenses for Program 1.2	552,222	112,333	73,155	279,900	296,047
Program 1.3: Support for Markets and Business					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1)					
Global Infrastructure Hub	5,900	-	7,500	7,500	2,500
Standards Australia - development of international blockchain standards	70	60	-	-	-
Housing Loans Insurance Company Limited - management of pre-transfer contract portfolio	9	9	9	9	-
	5,979	69	7,509	7,509	2,500
Total expenses for Program 1.3	5,979	69	7,509	7,509	2,500

(d) Expenses not requiring appropriation in Budget year relate to foreign exchange losses.

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Program 1.4: General Revenue Assistance					
Special appropriations					
GST Revenue Entitlements - Federal Financial Relations Act 2009	65,630,000	67,200,000	70,010,000	74,130,000	78,021,497
Special accounts					
COAG Reform Fund					
ACT municipals services	40,116	40,717	41,369	41,989	42,703
Compensation for reduced royalties	34,438	32,588	29,242	25,886	22,880
Royalties	920,469	713,736	619,615	575,866	520,881
Snowy Hydro Limited tax compensation	75,000	-	-	-	-
Commonwealth Assistance to the Northern Territory	434,000	1,066,299	556,075	292,870	-
Total expenses for Program 1.4	67,134,023	69,053,340	71,256,301	75,066,611	78,607,961
Program 1.5: Assistance to the States for Healthcare Services					
Special appropriations					
National Health Reform funding - Federal Financial Relations Act 2009	21,708,309	22,534,601	23,622,474	24,815,224	26,182,521
Total expenses for Program 1.5	21,708,309	22,534,601	23,622,474	24,815,224	26,182,521
Program 1.6: Assistance to the States for Skills and Workforce Development					
Special appropriations					
National Skills and Workforce Development SPP - Federal Financial Relations Act 2009	1,516,875	1,538,566	1,563,876	1,589,603	1,615,512
Total expenses for Program 1.6	1,516,875	1,538,566	1,563,876	1,589,603	1,615,512

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Program 1.7: Assistance to the States for Disability Services					
Special appropriations					
National Disability Services SPP - <i>Federal Financial Relations Act 2009</i> (e)	958,170	172,944	-	-	-
Administered total	958,170	172,944	-	-	-
Total expenses for Program 1.7					
Program 1.8: Assistance to the States for Affordable Housing					
Special appropriations					
National Affordable Housing SPP - <i>Federal Financial Relations Act 2009</i>	1,535,846	1,564,909	1,597,563	1,565,550	1,590,602
National Housing and Homelessness	1,535,846	1,564,909	1,597,563	1,565,550	1,590,602
Administered total	1,535,846	1,564,909	1,597,563	1,565,550	1,590,602
Total expenses for Program 1.8					
Program 1.9: National Partnership Payments to the States					
Special accounts					
COAG Reform Fund (f)	12,406,545	9,734,631	9,416,999	9,450,432	10,686,400
Administered total	12,406,545	9,734,631	9,416,999	9,450,432	10,686,400
Total expenses for Program 1.9	12,406,545	9,734,631	9,416,999	9,450,432	10,686,400

(e) A zero entitlement to National Disability SPP funding indicates that the National Disability Insurance Scheme (NDIS) has been fully rolled out.

(f) Table 2.2 provides details of specific payments linked to programs administered by other portfolios.

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Departmental expenses					
Departmental appropriation	189,355	190,804	180,545	168,358	168,893
s74 External Revenue (a)	12,423	12,423	11,023	11,023	11,023
Expenses not requiring appropriation in the Budget year (b)	11,328	10,482	11,081	11,656	11,314
Departmental total	213,106	213,709	202,649	191,037	191,230
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	81,996	86,238	63,226	42,509	37,500
Special appropriations	91,413,039	93,083,579	96,868,067	102,182,561	107,500,567
Special accounts	49,614,597	48,155,325	46,991,274	48,195,666	50,983,759
Expenses not requiring appropriation	356,691	79,038	41,511	232,905	226,527
Administered total	141,466,323	141,404,180	143,964,079	150,653,641	158,748,353
Total expenses for Outcome 1	141,679,429	141,617,889	144,166,728	150,844,678	158,939,583
Movement of administered funds between years (g)					
Outcome 1:					
Program 1.9 - National Partnership Payments to the States	(416,297)	(64,019)	428,371	268,254	(421,609)
Total movement of administered funds	(416,297)	(64,019)	428,371	268,254	(421,609)
Average staffing level (number)					
	2018-19	2019-20			
	857	909			

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses and audit fees.

(g) Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

Table 2.2: Program 1.9: expenses

	Agency Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Special accounts						
COAG Reform Fund						
Agriculture and Water Resources portfolio						
Assistance for pest animal and weed management in drought-affected areas	1.2	2,000	-	-	-	-
Assistance to primary producers impacted by the QLD floods	1.12	300,000	-	-	-	-
Established Pest and Weed Management	1.2	7,240	1,000	1,000	1,000	1,000
Great Artesian Basin Sustainability Initiative	3.1	2,468	10,000	6,000	6,000	8,000
Implementing Water Reform in the Murray-Darling Basin	3.1	20,000	20,000	-	-	-
Mechanical Fuel Load Reduction trial	1.3	500	-	-	-	-
National Forestry Industry Plan	1.3	-	-	1,750	1,750	-
On-farm emergency water infrastructure rebate	3.1	19,857	19,731	9,729	-	-
Pest and disease preparedness and response programs	2.2	63,013	38,020	38,884	31,728	37,041
South Australian River Murray Sustainability Program						
Irrigation efficiency and water purchase	3.1	24,048	-	-	-	-
Irrigation industry assistance	1.2	7,452	-	-	-	-
Sustainable Rural Water Use and Infrastructure Program	3.1	287,949	75,256	141,702	40,000	60,000
Total		734,527	164,007	199,065	80,478	106,041

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Attorney-General's portfolio						
Family advocacy and support services	1.4	6,978	9,742	-	-	-
Family law information sharing	1.4	-	2,749	2,793	2,835	-
Legal assistance services	1.4	265,880	270,012	-	-	-
National Mechanism for Commonwealth legal assistance						
Legal aid commissions	1.4	-	-	226,365	229,761	233,207
Community legal centres	1.4	-	-	45,363	52,724	53,515
Aboriginal and Torres Strait Islander Legal Services	1.6	-	-	75,543	82,685	84,139
Domestic Violence Units and Health Justice Partnerships						
Expensive Commonwealth criminal cases	1.4	-	-	9,922	10,081	10,222
Family advocacy and support services	1.4	-	-	8,101	8,223	8,358
Support for legal assistance services	1.4	-	-	9,893	10,044	-
Social and Community Services Sector supplementation	1.4/1.6	-	-	10,000	10,160	10,323
	2.3	-	-	12,306	-	-
Total		272,858	282,503	400,286	406,513	399,764
Communications and the Arts portfolio						
Wifi and mobile coverage on trains	1.1	8,000	2,000	-	-	-
Total		8,000	2,000	-	-	-

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Defence portfolio						
	School Pathways Program	1,200	1,200	-	-	-
	Total	1,200	1,200	-	-	-
Education and Training portfolio						
	National School Chaplaincy Program	61,435	61,435	61,435	61,435	61,435
	Universal Access to Early Childhood Education	431,543	442,936	314,653	-	-
	Job Ready Generation Package - NW Tas	3,150	-	-	-	-
	Skilling Australians Fund	158,524	158,136	129,042	128,735	-
	Energising Tasmania	-	2,251	4,565	4,629	4,698
	Total	654,652	664,758	509,695	194,799	66,133
Environment and Energy portfolio						
	Yellow Crazy Ant Control	-	3,000	3,000	3,000	-
	World Heritage Sites	9,482	9,482	9,482	9,482	9,482
	Marinus Link	56,000	-	-	-	-
	Total	65,482	12,482	12,482	12,482	9,482
Finance portfolio						
	Provision of Fire Services	21,796	22,559	23,348	24,167	-
	Total	21,796	22,559	23,348	24,167	-

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Health portfolio						
Additional assistance for public hospitals	2.7	11,677	6,679	18,919	18,717	-
Addressing blood borne viruses and sexually transmissible infections in the Torres Strait	5.2	1,120	1,120	-	-	-
Albury-Wodonga Cardiac Catheterisation Laboratory	1.3	1,000	-	-	-	-
Comprehensive palliative care across the life course	2.4	-	9,929	10,450	10,987	11,494
Community Health and Hospitals	1.3	65,317	15,119	35,756	46,200	232,700
Mental Health	2.1	784	2,250	1,460	1,480	-
Preventive Health and Chronic Disease	2.4	3,800	2,800	2,800	6,278	8,578
Electronic recording and reporting of controlled drugs	4.3	3,192	-	-	-	-
Encouraging more clinical trials in Australia	1.1	1,500	1,500	1,500	-	-
Essential vaccines	5.3	15,499	15,892	16,020	16,228	16,410
Expansion of the BreastScreen Australia program	2.4	14,929	15,152	15,364	-	-
Expansion of Clare Holland House	1.3	4,000	-	-	-	-
Grace's Place	2.1	-	4,100	2,000	-	-
Health infrastructure projects	1.3	41,659	17,109	-	-	-
Health Innovation Fund	2.7	50,000	-	50,000	-	-
South Sydney Rabbits' Centre of Excellence	3.1	6,000	-	-	-	-
Hepatitis C settlement fund	1.1	159	161	162	164	167
Hummingbird House	2.4	800	800	-	-	-

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Health portfolio (continued)						
Improving Health Services in Tasmania						
Subacute and acute projects	2.7	5,000	-	-	-	-
Improving trachoma control services for Indigenous Australians	2.2	5,132	5,224	5,307	-	-
National Bowel Cancer Screening Program - participant follow-up function	2.4	7,989	8,911	9,121	9,048	-
National Coronial Information System	2.4	400	400	-	-	-
Northern Territory remote Aboriginal investment - Health component	2.2	6,448	6,739	7,042	7,359	-
OzFoodNet	5.2	1,795	1,824	-	-	-
Proton beam therapy facility	1.3	40,720	-	-	27,280	-
Public dental services for adults	4.6	136,052	107,750	-	-	-
Redevelopment of Strathalbyn residential aged care facility	6.2	2,500	700	700	-	-
Rheumatic fever strategy	2.2	5,394	3,224	3,272	-	-
Royal Darwin Hospital - equipped, prepared and ready	5.2	16,311	16,507	16,771	17,024	17,313
Specialist dementia care program	6.2	204	2,806	3,905	3,964	9,388
Suicide Prevention	2.1	6,000	3,015	-	-	-
Torres Strait health protection strategy - mosquito control	5.2	1,016	1,032	-	-	-
Torres Strait / Papua New Guinea cross border health issues	5.2	4,778	4,854	-	-	-
Vaccine-preventable diseases surveillance	5.2	862	876	-	-	-
Victorian Cytology Service	2.4	10,310	10,465	10,611	-	-
Total		472,347	179,377	60,989	72,433	35,279

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Home Affairs portfolio						
National Fire Danger Rating System	1.7	200	-	-	-	-
Disaster Recovery Funding Arrangements	1.7	474,963	11,015	1,847	8	-
Natural disaster resilience	1.7	15,138	-	-	-	-
Prepared communities	1.7	5,000	-	-	-	-
Preparing Australia package	1.7	9,350	-	-	-	-
Total		504,651	11,015	1,847	8	-
Department of Industry, Innovation and Science						
Environmental management of the former Rum Jungle mine site	2.4	2,500	5,332	-	-	-
Hydrogen Energy Supply Chain Pilot Project	2.4	10,000	17,500	12,500	-	-
Total		12,500	22,832	12,500	-	-
Infrastructure, Regional Development and Cities portfolio						
Infrastructure Growth Package						
New investments	1.1	105,350	52,375	4,087	-	-
Western Sydney Infrastructure Plan	1.1	195,898	485,750	428,710	220,108	270,000
Infrastructure Investment Programme		-	-	-	-	-
Black spot projects	1.1	85,000	120,000	110,000	110,000	110,000
Bridges renewal programme	1.1	85,000	121,343	105,000	108,500	85,000
Developing Northern Australia						
Improving cattle supply chains	1.1	42,579	51,109	710	-	-
Northern Australia Roads	1.1	155,720	210,544	115,978	19,308	-
Heavy vehicle safety and productivity	1.1	60,000	95,000	70,000	87,160	65,000
Major Projects Business Case Fund	1.1	10,000	40,000	50,000	15,000	25,000
National Rail Program	1.1	146,000	231,000	386,393	644,672	1,364,857
Rail investment component	1.1	554,922	547,243	391,315	610,346	338,050

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Infrastructure, Regional Development and Cities portfolio (continued)						
Road investment component	1.1	3,664,381	3,117,332	3,376,815	3,720,295	4,774,791
Roads of Strategic Importance	1.1	12,300	70,750	292,750	400,500	780,500
Urban Congestion Fund	1.1	40,000	720,000	720,000	720,000	400,000
City and Regional Deals						
Adelaide City Deal	3.3	-	4,000	10,000	27,000	23,000
Albury-Wodonga Regional Deal	3.3	-	3,200	-	-	-
Barkly Regional Deal	3.3	-	5,700	9,800	6,850	-
Darwin City Deal	3.3	-	2,300	5,000	10,000	15,000
Geelong City Deal	3.3	4,600	26,450	52,200	56,600	32,650
Hinkler Regional Deal	3.3	-	11,000	15,000	20,000	25,000
Launceston City Deal – Tamar River	3.3	-	8,800	8,800	10,250	14,200
Townsville City Deal	3.3	5,000	55,000	140,000	50,000	20,000
Western Sydney City Deal	3.3	7,750	32,250	30,000	5,000	-
Other National Partnership Payments						
Interstate road transport	2.2	6,364	-	-	-	-
Murray-Darling Basin - Regional Economic Diversification Program	3.1	17,640	-	-	-	-
North Queensland Stadium	1.1	50,000	20,000	-	-	-
Water Infrastructure Development Fund						
Feasibility studies	3.1	22,926	15,200	10,000	5,000	-
Capital component	3.1	90,100	128,209	150,000	185,000	230,000
Total		5,361,530	6,174,555	6,482,558	7,031,589	8,573,048

Table 2.2: Program 1.9: expenses (continued)

Agency Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Prime Minister and Cabinet portfolio					
Northern Territory remote Aboriginal investment					
Children and schooling	24,909	25,144	19,041	19,165	-
Community safety	53,670	44,355	34,676	35,979	-
Remote Australia strategies component	23,711	-	-	-	-
Remote Housing	268,500	110,000	110,000	110,000	110,000
Total	370,790	179,499	163,717	165,144	110,000
Social Services portfolio					
Pay equity for the social and community services sector	195,885	33,311	-	-	-
Payments from the DisabilityCare Australia Fund	2,976,126	1,713,344	1,294,719	1,336,223	1,103,549
Social Impact Investments					
Vulnerable priority groups	-	531	531	531	531
Youth at risk of homelessness	-	531	531	531	531
Specialist disability services	167,801	28,216	-	-	-
Transition to NDIS in WA	7,030	-	-	-	-
Womens Safety Package - technology trials	1,687	850	-	-	-
National Regulatory System for Community Housing Review	820	305	-	-	-
Total	3,349,349	1,777,088	1,295,781	1,337,285	1,104,611

Table 2.2: Program 1.9: expenses (continued)

	Agency PBS Program	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Treasury portfolio						
Financial assistance for police officers	1.9	2,910	4,630	5,080	2,150	390
Implementation of the National Insurance Affordability Initiative	1.9	4,980	-	-	-	-
Infrastructure Growth Package – Asset Recycling Initiative	1.9	419,954	-	-	-	-
Moneysmart Teaching	1.9	2,480	1,310	1,310	-	-
North Queensland Strata Title Inspection Scheme	1.9	3,500	5,300	2,900	-	-
Small business regulatory reform	1.9	129,400	107,450	63,150	-	-
Total		563,224	118,690	72,440	2,150	390
Veterans' Affairs						
Fussell House accommodation	2.2	4,013	2,708	-	-	-
Total		4,013	2,708	-	-	-
Total Program expenses		12,406,545	9,734,631	9,416,999	9,450,432	10,686,400

Table 2.3: Performance criteria for Outcome 1

Table 2.3 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2019-20 Budget measures have created new programs or materially changed existing programs.

Outcome 1	
Supporting and implementing informed decisions on policies for the good of the Australian people, including for achieving strong, sustainable economic growth, through the provision of advice to Treasury Ministers and the efficient administration of Treasury's functions.	
Program 1.1 – Department of the Treasury	
The objective of this program is to support Ministers to effectively manage the Australian economy by:	
<ul style="list-style-type: none"> • promoting a sound macroeconomic environment; • promoting effective Government spending arrangements that contribute to overall fiscal outcomes and influence strong sustainable economic growth; • developing effective taxation and retirement income arrangements consistent with the Government's reform priorities; • developing a well-functioning financial system that encourages consumer and investor confidence; and • supporting effective and sustainable structural reform. 	
Delivery	The Treasury provides economic forecasts, analysis and authoritative advice to Ministers relating to the economy, budget and fiscal strategy, financial systems, markets and productivity, foreign investment, structural reform, taxation, superannuation and retirement income, social, and international economic policy. The Treasury also works with State and Territory Governments on key policy areas.
Purposes	To support and implement informed decisions on policies for the good of the Australian people, consistent with achieving strong, sustainable economic growth and fiscal settings.
Performance information 2018-19	
Performance criteria (a)	Targets
Provide policy advice to the Government.	<ul style="list-style-type: none"> • Advice is provided on a broad range of economic, fiscal, structural reform, financial systems and foreign investment, revenue and tax issues. • Advice is influential and positively contributes to the achievement of the Government's economic agenda. • Advice has a whole of Government perspective and demonstrates understanding of stakeholder issues. • Advice is underpinned by accurate and risk aware economic modelling and forecasts. <p>Forecast: On track.</p>
Coordinate the preparation of the Australian Government Budget.	<ul style="list-style-type: none"> • The Treasury complies with the requirements of the <i>Charter of Budget Honesty Act 1998</i> (the Charter). <p>Forecast: On track.</p>
Coordination of the Treasury's legislative program.	<ul style="list-style-type: none"> • All Bills, regulations and supporting documents are produced in accordance with regulatory requirements. • The legislation program is delivered in accordance with Government expectations, including timeframes. <p>Forecast: On track.</p>

Performance information 2018-19 (continued)	
Performance criteria (a)	Targets
Support and implementation of Government reviews, initiatives, reforms and inquiries.	<ul style="list-style-type: none"> The Treasury is responsive and enables the Government to deliver on current priorities and the economic reform agenda. Forecast: On track.
Performance information 2019-20 and beyond	
Performance criteria (a)	Targets
Feedback from the Treasury portfolio ministers and assistant ministers shows satisfaction with the overall quality of advice received.	Majority of feedback received to indicate satisfaction with the quality of advice received.
Management, development and delivery of the legislative program in accordance with the relevant legislative requirements and guidance, including timeframes.	The legislative program is delivered within the required timeframes and the quality of legislation implemented meets a satisfactory standard, allowing for unforeseeable events.
All Budget documentation required by the Charter is delivered.	Documents required under the Charter are delivered as they fall due.

(a) The Treasury's performance criteria will be set out in full in the Treasury 2019-20 Corporate Plan and reported in the 2019-20 Annual Performance Statement.

Program 1.2 – Payments to International Financial Institutions	
The objective of this program is to make payments to international financial institutions on behalf of Government to:	
<ul style="list-style-type: none"> • promote international monetary cooperation; • promote stability of the international financial system and orderly exchange arrangements; • foster economic growth and high levels of employment; • provide temporary financial assistance to countries to help ease balance of payments adjustments; • facilitate the achievement of Government objectives in international forums, including support for development objectives and improved infrastructure in the Asian region; and • support multilateral debt relief. 	
Delivery	The Treasury makes payments to the International Monetary Fund (IMF), under the <i>International Monetary Agreements Act 1947</i> . Payments are also made to multilateral development banks to which Australia is a member, specifically the World Bank Group, the Asian Development Bank, the European Bank for Reconstruction and Development and the Asian Infrastructure Investment Bank.
Purposes	To support and implement informed decisions on policies for the good of the Australian people, consistent with achieving strong, sustainable economic growth and fiscal settings.
Performance information 2018-19	
Performance criteria (a)	Targets
Payment to international financial institutions.	IMF payments are made in accordance with the <i>International Monetary Agreements Act 1947</i> . Forecast: On track.
Performance information 2019-20 and beyond	
Performance criteria (a)	Targets
Payment to international financial institutions.	Payments to international financial institutions are made in accordance with relevant legislation.

(a) The Treasury's performance criteria will be set out in full in the Treasury 2019-20 Corporate Plan and reported in the 2019-20 Annual Performance Statement.

Program 1.3 – Support for Markets and Business	
The objective of this program is to make payments on behalf of the Australian Government to support markets and business.	
Delivery	The Treasury makes payments to support markets and business, such as for the operation of the Global Infrastructure Hub (the Hub), in accordance with relevant agreements.
Purposes	To support and implement informed decisions on policies for the good of the Australian people, consistent with achieving strong, sustainable economic growth and fiscal settings.
Performance information 2018-19	
Performance criteria (a)	Targets
Payments to the Hub.	Payments to the Hub are made in accordance with the <i>Commonwealth Grant Agreement between the Commonwealth represented by The Department of the Treasury (the Treasury) and Global Infrastructure Hub Ltd.</i> Forecast: On track, noting the current agreement expired in 2018 and a new funding agreement is currently being negotiated.
Performance information 2019-20 and beyond	
Performance criteria (a)	Targets
Payments to the Hub.	Payments to the Hub are made in accordance with the new Commonwealth Grant Agreement (b).

(a) The Treasury's performance criteria will be set out in full in the Treasury 2019-20 Corporate Plan and reported in the 2019-20 Annual Performance Statement.

(b) A new funding agreement is currently being negotiated between the Commonwealth and the Global Infrastructure Hub.

Program 1.4 to 1.9 – Financial Support to States and Territories

The objectives of programs 1.4 to 1.9 are to make payments which provide financial support to the States and Territories on a wide range of activities under the *Intergovernmental Agreement on Federal Financial Relations* (IGAFFR) and other relevant agreements between the Commonwealth and the States and Territories. Since these programs have common performance criteria, they have been presented together below.

Program 1.4 — General Revenue Assistance. The Treasury, on behalf of the Government, will make general revenue assistance payments to the States and Territories.

Program 1.5 — Assistance to the States for Healthcare Services. The Treasury, on behalf of the Government, provides financial support to the States and Territories to be spent in the delivery of healthcare services.

Program 1.6 — Assistance to the States for Skills and Workforce Development. The Treasury, on behalf of the Government, provides financial support to the States and Territories to be spent in the delivery of skills and workforce development services.

Program 1.7 — Assistance to the States for Disability Services. The Treasury, on behalf of the Government, provides financial support to the States and Territories to be spent in the delivery of disability services.

Program 1.8 — Assistance to the States for Affordable Housing. The Treasury, on behalf of the Government, provides financial support to the States and Territories to be spent in the delivery of affordable housing services.

Program 1.9 — National Partnership Payments to the States. The Treasury, on behalf of the Government, provides financial support to the States and Territories to be spent on improving outcomes in the areas specified in each of the National Partnership agreements. These payments support the delivery of specified outputs or projects, facilitate reforms or reward jurisdictions that deliver on nationally significant reforms. This program is linked to programs administered by a number of other portfolios, as noted in Table 2.2, which provides further details of specific payments. This contributes to the linked programs by making payment on behalf of the following:

- Attorney-General's Department
- Department of Agriculture and Water Resources
- Department of Communication and the Arts
- Department of Defence
- Department of Education and Training
- Department of the Environment and Energy
- Department of Finance
- Department of Health
- Department of Home Affairs
- Department of Industry, Innovation and Science
- Department of Infrastructure, Regional Development and Cities
- Department of Social Services
- Department of the Prime Minister and Cabinet, and
- Department of Veterans' Affairs.

Delivery	The Treasury delivers payments to the States and Territories.
Purposes	To support and implement informed decisions on policies for the good of the Australian people, consistent with achieving strong, sustainable economic growth and fiscal settings.

Performance information 2018-19

Performance criteria (a)	Targets
Payments to States and Territories.	Payments made and reporting provided in accordance with the IGAFFR and other relevant agreements between the Commonwealth and the States and Territories. Agreements can be viewed at www.federalfinancialrelations.gov.au . Forecast: On track.

Performance information 2019-20 and beyond	
Performance criteria (a)	Targets
Payments to State and Territory Governments are timely, and meet the requirements of the IGAFRR.	<ul style="list-style-type: none"> • 100 per cent of payments are made in accordance with the IGAFRR and its related schedules. • Relevant estimates are updated accurately and in a timely fashion. • Meetings of the Council on Federal Financial Relations are held at least biannually.

(a) The Treasury's performance criteria will be set out in full in the Treasury 2019-20 Corporate Plan and reported in the 2019-20 Annual Performance Statement.

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2019-20 budget year, including the impact of budget measures and resourcing on financial statements.

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Differences between entity resourcing and financial statements

The entity resource statement is prepared on a cash basis and provides a view of cash/appropriations resources available to the Treasury whilst the financial statements are prepared on an accrual basis.

3.1.2 Explanatory notes and analysis of budgeted financial statements

The Treasury is budgeting for a break-even operating result, after non-appropriated expenses such as depreciation are removed, in 2019-20 and over the forward estimates.

The Treasury has a sound financial position and has sufficient cash reserves to fund provisions and payables, and asset replacement, as they fall due.

3.2. BUDGETED FINANCIAL STATEMENTS TABLES

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
EXPENSES					
Employee benefits	139,934	147,557	145,368	133,731	134,527
Suppliers	61,219	57,845	48,375	47,825	47,564
Grants	4,758	1,958	1,958	1,958	1,958
Depreciation and amortisation (a)	7,195	6,349	6,948	7,523	7,181
Total expenses	213,106	213,709	202,649	191,037	191,230
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	11,651	11,651	10,251	10,251	10,251
Other	772	772	772	772	772
Total own-source revenue	12,423	12,423	11,023	11,023	11,023
Gains					
Sale of assets					
Other	4,133	4,133	4,133	4,133	4,133
Total gains	4,133	4,133	4,133	4,133	4,133
Total own-source income	16,556	16,556	15,156	15,156	15,156
Net (cost of)/contribution by services	(196,550)	(197,153)	(187,493)	(175,881)	(176,074)
Revenue from Government	189,355	190,804	180,545	168,358	168,893
Surplus/(deficit) attributable to the Australian Government	(7,195)	(6,349)	(6,948)	(7,523)	(7,181)
Total comprehensive income/(loss) attributable to the Australian Government	(7,195)	(6,349)	(6,948)	(7,523)	(7,181)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)

Note: Impact of net cash appropriation arrangements

	2018-19	2019-20	2020-21	2021-22	2022-23
	\$'000	\$'000	\$'000	\$'000	\$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	-	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	7,195	6,349	6,948	7,523	7,181
Total comprehensive income/(loss) - as per the statement of comprehensive income	(7,195)	(6,349)	(6,948)	(7,523)	(7,181)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

Table 3.2: Budgeted departmental balance sheet (as at 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	640	640	640	640	640
Trade and other receivables	64,064	63,385	63,655	59,117	59,854
Total financial assets	64,704	64,025	64,295	59,757	60,494
Non-financial assets					
Land and buildings	15,532	16,526	17,839	15,788	14,008
Property, plant and equipment	12,215	13,700	13,833	14,039	14,238
Intangibles	9,735	12,575	14,429	14,039	13,763
Other non-financial assets	4,644	4,644	4,644	4,644	4,644
Total non-financial assets	42,126	47,445	50,745	48,510	46,653
Total assets	106,830	111,470	115,040	108,267	107,147
LIABILITIES					
Payables					
Suppliers	11,326	11,326	11,326	11,326	11,326
Other payables	4,738	4,709	4,718	4,549	4,579
Total payables	16,064	16,035	16,044	15,875	15,905
Provisions					
Employee provisions	49,124	48,474	48,735	44,366	45,073
Other provisions	3,508	3,508	3,508	3,508	3,508
Total provisions	52,632	51,982	52,243	47,874	48,581
Total liabilities	68,696	68,017	68,287	63,749	64,486
Net assets	38,134	43,453	46,753	44,518	42,661
EQUITY*					
Contributed equity	81,532	93,200	103,448	108,736	114,060
Reserves	12,676	12,676	12,676	12,676	12,676
Retained surplus (accumulated deficit)	(56,074)	(62,423)	(69,371)	(76,894)	(84,075)
Total equity	38,134	43,453	46,753	44,518	42,661

*'Equity' is the residual interest in assets after deduction of liabilities.
Prepared on Australian Accounting Standards basis.

Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2019-20)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2019				
Balance carried forward from previous period	(56,074)	12,676	81,532	38,134
Adjusted opening balance	(56,074)	12,676	81,532	38,134
Comprehensive income				
Surplus/(deficit) for the period	(6,349)	-	-	(6,349)
Total comprehensive income	(6,349)	-	-	(6,349)
Transactions with owners				
Contributions by owners				
Equity injection - Appropriation	-	-	1,456	1,456
Departmental Capital Budget (DCB)	-	-	10,212	10,212
Sub-total transactions with owners	-	-	11,668	11,668
Estimated closing balance as at 30 June 2020	(62,423)	12,676	93,200	43,453
Closing balance attributable to the Australian Government	(62,423)	12,676	93,200	43,453

Prepared on Australian Accounting Standards basis.

**Table 3.4: Budgeted departmental statement of cash flows
(for the period ended 30 June)**

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	190,172	191,483	180,275	172,896	168,156
Sale of goods and rendering of services	11,651	11,651	10,251	10,251	10,251
Other	772	772	772	772	772
Total cash received	202,595	203,906	191,298	183,919	179,179
Cash used					
Employees	136,009	148,236	145,098	138,269	133,790
Suppliers	57,086	53,712	44,242	43,692	43,431
Other	9,500	1,958	1,958	1,958	1,958
Total cash used	202,595	203,906	191,298	183,919	179,179
Net cash from/(used by) operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment and intangibles	9,132	11,668	10,248	5,288	5,324
Total cash used	9,132	11,668	10,248	5,288	5,324
Net cash from/(used by) investing activities	(9,132)	(11,668)	(10,248)	(5,288)	(5,324)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	9,132	11,668	10,248	5,288	5,324
Total cash received	9,132	11,668	10,248	5,288	5,324
Net cash from/(used by) financing activities	9,132	11,668	10,248	5,288	5,324
Net increase/(decrease) in cash held	-	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	640	640	640	640	640
Cash and cash equivalents at the end of the reporting period	640	640	640	640	640

Prepared on Australian Accounting Standards basis.

Table 3.5: Departmental capital budget statement (for the period ended 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	8,404	10,212	10,248	5,288	5,324
Equity injections - Bill 2	5,470	1,456	-	-	-
Total new capital appropriations	13,874	11,668	10,248	5,288	5,324
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	9,132	11,668	10,248	5,288	5,324
<i>Other Items</i>	4,742	-	-	-	-
Total items	13,874	11,668	10,248	5,288	5,324
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	728	1,456	-	-	-
Funded by capital appropriation - DCB (b)	8,404	10,212	10,248	5,288	5,324
TOTAL	9,132	11,668	10,248	5,288	5,324
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	9,132	11,668	10,248	5,288	5,324
Total cash used to acquire assets	9,132	11,668	10,248	5,288	5,324

(a) Includes both current Bill 2 and prior Act 2/4/6 appropriations and special capital appropriations.

(b) Does not include annual finance lease costs. Include purchases from current and previous years' Departmental Capital Budgets (DCBs).

Prepared on Australian Accounting Standards basis.

Table 3.6: Statement of asset movements (Budget year 2019-20)

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2019				
Gross book value	19,717	16,606	34,986	71,309
Accumulated depreciation/ amortisation and impairment	(4,185)	(4,391)	(25,251)	(33,827)
Opening net book balance	15,532	12,215	9,735	37,482
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity (a)	3,237	3,531	4,900	11,668
Total additions	3,237	3,531	4,900	11,668
Other movements				
Depreciation/amortisation expense	(2,243)	(2,046)	(2,060)	(6,349)
Total other movements	(2,243)	(2,046)	(2,060)	(6,349)
As at 30 June 2020				
Gross book value	22,954	20,137	39,886	82,977
Accumulated depreciation/ amortisation and impairment	(6,428)	(6,437)	(27,311)	(40,176)
Closing net book balance	16,526	13,700	12,575	42,801

(a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2019-20, including CDABs.

Prepared on Australian Accounting Standards basis.

Table 3.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
EXPENSES					
Grants	105,141,546	104,685,160	107,520,430	112,529,920	118,720,496
Payments to the Medicare Guarantee Fund	35,704,029	36,567,354	36,327,974	37,808,623	39,710,895
Interest	106,731	109,823	114,666	115,373	111,350
Suppliers	24,634	1,069	1,009	1,009	-
Foreign exchange	489,383	40,774	-	198,716	205,612
Total expenses administered on behalf of Government	141,466,323	141,404,180	143,964,079	150,653,641	158,748,353
LESS:					
OWN-SOURCE INCOME					
Own-source revenue	605,480	649,257	614,480	615,905	618,755
Non-taxation revenue	22,607	31,128	38,217	42,535	45,521
Sale of goods and rendering of services	1,562,633	1,500,358	1,180,000	1,602,000	1,509,000
Interest	3,177,089	1,752,481	1,307,025	1,336,223	1,103,549
Dividends	93,450	93,650	93,850	93,950	4,000
COAG revenue from government entities					
Other revenue					
Total non-taxation revenue	5,461,259	4,026,874	3,233,572	3,690,613	3,280,825
Total own-source revenue administered on behalf of Government	5,461,259	4,026,874	3,233,572	3,690,613	3,280,825
Gains					
Foreign exchange	281,316	101,465	-	510,478	530,508
Total gains administered on behalf of Government	281,316	101,465	-	510,478	530,508

**Table 3.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)
(continued)**

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Total own-sourced income administered on behalf of Government					
Government	5,742,575	4,128,339	3,233,572	4,201,091	3,811,333
Net (cost of)/contribution by services	135,723,748	137,275,841	140,730,507	146,452,550	154,937,020
Surplus/(deficit)	(135,723,748)	(137,275,841)	(140,730,507)	(146,452,550)	(154,937,020)
OTHER COMPREHENSIVE INCOME					
Total comprehensive income/(loss)	(135,723,748)	(137,275,841)	(140,730,507)	(146,452,550)	(154,937,020)

(b) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Administered Capital Budget, or ACB) provided through Bill 1 equity appropriations. For information regarding ACBs, please refer to Table 3.10 Administered Capital Budget Statement. Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	205,000	365,000	585,000	700,000	650,000
Advances and loans	441,160	539,768	501,545	438,711	351,078
Receivables	1,569,057	1,063,372	1,181,039	1,612,363	1,518,839
Investments	40,204,334	41,179,568	41,404,981	42,143,778	42,904,715
Total financial assets	42,419,551	43,147,708	43,672,565	44,894,852	45,424,632
Non-financial assets					
Other non-financial assets	596,575	336,575	187,575	163,325	375
Total non-financial assets	596,575	336,575	187,575	163,325	375
Total assets administered on behalf of Government	43,016,126	43,484,283	43,860,140	45,058,177	45,425,007
LIABILITIES					
Payables					
Grants	77,568	59,065	54,107	48,532	41,744
Other payables	11,136	11,491	12,171	13,449	14,739
Unearned income	12,942	10,328	7,930	7,068	6,362
Total payables	101,646	80,884	74,208	69,049	62,845
Interest bearing liabilities					
Loans	10,365,498	10,340,570	10,340,571	10,342,625	10,344,759
Other	5,972,824	6,013,598	6,013,598	6,212,314	6,417,926
Total interest bearing liabilities	16,338,322	16,354,168	16,354,169	16,554,939	16,762,685
Provisions					
Provision for grants	656,582	110,118	467	-	-
Total provisions	656,582	110,118	467	-	-
Total liabilities administered on behalf of Government	17,096,550	16,545,170	16,428,844	16,623,988	16,825,530
Net assets/(liabilities)	25,919,576	26,939,113	27,431,296	28,434,189	28,599,477

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	6,479	2,797	2,549	974	830
Interest	15,919	28,217	31,148	33,385	35,875
Dividends	898,553	1,563,000	1,060,000	1,170,000	1,602,000
COAG receipts from government entities	24,064,374	23,932,491	25,220,480	26,727,714	28,023,672
Other	93,450	93,650	93,850	93,950	4,000
Total cash received	25,078,775	25,620,155	26,408,027	28,026,023	29,666,377
Cash used					
Grant payments	126,474,249	126,523,535	130,787,492	137,288,203	144,866,457
Payments to the Medicare Guarantee Fund	35,704,029	36,567,354	36,327,974	37,808,623	39,710,895
Interest paid	60,821	71,204	72,475	79,906	89,145
Other	24,634	1,069	1,009	1,009	-
Total cash used	162,263,733	163,163,162	167,188,950	175,177,741	184,666,497
Net cash from/(used by) operating activities	(137,184,958)	(137,543,007)	(140,780,923)	(147,151,718)	(155,000,120)
INVESTING ACTIVITIES					
Cash received					
Advances and loans	143,188	64,968	53,645	87,540	126,107
IMF maintenance of value	-	-	-	-	-
Total cash received	143,188	64,968	53,645	87,540	126,107

Table 3.9: Schedule of budgeted administered cash flows (for the period ended 30 June) (continued)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
Cash used					
Purchase of investments	230,335	292,138	59,312	61,265	63,295
Advances and loans	125,850	199,000	50,000	50,000	50,000
Other Investments	165,000	165,000	165,000	165,000	165,000
Total cash used	521,185	656,138	274,312	276,265	278,295
Net cash from/(used by) investing activities	(377,997)	(591,170)	(220,667)	(188,725)	(152,188)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	466,995	601,098	494,312	391,265	228,295
Total cash received	466,995	601,098	494,312	391,265	228,295
Net cash from/(used by) financing activities	466,995	601,098	494,312	391,265	228,295
Net increase/(decrease) in cash held	(137,095,960)	(137,533,079)	(140,507,278)	(146,949,178)	(154,924,013)
Cash and cash equivalents at beginning of reporting period	-	205,000	365,000	585,000	700,000
Cash from Official Public Account for:					
- Appropriations	141,706,682	141,252,193	143,334,191	149,857,252	157,738,374
Total cash from Official Public Account	141,706,682	141,252,193	143,334,191	149,857,252	157,738,374
Cash to Official Public Account for:					
- Appropriations	(4,405,722)	(3,559,114)	(2,606,913)	(2,793,074)	(2,864,361)
Total cash to Official Public Account	(4,405,722)	(3,559,114)	(2,606,913)	(2,793,074)	(2,864,361)
Cash and cash equivalents at end of reporting period	205,000	365,000	585,000	700,000	650,000

Note: A new Special Account has been established for the Treasury. This Special Account provides the line of credit funding for the National Housing Finance and Investment Corporation's Affordable Housing Bond Aggregator.
Prepared on Australian Accounting Standards basis.

Table 3.10: Administered capital budget statement (for the period ended 30 June)

	2018-19 Estimated actual \$'000	2019-20 Budget \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000	2022-23 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Administered assets and liabilities	209,850	165,000	165,000	165,000	165,000
Special appropriations	230,335	232,826	-	-	-
Total new capital appropriations	440,185	397,826	165,000	165,000	165,000
Provided for:					
<i>Funding for National Housing Finance and Investment Corporation</i>	165,000	165,000	165,000	165,000	165,000
<i>James Hardie - asbestos compensation fund - Loan to NSW Government</i>	44,850	-	-	-	-
<i>International financial institutions</i>	230,335	232,826	-	-	-
Total items	440,185	397,826	165,000	165,000	165,000

Prepared on Australian Accounting Standards basis.