

Portfolio Additional Estimates Statements 2016-17

Treasury Portfolio

Explanations of Additional Estimates 2016-17

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President of the Senate
Australian Senate
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Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2016-17 Additional Estimates for the Treasury Portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the funding requirements being sought for the Portfolio.

I present these statements by virtue of my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Scott Morrison'.

The Hon Scott Morrison MP

ABBREVIATIONS AND CONVENTIONS

The following notations may be used:

NEC/nec	not elsewhere classified
-	nil
..	not zero, but rounded to zero
na	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million

Figures in tables and in the text may be rounded. Figures in text are generally rounded to one decimal place, whereas figures in tables are generally rounded to the nearest thousand. Discrepancies in tables between totals and sums of components are as a result of rounding.

Enquiries

Should you have any enquiries regarding this publication please contact Mr. Robert Twomey, Chief Finance Officer in the Department of the Treasury on (02) 6263 2111.

Links to Portfolio Budget Statements (including Portfolio Additional Estimates Statements and Portfolio Supplementary Additional Estimates Statements) can be located on the Australian Government Budget website at www.budget.gov.au.

**USER GUIDE
TO THE
PORTFOLIO ADDITIONAL
ESTIMATE STATEMENTS**

USER GUIDE

The purpose of the *2016-17 Portfolio Additional Estimates Statements (PAES)*, like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament of the proposed allocation of resources to government outcomes by entities within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non-financial planned performance of programs supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4) and Appropriation (Parliamentary Departments) Bill (No. 2) 2016-17. In this sense the PAES is declared by the Additional Estimates Appropriation Bills to be a 'relevant document' to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the *Mid-Year Economic and Fiscal Outlook (MYEFO) 2016-17* is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the portfolio.

Structure of the Portfolio Additional Estimates Statements

The PAES are presented in three parts with subsections.

User guide

Provides a brief introduction explaining the purpose of the PAES.

Portfolio overview

Provides an overview of the portfolio, including a chart that outlines the outcomes for entities in the portfolio.

Entity Additional Estimates Statements

A statement (under the name of the entity) for each entity affected by Additional Estimates.

Section 1: Entity overview and resources	This section details the changes in total resources available to an entity, the impact of any measures since Budget, and impact of Appropriation Bills Nos. 3 and 4.
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Section 2: Revisions to outcomes and planned performance	This section details changes to Government outcomes and/or changes to the planned performance of entity programs.
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Section 3: Special account flows and budgeted financial statements	This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.
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PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

There has been no significant change to the portfolio overview, portfolio responsibilities or entity outcomes from that included in the *Portfolio Budget Statements 2016-17* (pages 3-4).

Additional estimates are being sought for the Department of the Treasury, the Australian Competition and Consumer Commission and the Australian Taxation Office. Explanations of the additional estimates for these agencies are detailed in their respective section in the Portfolio Additional Estimates Statements.

There are no additional estimates for the Australian Bureau of Statistics, the Australian Office of Financial Management, the Australian Prudential Regulation Authority, the Australian Securities and Investments Commission, the Commonwealth Grants Commission, the Inspector-General of Taxation, the National Competition Council, the Office of the Australian Accounting Standards Board, the Office of the Auditing and Assurance Standards Board, the Productivity Commission or the Royal Australian Mint.

Figure 1: Treasury portfolio structure and outcomes



Figure 1: Treasury portfolio structure and outcomes (continued)



**ENTITY ADDITIONAL ESTIMATES
STATEMENTS**

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DEPARTMENT OF THE TREASURY

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Department of the Treasury (the Treasury) from that outlined in the *Portfolio Budget Statements 2016-17* (pages 11-12).

The Treasury is seeking an additional \$3.7 million in departmental funding through Appropriation Bill (No.3) 2016-17. This includes an additional \$1.1 million for the establishment of the Black Economy Taskforce measure outlined in the *Mid-Year Economic and Fiscal Outlook 2016-17* and \$0.7 million for the Strategy for Managing National Security Risks in Critical Infrastructure measure.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Treasury at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

Table 1.1: Department of the Treasury resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017

	<i>Actual available appropriation 2015-16</i>	Estimate as at Budget 2016-17	Proposed Additional Estimates 2016-17	Total estimate at Additional Estimates 2016-17
	\$'000	\$'000	\$'000	\$'000
Departmental				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)	59,936	47,105	-	47,105
Departmental appropriation	161,109	165,701	3,651	169,352
s74 retained revenue receipts (c)	15,534	8,954	-	8,954
Departmental capital budget (d)	5,312	5,298	-	5,298
Annual appropriations - other services - non-operating (e)				
Equity injection	1,700	300	-	300
Total departmental annual appropriations	243,591	227,358	3,651	231,009
Total departmental special appropriations (f)				
Special accounts (f)				
Opening balance	2,632	2,815	(2,815)	-
Non-appropriation receipts	2,100	1,750	(1,750)	-
Total special accounts	4,732	4,565	(4,565)	-
Total departmental resourcing	248,323	231,923	(914)	231,009

Table 1.1: Department of the Treasury Resource Statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

	<i>Actual available appropriation 2015-16</i>	<i>Estimate as at Budget 2016-17</i>	<i>Proposed Additional Estimates 2016-17</i>	<i>Total estimate at Additional Estimates 2016-17</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Administered				
Annual appropriations - ordinary annual services (a)				-
Outcome 1	38,124	32,589	12,150	44,739
Annual appropriations - other services - non-operating (e)				
Administered assets and liabilities	-	60,000	(15,000)	45,000
Total administered annual appropriations	38,124	92,589	(2,850)	89,739
Special appropriations				
Asian Development Bank (Additional Subscription) Act 2009	28,030	22,218	-	22,218
Asian Infrastructure Investment Bank Act 2015	210,884	207,040	(12,675)	194,365
Federal Financial Relations Act 2009	78,525,449	82,194,739	(1,025,415)	81,169,324
International Monetary Arrangements Act 2015	1,697,678	519,549	(152,780)	366,769
Public Governance, Performance and Accountability Act 2013	307	1,000	-	1,000
Total administered special appropriations (f)	80,462,348	82,944,546	(1,190,870)	81,753,676
Special accounts (f)				
Opening balance	2,919,000	-	-	-
Appropriation receipts	11,135,014	13,414,853	(140,160)	13,274,693
Non-appropriation receipts	268,887	622,629	95,272	717,901
Adjustments	(4,919,000)	-	-	-
Total special account receipts	9,403,901	14,037,482	(44,888)	13,992,594
Total administered resourcing	89,904,373	97,074,617	(1,238,608)	95,836,009
Total resourcing for the Department of the Treasury	90,152,696	97,306,540	(1,239,522)	96,067,018
			<i>Actual 2015-16</i>	<i>2016-17</i>
Average staffing level (number)			<i>810</i>	<i>815</i>

Prepared on a resourcing (that is, appropriations available) basis.

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

- (a) Appropriation Act (No. 1) 2016-2017 and Appropriation Bill (No. 3) 2016-2017
- (b) Excludes \$1.073 million subject to administrative quarantine by Finance or withheld under section 51 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).
- (c) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (d) Departmental capital budgets are not separately identified in Appropriation Act (No.1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (e) Appropriation Act (No. 2) 2016-17.
- (f) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM)). The Actuarial Services Special Account was sunset on 1 October 2016. For further information on special accounts, see Table 3.1.

Table 1.1: Department of the Treasury resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities

	<i>Actual available appropriation 2015-16</i>	Estimate as at Budget 2016-17	Proposed Additional Estimate 2016-17	Total estimate at Additional Estimates 2016-17
	\$'000	\$'000	\$'000	\$'000
Payments made on behalf of another entity (g)				
Finance	-	270,629	68,876	339,505
Health	46,891	-	-	-
Infrastructure and Regional Development	77,277	193,600	-	193,600
Social Services	144,719	158,400	26,396	184,796

(g) These payments relate to National Partnership payments to the states.

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2016-17 measures since Budget

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Expense measures					
Affordable Housing Implementation Taskforce - establishment (b)					
Departmental expenses	1.1	nfp	-	-	-
Black Economy Taskforce - establishment					
Departmental expenses	1.1	1,055	504	-	-
Strategy for Managing National Security Risks in Critical Infrastructure					
Departmental expenses	1.1	731	1,442	1,435	1,434
Public Sector Transformation and the Efficiency Dividend(a)					
Departmental expenses	1.1	-	(2,435)	(4,071)	(4,783)
International Blockchain Standards — development					
Administered expenses	1.1	150	70	70	60
Total expense measures		1,936	(419)	(2,566)	(3,289)
Administered		150	70	70	60
Departmental		1,786	(489)	(2,636)	(3,349)
Total		1,936	(419)	(2,566)	(3,289)
Decisions taken but not yet announced		12,000	3,000	-	-

(a) This measure was announced in *Budget 2016-17* as a cross-portfolio measure and has not previously appeared in a portfolio statement.

(b) Further information can be found in the press release of 2 December 2016 issued by the Treasurer. Prepared on a Government Financial Statistics (fiscal) basis.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table details the changes to the resourcing for the Treasury at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Outcome 1					
Administered					
Annual appropriations					
International Blockchain Standards - development	1.1	150	70	70	60
Net impact on appropriations for Outcome 1 (administered)		150	70	70	60
Outcome 1					
Departmental					
Annual appropriations					
Affordable Housing Implementation Taskforce - establishment	1.1	nfp	-	-	-
Black Economy Taskforce - establishment	1.1	1,055	504	-	-
Strategy for Managing National Security Risks in Critical Infrastructure	1.1	731	1,442	1,435	1,434
Efficiency Dividend - Public Sector Transformation (a)					
Departmental appropriation	1.1	-	(2,435)	(4,071)	(4,783)
Departmental capital budget	1.1	-	(81)	(135)	(163)
Changes in Parameters					
Adjustments to reflect movements in indices relating to prices and wages					
Departmental appropriation	1.1	-	(778)	(932)	(1,213)
Departmental capital budget	1.1	-	(26)	(31)	(41)
Other Variations					
Supplementation of Fringe Benefits Tax Costs for Commonwealth Government Agencies delivering Official Development Assistance Overseas	1.1	-	760	760	760
Govlink Contract - efficiencies	1.1	(15)	(20)	(20)	(20)
Net impact on appropriations for Outcome 1 (departmental)		1,771	(634)	(2,994)	(4,026)
Total net impact on appropriations for Outcome 1		1,921	(564)	(2,924)	(3,966)
Total Decisions taken but not yet announced for all Outcomes		12,000	3,000	-	-

(a) As announced in the 2016-17 Budget, the Public Sector Transformation and the Efficiency Dividend is a cross-portfolio measure.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for the Treasury through *Appropriation Bill No. 3*.

Table 1.4: Appropriation Bill (No. 3) 2016-17

	2015-16 <i>Available</i> \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Outcome 1 - Informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations					
Departmental items	165,421	170,999	174,650	3,651	-
Administered items	38,124	32,589	44,739	12,150	-
Total	203,545	203,588	219,389	15,801	-

Section 2: Revisions to outcomes and planned performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations

Budgeted expenses for Outcome 1

This table shows how much the entity 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

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.1: Department of the Treasury					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	693	12,350	4,474	70	60
PGPA Act 2013 - s77 repayments	307	1,000	1,000	1,000	1,000
Administered total	1,000	13,350	5,474	1,070	1,060
Departmental expenses					
Departmental appropriation	162,222	169,946	160,492	159,683	155,829
s74 Retained revenue receipts (a)	10,734	10,954	10,954	10,954	10,954
Special accounts					
Actuarial Services Special Account (b)	1,897	-	-	-	-
Expenses not requiring appropriation in the Budget year(c)	11,717	9,358	9,403	9,434	9,476
Departmental total	186,570	190,258	180,849	180,071	176,259
Total expenses for program 1.1	187,570	203,608	186,323	181,141	177,319
Program 1.3: Support for Markets					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	19,624	14,889	14,515	9,403	6,301
Administered total	19,624	14,889	14,515	9,403	6,301
Total expenses for program 1.3	19,624	14,889	14,515	9,403	6,301
	2015-16	2016-17			
Average staffing level (number)	810	815			

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

(b) The Actuarial Services Special Account was sunset on 1 October 2016.

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

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.

Section 3: Special account flows and budgeted financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Treasury.

Table 3.1: Estimates of special account flows and balances

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Actuarial Services Special Account (D) 2016-17	1	2,835	220	-	(3,055)	-
<i>Actuarial Services Special Account (D) 2015-16</i>		2,632	2,100	(1,897)	-	2,835
CEFC Special Account (A) 2016-17	1	-	-	-	-	-
<i>CEFC Special Account (A)(a) 2015-16</i>		2,919,000	2,000,000	-	(4,919,000)	-
COAG Reform Fund Special Account (A) 2016-17	1	-	13,992,594	(13,992,594)	-	-
<i>COAG Reform Fund Special Account (A) 2015-16</i>		-	9,403,901	(9,403,901)	-	-
Fuel Indexation (Road Funding) Special Account (A) 2016-17	1	-	-	-	-	-
<i>Fuel Indexation (Road Funding) Special Account (A) 2015-16</i>		-	98,000	(98,000)	-	-
Services for Other Entities and Trust Monies Special Account (A) 2016-17	1	-	-	-	-	-
<i>Services for Other Entities and Trust Monies Special Account (A) 2015-16</i>		-	2,037	(2,037)	-	-
Total special accounts 2016-17 Budget estimate		2,835	13,992,814	(13,992,594)	(3,055)	-
<i>Total special accounts 2015-16 actual</i>		2,921,632	11,506,038	(9,505,835)	(4,919,000)	2,835

(a) The balance of the CEFC special account was transferred to the Department of the Environment and Energy as a result of the restructuring and administrative arrangements on 21 September 2015.

(A) = Administered

(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The Treasury is budgeting for a break-even result, after non-appropriated expenses such as depreciation are removed, in 2016-17.

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

3.2.2 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	122,744	125,515	124,498	124,697	123,481
Suppliers	51,877	58,251	49,803	48,795	46,157
Grants	2,925	1,184	1,195	1,195	1,195
Depreciation and amortisation	8,803	5,308	5,353	5,384	5,426
Finance costs	86	-	-	-	-
Write-down and impairment of assets	100	-	-	-	-
Losses from asset sales	35	-	-	-	-
Total expenses	186,570	190,258	180,849	180,071	176,259
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	9,447	11,284	11,504	11,504	11,504
Other revenue	1,347	1,200	1,200	1,200	1,200
Total own-source revenue	10,794	12,484	12,704	12,704	12,704
Gains					
Other	4,006	4,050	4,050	4,050	4,050
Total gains	4,006	4,050	4,050	4,050	4,050
Total own-source income	14,800	16,534	16,754	16,754	16,754
Net cost of (contribution by) services	(171,770)	(173,724)	(164,095)	(163,317)	(159,505)
Revenue from Government	160,109	168,416	158,742	157,933	154,079
Surplus/(deficit) attributable to the Australian Government	(11,661)	(5,308)	(5,353)	(5,384)	(5,426)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	6,024	-	-	-	-
Total other comprehensive income	6,024	-	-	-	-
Total comprehensive income/(loss)	(5,637)	(5,308)	(5,353)	(5,384)	(5,426)

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	3,166	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(a)	8,803	5,308	5,353	5,384	5,426
Total comprehensive income/(loss) - as per the Comprehensive Income Statement	(5,637)	(5,308)	(5,353)	(5,384)	(5,426)

(a) From 2010-11, the government introduced net cash appropriation arrangements where *Appropriation Act No. 1* or *Bill No. 3* revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through *Appropriation Act No. 1* or *Bill No. 3* equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental.

Prepared on Australian Accounting Standards basis.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	2,776	1,000	1,000	1,000	1,000
Trade and other receivables	50,445	53,721	55,221	56,721	58,221
Total financial assets	53,221	54,721	56,221	57,721	59,221
Non-financial assets					
Land and buildings	14,280	14,280	14,243	14,185	14,114
Property, plant and equipment	9,627	9,617	9,602	9,585	9,546
Intangibles	9,730	10,030	9,970	9,874	9,770
Prepayments	4,888	4,888	4,888	4,888	4,888
Total non-financial assets	38,525	38,815	38,703	38,532	38,318
Total assets	91,746	93,536	94,924	96,253	97,539
LIABILITIES					
Payables					
Suppliers	335	335	335	335	335
Other payables	5,911	5,527	5,527	5,527	5,527
Total payables	6,246	5,862	5,862	5,862	5,862
Provisions					
Employee provisions	46,567	48,451	49,951	51,451	52,951
Other provisions	3,279	3,279	3,279	3,279	3,279
Total provisions	49,846	51,730	53,230	54,730	56,230
Total liabilities	56,092	57,592	59,092	60,592	62,092
Net assets	35,654	35,944	35,832	35,661	35,447
EQUITY*					
Contributed equity	58,538	64,136	69,377	74,590	79,802
Reserves	12,186	12,186	12,186	12,186	12,186
Retained surplus/(accumulated deficit)	(35,070)	(40,378)	(45,731)	(51,115)	(56,541)
Total Equity	35,654	35,944	35,832	35,661	35,447

Prepared on Australian Accounting Standards basis.

Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)

	Retained earnings	Asset revaluation reserve	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016				
Balance carried forward from previous period	(34,612)	12,186	58,538	36,112
Adjustment to opening balance	(458)	-	-	(458)
Adjusted opening balance	(35,070)	12,186	58,538	35,654
Comprehensive income				
Surplus/(deficit) for the period	(5,308)	-	-	(5,308)
Total comprehensive income	(5,308)	-	-	(5,308)
Transactions with owners				
Contributions by owners				
Equity Injection - Appropriation	-	-	300	300
Departmental Capital Budget (DCB)	-	-	5,298	5,298
Total transactions with owners	-	-	5,598	5,598
Estimated closing balance as at 30 June 2017	(40,378)	12,186	64,136	35,944
Closing balance attributable to the Australian Government	(40,378)	12,186	64,136	35,944

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	170,172	164,998	157,100	156,270	150,579
Sale of goods and rendering of services	7,109	11,284	11,504	11,504	11,504
Net GST received	5,399	-	-	-	-
Other	1,461	1,200	1,200	1,450	1,450
Total cash received	184,141	177,482	169,804	169,224	163,533
Cash used					
Employees	122,797	123,290	122,420	122,612	117,135
Suppliers	54,435	54,784	46,189	45,167	44,953
Other	3,138	1,184	1,195	1,445	1,445
Total cash used	180,370	179,258	169,804	169,224	163,533
Net cash from/(used by) operating activities	3,771	(1,776)	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	18	-	-	-	-
Total cash received	18	-	-	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	13,177	5,598	5,241	5,213	5,212
Total cash used	13,177	5,598	5,241	5,213	5,212
Net cash from/(used by) investing activities	(13,159)	(5,598)	(5,241)	(5,213)	(5,212)
FINANCING ACTIVITIES					
Cash received					
Appropriations - equity injections	1,700	300	-	-	-
Appropriations - DCB	5,312	5,298	5,241	5,213	5,212
Total cash received	7,012	5,598	5,241	5,213	5,212
Net cash used by financing activities	7,012	5,598	5,241	5,213	5,212
Net increase/(decrease) in cash held	(2,376)	(1,776)	-	-	-
Cash and cash equivalents at the beginning of the reporting period	5,152	2,776	1,000	1,000	1,000
Cash and cash equivalents at the end of the reporting period	2,776	1,000	1,000	1,000	1,000

Prepared on Australian Accounting Standards basis.

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	5,312	5,298	5,241	5,213	5,212
Equity injections - Act No. 2	1,700	300	-	-	-
Total new capital appropriations	7,012	5,598	5,241	5,213	5,212
Provided for:					
<i>Purchase of non-financial assets</i>	7,012	5,598	5,241	5,213	5,212
Total Items	7,012	5,598	5,241	5,213	5,212
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	1,700	300	-	-	-
Funded by capital appropriation - DCB	5,312	5,298	5,241	5,213	5,212
TOTAL AMOUNT SPENT	7,012	5,598	5,241	5,213	5,212
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	7,012	5,598	5,241	5,213	5,212
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	7,012	5,598	5,241	5,213	5,212

Table 3.7: Statement of asset movements (2016-17 Budget year)

	Land and Property, plant and Buildings \$'000	equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2016				
Gross book value	14,280	15,000	24,253	53,533
Accumulated depreciation/amortisation and impairment	-	(5,373)	(14,523)	(19,896)
Opening net book balance	14,280	9,627	9,730	33,637
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	-	300	300
By purchase - appropriation ordinary annual services	1,370	1,499	2,429	5,298
Total additions	1,370	1,499	2,729	5,598
Other movements				
Depreciation/amortisation expense	(1,370)	(1,509)	(2,429)	(5,308)
Total other movements	(1,370)	(1,509)	(2,429)	(5,308)
As at 30 June 2017				
Gross book value	15,650	16,499	26,982	59,131
Accumulated depreciation/amortisation and impairment	(1,370)	(6,882)	(16,952)	(25,204)
Closing net book balance	14,280	9,617	10,030	33,927

(a) 'Appropriation equity' refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No.2) 2016-17, including CDABs.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No.1) 2016-17 and Bill (No.3) 2016-17 for depreciation/amortisation expenses, DCBs or other operational expenses.

(c) Net proceeds may be returned to the OPA.

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	88,032,393	94,341,842	98,103,815	100,478,101	99,386,539
Interest	3,276	6,792	20,091	36,662	48,791
Suppliers	2,046	14,178	5,625	1,286	1,131
Foreign exchange	-	187,422	-	-	-
Total expenses administered on behalf of Government	88,037,715	94,550,234	98,129,531	100,516,049	99,436,461
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Non-taxation revenue					
Sale of goods and rendering of services	690,441	786,978	738,272	719,645	692,376
Interest	2,680	4,380	8,979	12,417	12,663
Dividends	3,279,246	200,500	112,500	188,000	296,000
COAG revenue from government entities	268,887	717,903	871,927	3,744,575	1,168,880
Other revenue	76,604	4,450	4,600	4,650	4,900
Total non-taxation revenue	4,317,858	1,714,211	1,736,278	4,669,287	2,174,819
Total own-source revenue administered on behalf of Government	4,317,858	1,714,211	1,736,278	4,669,287	2,174,819
Gains					
Foreign exchange	16,736	-	88,067	120,276	26,528
Total gains administered on behalf of Government	16,736	-	88,067	120,276	26,528
Total own-source income administered on behalf of Government	4,334,594	1,714,211	1,824,345	4,789,563	2,201,347
Net cost of/(contribution by) services	83,703,121	92,836,023	96,305,186	95,726,486	97,235,114
Surplus/(Deficit)	(83,703,121)	(92,836,023)	(96,305,186)	(95,726,486)	(97,235,114)
OTHER COMPREHENSIVE INCOME					
Items not subject to subsequent reclassification to profit or loss					
Changes in asset revaluation surplus	(305,232)	-	-	-	-
Total other comprehensive income	(305,232)	-	-	-	-
Total comprehensive income (loss)	(84,008,353)	(92,836,023)	(96,305,186)	(95,726,486)	(97,235,114)

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Trade and other receivables	3,384,301	190,145	90,743	213,307	317,171
Advances and loans	784,074	815,049	848,970	814,107	677,196
Investments	37,705,781	37,584,171	37,950,748	38,354,794	38,582,315
Total financial assets	41,874,156	38,589,365	38,890,461	39,382,208	39,576,682
Non-financial assets					
Other non-financial assets	401	400	400	400	400
Total non-financial assets	401	400	400	400	400
Total assets administered on behalf of Government	41,874,557	38,589,765	38,890,861	39,382,608	39,577,082
LIABILITIES					
Payables					
Grants	187,053	47,735	42,221	37,595	36,119
Other payables	5,796,098	5,660,228	5,747,428	5,835,166	5,837,135
Unearned income	47,872	31,154	19,948	9,838	5,967
Total payables	6,031,023	5,739,117	5,809,597	5,882,599	5,879,221
Interest bearing liabilities					
Loans	9,651,149	9,286,501	8,779,249	8,755,357	8,730,775
Total interest bearing liabilities	9,651,149	9,286,501	8,779,249	8,755,357	8,730,775
Provisions					
Other provisions	1,725,063	231,909	52,305	-	-
Total provisions	1,725,063	231,909	52,305	-	-
Total liabilities administered on behalf of Government	17,407,235	15,257,527	14,641,151	14,637,956	14,609,996
Net assets/(liabilities)	24,467,322	23,332,238	24,249,710	24,744,652	24,967,086

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Sale of goods and rendering of services	72,729	104,767	101,762	100,928	94,389
Interest	699	523	1,971	3,599	3,608
Dividends	2,558,671	3,279,319	200,500	55,000	188,000
COAG receipts from entities	16,970,047	17,760,671	19,043,437	3,744,573	1,168,880
Other	21,724	4,450	4,600	4,650	4,900
Total cash received	19,623,870	21,149,730	19,352,270	3,908,750	1,459,777
Cash used					
Grant payments	104,663,473	112,236,250	115,823,737	99,915,987	98,789,761
Interest paid	3,253	4,423	17,170	34,650	46,822
Other	9,956	14,178	5,625	1,286	1,131
Total cash used	104,676,682	112,254,851	115,846,532	99,951,923	98,837,714
Net cash from/(used by) operating activities	(85,052,812)	(91,105,121)	(96,494,262)	(96,043,173)	(97,377,937)
INVESTING ACTIVITIES					
Cash received					
Advances and loans	116,532	28,112	33,087	58,531	145,966
Other investing activities	167,569	-	-	-	-
Total cash received	284,101	28,112	33,087	58,531	145,966
Cash used					
Advances and loans	64,263	45,000	60,000	14,850	-
Purchase of investments	1,841,010	578,929	701,484	221,935	225,574
Other investing activities	28,066	-	-	-	-
Total cash used	1,933,339	623,929	761,484	236,785	225,574
Net cash from/(used by) investing activities	(1,649,238)	(595,817)	(728,397)	(178,254)	(79,608)
Net increase/(decrease) in cash held	(86,702,050)	(91,700,938)	(97,222,659)	(96,221,427)	(97,457,545)
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
- Appropriations	89,911,163	95,836,010	98,436,504	100,188,708	99,063,288
Cash to Official Public Account for:					
- Appropriations	(3,209,113)	(4,135,072)	(1,213,845)	(3,967,281)	(1,605,743)
Cash and cash equivalents at end of reporting period	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.11: Schedule of administered capital budget (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Administered Assets and Liabilities	-	45,000	60,000	14,850	-
Special appropriations	2,075,302	578,929	701,484	221,935	225,574
Total new capital appropriations	2,075,302	623,929	761,484	236,785	225,574
Provided for:					
<i>James Hardie asbestos compensation fund - loan to NSW Government</i>	-	45,000	60,000	14,850	-
<i>International financial institutions</i>	2,075,302	578,929	701,484	221,935	225,574
Total Items	2,075,302	623,929	761,484	236,785	225,574

Prepared on Australian Accounting Standards basis.

AUSTRALIAN COMPETITION AND CONSUMER COMMISSION

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AUSTRALIAN COMPETITION AND CONSUMER COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The Australian Competition and Consumer Commission (ACCC) is seeking an additional \$1.0 million in departmental outputs through Appropriation Bill (No. 3) 2016-17.

These relate to measures outlined in the Mid-Year Economic and Fiscal Outlook 2016-17 for the Regional Broadband Scheme, and investigations related to the Royal Commission into Trade Union Governance and Corruption.

Accordingly, whilst there has been no significant change to the strategic direction of the ACCC from that outlined in the Portfolio Budget Statements 2016-17 (pages 69-72), an additional priority for 2016-17 is compliance with, and enforcement of, the *Competition and Consumer Act 2010 (CCA)* in the commercial construction sector.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the ACCC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3, Special Appropriations and Special Accounts.

Table 1.1: ACCC resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017

	<i>Actual available appropriation 2015-16</i>	Estimate as at Budget 2016-17	Proposed Additional Estimates 2016-17	Total estimate at Additional Estimates 2016-17
	\$'000	\$'000	\$'000	\$'000
Departmental				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)	21,582	16,575	-	16,575
Departmental appropriation	167,339	174,355	991	175,346
s74 retained revenue receipts (c)	4,254	3,947	(985)	2,962
Departmental capital budget (d)	1,993	1,987	-	1,987
Annual appropriations - other services - non-operating (e)				
Prior year appropriations available (f)	14,296	15,596	-	15,596
Equity injection	12,896	1,400	-	1,400
Total departmental annual appropriations	222,360	213,860	6	213,866
Total departmental resourcing	222,360	213,860	6	213,866
Administered				
Special appropriations (g)	11,045	20	-	20
Total administered special appropriations	11,045	20	-	20
Total administered resourcing	11,045	20	-	20
Total resourcing for the ACCC	233,405	213,880	6	213,886
			<i>Actual 2015-16</i>	2016-17
Average staffing level (number)			752	739

Third party payments on behalf of the National Competition Council (NCC)

	<i>Actual available appropriation 2015-16</i>	Estimate as at Budget 2016-17	Proposed Additional Estimate 2016-17	Total estimate at Additional Estimates 2016-17
	\$'000	\$'000	\$'000	\$'000
Payments made on behalf of the NCC	1,404	1,727	-	1,727

Prepared on a resourcing (that is, appropriations available) basis.

Please note: All figures shown above are GST exclusive - these may not match figures in the cash flow statement. The above does not include Other Trust Monies - refer Table 3.1 for these details.

- (a) Appropriation Act (No. 1) 2016-2017 and Appropriation Bill (No. 3) 2016-2017
- (b) No funds were subject to administrative quarantine by Finance or withheld under section 51 of the Public Governance, Performance and Accountability Act 2013.
- (c) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (d) Departmental capital budgets are not separately identified in Appropriation Act (No.1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as 'contributed equity' in Table 3.5.
- (e) Appropriation Act (No. 2) 2016-17.
- (f) For 2016-17, excludes \$11.6m subject to administrative quarantine by Finance or withheld under section 51 of the Public Governance, Performance and Accountability Act 2013.
- (g) Relates to repayments not provided for under other appropriations through section 77 of the PGPA Act.

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2016-17 measures since Budget

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Expense measures					
Regional Broadband Scheme	1.1				
Departmental expenses(a)		239	-	-	-
Total		239	-	-	-
Royal Commission into Trade Union Governance and Corruption - funding for investigations	1.1				
Departmental expenses(b)		767	1,233	-	-
Total		767	1,233	-	-
Total expense measures					
Departmental		1,006	1,233	-	-
Total		1,006	1,233	-	-

Prepared on a Government Financial Statistics (fiscal) basis

- (a) This measure was announced in the Mid-Year Economic and Fiscal Outlook 2016-17 as a cross portfolio measure and has not previously appeared in a portfolio statement.
- (b) This measure builds on the 2016-17 Budget measure titled Royal Commission into Trade Union Governance and Corruption - continuation of the joint police taskforce.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table details the changes to the resourcing for the ACCC at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Outcome 1					
Departmental					
Annual appropriations					
Parameter Adjustment - movement in indices relating to prices and wages	1.1, 1.2				
Other Variations - Efficiency Dividend	1.1, 1.2				
Other Variations - Govlink Contract	1.1, 1.2				
Changes in Parameters (net decrease)					
Departmental expenses	1.1	-	(636)	(765)	(995)
Departmental expenses	1.2	-	(160)	(191)	(255)
Departmental capital	1.1	-	(10)	(12)	(15)
Other Variations (net decrease)					
Departmental expenses	1.1	(11)	(2,005)	(3,358)	(3,941)
Departmental expenses	1.2	(4)	(504)	(838)	(1,008)
Departmental capital	1.1	-	(30)	(51)	(61)
Net impact on appropriations for Outcome 1 (departmental)		(15)	(3,345)	(5,215)	(6,275)
Total net impact on appropriations for Outcome 1		(15)	(3,345)	(5,215)	(6,275)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for the ACCC through *Appropriation Bill No. 3*.

Table 1.4: Appropriation Bill (No. 3) 2016-17

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programmes					
Outcome 1 - Lawful competition, consumer protection, and regulated national infrastructure markets and services through regulation, including enforcement, education, price monitoring and determining the terms of access to infrastructure services.	167,339	174,355	175,346	991	
Total departmental	167,339	174,355	175,346	991	-

Section 2: Revisions to outcomes and planned performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Lawful competition, consumer protection, and regulated national infrastructure markets and services through regulation, including enforcement, education, price monitoring and determining the terms of access to infrastructure services

Budgeted expenses for Outcome 1

This table shows how much the entity 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 2.1.1 Budgeted expenses for Outcome 1

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.1: Australian Competition and Consumer Commission					
Departmental expenses					
Departmental appropriation	131,779	132,595	129,878	129,035	125,782
s74 Retained revenue receipts (a)	5,544	3,851	3,953	2,253	2,253
Expenses not requiring appropriation in the Budget year (b)	7,567	5,676	5,569	5,386	4,651
Departmental total	144,890	142,122	139,400	136,674	132,686
Total expenses for program 1.1	144,890	142,122	139,400	136,674	132,686
Program 1.2: Australian Energy Regulator					
Departmental expenses					
Departmental appropriation	33,567	40,764	32,366	32,196	32,194
Expenses not requiring appropriation in the Budget year (b)	3,491	-	-	-	-
Departmental total	37,058	40,764	32,366	32,196	32,194
Total expenses for program 1.2	37,058	40,764	32,366	32,196	32,194
Outcome 1 Totals by appropriation type					
Departmental expenses					
Departmental appropriation	165,346	173,359	162,244	161,231	157,976
s74 Retained revenue receipts (a)	5,544	3,851	3,953	2,253	2,253
Expenses not requiring appropriation in the Budget year (b)	11,058	5,676	5,569	5,386	4,651
Departmental total	181,948	182,886	171,766	168,870	164,880
Total expenses for Outcome 1	181,948	182,886	171,766	168,870	164,880
Average staffing level (number)					
	2015-16	2016-17			
	752	739			

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

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees and Litigation Contingency Fund payments funded from equity.

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

Performance criteria for Outcome 1

The new budget measures apply only to Program 1.1 - Australian Competition and Consumer Commission. They do not apply to Program 1.2 - Australian Energy Regulator.

The additional priority of compliance with, and enforcement of, the CCA in the commercial construction sector will be achieved by the ACCC through increased investigations of possible breaches of the CCA (including those relating to the Royal Commission into Trade Union Governance and Corruption) and, as appropriate, enforcement actions and outcomes. The new budget measure in relation to the Regional Broadband Scheme is not a material change.

Accordingly, there is no change to the ACCC's outcome statement, purposes or delivery mechanisms, and the performance criteria included in the Portfolio Budget Statements 2016-17 (pages 76-78) will require the ACCC to report on the additional work that the ACCC undertakes and the outcomes achieved.

Section 3: Special account flows and budgeted financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the ACCC.

Table 3.1: Estimates of special account flows and balances

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Services for Other Entities and Trust Moneys Account (A) 2016-17	1	54	20	(20)	-	54
<i>Services for Other Entities and Trust Moneys Account(A) 2015-16</i>		54	-	-	-	54
Total special accounts 2016-17 Budget estimate		54	20	(20)	-	54
<i>Total special accounts 2015-16 actual</i>		54	-	-	-	54

(A) = Administered

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The ACCC is budgeting for a departmental breakeven operating result for 2016-17 after adjusting for non-appropriated expenses of depreciation and amortisation.

3.2.2 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	103,731	102,604	101,343	98,314	95,920
Suppliers	68,287	73,627	64,876	65,215	64,352
Depreciation and amortisation	5,553	5,582	5,475	5,292	4,557
Finance costs	59	46	72	49	51
Write-down and impairment of assets	22	-	-	-	-
Other expenses	4,296	1,027	-	-	-
Total expenses	181,948	182,886	171,766	168,870	164,880
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	1,145	2,848	2,950	1,250	1,250
Rental income	1,003	1,003	1,003	1,003	1,003
Other revenue	3,302	-	-	-	-
Total own-source revenue	5,450	3,851	3,953	2,253	2,253
Gains					
Other	94	94	94	94	94
Total gains	94	94	94	94	94
Total own-source income	5,544	3,945	4,047	2,347	2,347
Net cost of (contribution by) services	(176,404)	(178,941)	(167,719)	(166,523)	(162,533)
Revenue from Government	165,346	173,359	162,244	161,231	157,976
Surplus/(deficit) attributable to the Australian Government	(11,058)	(5,582)	(5,475)	(5,292)	(4,557)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	(48)	-	-	-	-
Total other comprehensive income	(48)	-	-	-	-
Total comprehensive income/(loss)	(11,106)	(5,582)	(5,475)	(5,292)	(4,557)
Total comprehensive income/(loss) attributable to the Australian Government	(11,106)	(5,582)	(5,475)	(5,292)	(4,557)

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(11,106)	(5,582)	(5,475)	(5,292)	(4,557)
less depreciation/amortisation expenses previously funded through revenue appropriations(a)					
Total comprehensive income/(loss) - as per the Comprehensive Income Statement	(11,106)	(5,582)	(5,475)	(5,292)	(4,557)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	1,289	2,000	2,000	2,000	2,000
Trade and other receivables	33,781	27,511	23,311	21,027	18,974
Total financial assets	35,070	29,511	25,311	23,027	20,974
Non-financial assets					
Land and buildings	10,502	8,183	12,278	10,084	8,209
Property, plant and equipment	4,017	3,698	3,583	3,353	3,961
Intangibles	3,403	3,346	2,757	2,444	1,710
Other non-financial assets	1,511	1,511	1,511	1,511	1,511
Total non-financial assets	19,433	16,738	20,129	17,392	15,391
Assets held for sale					
Total assets	54,503	46,249	45,440	40,419	36,365
LIABILITIES					
Payables					
Suppliers	7,339	7,785	7,041	7,172	7,169
Other payables	11,783	9,141	13,883	12,349	10,891
Total payables	19,122	16,926	20,924	19,521	18,060
Provisions					
Employee provisions	30,194	30,574	29,190	28,144	27,386
Other provisions	9,917	5,674	4,660	4,325	3,991
Total provisions	40,111	36,248	33,850	32,469	31,377
Total liabilities	59,233	53,174	54,774	51,990	49,437
Net assets	(4,730)	(6,925)	(9,334)	(11,571)	(13,072)
	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EQUITY*					
Parent entity interest					
Contributed equity	71,624	75,011	78,077	81,132	84,188
Reserves	3,919	3,919	3,919	3,919	3,919
Retained surplus/(accumulated deficit)	(80,273)	(85,855)	(91,330)	(96,622)	(101,179)
Total parent entity interest	(4,730)	(6,925)	(9,334)	(11,571)	(13,072)
Total Equity	(4,730)	(6,925)	(9,334)	(11,571)	(13,072)

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

Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016					
Balance carried forward from previous period	(80,273)	3,919	-	71,624	(4,730)
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	(80,273)	3,919	-	71,624	(4,730)
Comprehensive income					
Other comprehensive income	-	-	-	-	-
Surplus/(deficit) for the period	(5,582)	-	-	-	(5,582)
Total comprehensive income	(5,582)	-	-	-	(5,582)
of which:					
Attributable to the Australian Government	(5,582)	-	-	-	(5,582)
Transactions with owners					
Distributions to owners					
Other	-	-	-	-	-
Contributions by owners					
Equity Injection - Appropriation	-	-	-	1,400	1,400
Departmental Capital Budget (DCB)	-	-	-	1,987	1,987
Sub-total transactions with owners	-	-	-	3,387	3,387
Transfers between equity components					-
Estimated closing balance as at 30 June 2017	(85,855)	3,919	-	75,011	(6,925)
Closing balance attributable to the Australian Government	(85,855)	3,919	-	75,011	(6,925)

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	173,988	181,887	169,418	165,612	162,456
Sale of goods and rendering of services	1,527	2,962	4,227	2,399	2,442
Net GST received	6,674	7,207	6,099	6,464	6,377
Other	2,727	-	-	-	-
Total cash received	184,916	192,056	179,744	174,475	171,275
Cash used					
Employees	102,536	103,752	101,410	99,336	96,988
Suppliers	76,964	81,185	74,607	73,240	72,345
s74 Retained Revenue Receipts transferred to OPA	4,718	2,962	4,227	2,399	2,442
Other	350	3,946	-	-	-
Total cash used	184,568	191,845	180,244	174,975	171,775
Net cash from/(used by) operating activities	348	211	(500)	(500)	(500)
INVESTING ACTIVITIES					
Cash received					
Other	-	-	6,300	-	-
Total cash received	-	-	6,300	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	2,135	2,887	8,866	2,555	2,556
Total cash used	2,135	2,887	8,866	2,555	2,556
Net cash from/(used by) investing activities	(2,135)	(2,887)	(2,566)	(2,555)	(2,556)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	1,993	3,387	3,066	3,055	3,056
Total cash received	1,993	3,387	3,066	3,055	3,056
Net cash used by financing activities	1,993	3,387	3,066	3,055	3,056
Net increase/(decrease) in cash held	206	711	-	-	-
Cash and cash equivalents at the beginning of the reporting period	1,083	1,289	2,000	2,000	2,000
Cash and cash equivalents at the end of the reporting period	1,289	2,000	2,000	2,000	2,000

Prepared on Australian Accounting Standards basis.

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	1,993	1,987	1,966	1,955	1,956
Equity injections - Act No. 2	12,896	1,400	1,100	1,100	1,100
Total new capital appropriations	14,889	3,387	3,066	3,055	3,056
Provided for:					
<i>Purchase of non-financial assets</i>	2,793	2,887	2,566	2,555	2,556
<i>Other Items</i>	12,096	500	500	500	500
Total Items	14,889	3,387	3,066	3,055	3,056
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations(a)	800	900	600	600	600
Funded by capital appropriation - DCB(b)	1,993	1,987	1,966	1,955	1,956
Funded internally from departmental resources(c)	-	-	6,300	-	-
TOTAL AMOUNT SPENT	2,793	2,887	8,866	2,555	2,556
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	2,793	2,887	8,866	2,555	2,556
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	2,793	2,887	8,866	2,555	2,556

(a) Includes both current and prior Bill No. 4 and prior Act No. 2 4/6 appropriations and special capital appropriations.

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

(c) Includes assets funded by a lease incentive from a new accommodation lease.

Prepared on Australian Accounting Standards basis.

Table 3.7: Statement of asset movements (2016-17 Budget year)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2016				
Gross book value	13,204	5,456	12,385	31,045
Accumulated depreciation/amortisation and impairment	(2,702)	(1,439)	(8,982)	(13,123)
Opening net book balance	10,502	4,017	3,403	17,922
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity(a)	-	-	900	900
By purchase - appropriation ordinary annual services(b)	100	1,195	692	1,987
Total additions	100	1,195	1,592	2,887
Other movements				
Depreciation/amortisation expense	(2,419)	(1,514)	(1,649)	(5,582)
Total other movements	(2,419)	(1,514)	(1,649)	(5,582)
As at 30 June 2017				
Gross book value	13,304	6,651	13,977	33,932
Accumulated depreciation/amortisation and impairment	(5,121)	(2,953)	(10,631)	(18,705)
Closing net book balance	8,183	3,698	3,346	15,227

(a) 'Appropriation equity' refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No.2) 2016-17 and Bill (No.4) 2016-17, including CDABs.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No.1) 2016-17 and Bill (No.3) 2016-17 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Write-down and impairment of assets	5,632	-	-	-	-
Total expenses administered on behalf of Government	5,632	-	-	-	-
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Non-taxation revenue					
Fees and fines	83,861	40,000	40,000	40,000	40,000
Total non-taxation revenue	83,861	40,000	40,000	40,000	40,000
Total own-source revenue administered on behalf of Government	83,861	40,000	40,000	40,000	40,000
Total own-source income administered on behalf of Government	83,861	40,000	40,000	40,000	40,000
Net cost of/(contribution by) services	(78,229)	(40,000)	(40,000)	(40,000)	(40,000)

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	1	1	1	1	1
Trade and other receivables	7,682	7,682	7,682	7,682	7,682
Total financial assets	7,683	7,683	7,683	7,683	7,683
Total assets administered on behalf of Government	7,683	7,683	7,683	7,683	7,683
Net assets/(liabilities)	7,683	7,683	7,683	7,683	7,683

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Fees	75,844	40,000	40,000	40,000	40,000
Total cash received	75,844	40,000	40,000	40,000	40,000
Cash used					
Other	11,045	-	-	-	-
Total cash used	11,045	-	-	-	-
Net cash from/(used by) operating activities	64,799	40,000	40,000	40,000	40,000
Net increase/(decrease) in cash held	64,799	40,000	40,000	40,000	40,000
Cash and cash equivalents at beginning of reporting period	-	1	1	1	1
Cash to Official Public Account for:					
- Transfers to other entities (Finance - Whole-of-Government)	64,798	40,000	40,000	40,000	40,000
Total cash to Official Public Account	64,798	40,000	40,000	40,000	40,000
Cash and cash equivalents at end of reporting period	1	1	1	1	1

Prepared on Australian Accounting Standards basis.

AUSTRALIAN TAXATION OFFICE

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AUSTRALIAN TAXATION OFFICE

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Australian Taxation Office (ATO) from that outlined in the *Portfolio Budget Statements 2016-17* (page 155).

The ATO is seeking an additional \$6.5 million in departmental funding through Appropriation Bill (No.3) 2016-17. This relates to an additional \$3.4 million for the following measures as outlined in the *Mid-Year Economic and Fiscal Outlook 2016-17*:

- *Tax integrity - Improve the transparency of taxation debts* (\$1.4 million); and
- *Working Holiday Makers - employer register and compliance* (\$2.0 million)

The funding also includes \$3.8 million for the *Tax Integrity Package - establishing the Tax Avoidance Taskforce* offset by a reduction of \$0.6 million relating to *Applying GST to Low Value Goods Imported by Consumers* which were both announced in the *2016-17 Budget*.

The ATO is also seeking an additional \$0.4 million as an equity injection through Appropriation Bill (No. 4) 2016-17. This relates to the *Tax integrity - Improve the transparency of taxation debts* as outlined in the *Mid-Year Economic and Fiscal Outlook 2016-17*.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for Australian Taxation Office at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

Table 1.1: Australian Taxation Office Resource Statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017

	<i>Actual available appropriation 2015-16</i>	<i>Estimate as at Budget 2016-17</i>	<i>Proposed Additional Estimates 2016-17</i>	<i>Total estimate at Additional Estimates 2016-17</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Departmental				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)		217,050		217,050
Departmental appropriation	3,189,658	3,191,265	6,532	3,197,797
s74 retained revenue receipts (c)	144,571	152,374	(11,407)	140,967
Departmental capital budget (d)	115,128	111,619	-	111,619
Annual appropriations - other services - non-operating (e)				
Prior year appropriations available (a)		59,738		59,738
Equity injection (e)		54,429	361	54,790
Total departmental annual appropriations	3,449,357	3,786,475	(4,514)	3,781,961
Special accounts (f)				
Opening balance	6,290	4,216	1,230	5,446
Appropriation receipts (g)	13,190	13,111	1,500	14,611
Non-appropriation receipts	301	-	-	-
Total special accounts	19,781	17,327	2,730	20,057
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>(19,781)</i>	<i>(17,327)</i>	<i>(2,730)</i>	<i>(20,057)</i>
Total departmental resourcing	3,449,357	3,786,475	(4,514)	3,781,961

Table 1.1: Australian Taxation Office Resource Statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

	<i>Actual available appropriation 2015-16</i>	<i>Estimate as at Budget 2016-17</i>	<i>Proposed Additional Estimates 2016-17</i>	<i>Total estimate at Additional Estimates 2016-17</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Administered				
Annual appropriations - ordinary annual services (a)				
Outcome 1	431	5,303	(4,344)	959
Total administered annual appropriations	431	5,303	(4,344)	959
Special appropriations				
<i>Public Governance, Performance and Accountability Act 2013 - s77</i>	123,137	100,000	-	100,000
<i>Product Grants and Benefits Administration Act 2000 -</i>				
<i>Cleaner fuel grants</i>	1,236	-	-	-
<i>Product stewardship for oil</i>	62,391	66,000	5,000	71,000
<i>Superannuation Guarantee (Administration) Act 1992</i>	371,772	347,000	(29,000)	318,000
<i>Taxation Administration Act 1953 - section 16 (Non-refund items) (h)</i>	10,411,333	11,081,386	123,814	11,205,200
Total administered special appropriations	10,969,869	11,594,386	99,814	11,694,200
Special accounts (f)				
Opening balance	101,216	130,316	15,941	146,257
Appropriation receipts (g)	55,253	38,300	(900)	37,400
Non-appropriation receipts	2,824,651	3,220,000	1,876,000	5,096,000
Total special account receipts	2,981,120	3,388,616	1,891,041	5,279,657
<i>less administered appropriations drawn from annual/special appropriations and credited to special accounts</i>	(55,253)	(38,300)	900	(37,400)
Total administered resourcing	13,896,167	14,950,005	1,987,411	16,937,416
Total resourcing for ATO	17,345,524	18,736,480	1,982,897	20,719,377
			<i>Actual 2015-16</i>	<i>2016-17</i>
Average staffing level (number)			17,672	17,824

Prepared on a resourcing (that is, appropriations available) basis.

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

- (a) *Appropriation Act (No. 1) 2016-17 and Appropriation Bill (No. 3) 2016-17.*
- (b) *Estimated adjusted balance carried from previous year for annual appropriations.*
- (c) *Estimated retained revenue receipts under s74 of the Public Governance, Performance and Accountability (PGPA) Act 2013.*
- (d) *Departmental capital budgets are not separately identified in Appropriation Act (No.1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.*
- (e) *Appropriation Act (No. 2) 2016-17 and Appropriation Bill (No. 4) 2016-17.*
- (f) *Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM)). For further information on special accounts, see Table 3.1.*
- (g) *Amounts credited to the special account from ATO's Departmental annual appropriations.*
- (h) *These figures relate to administered expenses such as fuel tax credits, research and development tax incentives, and Australian Screen Production Incentive. Tax refunds for 2015-16 were \$91.2 billion including \$192.7 made on behalf of the ATO by the Department of Immigrations and Border Protection (DIBP). Estimated tax refund items for 2016-17 are \$100.4 billion including \$210 million made on behalf of the ATO by the DIBP.*

Third party payments from and on behalf of other entities

	<i>Actual available appropriation 2015-16</i>	Estimate as at Budget 2016-17	Proposed Additional Estimate 2016-17	Total estimate at Additional Estimates 2016-17
	\$'000	\$'000	\$'000	\$'000
Payments made on behalf of another entity (as disclosed in the respective entity's resource statement)	5,476	6,001	8,801	14,802
Payments made to other entities for the provision of services (disclosed above)	162,357	160,036	5,492	165,528
Receipts received from other entities for the provision of services (disclosed above in s74 Retained revenue receipts section above)	100,221	129,796	(2,217)	127,579
Payments made to corporate entities within the Portfolio				
Reserve Bank Australia	87,303	120,130	(22,225)	97,905

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into expense and capital measures, with the affected program identified.

Table 1.2: Entity 2016-17 measures since Budget

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Expense measures					
Research and Development Tax Incentive - rate reduction start date					
Administered expenses	1.10	140,000	-	-	-
SuperStream Program - Gateway Network Governance Body					
Departmental expenses	1.1	-	-	638	653
Tax integrity - improve the transparency of taxation debts					
Departmental expenses	1.1	1,406	122	121	-
Transfer of Campaign Funding - Australian Taxation Office					
Administered expenses	1.1	-	(8,025)	(101)	-
Working Holiday Makers - employer register and compliance					
Departmental expenses	1.1	2,000	2,000	-	-
Total expense measures					
Administered		140,000	(8,025)	(101)	-
Departmental		3,406	2,122	759	653
Capital measures					
Tax integrity - improve the transparency of taxation debts					
Departmental capital	1.1	361	-	-	-
Total capital measures					
Departmental		361	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Australian Taxation Office at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in *Appropriation Bills Nos. 3 and 4*.

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Outcome 1					
Departmental					
Annual appropriations					
Applying GST to Low Value Goods Imported by Consumers (a)					
Departmental appropriation	1.1	(645)	-	-	-
Official Development Assistance - Fringe Benefits Tax Supplementation					
Departmental appropriation	1.1	-	173	173	173
Public Sector Transformation and the Efficiency Dividend (b)					
Departmental appropriation	1.1	-	(48,503)	(78,361)	(90,730)
Departmental capital budget	1.1	-	(1,739)	(2,906)	(3,507)
Single coordinated procurement contract - Govlink					
Departmental appropriation	1.1	(29)	(40)	(40)	(40)
SuperStream Program - Gateway Network Governance Body					
Departmental appropriation	1.1	-	-	638	653
Tax Integrity Package - establishing the Tax Avoidance Taskforce (c)					
Departmental appropriation	1.1	3,800	7,284	7,326	6,466
Tax integrity - improve the transparency of taxation debts					
Departmental appropriation	1.1	1,406	122	121	-
Equity injection	1.1	361	-	-	-
Working Holiday Makers - employer register and compliance					
Departmental appropriation	1.1	2,000	2,000	-	-
Changes in Parameters					
Adjustment to reflect movement in indices relating to prices and wages					
Departmental appropriation	1.1	-	(15,500)	(20,920)	(25,872)
Departmental capital budget	1.1	-	(556)	(776)	(1,000)
Net impact on appropriations for Outcome 1 (departmental)		6,893	(56,759)	(94,745)	(113,857)

(a) This measure was announced in *Budget 2016-17* and reflects amounts returned to consolidated revenue.

(b) This measure was announced in *Budget 2016-17* as a cross portfolio measure and has not previously appeared in a portfolio statement.

(c) This measure was announced in *Budget 2016-17* and reflects amounts released from Government contingency reserve.

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget (continued)

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Administered					
Annual appropriations					
Transfer of Campaign Funding - Australian Taxation Office	1.1	-	(8,025)	(101)	-
Movement of Funds					
Administered Campaign Expenses	1.1	(4,344)	4,524	-	-
Net impact on appropriations for Outcome 1 (administered)		(4,344)	(3,501)	(101)	-
Total net impact on appropriations for Outcome 1		2,549	(60,260)	(94,846)	(113,857)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for Australian Taxation Office through *Appropriation Bills Nos. 3 and 4*.

Table 1.4: Appropriation Bill (No. 3) 2016-17

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programmes					
Outcome 1: Confidence in the administration of aspects of Australia's taxation and superannuation systems through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law	3,304,786	3,302,884	3,309,416	6,532	-
Total departmental	3,304,786	3,302,884	3,309,416	6,532	-

2015-16 available appropriation included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Table 1.5: Appropriation Bill (No. 4) 2016-17

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	142,486	54,429	54,790	361	-
Total non-operating	142,486	54,429	54,790	361	-
Total other services	142,486	54,429	54,790	361	-

2015-16 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Section 2: Revisions to outcomes and planned performance

2.1 CHANGES TO OUTCOME AND PROGRAM STRUCTURES

There has been no change to the ATO's outcome or outcome strategy from that included in the *Portfolio Budget Statements 2016-17* (page 162). The ATO has made changes to its program structure for 2016-17.

Table 2.1: Changes to the outcome and program structures since the last portfolio statement

Program No.	Program title	Description of change
1.11	Low Income Superannuation Tax Offset	Renamed program from Low Income Earner Superannuation Contribution

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Confidence in the administration of aspects of Australia’s taxation and superannuation systems through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law

Linked programs

Australian Financial Security Authority
<p>Program 1.1 – Personal Insolvency and Trustee Services</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Australian Financial Security Authority exchanges information with the ATO and administers the bankruptcy notices and payment arrangements to support this service.</p>
Australian Prudential Regulation Authority
<p>Program 1.1 – Australian Prudential Regulation Authority</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Australian Prudential Regulation Authority (APRA) exchanges information with the ATO on superannuation matters. APRA also contributes to the governance and management of the Standard Business Reporting program.</p>
Australian Securities and Investments Commission
<p>Program 1.1 – Australian Securities and Investment Commission</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Australian Securities and Investments Commission (ASIC) exchanges information with the ATO in relation to self-managed superannuation fund auditor registration, and financial crime intelligence. ASIC contributes to the management and governance of Standard Business Reporting program.</p>
Australian Transaction Reports and Analysis Centre
<p>Program 1.1 – AUSTRAC</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Australian Transaction Reports and Analysis Centre (AUSTRAC) exchanges information with the ATO and delivers financial crime intelligence that assist key stakeholder agencies to make operational and intelligence decisions.</p>

Department of Education and Training
Program 2.4 – Higher Education Loan Program Program 2.8 – Building Skills and Capacity Contribution to Outcome 1 made by linked programs Department of Education and Training exchanges information with the ATO in relation to the Higher Education Loans Program and Trade Support Loans.
Department of Health
Program 4.1 – Medical Benefits Program 4.4 – Private Health Insurance Contribution to Outcome 1 made by linked programs Department of Health (DoH) contributes to the administrative arrangements for the Government’s Private Health Insurance Rebate. DoH also works with the ATO to deliver the Multi-agency Data Integration Project.
Department of Human Services
Program 1.1 – Services to the Community – Social Security and Welfare Program 1.2 – Services to the Community – Health Program 1.3 – Child Support Contribution to Outcome 1 made by linked programs Department of Human Services supports individuals, families and communities to achieve greater self-sufficiency by providing administration and payments services on behalf of the ATO.
Department of Immigration and Border Protection
Program 3.1 – Border-Revenue Collection Contribution to Outcome 1 made by linked programs Department of Immigration and Border Protection exchanges information with the ATO and collects border revenue for the Tourist Refund Scheme, Excise Equivalent Goods, Goods and Services Tax, Luxury Car Tax and Wine Equalisation Tax on behalf of the ATO.

<p>Department of Industry, Innovation and Science</p>
<p>Program 1.1 – Supporting Science and Commercialisation Program 1.2 – Growing Business Investment and Improving Business Capability Program 1.3 – Program Support</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Department of Industry, Innovation and Science work together with the ATO to enable the growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.</p>
<p>Department of the Environment and Energy</p>
<p>Program 1.6 – Management of Hazardous Wastes, Substances and Pollutants Program 2.1 – Reducing Australia’s Greenhouse Gas Emissions</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Department of the Environment and Energy (DoEE) contributes to the joint administration of the Product Stewardship of Oil Program. DoEE also exchanges information with the ATO to confirm trees meet certain conditions when a taxpayer claims a deduction under the Carbon Sink Forest measure.</p>
<p>Department of the Treasury</p>
<p>Program 1.1 – Department of the Treasury</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Department of the Treasury (Treasury) contributes to the administration of the National Tax Equivalent Regime. Treasury also exchanges information and provides advice to the ATO relating to foreign investment proposal.</p>

Budgeted expenses for Outcome 1

This table shows how much the entity 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 2.1.1 Budgeted expenses for Outcome 1

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.1: Australian Taxation Office					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	400	959	5,296	171	-
Administered total	400	959	5,296	171	-
Departmental expenses					
Departmental appropriation	3,017,400	3,019,747	2,973,758	2,863,106	2,748,218
s74 Retained revenue receipts (a)	105,381	134,266	58,367	32,216	32,298
Expenses not requiring appropriation in the Budget year (b)	159,041	173,328	179,275	185,431	191,802
Departmental total	3,281,822	3,327,341	3,211,400	3,080,753	2,972,318
Total expenses for program 1.1	3,282,222	3,328,300	3,216,696	3,080,924	2,972,318
Program 1.2: Tax Practitioners Board					
Departmental expenses					
Departmental appropriation	15,669	16,895	15,014	14,738	14,179
Departmental total	15,669	16,895	15,014	14,738	14,179
Total expenses for program 1.2	15,669	16,895	15,014	14,738	14,179
Program 1.3: Australian Business Register					
Departmental expenses					
Departmental appropriation	142,980	146,544	143,563	138,958	136,353
Departmental total	142,980	146,544	143,563	138,958	136,353
Total expenses for program 1.3	142,980	146,544	143,563	138,958	136,353
Program 1.4: Australian Charities and Not-for-profits					
Departmental expenses					
Special accounts					
<i>Australian Charities and Not-for-profits Commission Special Account</i>	13,609	14,611	14,417	14,150	13,884
Departmental total	13,609	14,611	14,417	14,150	13,884
Total expenses for program 1.4	13,609	14,611	14,417	14,150	13,884
Program 1.5: Australian Screen Production Incentive					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953 - section 16 (Non-refund items)</i>	291,323	366,000	300,000	264,000	264,000
Administered Total	291,323	366,000	300,000	264,000	264,000
Total expenses for program 1.5	291,323	366,000	300,000	264,000	264,000
Program 1.6: Exploration Development Incentive					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953 - section 16 (Non-refund items)</i>	22,000	30,000	-	-	-
Administered Total	22,000	30,000	-	-	-
Total expenses for program 1.6	22,000	30,000	-	-	-

Table 2.1.1 Budgeted expenses for Outcome 1 (continued)

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.7: Fuel Tax Credits Scheme					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	6,085,349	6,269,000	6,452,500	6,695,900	7,069,300
Administered Total	6,085,349	6,269,000	6,452,500	6,695,900	7,069,300
Total expenses for program 1.7	6,085,349	6,269,000	6,452,500	6,695,900	7,069,300
Program 1.8 National Rental Affordability Scheme					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	181,810	192,000	227,253	232,162	232,732
Administered Total	181,810	192,000	227,253	232,162	232,732
Total expenses for program 1.8	181,810	192,000	227,253	232,162	232,732
Program 1.9: Product Stewardship for Oil					
Administered expenses					
Special appropriations					
<i>Product Grants and Benefits</i>					
<i>Administration Act 2000 -</i>					
<i>product stewardship (oil)</i>					
<i>benefits</i>	65,118	71,000	82,000	91,000	92,000
Administered Total	65,118	71,000	82,000	91,000	92,000
Total expenses for program 1.9	65,118	71,000	82,000	91,000	92,000
Program 1.10: Research and Development Tax Incentive					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	2,434,249	2,989,900	3,143,000	3,410,000	3,700,000
Administered Total	2,434,249	2,989,900	3,143,000	3,410,000	3,700,000
Total expenses for program 1.10	2,434,249	2,989,900	3,143,000	3,410,000	3,700,000
Program 1.11: Low Income Superannuation Tax Offset					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	794,855	718,400	846,000	793,500	796,500
Administered Total	794,855	718,400	846,000	793,500	796,500
Total expenses for program 1.11	794,855	718,400	846,000	793,500	796,500
Program 1.12: Private Health Insurance Rebate					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	275,458	230,000	248,000	247,000	237,000
Administered Total	275,458	230,000	248,000	247,000	237,000
Total expenses for program 1.12	275,458	230,000	248,000	247,000	237,000

Table 2.1.1 Budgeted expenses for Outcome 1 (continued)

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.13: Superannuation Co-Contribution Scheme					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	143,344	159,000	158,000	157,000	154,000
Administered Total	143,344	159,000	158,000	157,000	154,000
Total expenses for program 1.13	143,344	159,000	158,000	157,000	154,000
Program 1.14: Superannuation Guarantee Scheme					
Administered expenses					
Special appropriations					
<i>Superannuation Guarantee</i>					
<i>(Administration) Act 1992</i>	511,159	318,000	306,000	300,000	311,000
Administered Total	511,159	318,000	306,000	300,000	311,000
Total expenses for program 1.14	511,159	318,000	306,000	300,000	311,000
Program 1.15: Targeted assistance through the taxation system					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	25,788	13,000	7,000	8,000	8,000
Administered Total	25,788	13,000	7,000	8,000	8,000
Total expenses for program 1.15	25,788	13,000	7,000	8,000	8,000
Program 1.16: Interest on Overpayment and Early payments for tax					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	173,797	230,000	275,000	275,000	275,000
Administered Total	173,797	230,000	275,000	275,000	275,000
Total expenses for program 1.16	173,797	230,000	275,000	275,000	275,000
Program 1.17: Bad and Doubtful Debts, Provisions and Remissions					
Administered expenses					
Expenses not requiring					
appropriation in Budget year (b)	4,533,493	6,396,695	6,705,000	7,296,000	7,372,000
Administered Total	4,533,493	6,396,695	6,705,000	7,296,000	7,372,000
Total expenses for program 1.17	4,533,493	6,396,695	6,705,000	7,296,000	7,372,000
Program 1.18: Other Administered					
Administered expenses					
Special appropriations					
<i>Product Grants and Benefits</i>					
<i>Administration Act 2000 -</i>					
<i>cleaner fuel grants</i>	6,993	-	-	-	-
<i>Taxation Administration Act 1953</i>					
- section 16 (Non-refund items)	5,040	7,900	-	-	-
Administered Total	12,033	7,900	-	-	-
Total expenses for program 1.18	12,033	7,900	-	-	-

Table 2.1.1 Budgeted expenses for Outcome 1 (continued)

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	400	959	5,296	171	-
Special appropriations	11,016,285	11,594,200	12,044,753	12,473,562	13,139,532
Expenses not requiring appropriation in the Budget year (b)	4,533,493	6,396,695	6,705,000	7,296,000	7,372,000
Administered total	15,550,178	17,991,854	18,755,049	19,769,733	20,511,532
Departmental expenses					
Departmental appropriation	3,176,049	3,183,186	3,132,335	3,016,802	2,898,750
s74 Retained revenue receipts (a)	105,381	134,266	58,367	32,216	32,298
Special accounts	13,609	14,611	14,417	14,150	13,884
Expenses not requiring appropriation in the Budget year (b)	159,041	173,328	179,275	185,431	191,802
Departmental total	3,454,080	3,505,391	3,384,394	3,248,599	3,136,734
Total expenses for Outcome 1	19,004,258	21,497,245	22,139,443	23,018,332	23,648,266

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Movement of administered funds between years (c)					
Outcome 1:					
Program 1.1: Australian Taxation Office	(180)	(4,344)	4,524	-	-
Total movement of administered funds	(180)	(4,344)	4,524	-	-

	2015-16	2016-17
Average staffing level (number)	17,672	17,824

(a) Estimated expenses incurred in relation to receipts retained under s74 of the *Public Governance, Performance and Accountability (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) Figures displayed as a negative (-) represent a decrease 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.

Section 3: Special account flows and budgeted financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the ATO.

Table 3.1: Estimates of special account flows and balances

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Excise Security Deposits (A)						
2016-17	1	266	-	-	-	266
2015-16		357	(57)	(34)	-	334
Services for Other Entities and Trust Moneys Special (A)						
2016-17	1	2,113	5,000	5,000	-	2,113
2015-16		2,293	1,272	1,451	-	2,114
Superannuation Clearing House Special Account (A)						
2016-17	1	52,595	5,096,000	5,053,000	-	95,595
2015-16		28,762	2,824,641	2,800,808	-	52,595
Superannuation Holding Account Special (A)						
2016-17	1	93,396	37,400	12,500	-	118,296
2015-16		72,097	55,253	33,954	-	93,396
Australian Charities and Not-for-Profits Commission Special Account (D)						
2016-17	1	5,446	14,611	16,178	-	3,879
2015-16		6,290	13,491	14,335	-	5,446
Services for Other Entities and Trust Moneys Special (D)						
2016-17	1	-	-	-	-	-
2015-16		-	361	361	-	-
Total special accounts						
2016-17 Budget estimate		153,816	5,153,011	5,086,678	-	220,149
2015-16 actual		109,799	2,894,961	2,850,875	-	153,885

(A) = Administered
(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June.

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	1,864,722	1,847,101	1,879,682	1,855,809	1,826,916
Suppliers	1,444,126	1,488,655	1,329,130	1,211,052	1,121,709
Depreciation and amortisation	145,099	169,635	175,582	181,738	188,109
Finance costs	973	-	-	-	-
Write-down and impairment of assets	5,242	-	-	-	-
Other expenses	295	-	-	-	-
Total expenses	3,460,457	3,505,391	3,384,394	3,248,599	3,136,734
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	105,381	134,266	58,367	32,216	32,298
Other revenue	3,676	3,693	3,693	3,693	3,693
Total own-source revenue	109,057	137,959	62,060	35,909	35,991
Gains					
Other	17	-	-	-	-
Total gains	17	-	-	-	-
Total own-source income	109,074	137,959	62,060	35,909	35,991
Net cost of (contribution by) services	(3,351,383)	(3,367,432)	(3,322,334)	(3,212,690)	(3,100,743)
Revenue from Government	3,189,658	3,197,797	3,146,752	3,030,952	2,912,634
Surplus/(deficit) attributable to the Australian Government	(161,725)	(169,635)	(175,582)	(181,738)	(188,109)
OTHER COMPREHENSIVE INCOME					
Revaluation of restoration obligations provision	(546)	-	-	-	-
Changes in asset revaluation surplus	6,923	-	-	-	-
Total other comprehensive income	6,377	-	-	-	-
Total comprehensive income/(loss)	(155,348)	(169,635)	(175,582)	(181,738)	(188,109)
Total comprehensive income/(loss) attributable to the Australian Government	(155,348)	(169,635)	(175,582)	(181,738)	(188,109)

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(10,249)	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(a)	145,099	169,635	175,582	181,738	188,109
Total comprehensive income/(loss) - as per the Comprehensive Income Statement	(155,348)	(169,635)	(175,582)	(181,738)	(188,109)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement. Prepared on Australian Accounting Standards basis.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	63,566	63,566	63,566	63,566	63,566
Trade and other receivables	401,683	454,981	439,745	430,868	436,910
Total financial assets	465,249	518,547	503,311	494,434	500,476
Non-financial assets					
Land and buildings	225,955	231,866	257,260	288,747	282,508
Property, plant and equipment	62,617	67,408	61,099	54,330	47,103
Intangibles	503,521	523,321	473,083	386,062	329,853
Other non-financial assets	113,573	108,611	102,425	96,814	93,323
Total non-financial assets	905,666	931,206	893,867	825,953	752,787
Total assets	1,370,915	1,449,753	1,397,178	1,320,387	1,253,263
LIABILITIES					
Payables					
Suppliers	332,478	332,476	328,054	321,975	315,938
Employees	11,891	21,612	21,901	21,685	38,034
Other payables	106,132	193,307	180,517	167,199	154,363
Total payables	450,501	547,395	530,472	510,859	508,335
Provisions					
Employee provisions	623,128	610,061	616,622	622,783	629,006
Other provisions	16,988	15,225	14,293	13,257	12,109
Total provisions	640,116	625,286	630,915	636,040	641,115
Total liabilities	1,090,617	1,172,681	1,161,387	1,146,899	1,149,450
Net assets	280,298	277,072	235,791	173,488	103,813
EQUITY*					
Parent entity interest					
Contributed equity	1,286,962	1,453,371	1,587,672	1,707,107	1,825,541
Reserves	115,542	115,542	115,542	115,542	115,542
Retained surplus/(accumulated deficit)	(1,122,206)	(1,291,841)	(1,467,423)	(1,649,161)	(1,837,270)
Total parent entity interest	280,298	277,072	235,791	173,488	103,813
Total Equity	280,298	277,072	235,791	173,488	103,813

*Equity is the residual interest in assets after the deduction of liabilities

Prepared on Australian Accounting Standards basis.

Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)

	Retained earnings	Asset revaluation reserve	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016				
Balance carried forward from previous period	(1,122,206)	115,542	1,286,962	280,298
Opening balance	(1,122,206)	115,542	1,286,962	280,298
Comprehensive income				
Surplus/(deficit) for the period	(169,635)	-	-	(169,635)
Total comprehensive income	(169,635)	-	-	(169,635)
Transactions with owners				
Contributions by owners				
Equity Injection - Appropriation	-	-	54,790	54,790
Departmental Capital Budget (DCB)	-	-	111,619	111,619
Total transactions with owners	-	-	166,409	166,409
Closing balance attributable to the Australian Government	(1,291,841)	115,542	1,453,371	277,072

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	3,260,905	3,109,422	3,148,744	3,037,046	2,904,124
Receipts from Government	241,712	265,317	261,788	256,937	252,119
Sale of goods and rendering of services	101,317	140,967	61,494	34,115	34,199
Net GST received	141,713	127,832	127,648	116,646	107,438
Other	16,668	-	-	-	-
Total cash received	3,762,315	3,643,538	3,599,674	3,444,744	3,297,880
Cash used					
Employees	1,960,709	1,850,824	1,873,710	1,850,050	1,804,191
Suppliers	1,516,221	1,527,397	1,464,176	1,337,757	1,241,570
Receipts transferred to the OPA	267,979	265,317	261,788	256,937	252,119
Total cash used	3,744,909	3,643,538	3,599,674	3,444,744	3,297,880
Net cash from/(used by) operating activities	17,406	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	73	-	-	-	-
Total cash received	73	-	-	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	176,195	200,138	144,429	119,435	118,434
Total cash used	176,195	200,138	144,429	119,435	118,434
Net cash from/(used by) investing activities	(176,122)	(200,138)	(144,429)	(119,435)	(118,434)
FINANCING ACTIVITIES					
Cash received					
Capital injections	176,195	200,138	144,429	119,435	118,434
Total cash received	176,195	200,138	144,429	119,435	118,434
Net cash used by financing activities					
	176,195	200,138	144,429	119,435	118,434
Net increase/(decrease) in cash held	17,479	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	46,087	63,566	63,566	63,566	63,566
Cash and cash equivalents at the end of the reporting period	63,566	63,566	63,566	63,566	63,566

Prepared on Australian Accounting Standards basis.

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	115,128	111,619	112,478	112,101	112,296
Equity injections - Act No. 2	142,486	54,790	21,823	7,334	6,138
Total new capital appropriations	257,614	166,409	134,301	119,435	118,434
Provided for:					
<i>Purchase of non-financial assets</i>	<i>257,614</i>	<i>166,409</i>	<i>134,301</i>	<i>119,435</i>	<i>118,434</i>
Total Items	257,614	166,409	134,301	119,435	118,434
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	85,345	90,465	31,951	7,334	6,138
Funded by capital appropriation - DCB (b)	111,500	109,673	112,478	112,101	112,296
TOTAL AMOUNT SPENT	196,845	200,138	144,429	119,435	118,434
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	196,845	200,138	144,429	119,435	118,434
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	196,845	200,138	144,429	119,435	118,434

(a) Includes current Bill No. 4, prior Act No. 2/4/6 appropriations and special capital appropriations.

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

Prepared on Australian Accounting Standards basis.

Table 3.7: Statement of asset movements (2016-17 Budget year)

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2016				
Gross book value	233,334	65,861	1,311,705	1,610,900
Accumulated depreciation/amortisation and impairment	(7,378)	(3,246)	(808,184)	(818,808)
Opening net book balance	225,956	62,615	503,521	792,092
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity(a)	1,676	-	88,789	90,465
By purchase - appropriation ordinary annual services(b)	31,882	17,882	59,909	109,673
Total additions	33,558	17,882	148,698	200,138
Other movements				
Depreciation/amortisation expense	(27,648)	(13,089)	(128,898)	(169,635)
Total other movements	(27,648)	(13,089)	(128,898)	(169,635)
As at 30 June 2017				
Gross book value	266,892	83,743	1,460,403	1,811,038
Accumulated depreciation/amortisation and impairment	(35,026)	(16,335)	(937,082)	(988,443)
Closing net book balance	231,866	67,408	523,321	822,595

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	400	959	5,296	171	-
Subsidies	9,092,388	9,924,900	10,204,753	10,693,062	11,358,032
Personal benefits	1,213,149	1,108,300	1,252,000	1,197,500	1,187,500
Finance costs	173,797	230,000	275,000	275,000	275,000
Write-down and impairment of assets	4,533,493	6,396,695	6,705,000	7,296,000	7,372,000
Other expenses	536,947	331,000	313,000	308,000	319,000
Total expenses administered on behalf of Government	15,550,174	17,991,854	18,755,049	19,769,733	20,511,532
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Taxation revenue					
Income tax	265,435,553	280,746,226	302,029,169	322,600,417	344,432,388
Indirect tax	83,440,260	85,370,000	89,350,000	94,030,000	97,950,000
Other taxes	959,002	879,100	899,000	954,300	962,800
Total taxation revenue	349,834,815	366,995,326	392,278,169	417,584,717	443,345,188
Non-taxation revenue					
Other revenue	438,391	491,000	300,000	305,000	305,000
Total non-taxation revenue	438,391	491,000	300,000	305,000	305,000
Total own-source revenue administered on behalf of Government	350,273,206	367,486,326	392,578,169	417,889,717	443,650,188
Net cost of/(contribution by) services	(334,723,032)	(349,494,472)	(373,823,120)	(398,119,984)	(423,138,656)
Surplus/(deficit)	334,723,032	349,494,472	373,823,120	398,119,984	423,138,656
Total comprehensive income (loss)	334,723,032	349,494,472	373,823,120	398,119,984	423,138,656

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	300,427	300,427	300,427	300,427	300,427
Taxation receivables	18,299,702	18,978,742	20,478,557	22,382,587	23,782,617
Accrued revenues	13,621,201	14,166,201	14,726,201	15,346,201	15,666,201
Total financial assets	32,221,330	33,445,370	35,505,185	38,029,215	39,749,245
Total assets administered on behalf of Government	32,221,330	33,445,370	35,505,185	38,029,215	39,749,245
LIABILITIES					
Payables					
Subsidies	4,084,991	4,446,537	4,726,484	5,032,293	5,400,863
Personal benefits	1,304,814	1,284,814	1,415,214	1,473,514	1,463,014
Other payables	804,292	829,192	843,292	835,892	829,292
Total payables	6,194,097	6,560,543	6,984,990	7,341,699	7,693,169
Provisions					
Employee provisions					
Taxation refunds provided for	2,279,621	2,279,621	2,279,621	2,279,621	2,279,621
Other provisions	1,309,353	1,392,353	1,236,353	1,120,353	1,022,353
Total provisions	3,588,974	3,671,974	3,515,974	3,399,974	3,301,974
Total liabilities administered on behalf of Government	9,783,071	10,232,517	10,500,964	10,741,673	10,995,143
Net assets/(liabilities)	22,438,259	23,212,853	25,004,221	27,287,542	28,754,102

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Taxes	342,000,111	358,992,491	383,097,354	407,375,387	433,869,358
Other	1,693,708	1,117,500	712,000	709,600	723,900
Total cash received	343,693,819	360,109,991	383,809,354	408,084,987	434,593,258
Cash used					
Subsidies paid	9,096,105	9,563,354	9,924,806	10,387,253	10,989,462
Personal benefits	1,193,436	1,128,300	1,121,600	1,139,200	1,198,000
Suppliers	407	959	5,296	171	-
Borrowing costs	191,025	230,000	275,000	275,000	275,000
Other	482,208	467,500	450,900	446,700	458,700
Total cash used	10,963,181	11,390,113	11,777,602	12,248,324	12,921,162
Net cash from/(used by) operating activities	332,730,638	348,719,878	372,031,752	395,836,663	421,672,096
Net increase/(decrease) in cash held	332,730,638	348,719,878	372,031,752	395,836,663	421,672,096
Cash and cash equivalents at beginning of reporting period	314,859	300,427	300,427	300,427	300,427
Cash from Official Public Account for:					
- Appropriations	10,930,396	11,377,613	11,765,102	12,234,424	12,906,462
- Special Accounts	32,785	12,500	12,500	13,900	14,700
Total cash from Official Public Account	10,963,181	11,390,113	11,777,602	12,248,324	12,921,162
Cash to Official Public Account for:					
- Appropriations	(343,762,341)	(360,170,591)	(383,847,854)	(408,112,987)	(434,614,858)
- Special Accounts	54,090	60,600	38,500	28,000	21,600
Total cash to Official Public Account	(343,708,251)	(360,109,991)	(383,809,354)	(408,084,987)	(434,593,258)
Cash and cash equivalents at end of reporting period	300,427	300,427	300,427	300,427	300,427

Prepared on Australian Accounting Standards basis.