

# Portfolio Additional Estimates Statements 2018-19

Treasury Portfolio

Explanations of Additional Estimates 2018-19

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## TREASURER

PARLIAMENT HOUSE  
CANBERRA 2600

President of the Senate  
Australian Senate  
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CANBERRA ACT 2600

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 2018-19 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 that reads 'Joshua Frydenberg'.

The Hon Josh Frydenberg 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nfp	not for publication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 due to 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](http://www.budget.gov.au).

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



## USER GUIDE

The purpose of the 2018-19 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) 2018-2019. 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) 2018-19* 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.

<b>Section 1: Entity overview and resources</b>	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.
<b>Section 2: Revisions to outcomes and planned performance</b>	This section details <b>changes</b> to Government outcomes and/or <b>changes</b> to the planned performance of entity programs.
<b>Section 3: Special account flows and budgeted financial statements</b>	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**

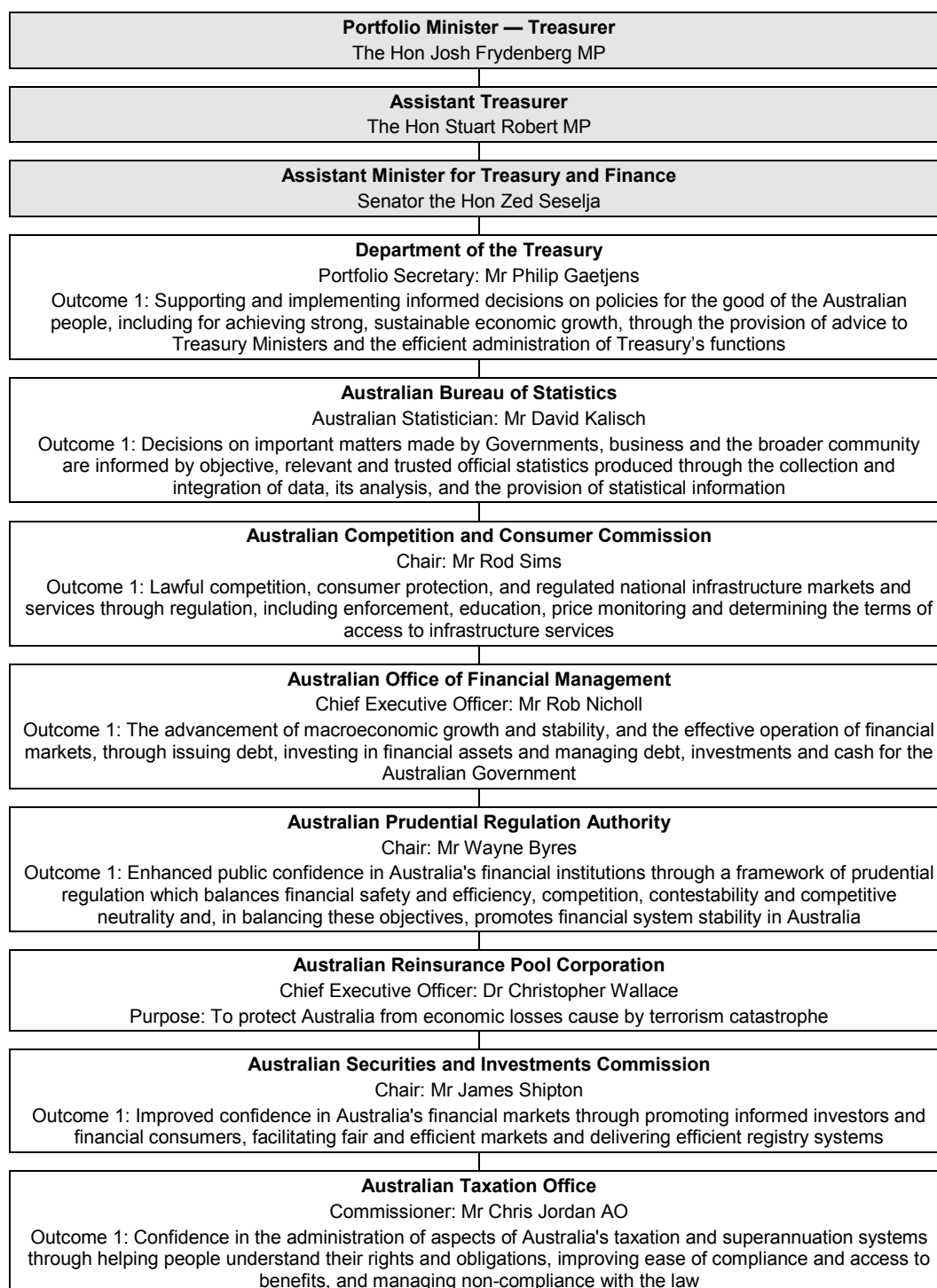


## TREASURY PORTFOLIO OVERVIEW

There has been no significant change to the portfolio overview, portfolio responsibilities or entity outcomes from that included in the *Portfolio Budget Statements 2018-19* (pages 3-6).

Additional estimates are being sought for the Department of the Treasury, the Australian Bureau of Statistics, the Australian Competition and Consumer Commission, the Australian Office of Financial Management, the Australian Securities and Investments Commission, the Australian Taxation Office, the Office of the Auditing and Assurance Standards Board and the Office of the Australian Accounting Standards Board. Explanations of the additional estimates for these entities are detailed in their respective sections of the Portfolio Additional Estimates Statements.

**Figure 1: Treasury portfolio structure and outcomes**



**Figure 1: Treasury portfolio structure and outcomes (continued)**

<p align="center"><b>Commonwealth Grants Commission</b> Secretary: Mr Michael Willcock Outcome 1: Informed Government decisions on fiscal equalisation between the States and Territories through advice and recommendations on the distribution of GST revenue</p>
<p align="center"><b>Financial Adviser Standards and Ethics Authority Limited</b> Chief Executive Officer: Mr Stephen Glenfield Outcome 1: Strengthen the professional and ethical standards of financial advisers through enhancing educational and training requirements and ethical standards to improve consumer outcomes</p>
<p align="center"><b>Inspector-General of Taxation</b> Acting Inspector-General: Mr Andrew McLoughlin Outcome 1: Improved tax administration through investigation of complaints, conducting reviews, public reporting and independent advice to Government and its relevant entities</p>
<p align="center"><b>National Competition Council</b> President: Ms Julie-Anne Schafer Outcome 1: Competition in markets that are dependent on access to nationally significant monopoly infrastructure, through recommendations and decisions promoting the efficient operation of, use of and investment in infrastructure</p>
<p align="center"><b>National Housing Finance and Investment Corporation</b> Chair: Mr Brendan Crotty Outcome 1: Improved housing outcomes for Australians, including through financial and other assistance to improve the efficiency and scale of the community housing sector, as well as for critical infrastructure that increases housing supply</p>
<p align="center"><b>Office of the Auditing and Assurance Standards Board</b> Chair: Dr Roger Simnett Outcome 1: The formulation and making of auditing and assurance standards that are used by auditors of Australian entity financial reports or for other auditing and assurance engagements</p>
<p align="center"><b>Office of the Australian Accounting Standards Board</b> Chair: Ms Kris Peach Outcome 1: The formulation and making of accounting standards that are used by Australian entities to prepare financial reports and enable users of these reports to make informed decisions</p>
<p align="center"><b>Productivity Commission</b> Chair: Mr Michael Brennan Outcome 1: Well-informed policy decision-making and public understanding on matters relating to Australia's productivity and living standards, based on independent and transparent analysis from a community-wide perspective</p>
<p align="center"><b>Reserve Bank of Australia</b> Governor: Mr Philip Lowe Purpose: In its role as Australia's central bank, the Reserve Bank of Australia determines and implements monetary policy, fosters financial stability, undertakes a range of activities in financial markets, acts as a banker to the Australian Government, issues Australia's banknotes and has policy, supervisory and operational roles in the payments system</p>
<p align="center"><b>Royal Australian Mint</b> Chief Executive Officer: Mr Ross MacDiarmid Outcome 1: The coinage needs of the Australian economy, collectors and foreign countries are met through the manufacture and sale of circulating coins, collector coins and other minted like products</p>





**ENTITY ADDITIONAL ESTIMATES  
STATEMENT**



# DEPARTMENT OF THE TREASURY

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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 2018-19* (page 11).

### 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 2018-19 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 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2017-18 \$'000	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)	53,871	55,397	-	55,397
Departmental appropriation	192,044	185,851	(333)	185,518
s74 External Revenue (c)	21,306	12,423	-	12,423
Departmental capital budget (d)	8,246	8,404	-	8,404
Annual appropriations - other services - non-operating (e)				
Equity injection (f)	-	-	5,470	5,470
<i>Total departmental annual appropriations</i>	<i>275,467</i>	<i>262,075</i>	<i>5,137</i>	<i>267,212</i>
<b>Total departmental resourcing</b>	<b>275,467</b>	<b>262,075</b>	<b>5,137</b>	<b>267,212</b>

Additional Estimates Statements – Department of the Treasury

**Table 1.1: Department of the Treasury Resource Statement — Additional Estimates for 2018-19 as at Additional Estimates February 2018 (continued)**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Administered</b>				
Annual appropriations - ordinary annual services (a)				
Outcome 1	24,214	55,941	26,055	81,996
Annual appropriations - other services - non-operating (e)				
Administered assets and liabilities	-	359,850	-	359,850
<b>Total administered annual appropriations</b>	<b>24,214</b>	<b>415,791</b>	<b>26,055</b>	<b>441,846</b>
Special appropriations				
Asian Development Bank (Additional Subscription) Act 2009	24,359	24,766	-	24,766
Asian Infrastructure Investment Bank Act 2015	194,135	193,120	-	193,120
Federal Financial Relations Act 2009	87,728,904	90,381,271	1,079,816	91,461,087
International Monetary Arrangements Act 2015	38,671	50,002	1,473	51,475
Public Governance, Performance and Accountability Act 2013	-	1,000	-	1,000
<b>Total administered special appropriations (g)</b>	<b>87,986,070</b>	<b>90,650,159</b>	<b>1,081,289</b>	<b>91,731,448</b>
Special accounts (g)				
Appropriation receipts	45,343,144	46,663,290	(433,438)	46,229,852
Non-appropriation receipts to Special Accounts	879,897	3,589,538	(381,464)	3,208,074
<b>Total special account receipts</b>	<b>46,223,041</b>	<b>50,252,828</b>	<b>(814,902)</b>	<b>49,437,926</b>
<b>Total administered resourcing</b>	<b>134,233,325</b>	<b>141,318,778</b>	<b>292,442</b>	<b>141,611,220</b>
<b>Total resourcing for Department of the Treasury</b>	<b>134,257,539</b>	<b>141,734,569</b>	<b>318,497</b>	<b>142,053,066</b>
			2017-18	2018-19
<b>Average staffing level (number)</b>			842	857

**Table 1.1: Entity resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

**Third party payments from and on behalf of other entities**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
Payments made on behalf of another entity (h)				
Department of Finance	129,897	3,384,722	(377,657)	3,007,065
Department of Infrastructure, Regional Development and Cities	62,923	71,002	(71,002)	-
Department of Social Services	286,710	133,814	67,195	201,009

(a) Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.

(b) Excludes \$0.640 million subject to administrative quarantine by the Department of Finance or withheld under section 51 of the *Public Governance, Performance and Accountability Act 2013 (PGPA Act)*.

(c) Estimated external 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) 2017-2018.

(f) Relates to 2017-18 Budget measure Reducing Pressure on Housing Affordability – establishment of the National Housing Finance and Investment Corporation. Remaining equity injection funding has been moved from 2017-18 to 2018-19.

(g) 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.

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

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.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2018-19 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures</b>					
Assistance for Farmers and Farm Communities in Drought					
Administered expenses	1.9	19,857	29,731	15,729	6,000
Australian Reinsurance Pool Corporation - Temporary Dividend					
Administered expenses	1.3	(10,000)	(10,000)	(10,000)	-
Australian Veterans Wellbeing Package					
Administered expenses	1.9	4,013	2,708	-	-
Changes to the Seasonal Worker Programme					
Administered expenses	1.4	100	500	500	-
Changes to the Working Holiday Makers visa programme					
Administered expenses	1.4	15,000	45,000	50,000	55,000
Darwin City Deal					
Administered expenses	1.9	-	-	-	-
Delivering a fairer and more sustainable GST distribution system					
Administered expenses	1.4	-	882,787	584,952	905,485
Department of the Treasury - reform agenda					
Departmental expenses	1.1	-	3,800	3,800	3,800
Expansion of the Pacific Labour Scheme					
Administered expenses	1.4	-	-	1,000	3,000
Family Advocacy and Support Services and Legally Assisted and Culturally Appropriate Dispute Resolution - extension of services					
Administered expenses	1.9	-	7,170	7,278	7,387
Geelong City Deal					
Administered expenses	1.9	-	-	-	-
Global Infrastructure Hub - continuation					
Administered expenses	1.3	2,500	-	7,500	7,500
GST and menstrual products					
Administered expenses	1.4	(15,000)	(30,000)	(30,000)	(30,000)
GST - compliance program - four year extension					
Administered expenses	1.4	-	530,300	660,000	764,200



**Table 1.2: Entity 2018-19 measures since Budget (continued)**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures</b>					
Improving Access to Medicines - National Immunisation Program - new listings					
Administered expenses	1.9	90	520	426	418
Infrastructure, Regional Development and Cities Portfolio - other priorities					
Administered expenses	1.9	(13,140)	(15,000)	46,060	(700,104)
Legislative Drafting - additional funding					
Departmental expenses	1.1	-	1,164	-	-
National Disability Insurance Scheme - transitioning to full Scheme					
Administered expenses	1.9	(634,339)	291,750	291,715	292,295
National Housing Finance and Investment Corporation - line of credit increase					
Administered expenses	1.1	16,612	10,941	959	(13,272)
National Partnership Agreement on Public Dental Services for Adults - one year extension					
Administered expenses	1.9	-	107,750	-	-
National Water Infrastructure Package					
Administered expenses	1.9	-	60,000	80,000	110,000
Priorities for Australia's Biosecurity System					
Administered expenses	1.9	5,000	5,000	5,000	5,000
Population Secretariat					
Departmental expenses	1.1	2,432	-	-	-
Preparing Australia Package					
Administered expenses	1.9	14,350	-	-	-
Remote Housing in Western Australia					
Administered expenses	1.9	121,000	-	-	-
Royal Commission into Misconduct in the Banking, Superannuation and Financial Services Industry - implementation and record keeping					
Departmental expenses	1.1	2,425	-	-	-
Safer Communities Fund					
Administered expenses	1.9	(11,428)	(5,714)	-	-
Small Business Package - Australian Business Securitisation Fund					
Departmental expenses	1.1	2,023	-	-	-
Small Business Packaging - making it easier for business					
Departmental expenses	1.1	237	158	-	-
Square Kilometre Array Radio Telescope Project - further investment to support critical research infrastructure					
Administered expenses	1.4	-	-	1,000	(4,000)

Additional Estimates Statements – Department of the Treasury

**Table 1.2: Entity 2018-19 measures since Budget (continued)**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures</b>					
Strengthening Aged Care - improved access and compliance					
Administered expenses	1.9	6,704	3,506	4,605	3,964
Supporting our Hospitals - National Critical Care and Trauma Response Centre					
Administered expenses	1.9	-	16,507	16,771	17,024
Supporting Regional Growth in North-West Tasmania and Caboolture					
Administered expenses	1.9	3,150	-	-	-
Tax Compliance – extending the Serious Financial Crime Taskforce					
Administered expenses	1.4	-	1,000	2,800	4,000
Tax integrity – Disclosure of business tax debts – amendments					
Administered expenses	1.4	(15,000)	-	(2,500)	(2,500)
Tax Integrity Information Campaign					
Administered expenses	1.1	23,555	-	-	-
Departmental expenses	1.1	645	-	-	-
Townsville City Deal - additional projects					
Administered expenses	1.9	10,000	55,000	140,000	50,000
World Bank Group - capital increase					
Administered expenses	1.2	-	(402,587)	-	-
<b>Total expense measures</b>					
Administered		(456,976)	1,586,869	1,777,757	1,481,397
Departmental		7,762	5,122	3,800	3,800
<b>Total</b>		(449,214)	1,591,991	1,781,557	1,485,197
<b>Capital measures</b>					
Federal Payments Management System	1.1				
Departmental capital		728	1,456	-	-
<b>Total capital measures</b>					
Departmental		728	1,456	-	-

Prepared on a Government Financial Statistics (fiscal) basis

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following tables detail the changes to the resourcing for the Department of the Treasury at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
Global Infrastructure Hub	1.3	2,500	-	7,500	7,500
Tax Integrity Information Campaign	1.1	23,555	-	-	-
<b>Movement of Funds</b>					
James Hardie asbestos compensation fund - loan to NSW Government	1.1	31,000	49,000	-	-
<b>Net impact on appropriations for Outcome 1 (administered)</b>		<b>57,055</b>	<b>49,000</b>	<b>7,500</b>	<b>7,500</b>
<b>Departmental</b>					
<b>Annual appropriations</b>					
Department of the Treasury - reform	1.1	-	3,800	3,800	3,800
Legislative Drafting - additional funding	1.1	-	1,164	-	-
Population Secretariat	1.1	2,432	-	-	-
Royal Commission into Misconduct in the Banking, Superannuation and Financial Services Industry - implementation and record keeping	1.1	2,425	-	-	-
Small Business Packaging - making it easier for business	1.1	237	158	-	-
Small Business Package - Australian Business Securitisation Fund	1.1	2,023	-	-	-
Tax Integrity Information Campaign	1.1	645	-	-	-
Transfer of Public Service Modernisation Fund (a)	1.1	(8,095)	(7,682)	-	-

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget (continued)**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Movement of Funds</b>					
Reducing Pressure on Housing Affordability - establishment of the National Housing Finance and Investment Corporation	1.1	4,742	-	-	-
<b>Annual appropriations - other services - non-operating</b>					
Federal Payments Management System	1.1	728	1,456	-	-
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>5,137</b>	<b>(1,104)</b>	<b>3,800</b>	<b>3,800</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>62,192</b>	<b>47,896</b>	<b>11,300</b>	<b>11,300</b>

(a) Responsibility for the public sector modernisation fund was transferred to the Department of Industry, Innovation and Science as at 31 December 2018.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department of the Treasury through *Appropriation Bills Nos. 3 and 4*.

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Outcome 1</b> - Supporting and implementing informed decisions on policies for the good of the Australian people, including for achieving strong, sustainable economic growth, through the provision of advice to Treasury Ministers and the efficient administration of Treasury's functions					
Departmental items	200,290	194,255	193,922	7,762	(8,095)
Administered items	24,214	55,941	81,996	26,055	-
<b>Total</b>	<b>224,504</b>	<b>250,196</b>	<b>275,918</b>	<b>33,817</b>	<b>(8,095)</b>

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Non-operating</b>					
Equity injections					
Federal Payments Management System	-	-	728	728	-
Reducing Pressure on Housing Affordability - establishment of the National Housing Finance and Investment Corporation (a)	-	-	4,742	4,742	-
<b>Total non-operating</b>	<b>-</b>	<b>-</b>	<b>5,470</b>	<b>5,470</b>	<b>-</b>

(a) Relates to 2017-18 Budget measure Reducing Pressure on Housing Affordability – establishment of the National Housing Finance and Investment Corporation. Remaining equity injection funding has been moved from 2017-18 to 2018-19.

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES FOR OUTCOME 1

#### Outcome 1:

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

#### 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**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Department of the Treasury</b>					
Departmental expenses					
Departmental appropriation	187,844	185,518	172,187	170,930	158,196
s74 Retained revenue receipts (a)	9,877	12,423	12,423	11,023	11,023
Expenses not requiring appropriation in the Budget year (a)	9,403	9,517	9,559	9,377	9,377
<b>Departmental total</b>	<b>207,124</b>	<b>207,458</b>	<b>194,169</b>	<b>191,330</b>	<b>178,596</b>
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	17,853	76,017	55,664	55,588	35,000
Special appropriations PGPA Act 2013 - s77 repayments	-	1,000	1,000	1,000	1,000
Special accounts Medicare Guarantee Fund	34,774,894	35,319,431	36,695,624	36,388,508	37,626,909
Expenses not requiring appropriation in the Budget year (a)	340,527	(70,719)	25,239	22,778	19,106
<b>Administered total</b>	<b>35,133,274</b>	<b>35,325,729</b>	<b>36,777,527</b>	<b>36,467,874</b>	<b>37,682,015</b>
<b>Total expenses for program 1.1</b>	<b>35,340,398</b>	<b>35,533,187</b>	<b>36,971,696</b>	<b>36,659,204</b>	<b>37,860,611</b>

*Additional Estimates Statements – Department of the Treasury*

**Table 2.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses	2018-19 Revised estimated	2019-20 Forward estimate	2020-21 Forward estimate	2021-22 Forward estimate
<b>Program 1.2: Payments to International Financial Institutions</b>					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)					
Global Infrastructure Facility	-	-	-	-	-
Asia Pacific Project Preparation Facility	-	-	-	-	-
Special appropriations					
<i>International Monetary     Agreements Act 1947</i>	42,544	64,068	78,132	98,816	115,206
Expenses not requiring appropriation (a)	691,045	394,754	64,454	255,956	269,658
<b>Administered total</b>	<b>733,589</b>	<b>458,822</b>	<b>142,586</b>	<b>354,772</b>	<b>384,864</b>
<b>Total expenses for program 1.2</b>	<b>733,589</b>	<b>458,822</b>	<b>142,586</b>	<b>354,772</b>	<b>384,864</b>
<b>Program 1.3: Support for Markets and Business</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Small Business Advisory Services	-	-	-	-	-
Global Infrastructure Hub	6,800	5,900	-	7,500	7,500
Standards Australia - development of international blockchain standards	70	70	60	-	-
Housing Loans Insurance Company Limited - management of pre-transfer contract portfolio	-	9	9	9	9
<b>Administered total</b>	<b>6,870</b>	<b>5,979</b>	<b>69</b>	<b>7,509</b>	<b>7,509</b>
<b>Total expenses for program 1.3</b>	<b>6,870</b>	<b>5,979</b>	<b>69</b>	<b>7,509</b>	<b>7,509</b>

Additional Estimates Statements – Department of the Treasury

**Table 2.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Program 1.4: General Revenue Assistance</b>					
Special appropriations					
GST Revenue Entitlements -					
<i>Federal Financial Relations Act 2009</i>	63,097,974	66,630,001	69,010,000	72,600,000	77,020,000
Special accounts					
COAG Reform Fund					
ACT municipal services	39,562	40,116	40,717	41,369	41,989
Compensation for reduced royalties	28,669	38,218	40,753	38,931	35,451
Royalties	678,861	920,147	838,000	769,932	762,345
Snowy Hydro Limited tax compensation	66,547	75,000	-	-	-
Commonwealth Assistance to the Northern Territory	259,600	-	872,863	576,422	301,366
<b>Administered total</b>	<b>64,171,213</b>	<b>67,703,482</b>	<b>70,802,333</b>	<b>74,026,654</b>	<b>78,161,151</b>
<b>Total expenses for program 1.4</b>	<b>64,171,213</b>	<b>67,703,482</b>	<b>70,802,333</b>	<b>74,026,654</b>	<b>78,161,151</b>



*Additional Estimates Statements – Department of the Treasury*

**Table 2.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1 Totals by Appropriation Type</b>					
Departmental expenses					
Ordinary annual services (Appropriation Bill No. 1)	187,844	185,518	172,187	170,930	158,196
s74 Retained revenue receipts	9,877	12,423	12,423	11,023	11,023
Special accounts	207,124	207,458	194,169	191,330	178,596
Expenses not requiring appropriation	-	-	-	-	-
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1 and Bill No .3)	24,723	81,996	55,733	63,097	42,509
Special appropriations	87,454,104	92,126,170	94,432,127	99,007,427	104,652,453
Special accounts	46,127,885	48,561,525	47,507,755	45,261,328	45,855,554
Expenses not requiring appropriation	1,031,572	324,035	89,693	278,734	288,764
<b>Total expenses for Outcome 1</b>	<b>135,043,129</b>	<b>141,499,125</b>	<b>142,464,087</b>	<b>144,983,869</b>	<b>151,187,095</b>
	2017-18	2018-19			
<b>Average Staffing Level</b>	842	857			

(a) 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.

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 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
COAG Reform Fund Special Account (A)						
<b>2018-19</b>	1	-	<b>11,312,235</b>	<b>(11,312,235)</b>	-	-
2017-18		-	11,061,633	(11,061,633)	-	-
Medicare Guarantee Fund Treasury Special Account (A)						
<b>2018-19</b>	1	-	<b>35,319,431</b>	<b>(35,319,431)</b>	-	-
2017-18		-	34,774,894	(34,774,894)	-	-
National Housing Finance and Investment Corporation Treasury Special Account (A)						
<b>2018-19</b>	1	-	<b>105,000</b>	<b>(105,000)</b>	-	-
2017-18		-	-	-	-	-
<b>Total special accounts</b>						
<b>2017-18 Budget estimate</b>		-	<b>46,631,666</b>	<b>(46,631,666)</b>	-	-
<i>Total special accounts</i> <i>2017-18 actual</i>		-	45,836,527	(45,836,527)	-	-

(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 2018-19.

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**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	130,035	139,934	138,887	139,612	127,216
Suppliers	64,358	60,182	47,898	44,516	44,178
Grants	1,592	1,958	1,958	1,958	1,958
Depreciation and amortisation	8,878	5,384	5,426	5,244	5,244
Finance costs	84	-	-	-	-
Losses from asset sales	2,177	-	-	-	-
<b>Total expenses</b>	<b>207,124</b>	<b>207,458</b>	<b>194,169</b>	<b>191,330</b>	<b>178,596</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	8,857	11,651	11,651	10,251	10,251
Other revenue	1,020	772	772	772	772
<b>Total own-source revenue</b>	<b>9,877</b>	<b>12,423</b>	<b>12,423</b>	<b>11,023</b>	<b>11,023</b>
<b>Gains</b>					
Other gains	3,688	4,133	4,133	4,133	4,133
<b>Total gains</b>	<b>3,688</b>	<b>4,133</b>	<b>4,133</b>	<b>4,133</b>	<b>4,133</b>
<b>Total own-source income</b>	<b>13,565</b>	<b>16,556</b>	<b>16,556</b>	<b>15,156</b>	<b>15,156</b>
<b>Net cost of / (contribution by) services</b>	<b>193,559</b>	<b>190,902</b>	<b>177,613</b>	<b>176,174</b>	<b>163,440</b>
Revenue from Government	187,844	185,518	172,187	170,930	158,196
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(5,715)</b>	<b>(5,384)</b>	<b>(5,426)</b>	<b>(5,244)</b>	<b>(5,244)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	262	-	-	-	-
<b>Total other comprehensive income</b>	<b>(5,453)</b>	<b>(5,384)</b>	<b>(5,426)</b>	<b>(5,244)</b>	<b>(5,244)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(5,453)</b>	<b>(5,384)</b>	<b>(5,426)</b>	<b>(5,244)</b>	<b>(5,244)</b>

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

**Note: Impact of net cash appropriation arrangements**

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>3,425</b>	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	8,878	5,384	5,426	5,244	5,244
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(5,453)</b>	<b>(5,384)</b>	<b>(5,426)</b>	<b>(5,244)</b>	<b>(5,244)</b>

(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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	640	640	640	640	640
Trade and other receivables	64,881	59,025	59,464	59,316	59,316
<b>Total financial assets</b>	<b>65,521</b>	<b>59,665</b>	<b>60,104</b>	<b>59,956</b>	<b>59,956</b>
<b>Non-financial assets</b>					
Land and buildings	16,675	17,483	19,215	21,450	20,492
Property, plant and equipment	11,242	16,699	18,439	18,755	19,158
Intangibles	7,628	9,853	12,633	15,096	15,695
Other non-financial assets	4,644	4,644	4,644	4,644	4,644
<b>Total non-financial assets</b>	<b>40,189</b>	<b>48,679</b>	<b>54,931</b>	<b>59,945</b>	<b>59,989</b>
<b>Total assets</b>	<b>105,710</b>	<b>108,344</b>	<b>115,035</b>	<b>119,901</b>	<b>119,945</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	11,326	11,326	11,326	11,326	11,326
Other payables	3,563	4,038	7,086	10,563	10,563
<b>Total payables</b>	<b>14,889</b>	<b>15,364</b>	<b>18,412</b>	<b>21,889</b>	<b>21,889</b>
<b>Provisions</b>					
Employee provisions	46,374	44,785	42,176	38,551	38,551
Other provisions	3,508	3,508	3,508	3,508	3,508
<b>Total provisions</b>	<b>49,882</b>	<b>48,293</b>	<b>45,684</b>	<b>42,059</b>	<b>42,059</b>
<b>Total liabilities</b>	<b>64,771</b>	<b>63,657</b>	<b>64,096</b>	<b>63,948</b>	<b>63,948</b>
<b>Net assets</b>	<b>40,939</b>	<b>44,687</b>	<b>50,939</b>	<b>55,953</b>	<b>55,997</b>
<b>EQUITY(a)</b>					
<b>Parent entity interest</b>					
Contributed equity	77,142	86,274	97,952	108,210	113,498
Reserves	12,676	12,676	12,676	12,676	12,676
Retained surplus / (accumulated deficit)	(48,879)	(54,263)	(59,689)	(64,933)	(70,177)
<b>Total parent entity interest</b>	<b>40,939</b>	<b>44,687</b>	<b>50,939</b>	<b>55,953</b>	<b>55,997</b>
<b>Total Equity</b>	<b>40,939</b>	<b>44,687</b>	<b>50,939</b>	<b>55,953</b>	<b>55,997</b>

(a) 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 2018-19)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity / capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2018</b>				
Balance carried forward from previous period	(48,879)	12,676	77,142	40,939
<b>Adjusted opening balance</b>	<b>(48,879)</b>	<b>12,676</b>	<b>77,142</b>	<b>40,939</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(5,384)	-	-	(5,384)
<b>Total comprehensive income</b>	<b>(5,384)</b>	<b>-</b>	<b>-</b>	<b>(5,384)</b>
<b>Transactions with owners</b>				
<b>Distributions to owners</b>				
Equity Injection - Appropriation	-	-	728	728
Departmental Capital Budget (DCB)	-	-	8,404	8,404
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>9,132</b>	<b>9,132</b>
<b>Estimated closing balance as at 30 June 2019</b>	<b>(54,263)</b>	<b>12,676</b>	<b>86,274</b>	<b>44,687</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(54,263)</b>	<b>12,676</b>	<b>86,274</b>	<b>44,687</b>

Prepared on Australian Accounting Standards basis.

Additional Estimates Statements – Department of the Treasury

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	205,741	191,374	171,748	171,078	158,196
Sale of goods and rendering of services	8,366	11,651	11,651	10,251	10,251
Net GST received	5,149	-	-	-	-
Other	1,152	772	772	772	772
<b>Total cash received</b>	<b>220,408</b>	<b>203,797</b>	<b>184,171</b>	<b>182,101</b>	<b>169,219</b>
<b>Cash used</b>					
Employees	130,379	141,048	138,448	139,760	127,216
Suppliers	57,310	56,049	43,765	40,383	40,045
Net GST paid	6,161	-	-	-	-
s74 External Revenue transferred to OPA	21,306	-	-	-	-
Other	1,592	1,958	1,958	1,958	1,958
<b>Total cash used</b>	<b>216,748</b>	<b>199,055</b>	<b>184,171</b>	<b>182,101</b>	<b>169,219</b>
<b>Net cash from / (used by) operating activities</b>	<b>3,660</b>	<b>4,742</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	12,525	13,874	11,678	10,258	5,288
<b>Total cash used</b>	<b>12,525</b>	<b>13,874</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>Net cash from / (used by) investing activities</b>	<b>(12,525)</b>	<b>(13,874)</b>	<b>(11,678)</b>	<b>(10,258)</b>	<b>(5,288)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	8,255	9,132	11,678	10,258	5,288
<b>Total cash received</b>	<b>8,255</b>	<b>9,132</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>Net cash from / (used by) financing activities</b>	<b>8,255</b>	<b>9,132</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>Net increase/(decrease) in cash held</b>	<b>(610)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	1,250	640	640	640	640
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>640</b>	<b>640</b>	<b>640</b>	<b>640</b>	<b>640</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	8,246	8,404	10,222	10,258	5,288
Equity injections - Act No. 2 and Bill 4	8	5,470	1,456	-	-
<b>Total new capital appropriations</b>	<b>8,254</b>	<b>13,874</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>Provided for:</b>					
Purchase of non-financial assets	8,254	13,874	11,678	10,258	5,288
<b>Total Items</b>	<b>8,254</b>	<b>13,874</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriation - DCB (a)	8,246	8,404	11,678	10,258	5,288
Funded by equity injections	8	5,470	-	-	-
<b>TOTAL AMOUNT SPENT</b>	<b>8,254</b>	<b>13,874</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	8,254	13,874	11,678	10,258	5,288
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>8,254</b>	<b>13,874</b>	<b>11,678</b>	<b>10,258</b>	<b>5,288</b>

(a) 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 (2018-19 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>				
Gross book value	18,277	13,250	30,650	62,177
Accumulated depreciation/amortisation and impairment	(1,602)	(2,008)	(23,022)	(26,632)
<b>Opening net book balance</b>	<b>16,675</b>	<b>11,242</b>	<b>7,628</b>	<b>35,545</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity (a)	2,308	7,230	4,336	13,874
<b>Total additions</b>	<b>2,308</b>	<b>7,230</b>	<b>4,336</b>	<b>13,874</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(1,500)	(1,773)	(2,111)	(5,384)
<b>Total other movements</b>	<b>(1,500)</b>	<b>(1,773)</b>	<b>(2,111)</b>	<b>(5,384)</b>
<b>As at 30 June 2019</b>				
Gross book value	20,585	20,480	34,986	76,051
Accumulated depreciation/amortisation and impairment	(3,102)	(3,781)	(25,133)	(32,016)
<b>Closing net book balance</b>	<b>17,483</b>	<b>16,699</b>	<b>9,853</b>	<b>44,035</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No. 2) 2018-2019* and *Bill (No. 4) 2018-2019*, including Collection Development Acquisition Budgets (CDABs).

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)**

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Grants	99,113,632	105,266,834	105,220,788	107,843,519	112,807,392
Payments to the Medicare Guarantee Fund	34,774,894	35,319,431	36,695,624	36,388,508	37,626,909
Interest	42,544	88,078	103,371	121,594	134,312
Suppliers	16,169	24,634	1,069	1,009	1,009
Foreign exchange	691,045	394,754	64,454	255,955	269,658
<b>Total expenses administered on behalf of Government</b>	<b>134,638,284</b>	<b>141,093,731</b>	<b>142,085,306</b>	<b>144,610,585</b>	<b>150,839,280</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Non-taxation revenue</b>					
Sale of goods and rendering of services	638,403	605,509	649,814	615,031	615,909
Interest	7,711	26,808	39,586	51,941	60,416
Dividends	726,421	1,209,633	1,407,587	1,310,000	1,801,000
COAG revenue from government entities	479,530	3,208,076	1,721,541	1,294,719	1,336,221
Other revenue	94,009	93,600	93,800	94,000	94,000
<b>Total non-taxation revenue</b>	<b>1,946,074</b>	<b>5,143,626</b>	<b>3,912,328</b>	<b>3,365,691</b>	<b>3,907,546</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>1,946,074</b>	<b>5,143,626</b>	<b>3,912,328</b>	<b>3,365,691</b>	<b>3,907,546</b>
<b>Gains</b>					
Foreign exchange	701,228	125,441	-	778,194	692,545
<b>Total gains administered on behalf of Government</b>	<b>701,228</b>	<b>125,441</b>	<b>-</b>	<b>778,194</b>	<b>692,545</b>
<b>Total own-source income administered on behalf of Government</b>	<b>2,647,302</b>	<b>5,269,067</b>	<b>3,912,328</b>	<b>4,143,885</b>	<b>4,600,091</b>
<b>Net cost of/ (contribution by) services</b>	<b>131,990,982</b>	<b>135,824,664</b>	<b>138,172,978</b>	<b>140,466,700</b>	<b>146,239,189</b>
<b>Surplus/(Deficit)</b>	<b>(131,990,982)</b>	<b>(135,824,664)</b>	<b>(138,172,978)</b>	<b>(140,466,700)</b>	<b>(146,239,189)</b>

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

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Items not subject to subsequent reclassification to profit or loss</b>					
Changes in asset revaluation surplus	(2,170,851)	-	-	-	-
<b>Total other comprehensive income</b>	<b>(2,170,851)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(134,161,833)</b>	<b>(135,824,664)</b>	<b>(138,172,978)</b>	<b>(140,466,700)</b>	<b>(146,239,189)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Advances and loans	495,089	887,378	1,290,344	1,546,563	1,734,255
Receivables	909,025	1,225,711	1,001,215	1,304,061	1,804,288
Investments	39,551,532	39,925,036	40,561,322	41,450,854	42,250,779
<b>Total financial assets</b>	<b>40,955,646</b>	<b>42,038,125</b>	<b>42,852,881</b>	<b>44,301,478</b>	<b>45,789,322</b>
<b>Non-financial assets</b>					
Other non-financial assets	375	375	375	375	375
<b>Total non-financial assets</b>	<b>375</b>	<b>375</b>	<b>375</b>	<b>375</b>	<b>375</b>
<b>Total assets administered on behalf of Government</b>	<b>40,956,021</b>	<b>42,038,500</b>	<b>42,853,256</b>	<b>44,301,853</b>	<b>45,789,697</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Grants	283,816	67,628	57,131	53,983	51,795
Other payables	9,118	11,391	14,194	17,353	18,719
Unearned income	18,409	6,619	3,963	1,543	693
<b>Total payables</b>	<b>311,343</b>	<b>85,638</b>	<b>75,288</b>	<b>72,879</b>	<b>71,207</b>
<b>Interest bearing liabilities</b>					
Loans	10,011,530	10,332,990	10,303,562	10,310,300	10,313,080
Other	5,860,428	5,909,855	5,917,795	6,173,750	6,443,408
<b>Total interest bearing liabilities</b>	<b>15,871,958</b>	<b>16,242,845</b>	<b>16,221,357</b>	<b>16,484,050</b>	<b>16,756,488</b>
<b>Provisions</b>					
Provision for grants	898,753	622,397	132,786	1	1
<b>Total provisions</b>	<b>898,753</b>	<b>622,397</b>	<b>132,786</b>	<b>1</b>	<b>1</b>
<b>Total liabilities administered on behalf of Government</b>	<b>17,082,054</b>	<b>16,950,880</b>	<b>16,429,431</b>	<b>16,556,930</b>	<b>16,827,696</b>
<b>Net assets/(liabilities)</b>	<b>23,873,967</b>	<b>25,087,620</b>	<b>26,423,825</b>	<b>27,744,923</b>	<b>28,962,001</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sales of goods and rendering of services	7,786	6,503	2,854	2,603	979
Interest	7,711	21,057	36,004	46,818	53,849
Dividends	1,123,501	898,553	1,210,000	1,005,000	1,300,000
COAG receipts from government entities	19,964,862	22,911,567	22,734,153	23,979,746	25,452,390
Other	106,794	93,600	93,800	94,000	94,000
<b>Total cash received</b>	<b>21,210,654</b>	<b>23,931,280</b>	<b>24,076,811</b>	<b>25,128,167</b>	<b>26,901,218</b>
<b>Cash used</b>					
Grant payments	118,283,837	124,880,668	126,069,408	130,051,979	136,310,749
Payments to the Medicare Guarantee Fund	34,774,894	35,319,431	36,695,624	36,388,508	37,626,909
Interest paid	38,647	61,795	75,329	95,657	113,840
Other	16,320	24,634	1,069	1,009	1,009
<b>Total cash used</b>	<b>153,113,698</b>	<b>160,286,528</b>	<b>162,841,430</b>	<b>166,537,153</b>	<b>174,052,507</b>
<b>Net cash from/(used by) operating activities</b>	<b>(131,903,044)</b>	<b>(136,355,248)</b>	<b>(138,764,619)</b>	<b>(141,408,986)</b>	<b>(147,151,289)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Advances and loans	260,099	40,295	54,077	115,788	129,622
IMF maintenance of value	-	-	-	-	-
<b>Total cash received</b>	<b>260,099</b>	<b>40,295</b>	<b>54,077</b>	<b>115,788</b>	<b>129,622</b>
<b>Cash used</b>					
Purchase of investments	218,489	227,512	274,640	59,600	59,600
Advances and loans	-	495,850	524,000	435,000	375,000
<b>Total cash used</b>	<b>218,489</b>	<b>723,362</b>	<b>798,640</b>	<b>494,600</b>	<b>434,600</b>
<b>Net cash from/(used by) investing activities</b>	<b>41,610</b>	<b>(683,067)</b>	<b>(744,563)</b>	<b>(378,812)</b>	<b>(304,978)</b>

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

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Funding for capital subscription for International institutions	-	13,172	59,600	59,600	59,600
James Hardie asbestos compensation fund - loan to NSW Government	-	31,000	49,000	-	-
Funding for National Housing Finance and Investment Corporation	-	420,000	475,000	435,000	375,000
Net cash from/(used by) financing activities	-	<b>464,172</b>	<b>583,600</b>	<b>494,600</b>	<b>434,600</b>
<b>Net increase/ (decrease) in cash held</b>	<b>(131,861,434)</b>	<b>(136,574,143)</b>	<b>(138,925,582)</b>	<b>(141,293,198)</b>	<b>(147,021,667)</b>
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for: - Appropriations	133,850,212	140,896,223	142,114,858	143,923,126	150,007,340
Cash to Official Public Account for: - Appropriations	(1,988,778)	(4,322,080)	(3,189,276)	(2,629,928)	(2,985,673)
<b>Cash and cash equivalents at end of reporting period</b>	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Administered assets and liabilities	60,000	359,850	165,000	165,000	165,000
Special appropriations	218,493	227,512	215,040	-	-
<b>Total new capital appropriations</b>	<b>278,493</b>	<b>587,362</b>	<b>380,040</b>	<b>165,000</b>	<b>165,000</b>
<i>Provided for:</i>					
<i>James Hardie asbestos compensation fund - loan to NSW Government (a)</i>	-	75,850	49,000	-	-
<i>Funding for National Housing Finance and Investment Corporation</i>	-	315,000	165,000	165,000	165,000
<i>International financial institutions</i>	218,493	227,512	215,040	-	-
<b>Total items</b>	<b>218,493</b>	<b>618,362</b>	<b>429,040</b>	<b>165,000</b>	<b>165,000</b>

(a) Expenditure will be funded from 2018-19 and prior year appropriations.

Prepared on Australian Accounting Standards basis.





# AUSTRALIAN BUREAU OF STATISTICS

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# AUSTRALIAN BUREAU OF STATISTICS

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Australian Bureau of Statistics (ABS) from that outlined in the *Portfolio Budget Statement 2018-19* (page 55).

The ABS is seeking an additional \$0.9 million in departmental outputs through *Appropriation Bill (No. 3) 2018-19* and \$0.1 million in equity injection through *Appropriation Bill (No. 4) 2018-19*, as an outcome of the Establishing a contemporary evidence base to measure women's economic security - Time Use Survey measure outlined in the *Mid-Year Economic Fiscal Outlook 2018-19*.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the ABS at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bills No. 3 and No. 4*.

**Table 1.1: Australian Bureau of Statistics resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available	76,674	79,728	(5,017)	74,711
Departmental appropriation (b)	408,436	329,229	6,334	335,563
s74 External Revenue (c)	39,225	47,674	4,477	52,151
Departmental capital budget (d)	19,928	19,821	(5,472)	14,349
Annual appropriations - other services - non-operating (e)				
Prior year appropriations available	18,460	-	7,198	7,198
Equity injection (f)	23,298	19,869	101	19,970
<b>Total departmental annual appropriations</b>	<b>586,021</b>	<b>496,321</b>	<b>7,621</b>	<b>503,942</b>
<b>Total resourcing for Australian Bureau of Statistics</b>	<b>586,021</b>	<b>496,321</b>	<b>7,621</b>	<b>503,942</b>
			2017-18	2018-19
<b>Average staffing level (number)</b>			2,556	2,387

(a) *Appropriation Bill (No. 1) 2018-19 and Appropriation Bill (No. 3) 2018-19.*

(b) Excludes departmental capital budget (DCB). 2017-18 actual includes \$80.5 million received as an Advance to the Finance Minister (AFM) for the Australian Marriage Law Postal Survey. 2018-19 includes supplementation of \$5.3 million for revenue recognised in 2017-18 but appropriated in 2018-19.

(c) Estimated external revenue receipts under section 74 of the *PGPA Act 2013*.

(d) The reduction in Additional Estimates in 2018-19 represents \$5.5 million departmental capital budget in *Appropriation Bill (No. 1)* quarantined under s51 of the *PGPA Act*. Refer to Table 3.6 for further detail. For accounting purposes, this amount has been designated as a 'contribution by owner'.

(e) *Appropriation Act (No. 2) and Appropriation Bill (No. 4) 2018-19.*

(f) 2018-19 includes supplementation of \$6.4 million for capital injection recognised in 2017-18 but not appropriated until 2018-19.

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

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

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2018-19 Budget.

**Table 1.2: Entity 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures</b>					
Establishing a contemporary evidence base to measure women's economic security - Time Use Survey					
Departmental expenses	1.1	862	2,722	4,722	1,760
Sustain and Enhance Australian Bureau of Statistics Economic Statistics					
Departmental expenses	1.1	-	3,229	-	-
<b>Total expense measures</b>		<b>862</b>	<b>5,951</b>	<b>4,722</b>	<b>1,760</b>
<b>Capital measures</b>					
Establishing a contemporary evidence base to measure women's economic security - Time Use Survey					
Departmental capital	1.1	101	202	-	-
Sustain and Enhance Australian Bureau of Statistics Economic Statistics					
Departmental capital	1.1	-	234	-	-
<b>Total capital measures</b>		<b>101</b>	<b>436</b>	<b>-</b>	<b>-</b>
<b>Total</b>		<b>963</b>	<b>6,387</b>	<b>4,722</b>	<b>1,760</b>

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

Table 1.3 details the additional estimates and variations resulting from new measures since the 2018-19 Budget in *Appropriation Bills No. 3* and *No. 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program	2018-19	2019-20	2020-21	2021-22
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
<b>Measures</b>					
Establishing a contemporary evidence base to measure women's economic security - Time Use Survey	1.1	963	2,924	4,722	1,760
Sustain and Enhance Australian Bureau of Statistics Economic Statistics	1.1	-	3,463	-	-
(net increase)		963	6,387	4,722	1,760
(net decrease)		-	-	-	-
<b>Reclassification</b>					
Reclassification of Departmental Capital to Departmental Operating	1.1	5,472	6,085	7,340	4,033
Reclassification of Departmental Capital to Departmental Operating	1.1	(5,472)	(6,085)	(7,340)	(4,033)
(net increase)		5,472	6,085	7,340	4,033
(net decrease)		(5,472)	(6,085)	(7,340)	(4,033)
<b>Other Variations</b>					
10% SBTP Savings Adjustment		-	-	1,932	3,183
(net increase)		-	-	1,932	3,183
(net decrease)		-	-	-	-
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>963</b>	<b>6,387</b>	<b>6,654</b>	<b>4,943</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>963</b>	<b>6,387</b>	<b>6,654</b>	<b>4,943</b>

Prepared on Australian Accounting Standards basis.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the additional estimates sought for the ABS through *Appropriation Bills Nos. 3 and 4*.

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1</b> - Decisions on important matters made by governments, business and the broader community are informed by objective, relevant and trusted official statistics produced through the collection and integration of data, its analysis, and the provision of statistical information	428,364	349,050	349,912	6,334	(5,472)
<b>Total departmental</b>	<b>428,364</b>	<b>349,050</b>	<b>349,912</b>	<b>6,334</b>	<b>(5,472)</b>

(a) Additional Estimates in 2018-19 includes \$5.5 million operating funding reclassified from departmental capital budget in *Appropriation Bill (No.1)* and \$0.9 million operating funding for a new measure: Establishing a contemporary evidence base to measure women's economic security - Time Use Survey.

(b) Reduced Estimates in 2018-19 represent \$5.5 million departmental capital budget in *Appropriation Bill (No.1)* quarantined under s51 of the *PGPA Act*.

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Non-operating</b>					
Equity injections (a)	23,298	19,869	19,970	101	-
<b>Total non-operating</b>	<b>23,298</b>	<b>19,869</b>	<b>19,970</b>	<b>101</b>	<b>-</b>
<b>Total other services</b>	<b>23,298</b>	<b>19,869</b>	<b>19,970</b>	<b>101</b>	<b>-</b>

(a) Additional Estimates in 2018-19 relates to a new measure: Establishing a contemporary evidence base to measure women's economic security - Time Use Survey.

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

#### Outcome 1:

Decisions on important matters made by governments, business and the broader community are informed by objective, relevant and trusted official statistics produced through the collection and integration of data, its analysis, and the provision of statistical information.

There has been no change to outcomes or linked programs for the ABS from that included in the *Portfolio Budget Statement 2018-19* (page 59).

**Table 2.1 Budgeted expenses for Outcome 1**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Australian Bureau of Statistics</b>					
Departmental expenses					
Departmental appropriation	413,753	330,246	346,603	314,019	498,063
s74 External Revenue (a)	39,225	52,151	38,608	38,619	38,629
Expenses not requiring appropriation in the Budget year (b)	36,296	35,930	34,937	32,335	23,336
<b>Departmental total</b>	<b>489,274</b>	<b>418,327</b>	<b>420,148</b>	<b>384,973</b>	<b>560,028</b>
<b>Total expenses for program 1.1</b>	<b>489,274</b>	<b>418,327</b>	<b>420,148</b>	<b>384,973</b>	<b>560,028</b>

	2017-18	2018-19
<b>Average staffing level (number)</b>	2,556	2,387

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

(b) Expenses not requiring appropriation in the Budget year include depreciation expenses, amortisation expenses, resources received free of charge and approved operating loss.

### 2.2 PERFORMANCE CRITERIA FOR OUTCOME 1

There has been no change to performance criteria to outcomes for the ABS from that included in the *Portfolio Budget Statement 2018-19* (page 60-61).



## **Section 3: Budgeted financial statements**

### **3.1 BUDGETED FINANCIAL STATEMENTS**

#### **3.1.1 Analysis of budgeted financial statements**

The ABS is budgeting for a breakeven departmental operating result for 2018-19 after adjusting for non-appropriated expenses of depreciation and amortisation.

The actual 2017-18 operating result represents an operating loss of \$3.2 million after adjusting for non-appropriated expenses of depreciation and amortisation. The projected operating loss of \$18.0 million as outlined in the *Portfolio Budget Statement 2018-19* was not realised due to delays in planned activities for the Statistical Business Transformation Program and other areas as the ABS re-prioritised resources to deliver the Australian Marriage Law Postal Survey.

ABS's budgeted departmental financial statements have changed since the publication of the *Portfolio Budget Statement 2018-19* as a result of the measures identified in Section 1.3 and variations in Section 1.4.

### 3.1.2 Budgeted financial statements

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	288,072	308,190	312,051	276,229	456,830
Suppliers	166,624	73,827	72,780	76,029	79,482
Depreciation and amortisation	32,743	35,810	34,817	32,215	23,216
Finance costs	6	-	-	-	-
Write-down and impairment of assets	1,829	-	-	-	-
Other expenses	-	500	500	500	500
<b>Total expenses</b>	<b>489,274</b>	<b>418,327</b>	<b>420,148</b>	<b>384,973</b>	<b>560,028</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	35,868	50,138	38,000	38,000	38,000
Other revenue	3,128	1,913	508	519	529
<b>Total own-source revenue</b>	<b>38,996</b>	<b>52,051</b>	<b>38,508</b>	<b>38,519</b>	<b>38,529</b>
<b>Gains</b>					
Sale of assets	229	100	100	100	100
Other gains	331	120	120	120	120
<b>Total gains</b>	<b>560</b>	<b>220</b>	<b>220</b>	<b>220</b>	<b>220</b>
<b>Total own-source income</b>	<b>39,556</b>	<b>52,271</b>	<b>38,728</b>	<b>38,739</b>	<b>38,749</b>
<b>Net cost of / (contribution by) services</b>	<b>(449,718)</b>	<b>(366,056)</b>	<b>(381,420)</b>	<b>(346,234)</b>	<b>(521,279)</b>
Revenue from Government	413,753	330,246	346,603	314,019	498,063
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(35,965)</b>	<b>(35,810)</b>	<b>(34,817)</b>	<b>(32,215)</b>	<b>(23,216)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Total other comprehensive income</b>	-	-	-	-	-
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(35,965)</b>	<b>(35,810)</b>	<b>(34,817)</b>	<b>(32,215)</b>	<b>(23,216)</b>

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

**Note: Impact of net cash appropriation arrangements**

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>(3,222)</b>	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	32,743	35,810	34,817	32,215	23,216
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(35,965)</b>	<b>(35,810)</b>	<b>(34,817)</b>	<b>(32,215)</b>	<b>(23,216)</b>

(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 / DCB) provided through *Appropriation Act No. 1* or *Bill No. 3* equity appropriations. For information regarding DCBs, 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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	2,234	2,232	2,232	2,232	2,232
Trade and other receivables	100,339	96,043	96,050	94,702	91,775
<b>Total financial assets</b>	<b>102,573</b>	<b>98,275</b>	<b>98,282</b>	<b>96,934</b>	<b>94,007</b>
<b>Non-financial assets</b>					
Property, plant and equipment	62,093	58,226	55,806	55,943	57,161
Intangibles	101,507	101,819	93,222	86,713	83,750
Other non-financial assets	6,653	6,653	6,653	6,653	6,653
<b>Total non-financial assets</b>	<b>170,253</b>	<b>166,698</b>	<b>155,681</b>	<b>149,309</b>	<b>147,564</b>
<b>Total assets</b>	<b>272,826</b>	<b>264,973</b>	<b>253,963</b>	<b>246,243</b>	<b>241,571</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	29,869	28,869	26,419	26,271	24,778
Other payables	48,679	48,679	51,079	50,780	51,396
<b>Total payables</b>	<b>78,548</b>	<b>77,548</b>	<b>77,498</b>	<b>77,051</b>	<b>76,174</b>
<b>Provisions</b>					
Employee provisions	93,187	94,187	94,237	93,330	91,524
Other provisions	509	515	522	528	284
<b>Total provisions</b>	<b>93,696</b>	<b>94,702</b>	<b>94,759</b>	<b>93,858</b>	<b>91,808</b>
<b>Total liabilities</b>	<b>172,244</b>	<b>172,250</b>	<b>172,257</b>	<b>170,909</b>	<b>167,982</b>
<b>Net assets</b>	<b>100,582</b>	<b>92,723</b>	<b>81,706</b>	<b>75,334</b>	<b>73,589</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	321,441	349,392	373,192	399,035	420,506
Reserves	30,565	30,565	30,565	30,565	30,565
Retained surplus / (accumulated deficit)	(251,424)	(287,234)	(322,051)	(354,266)	(377,482)
<b>Total parent entity interest</b>	<b>100,582</b>	<b>92,723</b>	<b>81,706</b>	<b>75,334</b>	<b>73,589</b>
<b>Total Equity</b>	<b>100,582</b>	<b>92,723</b>	<b>81,706</b>	<b>75,334</b>	<b>73,589</b>

(a) "Equity" is the residual interest in assets after deduction of liabilities.

Prepared on Australian Accounting Standards basis.

**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2018-19)**

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2018</b>					
Balance carried forward from previous period	(251,424)	30,565	-	321,441	100,582
<b>Adjusted opening balance</b>	<b>(251,424)</b>	<b>30,565</b>	<b>-</b>	<b>321,441</b>	<b>100,582</b>
<b>Comprehensive income</b>					
Surplus/(deficit) for the period	(35,810)	-	-	-	(35,810)
<b>Total comprehensive income</b>	<b>(35,810)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(35,810)</b>
<b>Contributions by owners</b>					
Equity Injection - Appropriation	-	-	-	13,602	13,602
Departmental Capital Budget (DCB)	-	-	-	14,349	14,349
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,951</b>	<b>27,951</b>
<b>Estimated closing balance as at 30 June 2019</b>	<b>(287,234)</b>	<b>30,565</b>	<b>-</b>	<b>349,392</b>	<b>92,723</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(287,234)</b>	<b>30,565</b>	<b>-</b>	<b>349,392</b>	<b>92,723</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	458,473	334,129	346,596	315,367	500,990
Sale of goods and rendering of services	35,317	50,138	38,000	38,000	38,000
Net GST received	18,475	276	294	477	274
Other	3,128	1,913	508	519	529
<b>Total cash received</b>	<b>515,393</b>	<b>386,456</b>	<b>385,398</b>	<b>354,363</b>	<b>539,793</b>
<b>Cash used</b>					
Employees	286,722	307,190	309,601	277,320	457,791
Suppliers	161,814	74,707	75,110	76,172	81,084
Net GST paid	21,075	276	294	477	274
s74 External Revenue transferred to the OPA	38,800	-	-	-	-
Other	-	500	500	500	500
<b>Total cash used</b>	<b>508,411</b>	<b>382,673</b>	<b>385,505</b>	<b>354,469</b>	<b>539,649</b>
<b>Net cash from / (used by) operating activities</b>	<b>6,982</b>	<b>3,783</b>	<b>(107)</b>	<b>(106)</b>	<b>144</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	229	100	100	100	100
<b>Total cash received</b>	<b>229</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>
<b>Cash used</b>					
Purchase of property, plant, and equipment and intangibles	53,954	32,249	23,793	25,837	21,715
<b>Total cash used</b>	<b>53,954</b>	<b>32,249</b>	<b>23,793</b>	<b>25,837</b>	<b>21,715</b>
<b>Net cash from / (used by) investing activities</b>	<b>(53,725)</b>	<b>(32,149)</b>	<b>(23,693)</b>	<b>(25,737)</b>	<b>(21,615)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	45,214	28,364	23,800	25,843	21,471
<b>Total cash received</b>	<b>45,214</b>	<b>28,364</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>
<b>Net cash from/(used by) financing activities</b>	<b>45,214</b>	<b>28,364</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>
<b>Net increase/(decrease) in cash held</b>	<b>(1,529)</b>	<b>(2)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	3,763	2,234	2,232	2,232	2,232
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>2,234</b>	<b>2,232</b>	<b>2,232</b>	<b>2,232</b>	<b>2,232</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	19,928	14,349	14,582	12,975	16,259
Equity injections - Act No. 2 and Bill 4	29,666	13,602	9,218	12,868	5,212
<b>Total new capital appropriations</b>	<b>49,594</b>	<b>27,951</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>
<b>Provided for:</b>					
Purchase of non-financial assets	49,594	27,951	23,800	25,843	21,471
<b>Total Items</b>	<b>49,594</b>	<b>27,951</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	48,126	14,015	9,218	12,868	5,212
Funded by capital appropriation - DCB (b)	22,709	18,240	14,582	12,975	16,259
<b>TOTAL AMOUNT SPENT</b>	<b>70,835</b>	<b>32,255</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	70,835	32,255	23,800	25,843	21,471
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>70,835</b>	<b>32,255</b>	<b>23,800</b>	<b>25,843</b>	<b>21,471</b>

(a) Includes both current and prior Bill No. 4 and prior Act No. 2/4/6 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 (2018-19 Budget year)**

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>			
Gross book value	63,403	249,627	313,030
Accumulated depreciation/amortisation and impairment	(1,310)	(148,120)	(149,430)
<b>Opening net book balance</b>	<b>62,093</b>	<b>101,507</b>	<b>163,600</b>
<b>CAPITAL ASSET ADDITIONS</b>			
<b>Estimated expenditure on new or replacement assets</b>			
By purchase - appropriation equity (a)	1,232	12,370	13,602
By purchase - appropriation ordinary annual services (b)	7,983	10,670	18,653
<b>Total additions</b>	<b>9,215</b>	<b>23,040</b>	<b>32,255</b>
<b>Other movements</b>			
Depreciation/amortisation expense	(13,082)	(22,728)	(35,810)
<b>Total other movements</b>	<b>(13,082)</b>	<b>(22,728)</b>	<b>(35,810)</b>
<b>As at 30 June 2019</b>			
Gross book value	72,618	272,667	345,285
Accumulated depreciation/amortisation and impairment	(14,392)	(170,848)	(185,240)
<b>Closing net book balance</b>	<b>58,226</b>	<b>101,819</b>	<b>160,045</b>

(a) "Appropriation equity" refers to equity injections provided through *Appropriation Act (No.2) 2018-19* and *Bill (No.4) 2018-19*.

(b) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2018-19* and *Bill (No.3) 2018-19* for depreciation/amortisation expenses, DCBs or other operational expenses.

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 \$26.5 million in departmental funding through *Appropriation Bill (No.3) 2018-19*. This relates to measures announced in the *Mid-Year Economic Fiscal Outlook 2018-19*, and comprises the following:

- \$10.6 million funding for the *Action Plan to Reduce Power Prices* measure.
- \$7.0 million funding for the *National Consumer Data Right – additional funding* measure.
- \$8.9 million funding for the *Australian Competition and Consumer Commission – additional funding* measure.

The *National Gift Card Reforms* measure will be met within the existing resources of the ACCC.

In addition to the ACCC and the Australian Energy Regulator (AER) priorities set out in the strategic direction statement in the *Portfolio Budget Statements 2018-19* (pages 73-78):

- the ACCC will hold a public inquiry that will monitor the prices, profits and margins in the supply of electricity in the National Energy Market
- the AER will establish Default Market Offers across three jurisdictions
- the AER will develop guidelines to inform the implementation of the Retailer Reliability Obligation.

### 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 2018-19 Budget year, including variations through *Appropriation Bills No. 3 and No. 4*, Special Appropriations and Special Accounts.

**Table 1.1: ACCC resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates	
	2017-18 \$'000	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000	
<b>Departmental</b>					
Annual appropriations - ordinary annual services (a)					
Prior year appropriations available	19,258	20,107	-	20,107	
Departmental appropriation	197,951	209,983	18,958	228,941	
s74 External Revenue (b)	3,488	3,953	-	3,953	
Departmental capital budget (c)	1,968	2,534	7,570	10,104	
Annual appropriations - other services - non-operating (d)					
Prior year appropriations available (e)	9,578	12,500	-	12,500	
Equity injection	11,100	1,100	-	1,100	
<i>Total departmental annual appropriations</i>	<i>243,343</i>	<i>250,177</i>	<i>26,528</i>	<i>276,705</i>	
<b>Total departmental resourcing</b>	<b>243,343</b>	<b>250,177</b>	<b>26,528</b>	<b>276,705</b>	
<b>Administered</b>					
Special appropriations (f)	20	20	-	20	
<i>Total administered special appropriations</i>	<i>20</i>	<i>20</i>	<i>-</i>	<i>20</i>	
<b>Total administered resourcing</b>	<b>20</b>	<b>20</b>	<b>-</b>	<b>20</b>	
<b>Total resourcing for the ACCC</b>	<b>243,363</b>	<b>250,197</b>	<b>26,528</b>	<b>276,725</b>	
			<i>Actual</i>		
			2017-18	2018-19	
<b>Average staffing level (number)</b>				873	964

**Third party payments from and on behalf of other entities**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2017-18 \$'000	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
Payments made on behalf of the NCC	1,992	1,990	-	1,990
Receipts received from the NCC for the provision of services (disclosed above in s74 External Revenue section above)	850	850	-	850

(a) Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.

(b) Estimated external revenue receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).

(c) 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.

(d) Appropriation Act (No. 2) 2018-2019.

(e) For 2017-18, excludes \$11.6m subject to administrative quarantine by Finance or withheld under section 51 of the *PGPA Act*.

(f) Relates to repayments not provided for under other appropriations through section 77 of the *PGPA Act*. Prepared on a resourcing (that is, appropriations available) basis.

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.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2018-19 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures</b>					
Action Plan to Reduce Power Prices					
Departmental expenses	1.1	3,490	4,034	3,920	3,943
Departmental expenses	1.2	4,876	7,756	9,893	9,951
<b>Total</b>		<b>8,366</b>	<b>11,790</b>	<b>13,813</b>	<b>13,894</b>
Australian Competition and Consumer Commission — additional funding					
Departmental expenses	1.1	8,853	8,853	8,853	8,853
<b>Total</b>		<b>8,853</b>	<b>8,853</b>	<b>8,853</b>	<b>8,853</b>
National Consumer Data Right — additional funding					
Departmental expenses	1.1	2,241	6,128	5,411	4,591
<b>Total</b>		<b>2,241</b>	<b>6,128</b>	<b>5,411</b>	<b>4,591</b>
<b>Total expense measures</b>					
Departmental		19,460	26,771	28,077	27,338
<b>Total</b>		<b>19,460</b>	<b>26,771</b>	<b>28,077</b>	<b>27,338</b>
<b>Capital measures</b>					
Action Plan to Reduce Power Prices					
Departmental capital	1.1	1,310	-	-	-
Departmental capital	1.2	990	-	-	-
<b>Total</b>		<b>2,300</b>	<b>-</b>	<b>-</b>	<b>-</b>
National Consumer Data Right — additional funding					
Departmental capital	1.1	4,768	2,740	1,198	1,205
<b>Total</b>		<b>4,768</b>	<b>2,740</b>	<b>1,198</b>	<b>1,205</b>
<b>Total capital measures</b>					
Departmental		7,068	2,740	1,198	1,205
<b>Total</b>		<b>7,068</b>	<b>2,740</b>	<b>1,198</b>	<b>1,205</b>

Prepared on a Government Financial Statistics (fiscal) basis.

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following tables detail 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 2018-19 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
Australian Competition and Consumer Commission — additional funding					
Departmental appropriation	1.1	8,853	8,853	8,853	8,853
Action Plan to Reduce Power Prices					
Departmental appropriation	1.1	3,490	4,034	3,920	3,943
Departmental appropriation	1.2	4,876	7,756	9,893	9,951
Departmental capital budget	1.1	1,310	-	-	-
Departmental capital budget	1.2	990	-	-	-
National Consumer Data Right — additional funding					
Departmental appropriation	1.1	2,241	6,128	5,411	4,591
Departmental capital budget	1.1	4,768	2,740	1,198	1,205
<b>Movement of Funds</b>					
Reclassification of Compulsory Recall of Vehicles with Takata Airbags					
Departmental appropriation	1.1	(502)	-	-	-
Departmental capital budget	1.1	502	-	-	-
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>26,528</b>	<b>29,511</b>	<b>29,275</b>	<b>28,543</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>26,528</b>	<b>29,511</b>	<b>29,275</b>	<b>28,543</b>

Prepared on a Government Financial Statistics (fiscal) basis.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the ACCC through *Appropriation Bill No. 3*.

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1</b> - 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	199,919	212,517	239,045	26,528	-
<b>Total departmental</b>	<b>199,919</b>	<b>212,517</b>	<b>239,045</b>	<b>26,528</b>	<b>-</b>

## **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.



Additional Estimates Statements – Australian Competition and Consumer Commission

**Table 2.1.1 Budgeted expenses for Outcome 1**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Australian Competition and Consumer Commission</b>					
Departmental expenses					
Departmental appropriation	150,269	166,742	163,385	157,418	152,232
s74 External Revenue (a)	4,527	3,953	3,153	2,253	2,253
Expenses not requiring appropriation in the Budget year (b)	5,045	5,494	5,494	5,494	5,494
<b>Departmental total</b>	<b>159,841</b>	<b>176,189</b>	<b>172,032</b>	<b>165,165</b>	<b>159,979</b>
<b>Total expenses for program 1.1</b>	<b>159,841</b>	<b>176,189</b>	<b>172,032</b>	<b>165,165</b>	<b>159,979</b>
<b>Program 1.2: Australian Energy Regulator</b>					
Departmental expenses					
Departmental appropriation	47,682	62,199	62,506	62,229	62,731
Expenses not requiring appropriation in the Budget year (b)	471	-	-	-	-
<b>Departmental total</b>	<b>48,153</b>	<b>62,199</b>	<b>62,506</b>	<b>62,229</b>	<b>62,731</b>
<b>Total expenses for program 1.2</b>	<b>48,153</b>	<b>62,199</b>	<b>62,506</b>	<b>62,229</b>	<b>62,731</b>
<b>Outcome 1 Totals by appropriation type</b>					
Departmental expenses					
Departmental appropriation	197,951	228,941	225,891	219,647	214,963
s74 External Revenue (a)	4,527	3,953	3,153	2,253	2,253
Expenses not requiring appropriation in the Budget year (b)	5,516	5,494	5,494	5,494	5,494
<b>Departmental total</b>	<b>207,994</b>	<b>238,388</b>	<b>234,538</b>	<b>227,394</b>	<b>222,710</b>
<b>Total expenses for Outcome 1</b>	<b>207,994</b>	<b>238,388</b>	<b>234,538</b>	<b>227,394</b>	<b>222,710</b>
	2017-18	2018-19			
<b>Average staffing level (number)</b>	873	964			

(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 and audit fees.

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

**Table 2.1.2: Performance criteria for Outcome 1**

The new budget measures do not significantly change the ACCC's or AER's outcome statement, purpose or delivery mechanisms.

The performance criteria included in the *Portfolio Budget Statements 2018-19* (pages 85-86) will require the ACCC to report under Program 1.1 the additional work that the ACCC undertakes and the outcomes achieved.

In addition to the performance criteria in the *Portfolio Budget Statements 2018-19* (pages 87-88), the AER will report against two additional measures under Program 1.2 to reflect the additional work that the AER will undertake:

- Number of finalised guidelines to support implementation of the Retailer Reliability Obligation (target for 2018-19 is 1).
- Number of default market offers determined (target for 2018-19 is 1).

## 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)	1					
<b>2018-19</b>		<b>54</b>	-	-	-	<b>54</b>
<i>2017-18</i>		<i>54</i>	-	-	-	<i>54</i>
<b>Total special accounts</b>						
<b>2018-19 Budget estimate</b>		<b>54</b>	-	-	-	<b>54</b>
<i>Total special accounts</i>						
<i>2017-18 actual</i>		<i>54</i>	-	-	-	<i>54</i>

(A) = Administered

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

The ACCC is budgeting for a departmental break even operation result for 2018-19 after adjusting for non-appropriated expenses or 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**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	119,105	133,225	128,456	124,806	122,128
Suppliers	82,432	99,739	100,649	97,146	95,131
Depreciation and amortisation	5,235	5,400	5,400	5,400	5,400
Finance costs	21	24	33	42	51
Write-down and impairment of assets	456	-	-	-	-
Settlement of litigation	745	-	-	-	-
<b>Total expenses</b>	<b>207,994</b>	<b>238,388</b>	<b>234,538</b>	<b>227,394</b>	<b>222,710</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	1,296	3,953	3,153	2,253	2,253
Rental income	1,002	-	-	-	-
Other revenue	2,323	-	-	-	-
<b>Total own-source revenue</b>	<b>4,621</b>	<b>3,953</b>	<b>3,153</b>	<b>2,253</b>	<b>2,253</b>
<b>Gains</b>					
Other gains	-	94	94	94	94
<b>Total gains</b>	<b>-</b>	<b>94</b>	<b>94</b>	<b>94</b>	<b>94</b>
<b>Total own-source income</b>	<b>4,621</b>	<b>4,047</b>	<b>3,247</b>	<b>2,347</b>	<b>2,347</b>
<b>Net cost of / (contribution by) services</b>	<b>(203,373)</b>	<b>(234,341)</b>	<b>(231,291)</b>	<b>(225,047)</b>	<b>(220,363)</b>
Revenue from Government	197,951	228,941	225,891	219,647	214,963
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(5,422)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	112	-	-	-	-
<b>Total other comprehensive income</b>	<b>112</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(5,310)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>

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

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>(74)</b>	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	5,236	5,400	5,400	5,400	5,400
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(5,310)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>	<b>(5,400)</b>

(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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,692	1,692	1,692	1,692	1,692
Trade and other receivables	34,715	32,845	29,367	26,793	24,929
<b>Total financial assets</b>	<b>36,407</b>	<b>34,537</b>	<b>31,059</b>	<b>28,485</b>	<b>26,621</b>
<b>Non-financial assets</b>					
Land and buildings	14,996	13,552	11,307	9,029	7,357
Property, plant and equipment	4,374	4,263	4,577	5,067	4,728
Intangibles	4,474	11,333	13,164	13,323	13,723
Other non-financial assets	4,061	4,060	4,060	4,060	4,060
<b>Total non-financial assets</b>	<b>27,905</b>	<b>33,208</b>	<b>33,108</b>	<b>31,479</b>	<b>29,868</b>
Assets held for sale					
<b>Total assets</b>	<b>64,312</b>	<b>67,745</b>	<b>64,167</b>	<b>59,964</b>	<b>56,489</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	7,312	7,772	7,356	7,083	7,127
Other payables	20,941	19,135	18,232	16,714	14,995
<b>Total payables</b>	<b>28,253</b>	<b>26,907</b>	<b>25,588</b>	<b>23,797</b>	<b>22,122</b>
<b>Provisions</b>					
Employee provisions	32,878	32,396	30,097	29,164	28,817
Other provisions	3,913	3,370	3,011	2,661	2,319
<b>Total provisions</b>	<b>36,791</b>	<b>35,766</b>	<b>33,108</b>	<b>31,825</b>	<b>31,136</b>
<b>Total liabilities</b>	<b>65,044</b>	<b>62,673</b>	<b>58,696</b>	<b>55,622</b>	<b>53,258</b>
<b>Net assets</b>	<b>(732)</b>	<b>5,072</b>	<b>5,471</b>	<b>4,342</b>	<b>3,231</b>
<b>EQUITY(a)</b>					
<b>Parent entity interest</b>					
Contributed equity	88,079	99,283	105,083	109,354	113,643
Reserves	4,197	4,197	4,198	4,198	4,198
Retained surplus / (accumulated deficit)	(93,008)	(98,408)	(103,810)	(109,210)	(114,610)
<b>Total parent entity interest</b>	<b>(732)</b>	<b>5,072</b>	<b>5,471</b>	<b>4,342</b>	<b>3,231</b>
<b>Total Equity</b>	<b>(732)</b>	<b>5,072</b>	<b>5,471</b>	<b>4,342</b>	<b>3,231</b>

(a) 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 2018-19)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity / capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2018</b>				
Balance carried forward from previous period	(93,008)	4,197	88,079	(732)
<b>Adjusted opening balance</b>	<b>(93,008)</b>	<b>4,197</b>	<b>88,079</b>	<b>(732)</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(5,400)	-	-	(5,400)
<b>Total comprehensive income</b>	<b>(5,400)</b>	<b>-</b>	<b>-</b>	<b>(5,400)</b>
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	1,100	1,100
Departmental Capital Budget (DCB)	-	-	10,104	10,104
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>11,204</b>	<b>11,204</b>
<b>Estimated closing balance as at 30 June 2019</b>	<b>(98,408)</b>	<b>4,197</b>	<b>99,283</b>	<b>5,072</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(98,408)</b>	<b>4,197</b>	<b>99,283</b>	<b>5,072</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	220,988	235,119	232,797	224,659	219,265
Sale of goods and rendering of services	1,382	3,953	3,153	2,253	2,253
Net GST received	8,151	8,458	8,059	7,770	7,731
Other	2,859	-	-	-	-
<b>Total cash received</b>	<b>233,380</b>	<b>247,530</b>	<b>244,009</b>	<b>234,682</b>	<b>229,249</b>
<b>Cash used</b>					
Employees	115,988	133,669	129,521	125,178	122,523
Suppliers	91,405	101,595	103,501	99,796	97,057
Net GST paid	-	8,458	8,059	7,770	7,731
s74 External Revenue transferred to the OPA	23,886	4,308	3,428	2,438	2,438
Settlement of litigation	5,228	-	-	-	-
<b>Total cash used</b>	<b>236,507</b>	<b>248,030</b>	<b>244,509</b>	<b>235,182</b>	<b>229,749</b>
<b>Net cash from / (used by) operating activities</b>	<b>(3,127)</b>	<b>(500)</b>	<b>(500)</b>	<b>(500)</b>	<b>(500)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Other	10,085	-	-	-	-
<b>Total cash received</b>	<b>10,085</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, and equipment and intangibles	15,559	10,704	5,300	3,771	3,789
Other	1,469	-	-	-	-
<b>Total cash used</b>	<b>17,028</b>	<b>10,704</b>	<b>5,300</b>	<b>3,771</b>	<b>3,789</b>
<b>Net cash from / (used by) investing activities</b>	<b>(6,943)</b>	<b>(10,704)</b>	<b>(5,300)</b>	<b>(3,771)</b>	<b>(3,789)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	10,146	11,204	5,800	4,271	4,289
<b>Total cash received</b>	<b>10,146</b>	<b>11,204</b>	<b>5,800</b>	<b>4,271</b>	<b>4,289</b>
<b>Net cash from/(used by) financing activities</b>	<b>10,146</b>	<b>11,204</b>	<b>5,800</b>	<b>4,271</b>	<b>4,289</b>
<b>Net increase/(decrease) in cash held</b>	<b>76</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	1,616	1,692	1,692	1,692	1,692
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>1,692</b>	<b>1,692</b>	<b>1,692</b>	<b>1,692</b>	<b>1,692</b>

Prepared on Australian Accounting Standards basis.



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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	1,968	10,104	4,700	3,171	3,189
Equity injections - Act No. 2 and Bill 4	11,100	1,100	1,100	1,100	1,100
<b>Total new capital appropriations</b>	<b>13,068</b>	<b>11,204</b>	<b>5,800</b>	<b>4,271</b>	<b>4,289</b>
<b>Provided for:</b>					
Purchase of non-financial assets	2,568	10,704	5,300	3,771	3,789
Other Items	10,500	500	500	500	500
<b>Total Items</b>	<b>13,068</b>	<b>11,204</b>	<b>5,800</b>	<b>4,271</b>	<b>4,289</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	600	600	600	600	600
Funded by capital appropriation - DCB (b)	1,968	10,104	4,700	3,171	3,189
Funded internally from departmental resources (c)	10,085	-	-	-	-
<b>TOTAL AMOUNT SPENT</b>	<b>12,653</b>	<b>10,704</b>	<b>5,300</b>	<b>3,771</b>	<b>3,789</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	12,653	10,704	5,300	3,771	3,789
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>12,653</b>	<b>10,704</b>	<b>5,300</b>	<b>3,771</b>	<b>3,789</b>

(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 lease incentive from a new accommodation lease.

Prepared on Australian Accounting Standards basis.

**Table 3.7: Statement of asset movements (2018-19 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>				
Gross book value	14,997	4,374	11,008	30,379
Accumulated depreciation/amortisation and impairment	(1)	-	(6,534)	(6,535)
<b>Opening net book balance</b>	<b>14,996</b>	<b>4,374</b>	<b>4,474</b>	<b>23,844</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity (a)	-	-	600	600
By purchase - appropriation ordinary annual services (b)	915	1,493	7,696	10,104
<b>Total additions</b>	<b>915</b>	<b>1,493</b>	<b>8,296</b>	<b>10,704</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(2,359)	(1,604)	(1,437)	(5,400)
<b>Total other movements</b>	<b>(2,359)</b>	<b>(1,604)</b>	<b>(1,437)</b>	<b>(5,400)</b>
<b>As at 30 June 2019</b>				
Gross book value	15,912	5,867	19,304	41,083
Accumulated depreciation/ amortisation and impairment	(2,360)	(1,604)	(7,971)	(11,935)
<b>Closing net book balance</b>	<b>13,552</b>	<b>4,263</b>	<b>11,333</b>	<b>29,148</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2018-2019* and *Bill (No.4) 2018-2019*, including CDABs.

(b) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2018-19* and *Bill (No.3) 2018-19* 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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Impairment and repayment of fees and fines	14,236	-	-	-	-
<b>Total expenses administered on behalf of Government</b>	<b>14,236</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Non-taxation revenue</b>					
Fees and fines	131,164	40,000	40,000	40,000	40,000
<b>Total non-taxation revenue</b>	<b>131,164</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>131,164</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Total own-source income administered on behalf of Government</b>	<b>131,164</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Net cost of/(contribution by) services</b>	<b>(116,928)</b>	<b>(40,000)</b>	<b>(40,000)</b>	<b>(40,000)</b>	<b>(40,000)</b>
<b>Surplus/(deficit)</b>	<b>116,928</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>116,928</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	-	-	-	-	-
Trade and other receivables	32,615	32,615	32,615	32,615	32,615
<b>Total financial assets</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>
<b>Total assets administered on behalf of Government</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>
<b>Net assets/(liabilities)</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>	<b>32,615</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Fines and costs	85,451	40,000	40,000	40,000	40,000
Other fees	168	-	-	-	-
<b>Total cash received</b>	<b>85,619</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Cash used</b>					
Refund of fees and fines	8	-	-	-	-
<b>Total cash used</b>	<b>8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from / (used by) operating activities</b>	<b>85,611</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Total cash received</b>	<b>85,611</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Net increase/(decrease) in cash held</b>	<b>85,611</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
Cash and cash equivalents at beginning of reporting period	1	-	-	-	-
- Transfers to other entities (Finance - Whole-of-Government)	85,612	40,000	40,000	40,000	40,000
<b>Total cash to Official Public Account</b>	<b>85,612</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>	<b>40,000</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Prepared on Australian Accounting Standards basis.

# AUSTRALIAN OFFICE OF FINANCIAL MANAGEMENT

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# AUSTRALIAN OFFICE OF FINANCIAL MANAGEMENT

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There has been no change to the strategic direction of the Australian Office of Financial Management (AOFM) from that outlined in the *Portfolio Budget Statements 2018-19* (page 101).

In November 2018 the Government announced the introduction of the Australian Business Securitisation Fund (ABSF) to boost competition in the small and medium enterprise (SME) lending market with the aim of improving access to, and the cost of finance to SMEs. In December 2018 the Government released exposure draft legislation for consultation. The budgetary impacts of the ABSF will be assessed after the primary legislation and investment mandate are finalised.

The Department of the Treasury (Treasury) is responsible for establishing the ABSF and, following establishment, the ongoing review of the effectiveness of the intervention. The AOFM will be responsible for administering the ABSF, and in MYEFO the Government allocated additional departmental funding of \$9.0 million over four years to the AOFM for this purpose.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the AOFM at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bills No. 3 and No. 4*, Special Appropriations and Special Accounts.

**Table 1.1: AOFM resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2017-18 \$'000	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available	24,585	25,528	(981)	24,547
Departmental appropriation (a)	10,834	10,789	934	11,723
s74 External Revenue (b)	542	371	-	371
Departmental capital budget (a)(c)	713	710	-	710
<i>Total departmental annual appropriations</i>	<b>36,674</b>	<b>37,398</b>	<b>(47)</b>	<b>37,351</b>
<b>Total departmental resourcing</b>	<b>36,674</b>	<b>37,398</b>	<b>(47)</b>	<b>37,351</b>
<b>Administered</b>				
Annual appropriations - ordinary annual services (a)	10	-	-	-
<i>Total administered annual appropriations</i>	<b>10</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Total administered special appropriations</i>	<b>557,571,068</b>	<b>396,021,251</b>	<b>76,665,248</b>	<b>472,686,499</b>
Special accounts				
Opening balance	44	44	(4)	40
Appropriation receipts	2	-	-	-
Non-appropriation receipts	1	-	-	-
<i>Total special account receipts</i>	<b>47</b>	<b>44</b>	<b>(4)</b>	<b>40</b>
<b>Total administered resourcing</b>	<b>557,571,125</b>	<b>396,021,295</b>	<b>76,665,244</b>	<b>472,686,539</b>
<b>Total resourcing for AOFM</b>	<b>557,607,799</b>	<b>396,058,693</b>	<b>76,665,197</b>	<b>472,723,890</b>
			<i>Actual 2017-18</i>	2018-19
<b>Average staffing level (number)</b>			37	43

(a) *Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.*

(b) Estimated retained revenue receipts under section 74 of the PGPA Act.

(c) 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'.

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

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



### 1.3 Entity measures

Table 1.2 summarises new Government measures taken since the 2018-19 Budget.

**Table 1.2: AOFM 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense Measures</b>					
Small Business Package - Australian Business Securitisation Fund(a)(b)					
	1.1				
		934	2,655	2,679	2,699
<b>Total</b>		<b>934</b>	<b>2,655</b>	<b>2,679</b>	<b>2,699</b>

(a) The lead entity for measure 'Small Business Package - Australian Business Securitisation Fund' is Treasury. The full measure description and package details appear in MYEFO under the Treasury portfolio.

(b) The budgetary impacts of the ABSF will be assessed after the primary legislation and investment mandate are finalised.

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

### 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for the AOFM at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in *Appropriation Bill No. 3*.

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Net impact on appropriations for Outcome 1 (administered)</b>					
		-	-	-	-
<b>Departmental</b>					
<b>Annual appropriations</b>					
	Australian Business Securitisation Fund	934	2,655	2,679	2,699
	1.1				
<b>Changes in Parameters (net decrease)</b>					
	1.1	-	(12)	(22)	(35)
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>934</b>	<b>2,643</b>	<b>2,657</b>	<b>2,664</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>934</b>	<b>2,643</b>	<b>2,657</b>	<b>2,664</b>

Prepared on a Government Financial Statistics (fiscal) basis.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

	<i>2017-18 Available \$'000</i>	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Outcome 1</b> - The advancement of macroeconomic growth and stability, and the effective operation of financial markets, through issuing debt, investing in financial assets and managing debt, investments and cash for the Australian Government.					
Departmental Items	11,547	11,499	12,433	934	-
Administered Items	10	-	-	-	-
<b>Total</b>	<b>11,557</b>	<b>11,499</b>	<b>12,433</b>	<b>934</b>	<b>-</b>

## **Section 2: Revisions to outcomes and planned performance**

### **2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1**

**Outcome 1:**

The advancement of macroeconomic growth and stability, and the effective operation of financial markets, through issuing debt, investing in financial assets and managing debt, investments and cash for the Australian Government.

#### **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**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Australian Office of Financial Management</b>					
<b>Administered expenses</b>					
Appropriation Bill No. 1	-	-	-	-	-
<b>Special appropriations:</b>					
<i>Commonwealth</i>					
<i>Inscribed</i>					
Stock Act 1911	17,025,325	17,234,716	17,504,246	17,256,841	17,042,235
<i>Financial</i>					
<i>Agreement</i>					
Act 1994	8	8	8	8	8
Expenses not requiring appropriation in the Budget year (a)	523,560	713,168	523,847	508,212	259,025
<b>Administered total</b>	<b>17,548,893</b>	<b>17,947,892</b>	<b>18,028,101</b>	<b>17,765,061</b>	<b>17,301,268</b>
<b>Departmental expenses</b>					
Appropriation Bill No. 1	9,545	11,723	13,835	13,955	14,093
s 74 Retained revenue receipts (b)	447	371	382	394	406
Expenses not requiring appropriation in the Budget year (a)	723	820	870	870	820
<b>Departmental total</b>	<b>10,715</b>	<b>12,914</b>	<b>15,087</b>	<b>15,219</b>	<b>15,319</b>
<b>Total expenses for Outcome 1</b>	<b>17,559,608</b>	<b>17,960,806</b>	<b>18,043,188</b>	<b>17,780,280</b>	<b>17,316,587</b>
	2017-18	2018-19			
<b>Average staffing level (number)</b>	37	43			

- (a) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees for departmental activities; and accounting losses on debt redeemed prior to maturity for administered activities.
- (b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

**Performance criteria for Outcome 1**

Table 2.1.2 below details the additional performance criteria for Outcome 1 resulting from the decision made in MYEFO. For a full outline of all performance criteria associated with Outcome 1 see the *Portfolio Budget Statements 2018-19* (page 108).

**Table 2.1.2: Performance criteria for Outcome 1**

Performance criteria	Targets 2018-19 and beyond
<b>A credible custodian of the AGS market and other portfolio responsibilities</b>	
<u>Australian Business Securitisation Fund</u> – to provide funding through the purchase of debt securities to support smaller bank and non-bank lenders through on-lending activities to small businesses.	In 2018-19 the AOFM will support the Treasury with the establishment of the ABSF.

## 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 AOFM.

**Table 3.1: Estimates of special account flows and balances**

	Opening balance	Receipts	Payments	Adjustments	Closing balance
Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Special Account by Act - Debt Retirement Reserve Trust Account - s6 Financial Agreement Act 1994 (A)	1				
<b>2018-19</b>	<b>40</b>	-	-	-	40
<i>2017-18</i>	44	3	(7)	-	40
<b>Total special accounts</b>					
<b>2018-19 Budget estimate</b>	<b>40</b>	-	-	-	40
<i>Total special accounts</i> <i>2017-18 actual</i>	44	3	(7)	-	40

(A) = Administered

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

The AOFM's budgeted departmental financial statements have changed since the publication of the *Portfolio Budget Statements 2018-19* as a result of the measure identified in Section 1.3, and variations in Section 1.4.

The AOFM's budgeted administered financial statements have changed since the publication of the *Portfolio Budget Statements 2018-19* due to changes in interest rates; changes in new financing requirements; and operational considerations as to the level of cash holdings to maintain for cash management purposes. The budgetary impacts of the Australian Business Securitisation Fund will be incorporated after the primary legislation and the investment mandate are finalised.

### 3.2.2 Budgeted financial statements tables

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	6,822	7,165	7,858	8,074	8,297
Suppliers	3,460	5,249	6,679	6,595	6,522
Depreciation and amortisation	433	500	550	550	500
<b>Total expenses</b>	<b>10,715</b>	<b>12,914</b>	<b>15,087</b>	<b>15,219</b>	<b>15,319</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
Sale of goods and rendering of services	447	371	382	394	406
Resources received free of charge	290	320	320	320	320
<b>Total own-source income</b>	<b>737</b>	<b>691</b>	<b>702</b>	<b>714</b>	<b>726</b>
<b>Net (cost of)/contribution by services</b>	<b>(9,978)</b>	<b>(12,223)</b>	<b>(14,385)</b>	<b>(14,505)</b>	<b>(14,593)</b>
Revenue from Government	10,834	11,723	13,835	13,955	14,093
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>856</b>	<b>(500)</b>	<b>(550)</b>	<b>(550)</b>	<b>(500)</b>
<b>Total comprehensive income/(loss)</b>	<b>856</b>	<b>(500)</b>	<b>(550)</b>	<b>(550)</b>	<b>(500)</b>

#### Note: Impact of net cash appropriation arrangements

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>1,289</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	433	500	550	550	500
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>856</b>	<b>(500)</b>	<b>(550)</b>	<b>(550)</b>	<b>(500)</b>

(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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	73	73	73	73	73
Trade and other receivables	24,586	24,630	24,673	24,718	24,767
<b>Total financial assets</b>	<b>24,659</b>	<b>24,703</b>	<b>24,746</b>	<b>24,791</b>	<b>24,840</b>
<b>Non-financial assets</b>					
Property, plant and equipment	2,047	2,057	2,017	1,984	1,957
Intangibles	942	1,142	992	842	742
Other non-financial assets	223	223	223	223	223
<b>Total non-financial assets</b>	<b>3,212</b>	<b>3,422</b>	<b>3,232</b>	<b>3,049</b>	<b>2,922</b>
<b>Total assets</b>	<b>27,871</b>	<b>28,125</b>	<b>27,978</b>	<b>27,840</b>	<b>27,762</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	136	136	136	136	136
Other payables	294	298	301	305	313
<b>Total payables</b>	<b>430</b>	<b>434</b>	<b>437</b>	<b>441</b>	<b>449</b>
<b>Provisions</b>					
Employee provisions	2,107	2,147	2,187	2,228	2,269
Other provisions	418	418	418	418	418
<b>Total provisions</b>	<b>2,525</b>	<b>2,565</b>	<b>2,605</b>	<b>2,646</b>	<b>2,687</b>
<b>Total liabilities</b>	<b>2,955</b>	<b>2,999</b>	<b>3,042</b>	<b>3,087</b>	<b>3,136</b>
<b>Net assets</b>	<b>24,916</b>	<b>25,126</b>	<b>24,936</b>	<b>24,753</b>	<b>24,626</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	(5,551)	(4,841)	(4,481)	(4,114)	(3,741)
Retained surplus	30,467	29,967	29,417	28,867	28,367
<b>Total equity</b>	<b>24,916</b>	<b>25,126</b>	<b>24,936</b>	<b>24,753</b>	<b>24,626</b>

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



**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget year 2018-19)**

	Retained earnings	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2018</b>			
Balance carried forward from previous period	30,467	(5,551)	24,916
<b>Opening balance</b>	<b>30,467</b>	<b>(5,551)</b>	<b>24,916</b>
<b>Comprehensive income</b>			
Surplus/(deficit) for the period	(500)	-	(500)
<b>Total comprehensive income</b>	<b>(500)</b>	<b>-</b>	<b>(500)</b>
<b>Transactions with owners</b>			
<b>Contributions by owners</b>			
Departmental capital budget (DCB)	-	710	710
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>710</b>	<b>710</b>
<b>Estimated closing balance as at 30 June 2019</b>	<b>29,967</b>	<b>(4,841)</b>	<b>25,126</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	10,256	11,679	13,792	13,910	14,044
Other	542	371	382	394	406
<b>Total cash received</b>	<b>10,798</b>	<b>12,050</b>	<b>14,174</b>	<b>14,304</b>	<b>14,450</b>
<b>Cash used</b>					
Employees	6,732	7,121	7,815	8,029	8,248
Suppliers	3,543	4,929	6,359	6,275	6,202
Other	550	-	-	-	-
<b>Total cash used</b>	<b>10,825</b>	<b>12,050</b>	<b>14,174</b>	<b>14,304</b>	<b>14,450</b>
<b>Net cash from/(used by) operating activities</b>	<b>(27)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant and equipment and intangibles	213	710	360	367	373
<b>Total cash used</b>	<b>213</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>Net cash from/(used by) investing activities</b>	<b>(213)</b>	<b>(710)</b>	<b>(360)</b>	<b>(367)</b>	<b>(373)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	213	710	360	367	373
<b>Total cash received</b>	<b>213</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>Net cash from/(used by) financing activities</b>	<b>213</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>Net increase/(decrease) in cash held</b>	<b>(27)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	100	73	73	73	73
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>73</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	713	710	360	367	373
<b>Total new capital appropriations</b>	<b>713</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>Provided for:</b>					
Purchase of non-financial assets	713	710	360	367	373
<b>Total Items</b>	<b>713</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	213	710	360	367	373
<b>TOTAL AMOUNT SPENT</b>	<b>213</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	213	710	360	367	373
less additions by creditors / borrowings	194	-	-	-	-
<b>TOTAL ASSETS ADDITIONS</b>	<b>19</b>	<b>710</b>	<b>360</b>	<b>367</b>	<b>373</b>

(a) Funding provided through Appropriation Bills No. 1 and No. 3 for DCBs.  
Prepared on Australian Accounting Standards basis.

**Table 3.7: Statement of asset movements (Budget year 2018-19)**

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>			
Gross book value	2,384	1,521	3,905
Accumulated depreciation/amortisation and impairment	(337)	(579)	(916)
<b>Opening net book balance</b>	<b>2,047</b>	<b>942</b>	<b>2,989</b>
<b>Capital asset additions</b>			
<b>Estimated expenditure on new or replacement assets</b>			
By purchase - appropriation ordinary annual services (a)	210	500	710
<b>Total additions</b>	<b>210</b>	<b>500</b>	<b>710</b>
<b>Other movements</b>			
Depreciation/amortisation expense	(200)	(300)	(500)
<b>Total other movements</b>	<b>(200)</b>	<b>(300)</b>	<b>(500)</b>
<b>As at 30 June 2019</b>			
Gross book value	2,594	2,021	4,615
Accumulated depreciation/amortisation and impairment	(537)	(879)	(1,416)
<b>Closing net book balance</b>	<b>2,057</b>	<b>1,142</b>	<b>3,199</b>

(a) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No. 1) 2018-19 for DCBs.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Grants	1	1	1	1	1
Finance costs	16,996,139	17,214,723	17,484,253	17,236,848	17,022,242
Other expenses	29,193	20,000	20,000	20,000	20,000
<b>Total expenses before re-measurements</b>	<b>17,025,333</b>	<b>17,234,724</b>	<b>17,504,254</b>	<b>17,256,849</b>	<b>17,042,243</b>
<b>LESS: INCOME</b>					
<b>Non-taxation revenue</b>					
Interest	786,608	586,767	467,517	482,951	469,651
<b>Total revenue before re-measurements</b>	<b>786,608</b>	<b>586,767</b>	<b>467,517</b>	<b>482,951</b>	<b>469,651</b>
<b>GAINS/(LOSSES)</b>					
Net losses on debt repurchases	(523,560)	(713,168)	(523,847)	(508,212)	(259,025)
Net gains on sale of assets	10,660	-	-	-	-
<b>Total gains (losses) before re-measurements</b>	<b>(512,900)</b>	<b>(713,168)</b>	<b>(523,847)</b>	<b>(508,212)</b>	<b>(259,025)</b>
<b>Operating result before re-measurements</b>	<b>(16,751,625)</b>	<b>(17,361,125)</b>	<b>(17,560,584)</b>	<b>(17,282,110)</b>	<b>(16,831,617)</b>
<b>RE-MEASUREMENTS</b>					
Net market revaluation gains (losses)	580,963	(2,284,113)	2,507,234	2,004,085	1,353,740
<b>Total re-measurements</b>	<b>580,963</b>	<b>(2,284,113)</b>	<b>2,507,234</b>	<b>2,004,085</b>	<b>1,353,740</b>
<b>Total comprehensive income (losses)</b>	<b>(16,170,662)</b>	<b>(19,645,238)</b>	<b>(15,053,350)</b>	<b>(15,278,025)</b>	<b>(15,477,877)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash	622	622	622	622	622
Receivables	1,792,943	1,711,210	1,627,660	1,542,299	1,455,109
Investments	45,139,979	31,771,761	30,058,133	30,144,029	39,730,955
<b>Total financial assets</b>	<b>46,933,544</b>	<b>33,483,593</b>	<b>31,686,415</b>	<b>31,686,950</b>	<b>41,186,686</b>
<b>Total assets administered on behalf of Government</b>	<b>46,933,544</b>	<b>33,483,593</b>	<b>31,686,415</b>	<b>31,686,950</b>	<b>41,186,686</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	50	50	50	50	50
<b>Total payables</b>	<b>50</b>	<b>50</b>	<b>50</b>	<b>50</b>	<b>50</b>
<b>Interest bearing liabilities at fair value</b>					
Treasury Bonds	524,403,343	534,065,276	535,686,036	531,758,348	550,337,132
Treasury Indexed Bonds	48,547,971	48,771,241	52,951,214	51,836,262	48,899,350
Treasury Notes	2,491,696	3,498,621	11,995,270	17,992,906	4,998,030
Other securities	6,312	6,262	6,262	6,262	6,262
<b>Total interest bearing liabilities</b>	<b>575,449,322</b>	<b>586,341,400</b>	<b>600,638,782</b>	<b>601,593,778</b>	<b>604,240,774</b>
<b>Total liabilities administered on behalf of Government</b>	<b>575,449,372</b>	<b>586,341,450</b>	<b>600,638,832</b>	<b>601,593,828</b>	<b>604,240,824</b>
<b>Net liabilities</b>	<b>(528,515,828)</b>	<b>(552,857,857)</b>	<b>(568,952,417)</b>	<b>(569,906,878)</b>	<b>(563,054,138)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Interest	800,506	573,647	453,639	467,638	444,892
Net GST received	2,132	-	-	-	-
Other	150	-	-	-	-
<b>Total cash received</b>	<b>802,788</b>	<b>573,647</b>	<b>453,639</b>	<b>467,638</b>	<b>444,892</b>
<b>Cash used</b>					
Grant	1	1	1	1	1
Borrowings costs	20,027,420	21,046,930	19,634,428	20,541,062	19,684,867
Interest on issuance	(481,996)	(383,304)	(445,268)	(438,920)	(381,937)
<b>Total cash used</b>	<b>19,545,425</b>	<b>20,663,627</b>	<b>19,189,161</b>	<b>20,102,143</b>	<b>19,302,931</b>
<b>Net cash used by operating activities</b>	<b>(18,742,637)</b>	<b>(20,089,980)</b>	<b>(18,735,522)</b>	<b>(19,634,505)</b>	<b>(18,858,039)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Repayments of advances and loans	95,936	97,813	99,219	100,584	101,931
Investments redeemed	485,150,000	388,769,052	241,799,863	254,713,855	242,010,604
Other	1,929,491	-	-	-	-
<b>Total cash received</b>	<b>487,175,427</b>	<b>388,866,865</b>	<b>241,899,082</b>	<b>254,814,439</b>	<b>242,112,535</b>
<b>Cash used</b>					
Investments made	473,450,000	375,405,646	240,088,118	254,799,657	251,586,992
<b>Total cash used</b>	<b>473,450,000</b>	<b>375,405,646</b>	<b>240,088,118</b>	<b>254,799,657</b>	<b>251,586,992</b>
<b>Net cash from/ (used by) investing activities</b>	<b>13,725,427</b>	<b>13,461,219</b>	<b>1,810,964</b>	<b>14,782</b>	<b>(9,474,457)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from borrowings	94,819,824	87,559,523	162,556,332	253,985,626	193,102,202
Other	42,732	-	-	-	-
<b>Total cash received</b>	<b>94,862,556</b>	<b>87,559,523</b>	<b>162,556,332</b>	<b>253,985,626</b>	<b>193,102,202</b>
<b>Cash used</b>					
Repayment of borrowings	64,050,901	76,233,922	144,590,563	248,689,467	187,100,323
Other	42,746	-	-	-	-
<b>Total cash used</b>	<b>64,093,647</b>	<b>76,233,922</b>	<b>144,590,563</b>	<b>248,689,467</b>	<b>187,100,323</b>
<b>Net cash from financing activities</b>	<b>30,768,909</b>	<b>11,325,601</b>	<b>17,965,769</b>	<b>5,296,159</b>	<b>6,001,879</b>
<b>Net increase in cash held</b>	<b>25,751,699</b>	<b>4,696,840</b>	<b>1,041,211</b>	<b>(14,323,564)</b>	<b>(22,330,617)</b>

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
Cash at beginning of reporting period	622	622	622	622	622
Total Cash from Official Public Account					
- Appropriations	557,571,068	472,686,499	404,313,110	524,030,187	458,372,183
Total Cash to Official Public Account					
- Receipts	(583,322,767)	(477,383,339)	(405,354,321)	(509,706,623)	(436,041,566)
<b>Cash at end of reporting period</b>	<b>622</b>	<b>622</b>	<b>622</b>	<b>622</b>	<b>622</b>

Prepared on Australian Accounting Standards basis.



# AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

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# AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Australian Securities and Investments Commission (ASIC) from that outlined in the *Portfolio Budget Statements 2018-19* (pages 143-144).

ASIC is seeking an additional \$1.2 million for the Assetless Administration Fund and \$33.7 million for ASIC's new Strategic Initiatives. Of the latter, ASIC expects to recover costs of \$27.8 million.

### 1.2 ENTITY RESOURCE STATEMENT

The ASIC Resource Statement details the resourcing for ASIC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bills No. 3 and No. 4*, Special Appropriations and Special Accounts.

**Table 1.1: ASIC resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	<i>Estimate as at Budget</i>	<i>Proposed Additional Estimates</i>	<i>Total estimate at Additional Estimates</i>
	<i>2017-18 \$'000</i>	<i>2018-19 \$'000</i>	<i>2018-19 \$'000</i>	<i>2018-19 \$'000</i>
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)	-	114,030	-	114,030
Departmental appropriation	348,041	342,428	31,885	374,313
s74 External Revenue (c)	7,196	8,162	-	8,162
Departmental capital budget (d)	20,868	24,345	-	24,345
Annual appropriations - other services - non-operating (e)				
Equity injection	22,185	5,499	1,795	7,294
<b>Total departmental annual appropriations</b>	<b>398,290</b>	<b>494,464</b>	<b>33,680</b>	<b>528,144</b>
Special accounts (f)				
Opening balance	37,046	33,064	-	33,064
Appropriation receipts (g)	27,397	26,217	10,000	36,217
Non-appropriation receipts	29,409	-	-	-
<b>Total special accounts</b>	<b>93,852</b>	<b>59,281</b>	<b>10,000</b>	<b>69,281</b>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>29,809</i>	<i>26,217</i>	<i>10,000</i>	<i>36,217</i>
<b>Total departmental resourcing</b>	<b>462,333</b>	<b>527,528</b>	<b>33,680</b>	<b>561,208</b>
<b>Administered</b>				
Annual appropriations - ordinary annual services (a)				
Outcome 1	7,302	18,638	1,045	19,683
<b>Total administered annual appropriations</b>	<b>7,302</b>	<b>18,638</b>	<b>1,045</b>	<b>19,683</b>
<b>Special appropriations (f)</b>				
Banking Act 1959	28,109	23,188	-	23,188
Life Insurance Act 1995	3,609	3,641	-	3,641
Public Governance, Performance and Accountability Act 2013	34,971	30,985	-	30,985
Corporations Act 2001	4,040	10,000	-	10,000
<b>Total administered special appropriations (f)</b>	<b>70,729</b>	<b>67,814</b>	<b>-</b>	<b>67,814</b>
<b>Special accounts</b>				
Opening balance	-	3,982	-	3,982
<b>Total special accounts</b>	<b>-</b>	<b>3,982</b>	<b>-</b>	<b>3,982</b>
<b>Total administered resourcing</b>	<b>78,031</b>	<b>90,434</b>	<b>1,045</b>	<b>91,479</b>
<b>Total resourcing for ASIC</b>	<b>540,364</b>	<b>617,962</b>	<b>34,725</b>	<b>652,687</b>
			<i>Actual 2017-18</i>	<i>2018-19</i>
<b>Average staffing level (number)</b>			<b>1,749</b>	<b>1,853</b>

**Table 1.1: ASIC Resource Statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

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) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.*
- (b) Excludes \$3.922 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) and Appropriation Bill (No. 4) 2018-2019.*
- (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 Moneys accounts (SOETM)). For further information on special accounts, see Table 3.1.
- (g) Amounts credited to the special account(s) from ASIC's annual and special appropriations.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2018-19 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Revenue measures</b>					
Australian Securities and Investments					
Commission - additional funding	1.1				
Administered revenues		(27,783)	(34,799)	-	-
<b>Total revenue measures</b>		<b>(27,783)</b>	<b>(34,799)</b>	-	-
<b>Expense measures</b>					
Assetless Administration Fund - additional funding					
Administered expenses	1.1	1,238	2,477	2,494	2,508
<b>Total</b>		<b>1,238</b>	<b>2,477</b>	<b>2,494</b>	<b>2,508</b>
Australian Securities and Investments					
Commission — additional funding	1.1				
Departmental expenses		31,885	36,638	-	-
<b>Total</b>		<b>31,885</b>	<b>36,638</b>	-	-
<b>Total expense measures</b>					
Administered		1,238	2,477	2,494	2,508
Departmental		31,885	36,638	-	-
<b>Total</b>		<b>33,123</b>	<b>39,115</b>	<b>2,494</b>	<b>2,508</b>
<b>Capital measures</b>					
Australian Securities and Investments					
Commission — additional funding	1.1				
Departmental capital		1,200	325	-	-
Australian Securities and Investments					
Commission — reduction in fees	1.1				
Departmental capital		595	-	-	-
<b>Total capital measures</b>		<b>1,795</b>	<b>325</b>	-	-

Prepared on a Government Financial Statistics (fiscal) basis.

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following tables detail the changes to the resourcing for ASIC at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
Assetless Administration Fund - additional funding	1.1	1,238	2,477	2,494	2,508
<b>Other Variations</b> (net decrease)	1.1	(193)	-	-	-
<b>Net impact on appropriations for Outcome 1 (administered)</b>		<b>1,045</b>	<b>2,477</b>	<b>2,494</b>	<b>2,508</b>
<b>Departmental</b>					
<b>Annual appropriations</b>					
Australian Securities and Investments Commission — additional funding	1.1	31,885	36,638	-	-
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>31,885</b>	<b>36,638</b>	<b>-</b>	<b>-</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>32,930</b>	<b>39,115</b>	<b>2,494</b>	<b>2,508</b>

Prepared on a Government Financial Statistics (fiscal) basis

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Outcome 1: Improved confidence in Australia's financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.</b>					
Administered programs	7,302	18,638	19,683	1,045	-
Departmental programs	348,041	342,428	374,313	31,885	-
<b>Total administered and departmental</b>	<b>355,343</b>	<b>361,066</b>	<b>393,996</b>	<b>32,930</b>	<b>-</b>

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Non-operating</b>					
Equity injections					
Australian Securities and Investments Commission - additional funding					
Australian Securities and Investments Commission - reduction in fees	22,185	5,499	7,294	1,795	-
<b>Total non-operating</b>	<b>22,185</b>	<b>5,499</b>	<b>7,294</b>	<b>1,795</b>	<b>-</b>



## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

#### Outcome 1:

Improved confidence in Australia's financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.

#### Budgeted expenses for Outcome 1

This table shows how much ASIC 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**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Australian Securities and Investments Commission</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	4,099	16,420	7,661	7,715	7,751
Expenses not requiring appropriation in the Budget year (a)	53,948	56,880	58,156	60,253	61,657
<b>Administered total</b>	<b>58,047</b>	<b>73,300</b>	<b>65,817</b>	<b>67,968</b>	<b>69,408</b>
Departmental expenses					
Departmental appropriation	360,401	377,820	369,850	324,134	326,851
Expenses not requiring appropriation in the Budget year (a)	40,709	47,853	39,230	32,591	26,999
<b>Departmental total</b>	<b>401,110</b>	<b>425,673</b>	<b>409,080</b>	<b>356,725</b>	<b>353,850</b>
<b>Total expenses for program 1.1</b>	<b>459,157</b>	<b>498,973</b>	<b>474,897</b>	<b>424,693</b>	<b>423,258</b>

**Table 2.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.2: Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts</b>					
Administered expenses					
Corporations unclaimed monies - section 77 of the PGPA ACT	48,386	65,913	37,737	37,439	37,187
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,327	3,263	3,205	3,498	3,841
Special appropriations					
Banking Act 1959					
- Banking Unclaimed Monies	2,969	5,761	48,838	49,478	49,686
Life Insurance Act 1995					
- Life Unclaimed Monies	13,133	1,850	4,606	4,586	4,584
<b>Administered total</b>	<b>65,815</b>	<b>76,787</b>	<b>94,386</b>	<b>95,001</b>	<b>95,298</b>
<b>Total expenses for program 1.2</b>	<b>65,815</b>	<b>76,787</b>	<b>94,386</b>	<b>95,001</b>	<b>95,298</b>
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	5,426	19,683	10,866	11,213	11,592
Special appropriations	16,102	7,611	53,444	54,064	54,270
Corporations unclaimed monies - section 77 of the PGPA ACT	48,386	65,913	37,737	37,439	37,187
Expenses not requiring appropriation in the Budget year (a)	53,948	56,880	58,156	60,253	61,657
<b>Administered total</b>	<b>123,862</b>	<b>150,087</b>	<b>160,203</b>	<b>162,969</b>	<b>164,706</b>
Departmental expenses					
Departmental appropriation	360,401	377,820	369,850	324,134	326,851
Expenses not requiring appropriation in the Budget year (a)	40,709	47,853	39,230	32,591	26,999
<b>Departmental total</b>	<b>401,110</b>	<b>425,673</b>	<b>409,080</b>	<b>356,725</b>	<b>353,850</b>
<b>Total expenses for Outcome 1</b>	<b>524,972</b>	<b>575,760</b>	<b>569,283</b>	<b>519,694</b>	<b>518,556</b>

	2017-18	2018-19
<b>Average staffing level (number)</b>	1,749	1,853

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

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 ESTIMATE OF SPECIAL ACCOUNT FLOWS AND BALANCES

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 ASIC.

**Table 3.1: Estimates of special account flows and balances**

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
ASIC Deregistered Companies (D)						
<b>2018-19</b>	<b>1</b>	-	-	-	-	-
2017-18		3,504	830	(225)	(4,109)	-
ASIC Investigations, Legal Proceedings, Settlements and Court Orders Special Account (D)						
<b>2018-19</b>	<b>1</b>	-	-	-	-	-
2017-18		11	-	-	(11)	-
ASIC Security Deposits (D)						
<b>2018-19</b>	<b>1</b>	-	-	-	-	-
2017-18		467	5	-	(472)	-
Enforcement Special Account (D)						
<b>2018-19</b>	<b>1</b>	<b>59,135</b>	<b>36,217</b>	<b>(36,217)</b>	-	<b>59,135</b>
2017-18		33,064	55,634	(29,563)	-	59,135
ASIC Trust and Other Monies Special Account 2018 (A)						
<b>2018-19</b>	<b>1</b>	<b>4,908</b>	-	-	-	<b>4,908</b>
2017-18		-	337	(21)	4,592	4,908
<b>Total special accounts</b>		<b>64,043</b>	<b>36,217</b>	<b>(36,217)</b>	-	<b>64,043</b>
<b>2018-19 Budget estimate</b>		<b>64,043</b>	<b>36,217</b>	<b>(36,217)</b>	-	<b>64,043</b>
<i>Total special accounts</i>						
<i>2017-18 actual</i>		37,046	56,806	(29,809)	-	64,043

(A) = Administered  
(D) = Departmental

## 3.2 BUDGETED FINANCIAL STATEMENTS

### 3.2.1 Analysis of budgeted financial statements

ASIC's budgeted Departmental financial statements have changed since the publication of the *Portfolio Budget Statements 2018-2019* as a result of the measures identified in Section 1.3, and variations in Section 1.4.

#### Departmental Financial Statements

The Comprehensive Income Statement (Table 3.2) sets out the application of funding to ordinary operating expenses. Revenue from Government for 2018-19 has increased by \$33.680 million since the *Portfolio Budget Statements 2018-2019* reflecting additional appropriation for ASIC's new Strategic Initiatives.

### 3.2.2 Budgeted financial statements

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	209,640	222,042	213,627	189,744	191,560
Suppliers	149,801	155,274	150,547	133,561	134,462
Depreciation and amortisation	40,709	47,853	39,230	32,591	26,999
Finance costs	30	504	5,676	829	829
Write-down and impairment of assets	859	-	-	-	-
Losses from asset disposals	71	-	-	-	-
<b>Total expenses</b>	<b>401,110</b>	<b>425,673</b>	<b>409,080</b>	<b>356,725</b>	<b>353,850</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	1,943	2,000	2,000	2,000	2,000
Rental income	-	2,700	2,700	2,220	2,220
Other revenue	38,932	1,800	1,800	1,800	1,800
<b>Total own-source revenue</b>	<b>40,875</b>	<b>6,500</b>	<b>6,500</b>	<b>6,020</b>	<b>6,020</b>
<b>Gains</b>					
Other gains	1,294	360	360	360	360
<b>Total gains</b>	<b>1,294</b>	<b>360</b>	<b>360</b>	<b>360</b>	<b>360</b>
<b>Total own-source income</b>	<b>42,169</b>	<b>6,860</b>	<b>6,860</b>	<b>6,380</b>	<b>6,380</b>
<b>Net cost of / (contribution by) services</b>	<b>(358,941)</b>	<b>(418,813)</b>	<b>(402,220)</b>	<b>(350,345)</b>	<b>(347,470)</b>
Revenue from Government	348,041	374,313	364,053	320,011	321,607
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(10,900)</b>	<b>(44,500)</b>	<b>(38,167)</b>	<b>(30,334)</b>	<b>(25,863)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Total other comprehensive income	-	-	-	-	-
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(10,900)</b>	<b>(44,500)</b>	<b>(38,167)</b>	<b>(30,334)</b>	<b>(25,863)</b>

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

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>29,809</b>	3,353	<b>1,063</b>	<b>2,257</b>	<b>1,136</b>
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	40,709	47,853	39,230	32,591	26,999
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(10,900)</b>	(44,500)	<b>(38,167)</b>	<b>(30,334)</b>	<b>(25,863)</b>

(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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	62,703	62,703	62,703	62,703	62,703
Trade and other receivables	122,430	112,766	112,766	112,766	112,766
<b>Total financial assets</b>	<b>185,133</b>	<b>175,469</b>	<b>175,469</b>	<b>175,469</b>	<b>175,469</b>
<b>Non-financial assets</b>					
Land and buildings	26,057	25,682	27,236	27,427	27,924
Property, plant and equipment	22,103	14,552	9,067	5,219	2,974
Intangibles	90,444	91,404	77,190	69,174	64,963
Other non-financial assets	13,846	13,846	13,846	13,846	13,846
<b>Total non-financial assets</b>	<b>152,450</b>	<b>145,484</b>	<b>127,339</b>	<b>115,666</b>	<b>109,707</b>
<b>Total assets</b>	<b>337,583</b>	<b>320,953</b>	<b>302,808</b>	<b>291,135</b>	<b>285,176</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	42,485	42,486	42,486	42,486	42,486
Other payables	40,540	37,274	36,211	33,954	32,818
<b>Total payables</b>	<b>83,025</b>	<b>79,760</b>	<b>78,697</b>	<b>76,440</b>	<b>75,304</b>
<b>Provisions</b>					
Employee provisions	68,455	68,455	68,455	68,455	68,455
Other provisions	14,685	14,181	14,181	14,181	14,181
<b>Total provisions</b>	<b>83,140</b>	<b>82,636</b>	<b>82,636</b>	<b>82,636</b>	<b>82,636</b>
<b>Total liabilities</b>	<b>166,165</b>	<b>162,396</b>	<b>161,333</b>	<b>159,076</b>	<b>157,940</b>
<b>Net assets</b>	<b>171,418</b>	<b>158,557</b>	<b>141,475</b>	<b>132,059</b>	<b>127,236</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	404,419	436,058	457,143	478,061	499,101
Reserves	17,137	17,137	17,137	17,137	17,137
Retained surplus / (Accumulated deficit)	(250,138)	(294,638)	(332,805)	(363,139)	(389,002)
<b>Total parent entity interest</b>	<b>171,418</b>	<b>158,557</b>	<b>141,475</b>	<b>132,059</b>	<b>127,236</b>
<b>Total Equity</b>	<b>171,418</b>	<b>158,557</b>	<b>141,475</b>	<b>132,059</b>	<b>127,236</b>

(a) 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 2018-19)**

	Retained earnings	Asset revaluation reserve	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2018</b>				
Balance carried forward from previous period	(250,138)	17,137	404,419	171,418
<b>Adjusted opening balance</b>	<b>(250,138)</b>	<b>17,137</b>	<b>404,419</b>	<b>171,418</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(44,500)	-	-	(44,500)
<b>Total comprehensive income</b>	<b>(44,500)</b>	<b>-</b>	<b>-</b>	<b>(44,500)</b>
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	7,294	7,294
Departmental Capital Budget (DCB)	-	-	24,345	24,345
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>31,639</b>	<b>31,639</b>
<b>Estimated closing balance as at 30 June 2019</b>	<b>(294,638)</b>	<b>17,137</b>	<b>436,058</b>	<b>158,557</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(294,638)</b>	<b>17,137</b>	<b>436,058</b>	<b>158,557</b>

Prepared on Australian Accounting Standards basis

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations					
Receipts from Government	390,181	380,143	360,131	316,089	317,685
Sale of goods and rendering of services	1,920	4,700	4,700	4,220	4,220
Net GST received	15,882	3,922	3,922	3,922	3,922
Other	44,098	1,800	1,800	1,800	1,800
<b>Total cash received</b>	<b>452,081</b>	<b>390,565</b>	<b>370,553</b>	<b>326,031</b>	<b>327,627</b>
<b>Cash used</b>					
Employees	210,220	222,042	213,627	189,744	191,560
Suppliers	164,096	155,922	155,863	134,030	134,931
s74 Retained Revenue Receipts transferred to OPA	47,827	-	-	-	-
Other	-	3,353	1,063	2,257	1,136
<b>Total cash used</b>	<b>422,143</b>	<b>381,317</b>	<b>370,553</b>	<b>326,031</b>	<b>327,627</b>
<b>Net cash from / (used by) operating activities</b>	<b>29,938</b>	<b>9,248</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	46,448	40,887	21,085	20,918	21,040
<b>Total cash used</b>	<b>46,448</b>	<b>40,887</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>Net cash from / (used by) investing activities</b>	<b>(46,448)</b>	<b>(40,887)</b>	<b>(21,085)</b>	<b>(20,918)</b>	<b>(21,040)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	42,014	31,639	21,085	20,918	21,040
<b>Total cash received</b>	<b>42,014</b>	<b>31,639</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>Net cash from / (used by) financing activities</b>	<b>42,014</b>	<b>31,639</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>Net increase/(decrease) in cash held</b>	<b>25,504</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	37,199	62,703	62,703	62,703	62,703
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>62,703</b>	<b>62,703</b>	<b>62,703</b>	<b>62,703</b>	<b>62,703</b>

Prepared on Australian Accounting Standards basis.



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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Bill 3 (DCB)	17,264	24,345	20,760	20,918	21,040
Equity injections - Act No. 2 and Bill 4	22,185	7,294	325	-	-
<b>Total new capital appropriations</b>	<b>39,449</b>	<b>31,639</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>Provided for:</b>					
Purchase of non-financial assets	37,560	31,135	15,409	20,089	20,211
Other Items	1,889	504	5,676	829	829
<b>Total Items</b>	<b>39,449</b>	<b>31,639</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	22,185	7,294	325	-	-
Funded by capital appropriation DCB (b)	15,375	23,841	20,760	20,918	21,040
Funded internally from departmental resources (b)	1,435	9,752	-	-	-
<b>TOTAL AMOUNT SPENT</b>	<b>38,995</b>	<b>40,887</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	38,995	40,887	21,085	20,918	21,040
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>38,995</b>	<b>40,887</b>	<b>21,085</b>	<b>20,918</b>	<b>21,040</b>

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

(b) Includes the following sources of funding:

- current bill No. 3 and prior year act No. 1/3/5 appropriations (excluding amounts from the DCB);
- internally developed assets;

Prepared on Australian Accounting Standards basis.

**Table 3.7: Statement of asset movements (2018-19 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2017</b>				
Gross book value	91,079	58,940	344,597	494,616
Accumulated depreciation/amortisation and impairment	(65,022)	(36,837)	(254,153)	(356,012)
<b>Opening net book balance</b>	<b>26,057</b>	<b>22,103</b>	<b>90,444</b>	<b>138,604</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity (a)	7,037	500	33,350	40,887
By purchase - appropriation ordinary annual services (b)	-	-	-	-
<b>Total additions</b>	<b>7,037</b>	<b>500</b>	<b>33,350</b>	<b>40,887</b>
<b>Other movements</b>				
Assets held for sale or in a disposal group held for sale				-
Depreciation/amortisation expense	(7,412)	(8,051)	(32,390)	(47,853)
<b>Total other movements</b>	<b>(7,412)</b>	<b>(8,051)</b>	<b>(32,390)</b>	<b>(47,853)</b>
<b>As at 30 June 2018</b>				
Gross book value	98,116	59,440	377,947	535,503
Accumulated depreciation/amortisation and impairment	(72,434)	(44,888)	(286,543)	(403,865)
<b>Closing net book balance</b>	<b>25,682</b>	<b>14,552</b>	<b>91,404</b>	<b>131,638</b>

(a) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2018-19* and *Bill (No.3) 2018-19* 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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Employee benefits					
Suppliers	547	572	571	576	579
Grants	3,552	15,848	7,090	7,139	7,172
Finance costs	3,483	5,456	5,347	5,911	6,538
Write-down and impairment of assets	53,948	56,880	58,156	60,253	61,657
Other expenses	62,332	71,331	89,039	89,090	88,760
<b>Total expenses administered on behalf of Government</b>	<b>123,862</b>	<b>150,087</b>	<b>160,203</b>	<b>162,969</b>	<b>164,706</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Other taxes	1,008,230	837,333	877,306	909,612	926,761
<b>Total taxation revenue</b>	<b>1,008,230</b>	<b>837,333</b>	<b>877,306</b>	<b>909,612</b>	<b>926,761</b>
<b>Non-taxation revenue</b>					
Fees and fines	101,101	65,966	9,801	10,574	11,444
Other fees from regulatory services	88,476	104,153	123,423	123,708	123,711
Fines and penalties	117,922	143,779	150,391	157,628	165,559
Other revenue	-	229,850	242,688	257,275	242,264
<b>Total non-taxation revenue</b>	<b>307,499</b>	<b>543,748</b>	<b>526,303</b>	<b>549,185</b>	<b>542,978</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>1,315,729</b>	<b>1,381,081</b>	<b>1,403,609</b>	<b>1,458,797</b>	<b>1,469,739</b>
<b>Total own-source income administered on behalf of Government</b>	<b>1,315,729</b>	<b>1,381,081</b>	<b>1,403,609</b>	<b>1,458,797</b>	<b>1,469,739</b>
<b>Net cost of/(contribution by) services</b>	<b>(1,191,867)</b>	<b>(1,230,994)</b>	<b>(1,243,406)</b>	<b>(1,295,828)</b>	<b>(1,305,033)</b>
<b>Surplus/(deficit) before income tax</b>	<b>1,191,867</b>	<b>1,230,994</b>	<b>1,243,406</b>	<b>1,295,828</b>	<b>1,305,033</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>1,191,867</b>	<b>1,230,994</b>	<b>1,243,406</b>	<b>1,295,828</b>	<b>1,305,033</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,641	1,965	1,965	1,965	1,965
Taxation receivables	385,184	388,713	393,053	408,597	414,866
Trade and other receivables	6,424	6,514	6,641	6,770	6,902
<b>Total financial assets</b>	<b>393,249</b>	<b>397,192</b>	<b>401,659</b>	<b>417,332</b>	<b>423,733</b>
<b>Total assets administered on behalf of Government</b>	<b>393,249</b>	<b>397,192</b>	<b>401,659</b>	<b>417,332</b>	<b>423,733</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	22,085	24,808	27,999	31,739	36,125
Other payables	356,723	8,222	8,686	9,180	9,708
<b>Total payables</b>	<b>378,808</b>	<b>33,030</b>	<b>36,685</b>	<b>40,919</b>	<b>45,833</b>
<b>Provisions</b>					
Provision for claims	-	357,442	378,271	387,204	394,145
<b>Total provisions</b>	<b>-</b>	<b>357,442</b>	<b>378,271</b>	<b>387,204</b>	<b>394,145</b>
<b>Total liabilities administered on behalf of Government</b>	<b>378,808</b>	<b>390,472</b>	<b>414,956</b>	<b>428,123</b>	<b>439,978</b>
<b>Net assets/(liabilities)</b>	<b>14,441</b>	<b>6,720</b>	<b>(13,297)</b>	<b>(10,791)</b>	<b>(16,245)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sale of goods and rendering of services	265,163	212,620	166,741	146,511	151,879
Taxes	623,046	833,804	872,966	894,068	920,492
Net GST received	29	-	-	-	-
Other	117,922	274,658	301,779	342,792	329,310
<b>Total cash received</b>	<b>1,006,160</b>	<b>1,321,082</b>	<b>1,341,486</b>	<b>1,383,371</b>	<b>1,401,681</b>
<b>Cash used</b>					
Grants	3,552	15,848	7,090	7,139	7,172
Suppliers	3,878	(1,651)	(2,120)	(2,664)	(3,807)
Borrowing costs	3,483	5,456	5,347	5,911	6,538
Other	58,402	62,390	67,746	79,663	81,291
<b>Total cash used</b>	<b>69,315</b>	<b>82,043</b>	<b>78,063</b>	<b>90,049</b>	<b>91,194</b>
<b>Net cash from operating activities</b>	<b>936,845</b>	<b>1,239,039</b>	<b>1,263,423</b>	<b>1,293,322</b>	<b>1,310,487</b>
<b>Net increase in cash held</b>	<b>936,845</b>	<b>1,239,039</b>	<b>1,263,423</b>	<b>1,293,322</b>	<b>1,310,487</b>
Cash and cash equivalents at beginning of reporting period	1,782	1,641	1,965	1,965	1,965
Cash from Official Public Account for:					
- Appropriations	76,296	94,935	91,218	103,783	106,108
<b>Total cash from Official Public Account</b>	<b>76,296</b>	<b>94,935</b>	<b>91,218</b>	<b>103,783</b>	<b>106,108</b>
Cash to Official Public Account for:					
- Appropriations	(1,013,282)	(1,333,650)	(1,354,641)	(1,397,105)	(1,416,595)
<b>Total cash to Official Public Account</b>	<b>(1,013,282)</b>	<b>(1,333,650)</b>	<b>(1,354,641)</b>	<b>(1,397,105)</b>	<b>(1,416,595)</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>1,641</b>	<b>1,965</b>	<b>1,965</b>	<b>1,965</b>	<b>1,965</b>

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 2018-19* (page 169).

The ATO is seeking an additional \$26.9 million in departmental funding through Appropriation Bill (No. 3) 2018-19. This relates to an additional \$6.9 million for the following measures announced since *Budget 2018-19*:

- *Small Business Package – making it easier for business* (\$6.0 million);
- *Small Business Package – supporting small businesses with tax disputes* (\$1.0 million);
- *VET FEE-HELP Debts – additional student protection* (\$1.6 million);
- *Women’s Economic Security Package* (\$0.2 million); and
- *Revised start dates for tax measures* (a reduction of \$1.9 million).

The ATO has also reclassified \$20.0 million in operating funding from *Appropriation Act (No. 1) 2018-19* to Departmental Capital Budget, which will be appropriated through *Appropriation Bill (No. 3) 2018-19*.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the ATO at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bill No. 3*, Special Appropriations and Special Accounts.

**Table 1.1: Australian Taxation Office resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				
Prior year appropriations available (b)		373,262		373,262
Departmental appropriation	3,199,160	3,253,256	(13,054)	3,240,202
s74 External Revenue (c)	145,945	122,798	22,413	145,211
Departmental capital budget (d)	112,589	112,322	20,000	132,322
Annual appropriations - other services - non-operating (e)				
Prior year appropriations available (b)		17,408		17,408
Equity injection	27,890	28,055	-	28,055
<b>Total departmental annual appropriations</b>	<b>3,485,584</b>	<b>3,907,101</b>	<b>29,359</b>	<b>3,936,460</b>
Special accounts (f)				
Opening balance	4,080	3,507	(463)	3,044
Appropriation receipts (g)	14,463	18,008	(1,803)	16,205
<b>Total special accounts</b>	<b>18,543</b>	<b>21,515</b>	<b>(2,266)</b>	<b>19,249</b>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>18,543</i>	<i>21,515</i>	<i>(2,266)</i>	<i>19,249</i>
<b>Total departmental resourcing</b>	<b>3,485,584</b>	<b>3,907,101</b>	<b>29,359</b>	<b>3,936,460</b>

**Table 1.1: Australian Taxation Office Resource Statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Administered</b>				
Annual appropriations - ordinary annual services (a)	1,038	6,181	-	6,181
<b>Total administered annual appropriations</b>	<b>1,038</b>	<b>6,181</b>	<b>-</b>	<b>6,181</b>
Special appropriations				
<i>Public Governance, Performance and Accountability Act 2013 - s77</i>	93,475	100,000	-	100,000
<i>Product Grants and Benefits Administration Act 2000 - Product stewardship for oil</i>	76,574	89,000	(8,000)	81,000
<i>Superannuation Guarantee (Administration) Act 1992</i>	404,924	625,000	(43,000)	582,000
<i>Taxation Administration Act 1953 - section 16 (Non-refund items) (h)</i>	11,033,167	11,237,817	(61,890)	11,175,927
<b>Total administered special appropriations</b>	<b>11,608,140</b>	<b>12,051,817</b>	<b>(112,890)</b>	<b>11,938,927</b>
Special accounts (f)				
Opening balance	160,410	187,100	107,645	294,745
Appropriation receipts (g)	52,572	14,700	1,300	16,000
Non-appropriation receipts	4,261,352	6,717,000	(1,706,000)	5,011,000
<b>Total special account receipts</b>	<b>4,474,334</b>	<b>6,918,800</b>	<b>(1,597,055)</b>	<b>5,321,745</b>
<i>less administered appropriations drawn from annual/special appropriations and credited to special accounts</i>	(52,572)	(14,700)	(1,300)	(16,000)
<b>Total administered resourcing</b>	<b>16,136,084</b>	<b>18,991,498</b>	<b>(1,708,645)</b>	<b>17,282,853</b>
<b>Total resourcing for ATO</b>	<b>19,621,668</b>	<b>22,898,599</b>	<b>(1,679,286)</b>	<b>21,219,313</b>
			<i>Actual</i>	
			2017-18	2018-19
<b>Average staffing level (number)</b>			18,236	17,711

**Table 1.1: Australian Taxation Office resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

**Third party payments from and on behalf of other entities**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
Payments made to other entities for the provision of services (disclosed above)	179,528	185,677	(3,999)	181,678
Receipts received from other entities for the provision of services (disclosed above in s74 External Revenue section above)	105,305	116,320	2,254	118,574
Payments made to corporate entities within the Portfolio				
Reserve Bank of Australia	86,276	88,459	5,187	93,646

(a) *Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.*

(b) Estimated adjusted balance carried from previous year for annual appropriation.

(c) Estimated external 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) 2018-2019.*

(f) Excludes trust moneys held in Services for Other Entities and Trust Moneys (SOETM) and other special accounts. For further information on special accounts (excluding amounts held on trust), please see Table 3.1.

(g) Amounts credited to the special account from ATO's annual and special appropriations.

(h) These figures relate to administered expenses such as fuel tax credits, research and development tax incentives, and the Australian Screen Production Incentive. Tax refunds items for 2017-18 are \$95.9 billion including \$228 million made on behalf of the ATO by the Department of Home Affairs (DHA). Estimated tax refund items for 2018-19 are \$99.7 billion including \$310 million made on behalf of the ATO by the DHA.

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

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

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2018-19 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2 Entity 2018-19 measures since Budget**

	Program	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Expense measures (if applicable)</b>					
GST – compliance program – four year extension					
Departmental expenses	1.1	-	116,315	115,584	116,022
Modernising Business Registers – Gateway Review Process					
Departmental expenses	1.1	-	-	-	-
Revised start dates for tax measures					
Departmental expenses	1.1	(92)	(265)	90	(1)
Departmental expenses	1.4	(1,803)	946	1,125	-
Small Business Package – making it easier for business					
Departmental expenses	1.1	5,968	2,668	-	-
Small Business Package – supporting small businesses with tax disputes (a)					
Departmental expenses	1.1	1,016	5,240	7,823	7,869
Tax Compliance – extending data matching for card transactions and taxable government payments					
Departmental expenses	1.1	-	5,748	-	-
Tax Compliance – extending the Serious Financial Crime Taskforce					
Departmental expenses	1.1	-	45,115	45,423	45,688
VET FEE-HELP Debts – additional student protection					
Departmental expenses	1.1	1,622	951	623	-
Women's Economic Security Package					
Departmental expenses	1.1	235	14,607	12,979	12,716
<b>Total expense measures</b>					
Departmental		<b>6,946</b>	<b>191,325</b>	<b>183,647</b>	<b>182,294</b>
<b>Capital measures</b>					
GST – compliance program – four year extension					
Departmental capital	1.1	-	3,319	-	-
Women's Economic Security Package					
Departmental capital	1.1	-	885	-	-
<b>Total capital measures</b>					
Departmental		-	<b>4,204</b>	-	-

(a) Measure relates to a decision made post MYEFO.  
Prepared on a Government Financial Statistics (fiscal) basis.

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

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 2018-19 Budget in *Appropriation Bill No. 3*.

**Table 1.3: Additional Estimates and other variations to outcomes since the 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
GST – compliance program – four year extension					
Departmental expenses	1.1	-	116,315	115,584	116,022
Equity injection	1.1	-	3,319	-	-
Revised start dates for tax measures					
Departmental expenses	1.1	(92)	(265)	90	(1)
Departmental expenses	1.4	(1,803)	946	1,125	-
Small Business Package – making it easier for business					
Departmental expenses	1.1	5,968	2,668	-	-
Small Business Package – supporting small businesses with tax disputes (a)					
Departmental expenses	1.1	1,016	5,240	7,823	7,869
Tax Compliance – extending data matching for card transactions and taxable government payments					
Departmental expenses	1.1	-	5,748	-	-
Tax Compliance – extending the Serious Financial Crime Taskforce					
Departmental expenses	1.1	-	45,115	45,423	45,688
VET FEE-HELP Debts – additional student protection					
Departmental expenses	1.1	1,622	951	623	-
Women's Economic Security Package					
Departmental expenses	1.1	235	14,607	12,979	12,716
Equity injection	1.1	-	885	-	-
<b>Movement of Funds</b>					
Appropriation reclassification from operating budget to departmental capital budget					
Departmental appropriation	1.1	(20,000)	-	-	-
Departmental capital budget	1.1	20,000	-	-	-

**Table 1.3: Additional Estimates and other variations to outcomes since the 2018-19 Budget (continued)**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Other Variations</b>					
Transfer Register of Harm Prevention Charities to the ACNC					
Departmental appropriation	1.4	-	88	88	89
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>6,946</b>	<b>195,617</b>	<b>183,735</b>	<b>182,383</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>6,946</b>	<b>195,617</b>	<b>183,735</b>	<b>182,383</b>

(a) Measure relates to a decision made post MYEFO.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Australian Taxation Office through *Appropriation Bill No. 3*.

**Table 1.4 - Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1:</b> 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	3,311,749	3,365,578	3,392,524	26,946	-
<b>Total departmental</b>	<b>3,311,749</b>	<b>3,365,578</b>	<b>3,392,524</b>	<b>26,946</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>3,311,749</b>	<b>3,365,578</b>	<b>3,392,524</b>	<b>26,946</b>	<b>-</b>

## Section 2: Revisions to outcomes and planned performance

### 2.1 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

<b>Australian Financial Security Authority</b>
Program1.1 – Personal Insolvency and Trustee Services
<b>Contribution to Outcome 1 made by linked programs</b>
Australian Financial Security Authority exchanges information with the ATO and administers the bankruptcy notices and payment arrangements to support this service.
<b>Australian Prudential Regulation Authority</b>
Program1.1 – Australian Prudential Regulation Authority
<b>Contribution to Outcome 1 made by linked programs</b>
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.
<b>Australian Securities and Investments Commission</b>
Program1.1 – Australian Securities and Investment Commission
<b>Contribution to Outcome 1 made by linked programs</b>
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 the Standard Business Reporting program.



<p><b>Australian Transaction Reports and Analysis Centre</b></p>
<p>Program1.1 – AUSTRAC</p> <p><b>Contribution to Outcome 1 made by linked programs</b></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>
<p><b>Department of Education and Training</b></p>
<p>Program2.4 – Higher Education Loan Program</p> <p>Program2.8 – Building Skills and Capability</p> <p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>Department of Education and Training exchanges information with the ATO in relation to the Higher Education Loans Program and Trade Support Loans.</p>
<p><b>Department of the Environment and Energy</b></p>
<p>Program 1.6 – Management of Hazardous Wastes, Substances and Pollutants</p> <p>Program 2.1 – Reducing Australia’s Greenhouse Gas Emissions</p> <p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of the Environment and Energy (DoEE) works with the Australian Taxation Office in the following ways:</p> <ul style="list-style-type: none"> <li>• ATO administers financial aspects of the Product Stewardship for Oil program, pays the benefits on recycled motor oil and collects the levy on new oil entering the market from domestic sources.</li> <li>• DoEE shares information with the ATO to confirm trees meet certain conditions when a taxpayer claims a deduction under the Carbon Sink Forest measure.</li> </ul>
<p><b>Department of Health</b></p>
<p>Program 4.1 – Medical Benefits</p> <p>Program 4.4 – Private Health Insurance</p> <p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>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.</p>

<p><b>Department of Human Services</b></p> <p>Program 1.1 – Services to the Community – Social Security and Welfare          Program 1.2 – Services to the Community – Health          Program 1.3 – Child Support</p> <p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>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.</p>
<p><b>Department of Home Affairs</b></p> <p>Program 3.1 – Border-Revenue Collection</p> <p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>Department of Home Affairs exchanges information with the ATO, administers the Tourist Refund Scheme and collects border revenue for: Goods and Services Tax, Luxury Car Tax and Wine Equalisation Tax on behalf of the ATO.</p>
<p><b>Department of Industry, Innovation and Science</b></p> <p>Program 1 – Supporting Science and Commercialisation          Program 2 – Growing Business Investment and Improving Business Capability          Program 3 – Program Support</p> <p><b>Contribution to Outcome 1 made by linked programs</b></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><b>Department of the Treasury</b></p> <p>Program 1.1 – Department of the Treasury</p> <p><b>Contribution to Outcome 1 made by linked programs</b></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 proposals.</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**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: Australian Taxation Office</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	834	6,181	861	470	-
<b>Administered total</b>	<b>834</b>	<b>6,181</b>	<b>861</b>	<b>470</b>	<b>-</b>
Departmental expenses					
Departmental appropriations	3,065,934	3,055,085	3,117,015	2,910,796	2,908,411
s74 External Revenue (a)	137,795	142,211	124,632	128,479	129,226
Expenses not requiring appropriation in the Budget year (b)	220,868	198,169	199,851	174,135	148,687
<b>Departmental total</b>	<b>3,424,597</b>	<b>3,395,465</b>	<b>3,441,498</b>	<b>3,213,410</b>	<b>3,186,324</b>
<b>Total expenses for program 1.1</b>	<b>3,425,431</b>	<b>3,401,646</b>	<b>3,442,359</b>	<b>3,213,880</b>	<b>3,186,324</b>
<b>Program 1.2: Tax Practitioners Board</b>					
Departmental expenses					
Departmental appropriation	16,659	19,582	20,712	23,220	21,256
<b>Departmental total</b>	<b>16,659</b>	<b>19,582</b>	<b>20,712</b>	<b>23,220</b>	<b>21,256</b>
<b>Total expenses for program 1.2</b>	<b>16,659</b>	<b>19,582</b>	<b>20,712</b>	<b>23,220</b>	<b>21,256</b>
<b>Program 1.3: Australian Business Register</b>					
Departmental expenses					
Departmental appropriation	124,299	139,330	139,436	140,388	141,636
<b>Departmental total</b>	<b>124,299</b>	<b>139,330</b>	<b>139,436</b>	<b>140,388</b>	<b>141,636</b>
<b>Total expenses for program 1.3</b>	<b>124,299</b>	<b>139,330</b>	<b>139,436</b>	<b>140,388</b>	<b>141,636</b>
<b>Program 1.4: Australian Charities and Not-for-profits</b>					
Departmental expenses					
Special accounts <i>Australian Charities and Not-for-profits Commission Special Account</i>	15,925	16,205	16,096	18,069	17,678
<b>Departmental total</b>	<b>15,925</b>	<b>16,205</b>	<b>16,096</b>	<b>18,069</b>	<b>17,678</b>
<b>Total expenses for program 1.4</b>	<b>15,925</b>	<b>16,205</b>	<b>16,096</b>	<b>18,069</b>	<b>17,678</b>

Additional Estimates Statements - Australian Taxation Office

**Table 2.1.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.5: Australian Screen Production Incentive</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration</i>					
<i>Act 1953 - section 16</i>					
<i>(Non-refund items)</i>	291,952	455,000	379,000	369,000	381,000
<b>Administered Total</b>	<b>291,952</b>	<b>455,000</b>	<b>379,000</b>	<b>369,000</b>	<b>381,000</b>
<b>Total expenses for program 1.5</b>	<b>291,952</b>	<b>455,000</b>	<b>379,000</b>	<b>369,000</b>	<b>381,000</b>
<b>Program 1.6: Junior Minerals Exploration Incentive</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration</i>					
<i>Act 1953 - section 16</i>					
<i>(Non-refund items)</i>	8,500	28,300	27,600	27,600	-
<b>Administered Total</b>	<b>8,500</b>	<b>28,300</b>	<b>27,600</b>	<b>27,600</b>	<b>-</b>
<b>Total expenses for program 1.6</b>	<b>8,500</b>	<b>28,300</b>	<b>27,600</b>	<b>27,600</b>	<b>-</b>
<b>Program 1.7: Fuel Tax Credits Scheme</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration</i>					
<i>Act 1953 - section 16</i>					
<i>(Non-refund items)</i>	6,908,110	7,027,000	7,438,000	7,809,000	8,256,000
<b>Administered Total</b>	<b>6,908,110</b>	<b>7,027,000</b>	<b>7,438,000</b>	<b>7,809,000</b>	<b>8,256,000</b>
<b>Total expenses for program 1.7</b>	<b>6,908,110</b>	<b>7,027,000</b>	<b>7,438,000</b>	<b>7,809,000</b>	<b>8,256,000</b>
<b>Program 1.8 National Rental Affordability Scheme</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration</i>					
<i>Act 1953 - section 16</i>					
<i>(Non-refund items)</i>	189,401	150,627	183,534	181,583	170,171
<b>Administered Total</b>	<b>189,401</b>	<b>150,627</b>	<b>183,534</b>	<b>181,583</b>	<b>170,171</b>
<b>Total expenses for program 1.8</b>	<b>189,401</b>	<b>150,627</b>	<b>183,534</b>	<b>181,583</b>	<b>170,171</b>

**Table 2.1.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.9: Product Stewardship for Oil</b>					
Administered expenses					
Special appropriations					
<i>Product Grants and     Benefits Administration     Act 2000 - product     stewardship (oil)     benefits</i>	73,717	81,000	90,000	93,000	94,000
<b>Administered Total</b>	<b>73,717</b>	<b>81,000</b>	<b>90,000</b>	<b>93,000</b>	<b>94,000</b>
<b>Total expenses for program 1.9</b>	<b>73,717</b>	<b>81,000</b>	<b>90,000</b>	<b>93,000</b>	<b>94,000</b>
<b>Program 1.10: Research and Development Tax Incentive</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	2,092,954	2,197,000	2,362,000	2,457,000	2,576,000
<b>Administered Total</b>	<b>2,092,954</b>	<b>2,197,000</b>	<b>2,362,000</b>	<b>2,457,000</b>	<b>2,576,000</b>
<b>Total expenses for program 1.10</b>	<b>2,092,954</b>	<b>2,197,000</b>	<b>2,362,000</b>	<b>2,457,000</b>	<b>2,576,000</b>
<b>Program 1.11: Low Income Superannuation Tax Offset</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	772,195	792,000	787,000	780,000	780,000
<b>Administered Total</b>	<b>772,195</b>	<b>792,000</b>	<b>787,000</b>	<b>780,000</b>	<b>780,000</b>
<b>Total expenses for program 1.11</b>	<b>772,195</b>	<b>792,000</b>	<b>787,000</b>	<b>780,000</b>	<b>780,000</b>
<b>Program 1.12: Private Health Insurance Rebate</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	265,768	223,000	261,000	271,000	282,000
<b>Administered Total</b>	<b>265,768</b>	<b>223,000</b>	<b>261,000</b>	<b>271,000</b>	<b>282,000</b>
<b>Total expenses for program 1.12</b>	<b>265,768</b>	<b>223,000</b>	<b>261,000</b>	<b>271,000</b>	<b>282,000</b>

**Table 2.1.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.13: Superannuation Co-Contribution Scheme</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	109,371	128,000	127,000	127,000	124,000
<b>Administered Total</b>	<b>109,371</b>	<b>128,000</b>	<b>127,000</b>	<b>127,000</b>	<b>124,000</b>
<b>Total expenses for program 1.13</b>	<b>109,371</b>	<b>128,000</b>	<b>127,000</b>	<b>127,000</b>	<b>124,000</b>
<b>Program 1.14: Superannuation Guarantee Scheme</b>					
Administered expenses					
Special appropriations					
<i>Superannuation     Guarantee     (Administration) Act     1992</i>	628,083	582,000	391,000	405,000	420,000
<b>Administered Total</b>	<b>628,083</b>	<b>582,000</b>	<b>391,000</b>	<b>405,000</b>	<b>420,000</b>
<b>Total expenses for program 1.14</b>	<b>628,083</b>	<b>582,000</b>	<b>391,000</b>	<b>405,000</b>	<b>420,000</b>
<b>Program 1.15: Targeted assistance through the taxation system</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	19,909	13,000	248,000	19,000	19,000
<b>Administered Total</b>	<b>19,909</b>	<b>13,000</b>	<b>248,000</b>	<b>19,000</b>	<b>19,000</b>
<b>Total expenses for program 1.15</b>	<b>19,909</b>	<b>13,000</b>	<b>248,000</b>	<b>19,000</b>	<b>19,000</b>
<b>Program 1.16: Interest on Overpayment and Early payments for tax</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration     Act 1953 - section 16     (Non-refund items)</i>	104,808	155,000	155,000	155,000	155,000
<b>Administered Total</b>	<b>104,808</b>	<b>155,000</b>	<b>155,000</b>	<b>155,000</b>	<b>155,000</b>
<b>Total expenses for program 1.16</b>	<b>104,808</b>	<b>155,000</b>	<b>155,000</b>	<b>155,000</b>	<b>155,000</b>

**Table 2.1.1 Budgeted expenses for Outcome 1 (continued)**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.17: Bad and Doubtful Debts, Provisions and Remissions</b>					
Administered expenses					
Expenses not requiring appropriation in Budget year (b)	7,485,073	7,657,000	7,510,000	7,515,000	8,057,000
<b>Administered Total</b>	<b>7,485,073</b>	<b>7,657,000</b>	<b>7,510,000</b>	<b>7,515,000</b>	<b>8,057,000</b>
<b>Total expenses for program 1.17</b>	<b>7,485,073</b>	<b>7,657,000</b>	<b>7,510,000</b>	<b>7,515,000</b>	<b>8,057,000</b>
<b>Program 1.18: Other Administered</b>					
Administered expenses					
Special appropriations					
<i>Taxation Administration Act 1953 - section 16 (Non-refund items)</i>	(14,523)	7,000	7,000	7,000	7,000
<b>Administered Total</b>	<b>(14,523)</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>
<b>Total expenses for program 1.18</b>	<b>(14,523)</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	834	6,181	861	470	-
Special appropriations	11,450,246	11,838,927	12,456,134	12,701,183	13,264,171
Expenses not requiring appropriation in the Budget year (b)	7,485,073	7,657,000	7,510,000	7,515,000	8,057,000
<b>Administered total</b>	<b>18,936,153</b>	<b>19,502,108</b>	<b>19,966,995</b>	<b>20,216,653</b>	<b>21,321,171</b>
Departmental expenses					
Departmental appropriation	3,206,892	3,213,997	3,277,163	3,074,404	3,071,303
s74 External Revenue (a)	137,795	142,211	124,632	128,479	129,226
Special accounts	15,925	16,205	16,096	18,069	17,678
Expenses not requiring appropriation in the Budget year (b)	220,868	198,169	199,851	174,135	148,687
<b>Departmental total</b>	<b>3,581,480</b>	<b>3,570,582</b>	<b>3,617,742</b>	<b>3,395,087</b>	<b>3,366,894</b>
<b>Total expenses for Outcome 1</b>	<b>22,517,633</b>	<b>23,072,690</b>	<b>23,584,737</b>	<b>23,611,740</b>	<b>24,688,065</b>
<b>Average staffing level (number)</b>	<b>2017-18</b> 18,236	<b>2018-19</b> 17,711			

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

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

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
Australian Charities and Not-for-Profits Commission Special Account (D)						
<b>2018-19</b>	<b>1</b>	<b>3,044</b>	<b>16,205</b>	<b>(16,133)</b>	-	<b>3,116</b>
<i>2017-18</i>		<i>4,080</i>	<i>14,463</i>	<i>(15,499)</i>	-	<i>3,044</i>
Services for Other Entities and Trust Moneys Special Account (A)						
<b>2018-19</b>	<b>1</b>	<b>2,290</b>	<b>5,000</b>	<b>(5,000)</b>	-	<b>2,290</b>
<i>2017-18</i>		<i>2,172</i>	<i>5,968</i>	<i>(5,850)</i>	-	<i>2,290</i>
Superannuation Clearing House Special Account (A)						
<b>2018-19</b>	<b>1</b>	<b>188,527</b>	<b>5,011,000</b>	<b>(4,866,000)</b>	-	<b>333,527</b>
<i>2017-18</i>		<i>65,566</i>	<i>4,261,352</i>	<i>(4,138,391)</i>	-	<i>188,527</i>
Superannuation Holding Accounts Special Account (A)						
<b>2018-19</b>	<b>1</b>	<b>106,218</b>	<b>16,000</b>	<b>(24,800)</b>	-	<b>97,418</b>
<i>2017-18</i>		<i>94,844</i>	<i>52,572</i>	<i>(41,198)</i>	-	<i>106,218</i>
<b>Total special accounts 2018-19 Budget estimate</b>		<b>300,079</b>	<b>5,048,205</b>	<b>(4,911,933)</b>	-	<b>436,351</b>
<i>Total special accounts 2017-18 actual</i>		<i>166,662</i>	<i>4,334,355</i>	<i>(4,200,938)</i>	-	<i>300,079</i>

(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**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	1,977,679	1,976,812	1,991,965	1,885,899	1,887,226
Suppliers	1,384,067	1,401,601	1,438,926	1,348,053	1,343,981
Depreciation and amortisation	197,626	192,169	186,851	161,135	135,687
Finance costs	1,303	-	-	-	-
Write-down and impairment of assets	20,242	-	-	-	-
Other expenses	563	-	-	-	-
<b>Total expenses</b>	<b>3,581,480</b>	<b>3,570,582</b>	<b>3,617,742</b>	<b>3,395,087</b>	<b>3,366,894</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	107,924	108,901	91,971	95,508	95,639
Rental income	29,871	23,310	22,661	22,971	23,587
Other revenue	9,471	13,000	13,000	13,000	13,000
<b>Total own-source revenue</b>	<b>147,266</b>	<b>145,211</b>	<b>127,632</b>	<b>131,479</b>	<b>132,226</b>
<b>Gains</b>					
Other gains	10	-	-	-	-
<b>Total gains</b>	<b>10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income</b>	<b>147,276</b>	<b>145,211</b>	<b>127,632</b>	<b>131,479</b>	<b>132,226</b>
<b>Net cost of / (contribution by) services</b>	<b>(3,434,204)</b>	<b>(3,425,371)</b>	<b>(3,490,110)</b>	<b>(3,263,608)</b>	<b>(3,234,668)</b>
Revenue from Government	3,199,160	3,240,202	3,303,259	3,102,473	3,098,981
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(235,044)</b>	<b>(185,169)</b>	<b>(186,851)</b>	<b>(161,135)</b>	<b>(135,687)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	(118)	-	-	-	-
<b>Total other comprehensive income</b>	<b>(118)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(235,162)</b>	<b>(185,169)</b>	<b>(186,851)</b>	<b>(161,135)</b>	<b>(135,687)</b>

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

**Note: Impact of net cash appropriation arrangements**

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>(49,150)</b>	<b>7,000</b>	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	186,012	192,169	186,851	161,135	135,687
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(235,162)</b>	<b>(185,169)</b>	<b>(186,851)</b>	<b>(161,135)</b>	<b>(135,687)</b>

(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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	28,944	29,016	29,073	29,131	29,190
Trade and other receivables	463,812	524,988	538,156	529,611	515,626
<b>Total financial assets</b>	<b>492,756</b>	<b>554,004</b>	<b>567,229</b>	<b>558,742</b>	<b>544,816</b>
<b>Non-financial assets</b>					
Land and buildings	195,175	176,810	205,814	231,981	260,819
Property, plant and equipment	73,017	61,704	60,329	59,947	66,650
Intangibles	520,746	513,104	425,831	364,080	319,767
Other non-financial assets	89,544	87,377	87,367	87,727	87,938
<b>Total non-financial assets</b>	<b>878,482</b>	<b>838,995</b>	<b>779,341</b>	<b>743,735</b>	<b>735,174</b>
Assets held for sale					
<b>Total assets</b>	<b>1,371,238</b>	<b>1,392,999</b>	<b>1,346,570</b>	<b>1,302,477</b>	<b>1,279,990</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	384,402	392,792	395,375	394,867	388,033
Employees	44,529	16,250	32,333	38,859	45,247
Other payables	84,619	82,909	87,820	84,113	80,341
<b>Total payables</b>	<b>513,550</b>	<b>491,951</b>	<b>515,528</b>	<b>517,839</b>	<b>513,621</b>
<b>Interest bearing liabilities</b>					
Leases	10,859	-	-	-	-
<b>Total interest bearing liabilities</b>	<b>10,859</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Provisions</b>					
Employee provisions	672,872	754,266	749,870	743,398	737,069
Other provisions	29,881	27,013	24,047	20,981	17,813
<b>Total provisions</b>	<b>702,753</b>	<b>781,279</b>	<b>773,917</b>	<b>764,379</b>	<b>754,882</b>
Liabilities included in disposal groups held for sale					
<b>Total liabilities</b>	<b>1,227,162</b>	<b>1,273,230</b>	<b>1,289,445</b>	<b>1,282,218</b>	<b>1,268,503</b>
<b>Net assets</b>	<b>144,076</b>	<b>119,769</b>	<b>57,125</b>	<b>20,259</b>	<b>11,487</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	1,550,110	1,710,487	1,834,694	1,958,963	2,085,878
Reserves	115,401	115,401	115,401	115,401	115,401
Retained surplus / (accumulated deficit)	(1,521,435)	(1,706,119)	(1,892,970)	(2,054,105)	(2,189,792)
<b>Total parent entity interest</b>	<b>144,076</b>	<b>119,769</b>	<b>57,125</b>	<b>20,259</b>	<b>11,487</b>
<b>Total Equity</b>	<b>144,076</b>	<b>119,769</b>	<b>57,125</b>	<b>20,259</b>	<b>11,487</b>

(a) 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 (2018-19 Budget year)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity / capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2018</b>				
Balance carried forward from previous period	(1,520,950)	115,401	1,550,110	144,561
<b>Adjusted opening balance</b>	<b>(1,520,950)</b>	<b>115,401</b>	<b>1,550,110</b>	<b>144,561</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(185,169)	-	-	(185,169)
<b>Total comprehensive income</b>	<b>(185,169)</b>	<b>-</b>	<b>-</b>	<b>(185,169)</b>
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	28,055	28,055
Departmental Capital Budget (DCB)	-	-	132,322	132,322
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>160,377</b>	<b>160,377</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(1,706,119)</b>	<b>115,401</b>	<b>1,710,487</b>	<b>119,769</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	3,125,100	3,173,630	3,288,803	3,109,584	3,113,284
Receipts from Government	257,660	-	-	-	-
Sale of goods and rendering of services	125,228	142,208	124,585	128,077	128,884
Net GST received	136,635	153,041	142,154	132,739	131,479
<b>Total cash received</b>	<b>3,644,623</b>	<b>3,468,879</b>	<b>3,555,542</b>	<b>3,370,400</b>	<b>3,373,647</b>
<b>Cash used</b>					
Employees	1,908,100	1,926,105	1,978,265	1,892,481	1,893,895
Suppliers	1,412,867	1,390,212	1,433,398	1,346,059	1,348,243
Borrowing costs	706	-	-	-	-
Net GST paid	-	147,649	140,822	130,902	131,450
s74 External Revenue transferred to the OPA	281,806	-	-	-	-
<b>Total cash used</b>	<b>3,603,479</b>	<b>3,463,966</b>	<b>3,552,485</b>	<b>3,369,442</b>	<b>3,373,588</b>
<b>Net cash from / (used by) operating activities</b>	<b>41,144</b>	<b>4,913</b>	<b>3,057</b>	<b>958</b>	<b>59</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	1	-	-	-	-
<b>Total cash received</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, and equipment and intangibles	177,973	165,218	127,207	125,169	126,915
<b>Total cash used</b>	<b>177,973</b>	<b>165,218</b>	<b>127,207</b>	<b>125,169</b>	<b>126,915</b>
<b>Net cash from / (used by) investing activities</b>	<b>(177,972)</b>	<b>(165,218)</b>	<b>(127,207)</b>	<b>(125,169)</b>	<b>(126,915)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	153,288	160,377	124,207	124,269	126,915
<b>Total cash received</b>	<b>153,288</b>	<b>160,377</b>	<b>124,207</b>	<b>124,269</b>	<b>126,915</b>
<b>Cash used</b>					
Other	10,631	-	-	-	-
<b>Total cash used</b>	<b>10,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from/(used by) financing activities</b>	<b>142,657</b>	<b>160,377</b>	<b>124,207</b>	<b>124,269</b>	<b>126,915</b>
<b>Net increase/(decrease) in cash held</b>	<b>5,829</b>	<b>72</b>	<b>57</b>	<b>58</b>	<b>59</b>
Cash and cash equivalents at the beginning of the reporting period	23,115	28,944	29,016	29,073	29,131
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>28,944</b>	<b>29,016</b>	<b>29,073</b>	<b>29,131</b>	<b>29,190</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	112,589	132,322	118,455	119,223	119,884
Equity injections - Act No. 2 and Bill 4	27,890	28,055	5,752	5,046	7,031
<b>Total new capital appropriations</b>	<b>140,479</b>	<b>160,377</b>	<b>124,207</b>	<b>124,269</b>	<b>126,915</b>
<b>Provided for:</b>					
Purchase of non-financial assets	140,479	160,377	124,207	124,269	126,915
<b>Total Items</b>	<b>140,479</b>	<b>160,377</b>	<b>124,207</b>	<b>124,269</b>	<b>126,915</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	59,465	25,896	8,752	5,946	7,031
Funded by capital appropriation - DCB (b)	139,938	132,322	118,455	119,223	119,884
Funded internally from departmental resources (c)	-	7,000	-	-	-
<b>TOTAL AMOUNT SPENT</b>	<b>199,403</b>	<b>165,218</b>	<b>127,207</b>	<b>125,169</b>	<b>126,915</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	199,403	165,218	127,207	125,169	126,915
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>199,403</b>	<b>165,218</b>	<b>127,207</b>	<b>125,169</b>	<b>126,915</b>

(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 funding from s74 External Revenue.

Prepared on Australian Accounting Standards basis.

**Table 3.7: Statement of asset movements (2018-19 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>				
Gross book value	255,096	94,852	1,598,704	1,948,652
Accumulated depreciation/ amortisation and impairment	(59,921)	(32,204)	(1,077,958)	(1,170,083)
<b>Opening net book balance</b>	<b>195,175</b>	<b>62,648</b>	<b>520,746</b>	<b>778,569</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity (a)	-	-	25,896	25,896
By purchase - appropriation ordinary annual services (b)	8,865	14,030	116,427	139,322
<b>Total additions</b>	<b>8,865</b>	<b>14,030</b>	<b>142,323</b>	<b>165,218</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(27,230)	(14,974)	(149,965)	(192,169)
<b>Total other movements</b>	<b>(27,230)</b>	<b>(14,974)</b>	<b>(149,965)</b>	<b>(192,169)</b>
<b>As at 30 June 2019</b>				
Gross book value	263,961	108,882	1,741,027	2,113,870
Accumulated depreciation/amortisation and impairment	(87,151)	(47,178)	(1,227,923)	(1,362,252)
<b>Closing net book balance</b>	<b>176,810</b>	<b>61,704</b>	<b>513,104</b>	<b>751,618</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2018-2019* and *Bill (No.4) 2018-2019*, including CDABs.

(b) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2018-19* and *Bill (No.3) 2018-19* 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)**

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Suppliers	834	6,181	861	470	-
Subsidies	9,549,753	9,945,927	10,487,134	10,944,183	11,484,171
Personal benefits	1,147,691	1,143,000	1,175,000	1,178,000	1,186,000
Penalty and interest charge remission expense	1,976,266	1,430,000	1,490,000	1,590,000	1,680,000
Write-down and impairment of assets	5,508,807	6,227,000	6,020,000	5,925,000	6,377,000
Interest on overpayments	104,808	155,000	155,000	155,000	155,000
Superannuation guarantee charge	628,083	582,000	391,000	405,000	420,000
Other expenses	19,909	13,000	248,000	19,000	19,000
<b>Total expenses administered on behalf of Government</b>	<b>18,936,151</b>	<b>19,502,108</b>	<b>19,966,995</b>	<b>20,216,653</b>	<b>21,321,171</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Income tax	312,936,011	337,468,595	346,649,364	367,496,635	389,715,070
Indirect tax	89,683,235	94,315,000	97,865,100	102,836,600	108,104,600
Other taxes	3,027,882	3,076,000	3,011,600	3,099,600	3,219,000
<b>Total taxation revenue</b>	<b>405,647,128</b>	<b>434,859,595</b>	<b>447,526,064</b>	<b>473,432,835</b>	<b>501,038,670</b>
<b>Non-taxation revenue</b>					
Unclaimed Superannuation Monies	158,154	242,000	322,000	172,000	172,000
Other revenue	13,192	3,300	4,700	7,100	5,000
<b>Total non-taxation revenue</b>	<b>171,346</b>	<b>245,300</b>	<b>326,700</b>	<b>179,100</b>	<b>177,000</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>405,818,474</b>	<b>435,104,895</b>	<b>447,852,764</b>	<b>473,611,935</b>	<b>501,215,670</b>
<b>Total own-source income administered on behalf of Government</b>	<b>405,818,474</b>	<b>435,104,895</b>	<b>447,852,764</b>	<b>473,611,935</b>	<b>501,215,670</b>
<b>Net cost of/(contribution by) services</b>	<b>(386,882,323)</b>	<b>(415,602,787)</b>	<b>(427,885,769)</b>	<b>(453,395,282)</b>	<b>(479,894,499)</b>
<b>Surplus/(deficit) before income tax</b>	<b>386,882,323</b>	<b>415,602,787</b>	<b>427,885,769</b>	<b>453,395,282</b>	<b>479,894,499</b>
<b>Surplus/(deficit) after income tax</b>	<b>386,882,323</b>	<b>415,602,787</b>	<b>427,885,769</b>	<b>453,395,282</b>	<b>479,894,499</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>386,882,323</b>	<b>415,602,787</b>	<b>427,885,769</b>	<b>453,395,282</b>	<b>479,894,499</b>



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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	406,274	406,274	406,274	406,274	406,274
<b>Total financial assets</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>
<b>Non-financial assets</b>					
Taxation receivables	22,567,669	24,571,669	26,188,769	27,034,369	28,146,969
Other receivables	3,091	3,091	3,091	3,091	3,091
Accrued revenue	14,274,258	14,989,258	15,434,258	16,224,258	17,074,258
<b>Total non-financial assets</b>	<b>36,845,018</b>	<b>39,564,018</b>	<b>41,626,118</b>	<b>43,261,718</b>	<b>45,224,318</b>
<b>Total assets administered on behalf of Government</b>	<b>37,251,292</b>	<b>39,970,292</b>	<b>42,032,392</b>	<b>43,667,992</b>	<b>45,630,592</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Subsidies	20,282	20,282	20,282	20,282	20,282
Personal benefits	15,494	15,494	15,494	15,494	15,494
Superannuation guarantee charge	33,397	33,397	33,397	33,397	33,397
Taxation refunds due	1,007,219	1,007,219	1,007,219	1,007,219	1,007,219
Superannuation holding account	106,218	106,218	97,418	97,818	102,518
Other payables	174	(8,626)	574	4,874	5,274
<b>Total payables</b>	<b>1,182,784</b>	<b>1,173,984</b>	<b>1,174,384</b>	<b>1,179,084</b>	<b>1,184,184</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Provisions</b>					
Subsidies	3,909,658	3,733,884	3,829,459	3,937,359	4,038,152
Personal Benefits	1,222,922	1,202,922	1,212,922	1,223,922	1,232,922
Income taxation refunds provided for	2,194,983	2,174,983	2,174,983	2,174,983	2,174,983
Indirect taxation refunds provided for	294,972	294,972	294,972	294,972	294,972
Superannuation guarantee payments	853,612	967,612	954,612	997,612	1,042,612
Unclaimed superannuation payments	746,000	640,000	2,571,000	1,687,000	1,384,000
Targeted Assistance through the Taxation Program	78,000	76,000	177,000	163,000	154,000
Provision for interest on overpayment of taxes	68	68	68	68	68
<b>Total provisions</b>	<b>9,300,215</b>	<b>9,090,441</b>	<b>11,215,016</b>	<b>10,478,916</b>	<b>10,321,709</b>
<b>Total liabilities administered on behalf of Government</b>	<b>10,482,999</b>	<b>10,264,425</b>	<b>12,389,400</b>	<b>11,658,000</b>	<b>11,505,893</b>
<b>Net assets/(liabilities)</b>	<b>26,768,293</b>	<b>29,705,867</b>	<b>29,642,992</b>	<b>32,009,992</b>	<b>34,124,699</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Taxes	394,930,000	424,463,595	438,103,964	464,277,235	491,014,070
Other	2,165,980	130,500	2,108,100	(695,200)	(115,900)
<b>Total cash received</b>	<b>397,095,980</b>	<b>424,594,095</b>	<b>440,212,064</b>	<b>463,582,035</b>	<b>490,898,170</b>
<b>Cash used</b>					
Subsidies paid	9,833,860	10,121,701	10,391,559	10,836,283	11,383,378
Personal benefits	1,153,526	1,163,000	1,165,000	1,167,000	1,177,000
Suppliers	663	6,181	861	470	-
Borrowing costs	104,740	155,000	155,000	155,000	155,000
Other	418,000	483,000	551,000	395,000	403,000
<b>Total cash used</b>	<b>11,510,789</b>	<b>11,928,882</b>	<b>12,263,420</b>	<b>12,553,753</b>	<b>13,118,378</b>
<b>Net cash from / (used by) operating activities</b>	<b>385,585,191</b>	<b>412,665,213</b>	<b>427,948,644</b>	<b>451,028,282</b>	<b>477,779,792</b>
<b>Net increase/(decrease) in cash held</b>	<b>385,585,191</b>	<b>412,665,213</b>	<b>427,948,644</b>	<b>451,028,282</b>	<b>477,779,792</b>
Cash and cash equivalents at beginning of reporting period	438,708	406,274	406,274	406,274	406,274
Cash from Official Public Account for:					
- Appropriations	107,492,946	12,028,882	12,363,420	12,653,753	13,218,378
- Special Accounts	41,198	24,800	10,900	11,000	11,400
<b>Total cash from Official Public Account</b>	<b>107,534,144</b>	<b>12,053,682</b>	<b>12,374,320</b>	<b>12,664,753</b>	<b>13,229,778</b>
Cash to Official Public Account for:					
- Appropriations	(493,099,197)	(424,702,895)	(440,311,664)	(463,677,335)	(490,993,070)
- Special Accounts	(52,572)	(16,000)	(11,300)	(15,700)	(16,500)
<b>Total cash to Official Public Account</b>	<b>(493,151,769)</b>	<b>(424,718,895)</b>	<b>(440,322,964)</b>	<b>(463,693,035)</b>	<b>(491,009,570)</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>	<b>406,274</b>

Prepared on Australian Accounting Standards basis.



# OFFICE OF THE AUSTRALIAN ACCOUNTING STANDARDS BOARD

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# OFFICE OF THE AUSTRALIAN ACCOUNTING STANDARDS BOARD

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Australian Accounting Standards Board (AASB) from that outlined in the *Portfolio Budget Statements 2018-19* (page 271).

The AASB is seeking an additional \$0.079 million in department funding through *Appropriation Bill (No. 3) 2018-19*. This is offset in a reduction in the capital appropriation Bill for the same value. The reclassification was agreed during MYEFO and is to support the AASB ICT strategy.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for entity AASB at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bill No. 3*.

**Table 1.1: Entity Office of the Australian Accounting Standards Board resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	<i>2017-18 \$'000</i>	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				-
Prior year appropriations available (b)	1,281	2,039	-	2,039
Departmental appropriation s74 External Revenue (c)	3,451	3,518	79	3,597
Departmental capital budget (d)	1,381	1,127		1,127
Departmental capital budget (d)	79	79	(79)	-
<i>Total departmental annual appropriations</i>	<i>6,192</i>	<i>6,763</i>	<i>-</i>	<i>6,763</i>
<b>Total departmental resourcing</b>	<b>6,192</b>	<b>6,763</b>	<b>-</b>	<b>6,763</b>
<b>Total resourcing for AASB</b>	<b>6,192</b>	<b>6,763</b>	<b>-</b>	<b>6,763</b>
			<i>Actual 2017-18</i>	2018-19
<b>Average staffing level (number)</b>			<b>22</b>	<b>22</b>

(a) Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.

(b) Excludes \$0.079 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 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.

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.

### 1.3 ENTITY MEASURES

No measures are relevant.

### 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for entity AASB at Additional Estimates, by outcome. Table 1.2 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in *Appropriation Bills No. 3*.



**Table 1.2: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
Annual appropriations					
Changes in Parameters	1.1				
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>79</b>	-	-	-
<b>Total net impact on appropriations for Outcome 1</b>		<b>79</b>	-	-	-

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for entity AASB through *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1 - The formulation and making of accounting standards that are used by Australian entities to prepare financial reports and enable users of these reports to make informed decisions.</b>	3,537	3,518	3,597	79	
<b>Total departmental</b>	<b>3,537</b>	<b>3,518</b>	<b>3,597</b>	<b>79</b>	-

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

There has been no change to the outcome or outcome strategy for the AASB from that included in the *Portfolio Budget Statements 2018-19* (Page 275).

#### Budgeted expenses for Outcome 1

<b>Outcome 1:</b>
The formulation and making of accounting standards that are used by Australian entities to prepare financial reports and enable users of these reports to make informed decisions.

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome.

**Table 2.1 Budgeted expenses for Outcome 1**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: AASB</b>					
Departmental expenses					
Departmental appropriations	3,293	3,597	3,522	3,547	3,568
s74 External Revenue (a)	1,272	1,127	1,124	1,136	1,153
Expenses not requiring appropriation in the Budget year (b)	116	171	173	176	178
<b>Departmental total</b>	<b>4,681</b>	<b>4,895</b>	<b>4,819</b>	<b>4,859</b>	<b>4,899</b>
<b>Total expenses for program 1.1</b>	<b>4,681</b>	<b>4,895</b>	<b>4,819</b>	<b>4,859</b>	<b>4,899</b>

	2017-18	2018-19
<b>Average staffing level (number)</b>	22	22

(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, audit fees and resources received free of charge.

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

**Table 2.2: Performance criteria for Outcome 1**

There has been no change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2018-19*.

## Section 3: Special account flows and budgeted financial statements

### 3.1 SPECIAL ACCOUNT FLOWS

The AASB does not have any special accounts.

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

The AASB is budgeting for a breakeven result in 2018-19.

#### 3.2.2 Budgeted financial statements

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	2,958	3,223	3,255	3,320	3,386
Suppliers	1,674	1,617	1,509	1,484	1,458
Grants					
Depreciation and amortisation	48	55	55	55	55
<b>Total expenses</b>	<b>4,680</b>	<b>4,895</b>	<b>4,819</b>	<b>4,859</b>	<b>4,899</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	898	627	624	636	653
Other revenue	500	500	500	500	500
<b>Total own-source revenue</b>	<b>1,398</b>	<b>1,127</b>	<b>1,124</b>	<b>1,136</b>	<b>1,153</b>
<b>Gains</b>					
Sale of assets	(10)				
Other gains	-	116	118	121	123
<b>Total gains</b>	<b>(10)</b>	<b>116</b>	<b>118</b>	<b>121</b>	<b>123</b>
<b>Total own-source income</b>	<b>1,388</b>	<b>1,243</b>	<b>1,242</b>	<b>1,257</b>	<b>1,276</b>
<b>Net cost of / (contribution by) services</b>	<b>(3,292)</b>	<b>(3,652)</b>	<b>(3,577)</b>	<b>(3,602)</b>	<b>(3,623)</b>
Revenue from Government	3,533	3,597	3,522	3,547	3,568
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>241</b>	<b>(55)</b>	<b>(55)</b>	<b>(55)</b>	<b>(55)</b>
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>241</b>	<b>(55)</b>	<b>(55)</b>	<b>(55)</b>	<b>(55)</b>

(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 3.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	8	47	132	132	132
Trade and other receivables	2,302	2,278	2,195	2,195	2,196
<b>Total financial assets</b>	<b>2,310</b>	<b>2,325</b>	<b>2,327</b>	<b>2,327</b>	<b>2,328</b>
<b>Non-financial assets</b>					
Land and buildings					
Property, plant and equipment	173	82	70	98	126
Intangibles	-	35	71	67	63
Other non-financial assets	53	49	46	44	42
<b>Total non-financial assets</b>	<b>226</b>	<b>166</b>	<b>187</b>	<b>209</b>	<b>231</b>
<b>Total assets</b>	<b>2,536</b>	<b>2,491</b>	<b>2,514</b>	<b>2,536</b>	<b>2,559</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	174	304	282	280	278
Other payables	249	12	33	33	33
<b>Total payables</b>	<b>423</b>	<b>316</b>	<b>315</b>	<b>313</b>	<b>311</b>
<b>Provisions</b>					
Employee provisions	297	414	414	414	414
<b>Total provisions</b>	<b>297</b>	<b>414</b>	<b>414</b>	<b>414</b>	<b>414</b>
<b>Total liabilities</b>	<b>720</b>	<b>730</b>	<b>729</b>	<b>727</b>	<b>725</b>
<b>Net assets</b>	<b>1,816</b>	<b>1,761</b>	<b>1,785</b>	<b>1,809</b>	<b>1,834</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	681	681	760	839	919
Retained surplus / (accumulated deficit)	1,135	1,080	1,025	970	915
<b>Total Equity</b>	<b>1,816</b>	<b>1,761</b>	<b>1,785</b>	<b>1,809</b>	<b>1,834</b>

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

**Table 3.3: Departmental statement of changes in equity — summary of movement (Budget Year 2018-19)**

	Retained earnings	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2018</b>			
Balance carried forward from previous period	1,135	681	1,816
<b>Adjusted opening balance</b>	<b>1,135</b>	<b>681</b>	<b>1,816</b>
<b>Comprehensive income</b>			
Surplus/(deficit) for the period	(55)	-	(55)
<b>Total comprehensive income</b>	<b>(55)</b>	<b>-</b>	<b>(55)</b>
<b>Transactions with owners</b>			
<b>Contributions by owners</b>			
Departmental Capital Budget (DCB)	-	-	-
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>
Transfers between equity components			-
<b>Estimated closing balance as at 30 June 2019</b>	<b>1,080</b>	<b>681</b>	<b>1,761</b>
Less: non-controlling interests*			-
<b>Closing balance attributable to the Australian Government</b>	<b>1,080</b>	<b>681</b>	<b>1,761</b>

Prepared on Australian Accounting Standards basis

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	2,929	3,624	3,609	3,547	3,567
Sale of goods and rendering of services	1,045	627	624	636	653
Other	665	498	497	500	500
<b>Total cash received</b>	<b>4,639</b>	<b>4,749</b>	<b>4,730</b>	<b>4,683</b>	<b>4,720</b>
<b>Cash used</b>					
Employees	2,799	3,231	3,255	3,320	3,386
Suppliers	2,035	1,488	1,410	1,363	1,335
Other	-	(9)	(20)		
<b>Total cash used</b>	<b>4,834</b>	<b>4,710</b>	<b>4,645</b>	<b>4,683</b>	<b>4,721</b>
<b>Net cash from / (used by) operating activities</b>	<b>(195)</b>	<b>39</b>	<b>85</b>	<b>-</b>	<b>(1)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, and equipment and intangibles	124	-	79	79	79
<b>Total cash used</b>	<b>124</b>	<b>-</b>	<b>79</b>	<b>79</b>	<b>79</b>
<b>Net cash from / (used by) investing activities</b>	<b>(124)</b>	<b>-</b>	<b>(79)</b>	<b>(79)</b>	<b>(79)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	42		79	79	80
<b>Total cash received</b>	<b>42</b>	<b>-</b>	<b>79</b>	<b>79</b>	<b>80</b>
<b>Net cash from/(used by) financing activities</b>	<b>42</b>	<b>-</b>	<b>79</b>	<b>79</b>	<b>80</b>
<b>Net increase/(decrease) in cash held</b>	<b>(277)</b>	<b>39</b>	<b>85</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	285	8	47	132	132
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>8</b>	<b>47</b>	<b>132</b>	<b>132</b>	<b>132</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	79		79	79	79
<b>Total new capital appropriations</b>	<b>79</b>	<b>-</b>	<b>79</b>	<b>79</b>	<b>79</b>
<b>Provided for:</b>					
Purchase of non-financial assets	79	39	79	79	79
<b>Total Items</b>	<b>79</b>	<b>39</b>	<b>79</b>	<b>79</b>	<b>79</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	79	-	79	79	79
Funded by capital appropriation - DCB (b)		39			
<b>TOTAL AMOUNT SPENT</b>	<b>79</b>	<b>39</b>	<b>79</b>	<b>79</b>	<b>79</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	79	39	79	79	79
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>79</b>	<b>39</b>	<b>79</b>	<b>79</b>	<b>79</b>

(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' DCBs.

Prepared on Australian Accounting Standards basis.

**Table 3.6: Statement of asset movements (2018-19 Budget year)**

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>			
Gross book value	259	81	340
Accumulated depreciation/amortisation and impairment	(105)	(63)	(168)
<b>Opening net book balance</b>	<b>154</b>	<b>18</b>	<b>172</b>
<b>CAPITAL ASSET ADDITIONS</b>			
<b>Estimated expenditure on new or replacement assets</b>			
By purchase - appropriation equity (a)	18	21	39
<b>Total additions</b>	<b>18</b>	<b>21</b>	<b>39</b>
<b>Other movements</b>			
Assets held for sale or in a disposal group held for sale	(39)		(39)
Depreciation/amortisation expense	(51)	(4)	(55)
Disposals (c)			-
From disposal of entities or operations (including restructuring)			-
Other			-
<b>Total other movements</b>	<b>(90)</b>	<b>(4)</b>	<b>(94)</b>
<b>As at 30 June 2019</b>			
Gross book value	238	102	340
Accumulated depreciation/amortisation and impairment	(156)	(67)	(223)
<b>Closing net book balance</b>	<b>82</b>	<b>35</b>	<b>117</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2018-2019* and *Bill (No.4) 2018-2019*, including CDABs.

Prepared on Australian Accounting Standards basis.



# OFFICE OF THE AUDITING AND ASSURANCE STANDARDS BOARD

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# OFFICE OF THE AUDITING AND ASSURANCE STANDARDS BOARD

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There has been no significant change to the strategic direction of the Office of Auditing and Assurance Standards Board (AUASB) from that outlined in the *Portfolio Budget Statements 2018-19* (page 271).

The AUASB is seeking an additional \$0.038 million in department funding through *Appropriation Bill (No. 3) 2018-19*. This is offset in a reduction in the capital appropriation Bill for the same value. The reclassification was agreed during MYEFO and is to support the AUASB ICT strategy.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for entity AUASB at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through *Appropriation Bill No. 3*.

**Table 1.1: Entity Office of the Australian Accounting Standards Board resource statement — Additional Estimates for 2018-19 as at Additional Estimates February 2019**

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2017-18 \$'000	2018-19 \$'000	2018-19 \$'000	2018-19 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services (a)				-
Prior year appropriations available (b)	692	716	-	716
Departmental appropriation	1,341	2,079	38	2,117
Departmental capital budget (c)	37	38	(38)	-
<i>Total departmental annual appropriations</i>	<i>2,070</i>	<i>2,833</i>	<i>-</i>	<b>2,833</b>
<b>Total departmental resourcing</b>	<b>2,070</b>	<b>2,833</b>	<b>-</b>	<b>2,833</b>
<b>Total resourcing for AUASB</b>	<b>2,070</b>	<b>2,833</b>	<b>-</b>	<b>2,833</b>
			<i>Actual 2017-18</i>	<i>2018-19</i>
<b>Average staffing level (number)</b>			7	7

(a) *Appropriation Act (No. 1) 2018-2019 and Appropriation Bill (No. 3) 2018-2019.*

(b) Excludes \$0.038m subject to administrative quarantine by Finance or withheld under section 51 of the *Public Governance, Performance and Accountability Act 2013 (PGPA Act)*.

(c) 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'.

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.

### 1.3 ENTITY MEASURES

No measures are relevant.

### 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following tables detail the changes to the resourcing for entity AUASB at Additional Estimates, by outcome. Table 1.2 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in *Appropriation Bill No. 3*.

**Table 1.2: Additional estimates and other variations to outcomes since 2018-19 Budget**

	Program impacted	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
Annual appropriations					
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>38</b>	-	-	-
<b>Total net impact on appropriations for Outcome 1</b>		<b>38</b>	-	-	-

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for entity AUASB through *Appropriation Bills No. 3*.

**Table 1.3: Appropriation Bill (No. 3) 2018-19**

	2017-18 Available \$'000	2018-19 Budget \$'000	2018-19 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1 - The formulation and making of auditing and assurance standards that are used by auditors of Australian entity financial reports or for other auditing and assurance engagements</b>	2,130	2,079	2,117	38	
<b>Total departmental</b>	<b>2,130</b>	<b>2,079</b>	<b>2,117</b>	<b>38</b>	-

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

There has been no change to the outcome or outcome strategy for the AUASB from that included in the *Portfolio Budget Statements 2018-19* (Page 275).

#### Budgeted expenses for Outcome 1

##### Outcome 1:

The formulation and making of auditing and assurance standards that are used by auditors of Australian entity financial reports or for other auditing and assurance engagements.

This table shows how much the entity intends to spend (on an accrual basis) on achieving the outcome.

**Table 2.1 Budgeted expenses for Outcome 1**

	2017-18 Actual expenses \$'000	2018-19 Revised estimated expenses \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>Program 1.1: AUASB</b>					
Departmental expenses					
Departmental appropriation	2,006	2,231	2,120	2,135	2,147
Expenses not requiring appropriation in the Budget year (a)	86	91	93	94	96
<b>Departmental total</b>	<b>2,092</b>	<b>2,322</b>	<b>2,213</b>	<b>2,229</b>	<b>2,243</b>
<b>Total expenses for program 1.1</b>	<b>2,092</b>	<b>2,322</b>	<b>2,213</b>	<b>2,229</b>	<b>2,243</b>
	2017-18	2018-19			
<b>Average staffing level (number)</b>	7	7			

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

**Table 2.2: Performance criteria for Outcome 1**

There has been no change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2018-19*.

## Section 3: Special account flows and budgeted financial statements

### 3.1 SPECIAL ACCOUNT FLOWS

The AUASB does not have any special accounts.

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

The AUASB is budgeting for a breakeven result in 2018-19.

#### 3.2.2 Budgeted financial statements

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	1,008	1,168	1,190	1,214	1,238
Suppliers	1,084	1,114	983	975	965
Grants					
Depreciation and amortisation	-	40	40	40	40
<b>Total expenses</b>	<b>2,092</b>	<b>2,322</b>	<b>2,213</b>	<b>2,229</b>	<b>2,243</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Gains</b>					
Other gains	86	91	93	94	96
<b>Total gains</b>	<b>86</b>	<b>91</b>	<b>93</b>	<b>94</b>	<b>96</b>
<b>Total own-source income</b>	<b>86</b>	<b>91</b>	<b>93</b>	<b>94</b>	<b>96</b>
<b>Net cost of / (contribution by) services</b>	<b>(2,006)</b>	<b>(2,231)</b>	<b>(2,120)</b>	<b>(2,135)</b>	<b>(2,147)</b>
Revenue from Government	2,085	2,191	2,080	2,095	2,107
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>79</b>	<b>(40)</b>	<b>(40)</b>	<b>(40)</b>	<b>(40)</b>
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>79</b>	<b>(40)</b>	<b>(40)</b>	<b>(40)</b>	<b>(40)</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	332	191	332	332	332
Trade and other receivables	517	701	556	559	562
<b>Total financial assets</b>	<b>849</b>	<b>892</b>	<b>888</b>	<b>891</b>	<b>894</b>
<b>Non-financial assets</b>					
Land and buildings					
Property, plant and equipment	-	9	23	32	42
Intangibles	-	21	22	12	2
<b>Total non-financial assets</b>	<b>-</b>	<b>30</b>	<b>45</b>	<b>44</b>	<b>44</b>
<b>Total assets</b>	<b>849</b>	<b>922</b>	<b>933</b>	<b>935</b>	<b>938</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	173	192	184	184	184
Other payables	28	20	40	43	46
<b>Total payables</b>	<b>201</b>	<b>212</b>	<b>224</b>	<b>227</b>	<b>230</b>
<b>Provisions</b>					
Employee provisions	129	231	232	232	232
<b>Total provisions</b>	<b>129</b>	<b>231</b>	<b>232</b>	<b>232</b>	<b>232</b>
<b>Total liabilities</b>	<b>330</b>	<b>443</b>	<b>456</b>	<b>459</b>	<b>462</b>
<b>Net assets</b>	<b>519</b>	<b>479</b>	<b>477</b>	<b>476</b>	<b>476</b>
<b>EQUITY (a)</b>					
<b>Parent entity interest</b>					
Contributed equity	312	312	350	389	429
Retained surplus / (accumulated deficit)	207	167	127	87	47
<b>Total Equity</b>	<b>519</b>	<b>479</b>	<b>477</b>	<b>476</b>	<b>476</b>

(a) Equity is the residual interest in assets after the deduction of liabilities.

Prepared on Australian Accounting Standards basis.



**Table 3.3: Departmental statement of changes in equity — summary of movement (Budget Year 2018-19)**

	Retained earnings	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2018</b>			
Balance carried forward from previous period	207	312	519
<b>Adjusted opening balance</b>	<b>207</b>	<b>312</b>	<b>519</b>
<b>Comprehensive income</b>			
Surplus/(deficit) for the period	(40)	-	(40)
<b>Total comprehensive income</b>	<b>(40)</b>	<b>-</b>	<b>(40)</b>
<b>Transactions with owners</b>			
<b>Contributions by owners</b>			
Departmental Capital Budget (DCB)		-	-
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>
Transfers between equity components			-
<b>Estimated closing balance as at 30 June 2019</b>	<b>167</b>	<b>312</b>	<b>479</b>
Less: non-controlling interests (a)			-
<b>Closing balance attributable to the Australian Government</b>	<b>167</b>	<b>312</b>	<b>479</b>

(a) The non-controlling interest disclosure is not required if an entity does not have non-controlling interests.

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	2,335	2,082	2,227	2,095	2,107
Other	-	-	1	-	-
<b>Total cash received</b>	<b>2,335</b>	<b>2,082</b>	<b>2,228</b>	<b>2,095</b>	<b>2,107</b>
<b>Cash used</b>					
Employees	908	1,139	1,189	1,214	1,238
Suppliers	1,162	1,064	915	881	869
Other	-	(18)	(17)		
<b>Total cash used</b>	<b>2,070</b>	<b>2,185</b>	<b>2,087</b>	<b>2,095</b>	<b>2,107</b>
<b>Net cash from / (used by) operating activities</b>	<b>265</b>	<b>(103)</b>	<b>141</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, and equipment and intangibles	-	38	38	39	40
<b>Total cash used</b>	<b>-</b>	<b>38</b>	<b>38</b>	<b>39</b>	<b>40</b>
<b>Net cash from / (used by) investing activities</b>	<b>-</b>	<b>(38)</b>	<b>(38)</b>	<b>(39)</b>	<b>(40)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	37	-	38	39	40
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from/(used by) financing activities</b>	<b>37</b>	<b>-</b>	<b>38</b>	<b>39</b>	<b>40</b>
<b>Net increase/(decrease) in cash held</b>	<b>302</b>	<b>(141)</b>	<b>141</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	30	332	191	332	332
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>332</b>	<b>191</b>	<b>332</b>	<b>332</b>	<b>332</b>

Prepared on Australian Accounting Standards basis.

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

	2017-18 Actual \$'000	2018-19 Revised budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	37		38	39	40
<b>Total new capital appropriations</b>	<b>37</b>	<b>-</b>	<b>38</b>	<b>39</b>	<b>40</b>
<b>Provided for:</b>					
Purchase of non-financial assets	37		38	39	40
<b>Total Items</b>	<b>37</b>	<b>-</b>	<b>38</b>	<b>39</b>	<b>40</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	37	-	38	39	40
Funded by capital appropriation - DCB (b)		74			
<b>TOTAL AMOUNT SPENT</b>	<b>37</b>	<b>74</b>	<b>38</b>	<b>39</b>	<b>40</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	37	74	38	39	40
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>37</b>	<b>74</b>	<b>38</b>	<b>39</b>	<b>40</b>

(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).

Prepared on Australian Accounting Standards basis.

**Table 3.6: Statement of asset movements (2018-19 Budget year)**

	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2018</b>			
Gross book value	115	47	162
Accumulated depreciation/amortisation and impairment	(115)	(47)	(162)
<b>Opening net book balance</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CAPITAL ASSET ADDITIONS</b>			
<b>Estimated expenditure on new or replacement assets</b>			
By purchase - appropriation equity (a)	32	10	42
By purchase - other	11	21	32
<b>Total additions</b>	<b>43</b>	<b>31</b>	<b>74</b>
<b>Other movements</b>			
Depreciation/amortisation expense	(30)	(10)	(40)
Disposals	(4)		(4)
<b>Total other movements</b>	<b>(34)</b>	<b>(10)</b>	<b>(44)</b>
<b>As at 30 June 2019</b>			
Gross book value	154	78	232
Accumulated depreciation/amortisation and impairment	(145)	(57)	(202)
<b>Closing net book balance</b>	<b>9</b>	<b>21</b>	<b>30</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2018-2019* and *Bill (No.4) 2018-2019*, including CDABs.

Prepared on Australian Accounting Standards basis.