

DEPARTMENT OF THE TREASURY

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DEPARTMENT OF THE TREASURY

Section 1: Agency overview and resources

1.1 STRATEGIC DIRECTION

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 2010-11* (pages 15-17).

As a result of Administrative Arrangements Orders after the 2010 election, the sustainable population strategy function transferred from the Treasury to the Department of Sustainability, Environment, Water, Population and Communities.

The Treasury is seeking an additional \$1.1 million in departmental outputs through Appropriation Bill (No. 3) 2010-11. This relates to an additional \$0.9 million for the tax forum and \$0.3 million for the banking reform education and awareness campaign, offset by a saving of \$0.1 million for the termination of the Financial Reporting Panel.

The Treasury is also seeking an additional \$16.5 million in administered expenses through Appropriation Bill (No. 3) 2010-11. This relates to an additional \$9.9 million for the banking reform education and awareness campaign and \$6.6 million for the education tax refund information campaign. The education tax refund information campaign will be offset by redirecting funding from the Australian Taxation Office's Private Health Insurance and Superannuation media campaigns.

1.2 AGENCY RESOURCE STATEMENT

Table 1.1 shows the total resources from all origins. The table summarises how resources will be applied by outcome and departmental classification.

Table 1.1: Department of the Treasury resource statement — additional estimates for 2010-11 as at Additional Estimates February 2011

	Estimates at at Budget 2010-11 \$'000	Proposed Additional Estimates 2010-11 \$'000	Total estimate at Additional Estimates 2010-11 \$'000	Total available appropriation 2009-10 \$'000
Ordinary annual services				
Departmental				
Prior year departmental carried forward	75,433	-	75,433	-
Departmental appropriation	167,568 ¹	1,086 ²	168,654	145,931
Receipts from other sources (s31)	9,398	-	9,398	13,349
Total departmental	252,399	1,086	253,485	159,280
Administered expenses				
Outcome 1	31,285	16,493 ²	47,778	30,675
Total administered expenses	31,285	16,493	47,778	30,675
Total ordinary annual services	A 283,684	17,579	301,263	189,955
Other services				
Departmental non-operating				
Equity injections	1,395	-	1,395	4,521
Previous years' outputs	-	-	-	1,800
Total	1,395	-	1,395	6,321
Administered non-operating				
Administered assets and liabilities				
Outcome 1	162,265	-	162,265	19,010
Total	162,265	-	162,265	19,010
Total other services	B 163,660	-	163,660	25,331
Total available annual appropriations (A + B)	447,344	17,579	464,923	215,286

Table 1.1: Department of the Treasury resource statement — additional estimates for 2010-11 as at Additional Estimates February 2011 (continued)

	Estimates at at Budget + 2010-11 \$'000	Proposed Additional Estimates = 2010-11 \$'000	Total estimate at Additional Estimates 2010-11 \$'000	Total available appropriation 2009-10 \$'000
Special appropriations				
<i>Federal Financial Relations Act 2009</i>	66,424,219	(1,469,254)	64,954,965	61,614,079
<i>International Monetary Agreements Act 1947</i>	312,599	3,223	315,822	34,466
<i>Car Dealership Financing Guarantee Appropriation Act 2009</i>	4,500	-	4,500	-
<i>Asian Development Bank (Additional Subscription) Act 2009</i>	17,120	1,567	18,687	-
<i>A New Tax System (Commonwealth-State Financial Arrangements) Act 1999</i>	-	-	-	88,736
Total special appropriations	C 66,758,438	(1,464,464)	65,293,974	61,737,281
Total appropriations excluding special accounts (A+B+C)	67,205,782	(1,446,885)	65,758,897	61,952,567
Special accounts				
Opening balance	2,205	-	2,205	-
Appropriation receipts	-	-	-	-
Non-appropriation receipts to special accounts	17,871,957	4,041,824	21,913,781	26,324,449
Total special account	D 17,874,162	4,041,824	21,915,986	26,324,449
Total resourcing (A+B+C+D)	85,079,944	2,594,939	87,674,883	88,277,016
Less receipts from other sources credited to special accounts	1,629	-	1,629	1,927
Total net resourcing for the Treasury	85,078,315	2,594,939	87,673,254	88,275,089

1 Includes the transfer of \$0.938 million under section 32 of the *Financial Management and Accountability Act 1997* to the Department of Sustainability, Environment, Water, Population and Communities.

2 Appropriation Bill (No. 3) 2010-11.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2010-11 Budget.

Table 1.2: Agency Measures since Budget

	Program	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000
Expense measures					
A Tax Plan for the Future - Tax Forum(a)	1.1	926	-	-	-
Banking reform - education and awareness campaign(a)	1.1	10,158	4,841	-	-
Education Tax Refund - information campaign	1.1	6,612	-	-	-
Financial Reporting Panel - termination	1.1	(117)	(350)	(350)	(350)
Tax Reform Communications campaign advertising funding reduction	1.1	(20,300)	-	-	-
Drought Assistance - Exceptional Circumstances assistance for primary producers	1.10	4,169	2,092	-	-
Drought Assistance - Exceptional Circumstances assistance for small businesses	1.10	257	319	-	-
Flood Levee for Launceston	1.10	2,500	9,000	-	-
Local Government Reform Fund - reduction in funding	1.10	(2,000)	-	-	-
Local Government Reform Fund and Better Regions Program - redirection of funding	1.10	(800)	-	-	-
Nation Building - highway upgrades in Western Australia and Victoria	1.10	-	-	-	-
- Pacific Highway upgrade from Kempsey to Port Macquarie	1.10	4,000	13,000	18,000	-
Nation Building 2 - infrastructure projects	1.10	-	-	-	-
National location-based mobile phone emergency warning system	1.10	nfp	nfp	nfp	nfp
National Solar Schools Program - refinements	1.10	8,975	9,606	(17,540)	(10,738)
Regional Infrastructure Fund - additional funding	1.10	100,000	100,000	100,000	100,000
Royal Hobart Hospital - upfront contribution	1.10	100,000	-	-	-

Note: Details of these measures are in the *Mid-Year Economic and Fiscal Outlook 2010-11*.

(a) Measures that impact on Appropriation Bills No. 3 and No. 4 that were agreed after the Mid-Year Economic and Fiscal Outlook.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

Table 1.3 details the additional estimates resulting from new measures since the 2010-11 Budget.

Table 1.3: Additional estimates and variations to outcomes from measures since 2010-11 Budget

	Program impacted	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000
Outcome 1					
Increase in estimates (departmental)					
A Tax Plan for the Future -					
	Tax Forum	1.1	926	-	-
	Banking reform - education and awareness campaign	1.1	277	804	-
Decrease in estimates (departmental)					
	Financial Reporting Panel - termination	1.1	(117)	(350)	(350)
Net impact on estimates for Outcome 1 (departmental)					
		1,086	454	(350)	(350)
Increase in estimates (administered)					
	Banking reform - education and awareness campaign	1.1	9,881	4,037	
	Education Tax Refund - information campaign	1.1	6,612	-	-
Net impact on estimates for Outcome 1 (administered)					
		16,493	4,037	-	-

Note: These figures represent the fiscal balance impact.

Table 1.4: Additional estimates and variations to outcomes from other variations

The Treasury does not have any other variations since the 2010-11 Budget that affect Appropriation Bills No. 3 and No. 4.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the additional estimates sought for the Treasury through Appropriation Bill No. 3. The Treasury is not seeking funding through Appropriation Bill No. 4.

Table 1.5: Appropriation Bill (No. 3) 2010-11

	2009-10 available \$'000	2010-11 budget \$'000	2010-11 revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Outcome 1: Informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations					
Departmental items	163,090	167,568	168,654	1,203	(117)
Administered items	30,675	31,285	47,778	16,493	-
Total	193,765	198,853	216,432	17,696	(117)

Note: The 2010-11 budget figure for departmental items includes the transfer of \$0.938 million under section 32 of the *Financial Management and Accountability Act 1997* to the Department of Sustainability, Environment, Water, Population and Communities.

Section 2: Revisions to agency outcomes and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There has been no change to outcomes or the outcome strategy for the Treasury from that included in the *Portfolio Budget Statements 2010-11* (pages 24-25).

There has been no change to the program objective, expenses, deliverables or key performance indicators for programs 1.2 to 1.10 that affect Appropriation Bills No. 3 and No. 4.

Programs 1.4 to 1.10 relate to Australia's Federal Relations. Further details of Australia's Federal Relations are on pages 61 to 126 of the *Mid-Year Economic and Fiscal Outlook 2010-11*.

Table 2.1: Budgeted expenses and resources for Outcome 1

Outcome 1: Informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations	2009-10 Actual \$'000	2010-11 Revised estimated resources \$'000
Program 1.1: Department of the Treasury		
Departmental resources		
Ordinary annual services (Appropriation Bills No. 1 and No. 3)	163,090	168,654
Equity injections (Appropriation Bill No. 2)	4,521	1,395
Previous years' outputs	1,800	-
Revenues from independent sources (s31)	13,349	9,398
Special accounts	1,927	1,629
Administered items		
Other Services (Appropriation Bills No. 1 and No. 3)	9,873	19,839
Total for Program 1.1	194,560	200,915
	2009-10	2010-11
Average staffing level (number)	1,007	1,013

Program 1.1: Department of the Treasury

There has been no change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2010-11*.

Table 2.2: Program resources

	2009-10	2010-11	2011-12	2012-13	2013-14
	Actuals	Revised budget	Forward year 1	Forward year 2	Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Departmental items:					
Ordinary annual services (Appropriation Bills No. 1 and No. 3)	163,090	168,654	153,683	149,539	145,460
Equity injections	4,521	1,395	583	500	583
Previous years' outputs	1,800	-	-	-	-
Receipts from other sources (s31)	13,349	9,398	9,398	9,398	9,398
Special accounts	1,927	1,629	1,629	1,629	1,629
Administered items:					
Other Services (Appropriation Bills No. 1 and No. 3)	9,873	19,839	4,037	-	-
Total program resources	194,560	200,915	169,330	161,066	157,070

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

3.1.1 Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specific purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Treasury.

Table 3.1.1: Estimates of special account cash flows and balances

	Outcome	Opening balance 2010-11 2009-10 \$'000	Receipts		Payments 2010-11 2009-10 \$'000	Closing balance 2010-11 2009-10 \$'000
			Appropriated 2010-11 2009-10 \$'000	Non-Appropriated 2010-11 2009-10 \$'000		
Actuarial Services Special Account (D)	1	2,205 1,858	1,629 1,927	-	1,629 1,580	2,205 2,205
COAG Reform Fund Special Account (A)	1	-	21,913,781 26,324,449	-	21,913,781 26,324,449	-
Financial System Stability Special Account (A)	1	-	-	-	-	-
Other Trust Moneys Account (D)	1	-	-	-	-	-
Services for other Governments and Non-agency Bodies Account (D)	1	-	-	-	-	-
Total special accounts						
2010-11 Budget estimate		2,205	21,915,410	-	21,915,410	2,205
Total special accounts 2009-10 estimate actual		1,858	26,326,376	-	26,326,029	2,205

(A) Administered.
(D) Departmental.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The Department of the Treasury is budgeting for a departmental breakeven operating result for 2010-11.

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

3.2.2 Budgeted financial statements

**Table 3.2.1: Budgeted departmental comprehensive income statement
(for the period ended 30 June)**

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
EXPENSES					
Employee benefits	118,613	116,055	108,814	106,039	103,170
Supplier	48,315	50,647	47,187	45,753	44,445
Grants	2,986	2,420	1,080	1,080	1,080
Depreciation and amortisation	4,368	9,075	9,036	9,035	9,031
Net write-down and impairment	28	-	-	-	-
Net losses from sale	37	-	-	-	-
Finance costs	35	-	-	-	-
Total expenses	174,382	178,197	166,117	161,907	157,726
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	12,607	9,108	9,108	9,108	9,108
Other revenue	742	290	290	290	290
Total revenue	13,349	9,398	9,398	9,398	9,398
Gains					
Other gains	546	530	530	530	530
Total gains	546	530	530	530	530
Total own-source income	13,895	9,928	9,928	9,928	9,928
Net cost of (contribution by) services	160,487	168,269	156,189	151,979	147,798
Appropriation revenue	165,939	159,194	147,153	142,944	138,767
Surplus (deficit) attributable to the Australian Government	5,452	(9,075)	(9,036)	(9,035)	(9,031)
Note: Reconciliation of operating result attributable to the agency					
	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2012-13 \$'000
Operating result attributable to the Australian Government	5,452	(9,075)	(9,036)	(9,035)	(9,031)
Plus non-appropriated expenses depreciation and amortisation expenses	-	9,075	9,036	9,035	9,031
Operating result attributable to the Treasury	5,452	-	-	-	-

Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet
(as at 30 June)**

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
ASSETS					
Financial assets					
Cash and equivalents	1,196	4,194	4,194	4,194	4,194
Trade and other receivables	77,254	76,256	78,256	80,256	82,256
Total financial assets	78,450	80,450	82,450	84,450	86,450
Non-financial assets					
Land and buildings	8,714	7,690	6,666	5,642	4,618
Infrastructure, plant and equipment	7,620	9,830	10,079	12,329	14,583
Intangibles	36,711	34,307	33,091	29,792	26,614
Other	1,799	1,799	1,799	1,799	1,799
Total non-financial assets	54,844	53,626	51,635	49,562	47,614
Total assets	133,294	134,076	134,085	134,012	134,064
LIABILITIES					
Interest bearing liabilities					
Leases	40	40	40	40	40
Total interest bearing liabilities	40	40	40	40	40
Provisions					
Employees	41,194	43,194	45,194	47,194	49,194
Total provisions	41,194	43,194	45,194	47,194	49,194
Payables					
Suppliers	1,662	1,662	1,662	1,662	1,662
Other	10,014	10,014	10,014	10,014	10,014
Total payables	11,676	11,676	11,676	11,676	11,676
Total liabilities	52,910	54,910	56,910	58,910	60,910
Net assets	80,384	79,166	77,175	75,102	73,154
EQUITY					
Parent entity interest					
Contributed equity	38,764	46,621	53,666	60,628	67,711
Reserves	5,246	5,246	5,246	5,246	5,246
Retained surpluses or accumulated deficits	36,374	27,299	18,263	9,228	197
Total parent entity interest	80,384	79,166	77,175	75,102	73,154
Current assets	80,249	82,249	84,249	86,249	88,249
Non-current assets	53,045	51,827	49,836	47,763	45,815
Current liabilities	43,089	44,696	46,288	47,863	49,421
Non-current liabilities	9,821	10,214	10,622	11,047	11,489

Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Budgeted departmental statement of cash flows
(for the period ended 30 June)**

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	14,034	9,108	9,108	9,108	9,108
Appropriations	164,749	160,192	145,153	140,944	136,767
Other	7,131	290	290	290	290
Total cash received	185,914	169,590	154,551	150,342	146,165
Cash used					
Employees	115,487	114,055	106,814	104,039	101,170
Suppliers	52,399	50,117	46,657	45,223	43,915
Grants	2,986	2,420	1,080	1,080	1,080
Borrowing costs	36	-	-	-	-
Total cash used	170,908	166,592	154,551	150,342	146,165
Net cash from or (used by) operating activities	15,006	2,998	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	9	-	-	-	-
Total cash received	9	-	-	-	-
Cash used					
Purchase of property, plant and equipment	19,514	7,857	7,045	6,962	7,083
Total cash used	19,514	7,857	7,045	6,962	7,083
Net cash from or (used by) investing activities	(19,505)	(7,857)	(7,045)	(6,962)	(7,083)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	4,521	7,857	7,045	6,962	7,083
Total cash received	4,521	7,857	7,045	6,962	7,083
Cash used					
Repayment of borrowings	193	-	-	-	-
Total cash used	193	-	-	-	-
Net cash from or (used by) financing activities	4,328	7,857	7,045	6,962	7,083
Net increase or (decrease) in cash held	(171)	2,998	-	-	-
Cash at the beginning of the reporting period	1,367	1,196	4,194	4,194	4,194
Cash at the end of the reporting period	1,196	4,194	4,194	4,194	4,194

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Departmental statement of changes in equity — summary of movement (budget year 2010-11)

	Retained surpluses \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2010					
Balance carried forward from previous period	36,374	5,246	-	38,764	80,384
Adjusted opening balance	36,374	5,246	-	38,764	80,384
Comprehensive income					
Surplus (deficit) for the period	(9,075)	-	-	-	(9,075)
Total comprehensive income recognised directly in equity	(9,075)	-	-	-	(9,075)
Transactions with owners					
<i>Contribution by owners</i>					
Appropriation (equity injection)	-	-	-	7,857	7,857
Sub-total transactions with owners	-	-	-	7,857	7,857
Estimated closing balance as at 30 June 2011	27,299	5,246	-	46,621	79,166

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 - DCB	-	6,462	6,531	6,595	6,693
Total equity injections	4,521	1,395	583	500	583
Previous year's outputs	1,800	-	-	-	-
Total capital appropriations	6,321	7,857	7,114	7,095	7,276
Represented by:					
Purchase of non-financial assets	4,521	7,857	7,114	7,095	7,276
Other	1,800	-	-	-	-
Total represented by	6,321	7,857	7,114	7,095	7,276
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations - DCB	-	6,462	6,531	6,595	6,693
Funded by capital appropriations	4,521	1,395	583	500	583
Funded internally from departmental resources	14,993	-	-	-	-
TOTAL	19,514	7,857	7,114	7,095	7,276

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements — Departmental (2010-11)

	Buildings \$'000	Other infrastructure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2010				
Gross book value	18,600	13,796	40,311	72,707
less Accumulated depreciation/ amortisation	9,886	6,176	3,600	19,662
Opening net book balance	8,714	7,620	36,711	53,045
Asset movements				
Additions	500	4,000	3,357	7,857
less Depreciation/amortisation expense	1,524	1,790	5,761	9,075
Total asset movements	2,024	5,790	9,118	16,932
As at 30 June 2011				
Gross book value	19,100	17,796	43,668	80,564
less Accumulated depreciation/ amortisation	11,410	7,966	9,361	28,737
Closing net book balance	7,690	9,830	34,307	51,827

Prepared on Australian Accounting Standards basis.

Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation					
Goods and services	1,930,987	1,949,969	1,739,889	1,446,933	1,228,587
Interest	2,236	3,274	6,094	8,966	11,740
Dividends	5,976,709	-	-	-	-
COAG Receipts from government agencies	3,639,933	3,403,188	2,733,779	2,599,955	1,346,468
Other sources of non-taxation revenues	191,232	54,235	18,100	2,500	2,500
Foreign exchange gains	790,861	151,765	5,425	11,097	11,097
Total non-taxation	12,531,958	5,562,431	4,503,287	4,069,451	2,600,392
Total income administered on behalf of Government	12,531,958	5,562,431	4,503,287	4,069,451	2,600,392
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	87,974,215	87,781,355	83,343,515	87,672,046	89,616,326
Interest	11,413	16,341	16,318	16,309	16,309
Other	14,818	20,514	4,712	675	675
Total expenses administered on behalf of Government	88,000,446	87,818,210	83,364,545	87,689,030	89,633,310

Prepared on Australian Accounting Standards basis.

Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	4,063	4,063	4,063	4,063	4,063
Loans	-	13,249	65,527	120,479	175,205
Receivables	5,326,422	2,491,822	1,432,746	766,120	294,186
Investments	17,963,607	17,718,662	17,747,020	17,811,074	17,875,128
Total financial assets	23,294,092	20,227,796	19,249,356	18,701,736	18,348,582
Non-financial assets					
Other	545,346	-	-	-	-
Total non-financial assets	545,346	-	-	-	-
Total assets administered on behalf of Government	23,839,438	20,227,796	19,249,356	18,701,736	18,348,582
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Interest bearing liabilities					
Loans	4,882,893	3,872,955	3,678,724	3,704,266	3,729,808
Other debt	5,470,847	5,084,385	5,051,067	5,051,067	5,051,067
Total interest bearing liabilities	10,353,740	8,957,340	8,729,791	8,755,333	8,780,875
Provisions					
Other provisions	30,540	28,275	15,567	11,323	11,323
Total provisions	30,540	28,275	15,567	11,323	11,323
Payables					
Grants	395,306	93,425	86,402	85,266	80,909
Other payables	3,322,908	2,326,351	1,363,556	709,110	272,292
Total payables	3,718,214	2,419,776	1,449,958	794,376	353,201
Total liabilities administered on behalf of Government	14,102,494	11,405,391	10,195,316	9,561,032	9,145,399

Prepared on Australian Accounting Standards basis.

**Table 3.2.9: Schedule of budgeted administered cash flows
(for the period ended 30 June)**

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	1,333,504	1,299,723	1,082,381	766,010	565,546
Interest	2,388	2,824	3,726	4,014	4,014
Dividends	5,226,709	750,000	-	-	-
COAG receipts from government agencies	11,068,030	10,344,250	10,213,596	10,671,725	10,062,102
Other	174,115	54,235	18,100	2,500	2,500
Total cash received	17,804,746	12,451,032	11,317,803	11,444,249	10,634,162
Cash used					
Grant payments	95,293,444	93,809,823	90,145,883	95,051,849	97,638,160
Interest paid	9,949	15,822	16,336	16,309	16,309
Other	5,520	31,980	17,420	4,919	675
Total cash used	95,308,913	93,857,625	90,179,639	95,073,077	97,655,144
Net cash from or (used by) operating activities	(77,504,167)	(81,406,593)	(78,861,836)	(83,628,828)	(87,020,982)
INVESTING ACTIVITIES					
Cash received					
IMF SDR allocation	4,845,258	-	-	-	-
IMF MOV	-	401,962	-	-	-
Total cash received	4,845,258	401,962	-	-	-
Cash used					
Purchase of equity instruments	-	318,687	181,057	27,415	27,415
Loans advances	-	13,000	50,000	50,000	47,000
Other	-	4,922	-	-	-
Total cash used	-	336,609	231,057	77,415	74,415
Net cash from or (used by) investing activities	4,845,258	65,353	(231,057)	(77,415)	(74,415)
Net increase or (decrease) in cash held					
Cash at beginning of reporting period	8,230	4,063	4,063	4,063	4,063
Cash from Official Public Account - appropriations	88,068,580	87,253,157	82,930,864	87,078,707	89,013,910
Cash to Official Public Account	15,413,838	5,911,917	3,837,971	3,372,464	1,918,513
Cash at end of reporting period	4,063	4,063	4,063	4,063	4,063

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of Administered Capital Budget

	Actual 2009-10 \$'000	Revised budget 2010-11 \$'000	Forward estimate 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000
CAPITAL APPROPRIATIONS					
Administered assets and liabilities	19,010	15,265	62,708	54,244	47,000
Special appropriations	98	318,687	181,057	27,415	27,415
Total capital appropriations	19,108	333,952	243,765	81,659	74,415
Represented by:					
Other	19,108	333,952	243,765	81,659	74,415
Total represented by	19,108	333,952	243,765	81,659	74,415

Prepared on Australian Accounting Standards basis.

Notes to the financial statements

The Treasury's budgeted statements are prepared on an accrual basis in accordance with:

- the Government's financial budgeting and reporting framework; and
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board.

Under the Government's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that departments control (departmental transactions) are separately budgeted for, and reported on, from transactions departments do not have control over (administered transactions). This ensures that departments are only held accountable for the transactions over which they have control.

Departmental assets, liabilities, revenues and expenses are controlled by the department. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the department in providing goods and services.

Administered items are revenues, expenses, assets or liabilities which are managed by the department on behalf of the Government according to set government directions. Administered expenses include subsidies, grants and personal benefit payments, and administered revenues include taxes, fines and excises.

