

Australian Taxation Office

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Australian Taxation Office

Section 1: Entity overview and resources

1.1 Strategic direction statement

The role of the Australian Taxation Office (ATO) is to effectively manage and shape the tax and superannuation systems that support and fund services for Australians. Our vision is to be a leading tax and superannuation administration, known for our contemporary service, expertise and integrity.

Our strategic direction centres on fostering community participation in the tax and superannuation systems. We do this by ensuring integrity, building confidence in the administration of these systems, and by being streamlined, integrated and data driven.

We will continue to work with the community and other government agencies to support our country's economic wellbeing by delivering government measures, improving tax performance and harnessing data and technology to make interactions with the ATO and government more seamless. We will maintain a focus on cyber security and strive to become a more purposeful organisation to maximise value for the ATO and the community.

Our progress is monitored through the perspectives of our strategic objectives, focusing on client experience and participation in the tax and superannuation systems as our ultimate measures of success.

1.2 Entity resource statement

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

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

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

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

Table 1.1: Australian Taxation Office resource statement – Budget estimates for 2022-23 as at Budget March 2022

	2021-22 <i>Estimated actual</i> \$'000	2022-23 Estimate \$'000
Departmental		
Annual appropriations – ordinary annual services (a)		
Prior year appropriations available (b)	438,625	387,989
Departmental appropriation (c)	3,678,041	3,744,364
s74 External Revenue (d)	119,910	131,418
Departmental capital budget (e)	102,239	111,465
Annual appropriations – other services – non-operating (f)		
Prior year appropriations available (b)	54,750	168,233
Equity injection	70,351	30,697
Total departmental annual appropriations	<u>4,463,916</u>	<u>4,574,166</u>
Special accounts (g)		
Opening balance	10,913	10,972
Appropriation receipts (h)	18,676	18,608
Total special accounts	<u>29,589</u>	<u>29,580</u>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<u>18,676</u>	<u>18,608</u>
Total departmental resourcing	<u>4,474,829</u>	<u>4,585,138</u>
Administered		
Annual appropriations – ordinary annual services (a)		
Prior year appropriations available		
Outcome 1	8,577	8,137
Total administered annual appropriations	<u>8,577</u>	<u>8,137</u>
Special appropriations		
<i>Public Governance, Performance and Accountability Act 2013 – s77</i>	120,000	120,000
<i>Product Grants and Benefits Administration Act 2000 – Product stewardship for oil</i>	83,901	92,394
<i>Superannuation Guarantee (Administration) Act 1992</i>	612,000	593,000
<i>Taxation Administration Act 1953 – section 16 (Non-refund items) (i)</i>	11,481,343	12,283,646
Total administered special appropriations	<u>12,297,244</u>	<u>13,089,040</u>

Table 1.1: Australian Taxation Office resource statement – Budget estimates for 2022-23 as at Budget March 2022 (continued)

	2021-22 <i>Estimated actual</i> \$'000	2022-23 Estimate \$'000
Administered		
Special accounts (g)		
Opening balance	75,907	76,007
Appropriation receipts (h)	20,000	20,800
Total special account receipts	95,907	96,807
<i>less administered appropriations drawn from annual/special appropriations and credited to special accounts</i>	20,000	20,800
Total administered resourcing	12,381,728	13,173,184
Total resourcing for Australian Taxation Office	16,856,557	17,758,322
	2021-22	2022-23
Average staffing level (number)	18,349	18,369

Third party payments from and on behalf of other entities

	2021-22 <i>Estimated actual</i> \$'000	2022-23 Estimate \$'000
Payments made to other entities for the provision of services (disclosed above)	229,895	223,517
Receipts received from other entities for the provision of services (disclosed above in s74 External Revenue section above)	106,469	114,785
Payments made to corporate entities within the Portfolio Reserve Bank of Australia	91,473	105,103

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

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

(a) Appropriation Bill (No. 1) 2022-23.

(b) Excludes \$84.6 million subject to administrative quarantine by Finance or withheld under section 51 of the Public Governance, Performance and Accountability Act 2013 (PGPA Act).

(c) Excludes departmental capital budget (DCB).

(d) Estimated External Revenue receipts under section 74 of the PGPA Act.

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

(f) Appropriation Bill (No. 2) 2022-23.

(g) Excludes trust moneys held in Services for Other Entities and Trust Moneys (SOETM) and other special accounts. For further information on special accounts, please refer to Budget Paper No. 4 – Agency Resourcing. Please also see Table 2.1 for further information on outcome and program expenses broken down by various funding sources, for example annual appropriations, special appropriations and special accounts.

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

(i) These figures relate to administered expenses such as the fuel tax credit, the refundable research and development tax incentive, and the Australian screen and digital game production incentive. Estimated tax refunds for 2021-22 are \$104 billion including \$50 million made on behalf of the ATO by the Department of Home Affairs. Estimated tax refunds for 2022-23 are \$112 billion including \$140 million made on behalf of the ATO by the Department of Home Affairs.

1.3 Budget measures

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

Table 1.2: Australian Taxation Office 2022-23 Budget measures
Part 1: Measures announced since the 2021-22 Mid-Year Economic and Fiscal Outlook (MYEFO)

Program	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Payment measures					
Addressing Cost of Living Pressures – Temporary Reduction in Fuel Excise	1.7				
Administered payments	(835,000)	(1,620,000)	–	–	–
Australia-UK Free Trade Agreement – increasing market access opportunities and strengthening ties between our two countries	1.5				
Administered payments	–	–	500	600	600
Changes To Visa Rules – supplementing Australia’s workforce during the recovery (a)	1.1				
Departmental payments	–	5,248	621	623	246
Commonwealth’s Deregulation Agenda (b)	1.1, 1.7				
Administered payments	–	–	(241,000)	(269,000)	(276,000)
Departmental payments	–	5,492	163	164	165
Digital Economy Strategy	1.1				
Departmental payments	–	7,599	–	–	–
Insolvency Reform – continuation (c)	1.1				
Departmental payments	–	–	573	3,285	422
Media Sector Reforms	1.5				
Administered payments	–	–	–	–	–
Patent Box – Expanding the patent box tax concession to Agricultural Sector innovations (d)	1.1				
Departmental payments	–	3,093	4,383	3,172	2,669
Patent Box – Expanding the patent box tax concession to Low Emissions Technology innovations (e)	1.1				
Departmental payments	–	847	4,314	3,834	3,473

Table 1.2: Australian Taxation Office 2022-23 Budget measures**Part 1: Measures announced since the 2021-22 Mid-Year Economic and Fiscal Outlook (MYEFO) (continue)**

Program	2021-22 \$'000	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000
Payment measures					
Reducing compliance costs for business through enhanced sharing of single touch payroll data (f)(g)	1.1				
Departmental payments	–	2,334	2,795	873	488
Small Business – Skills and Training Boost	1.1				
Departmental payments	–	2,461	1,906	1,534	1,098
Small Business – Technology Investment Boost	1.1				
Departmental payments	–	2,461	3,553	1,090	–
Tax Integrity – Extension of the Australian Taxation Office (ATO) Tax Avoidance Taskforce on Multinationals, Large Corporates and High Wealth Individuals	1.1				
Departmental payments	–	–	325,009	327,550	–
Total	(835,000)	(1,590,465)	102,817	73,725	(266,839)
Total Payment measures					
Administered	(835,000)	(1,620,000)	(240,500)	(268,400)	(275,400)
Departmental	–	29,535	343,317	342,125	8,561
Total	(835,000)	(1,590,465)	102,817	73,725	(266,839)

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

- (a) This measure includes capital funding for the ATO of \$3.4 million in 2022-23, \$0.2 million in 2023-24, \$0.2 million in 2024-25 and \$0.2 million in 2025-26.
(b) This measure includes capital funding for the ATO of \$0.6 million in 2022-23.
(c) This measure includes capital funding for the ATO of \$1.6 million in 2024-25.
(d) This measure includes capital funding for the ATO of \$1.6 million in 2022-23 and \$1.3 million in 2023-24.
(e) This measure includes capital funding for the ATO of \$1.1 million for 2023-24.
(f) This measure includes capital funding for the ATO of \$1.7 million for 2022-23 and \$1.7 million in 2023-24.
(g) The financial implications for this measure include amounts previously provisioned in the Contingency Reserve in the 2021-22 MYEFO or earlier Budget updates.

Section 2: Outcomes and planned performance

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

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

Note:

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

The most recent corporate plan for the Australian Taxation Office can be found at: (<https://www.ato.gov.au/About-ATO/About/corporate-plan/>)

The most recent annual performance statement can be found at: (<https://www.ato.gov.au/about-ato/commitments-and-reporting/annual-report-and-other-reporting-to-parliament/annual-report/>)

2.1 Budgeted expenses and performance for Outcome 1

Outcome 1: Confidence in the administration of aspects of Australia’s taxation and superannuation systems, including through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law; and in delivering effective and efficient business registry services.

Linked programs

Australian Criminal Intelligence Commission
<p>Program 1.1 – Australian Criminal Intelligence Commission</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>The Australian Criminal Intelligence Commission (ACIC) works collaboratively with the ATO to protect the financial system from criminal abuse, including through joint operations and task forces and the sharing of data and intelligence. The ACIC’s special operations and investigations focus on the highest risk TSOC activities impacting Australia, including money laundering and serious financial crime.</p>
Australian Federal Police
<p>Program 1.1 – Federal Policing – Investigations</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>The Australian Federal Police (AFP) relies on ATO intelligence and expertise for investigations, policy and taskforces combating serious financial crimes and its harm.</p>
Australian Financial Security Authority
<p>Program 1.1 – Personal Insolvency and Trustee Services</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Australian Financial Security Authority exchanges information with the ATO and administers the bankruptcy notices and payment arrangements to support this service.</p>

Australian Securities and Investments Commission
Program 1.1— Australian Securities and Investment Commission Contribution to Outcome 1 made by linked programs 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.
Australian Transaction Reports and Analysis Centre
Program 1.1— AUSTRAC Contribution to Outcome 1 made by linked programs 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.
Department of Agriculture, Water and the Environment
Program 1.6 – Management of Hazardous Wastes, Substances and Pollutants Contribution to Outcome 1 made by linked programs The Department of Agriculture, Water and the Environment (DAWE) works with the Australian Taxation Office to administer 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.
Department of Education, Skills and Employment
Program 2.4 – Higher Education Loan Program Program 3.1 – Building Skills and Capability Program 3.2 – VET Student Loans Contribution to Outcome 1 made by linked programs The Department of Education, Skills and Employment exchanges information with the ATO in relation to the Higher Education Loans Program, VET Student Loans and Trade Support Loans.

<p>Department of Health</p> <p>Program 2.1 – Medical Benefits</p> <p>Program 2.3 – Pharmaceutical Benefits</p> <p>Program 2.4 – Private Health Insurance</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>The 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>Department of Home Affairs</p> <p>Program 3.3— Border-Revenue Collection</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Department of Home Affairs exchanges information with the ATO, administers the Tourist Refund Scheme and collects border revenue for: Excise Equivalent Goods, Goods and Services Tax, Luxury Car Tax and Wine Equalisation Tax on behalf of the ATO.</p>
<p>Department of Industry, Science, Energy and Resources</p> <p>Program 1.1 – Investing in science, technology and commercialisation</p> <p>Program 1.2 – Growing innovative and competitive businesses, industries and regions</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>Department of Industry, Science, Energy and Resources work together with the ATO to enable the growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.</p>
<p>Department of the Treasury</p> <p>Program 1.1 – Department of the Treasury</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>The Department of the Treasury (Treasury) contributes to the administration of the National Tax Equivalent Regime. Treasury co-regulates the <i>Foreign Acquisitions and Takeovers Act 1975</i> with the ATO, which also maintains current registers of foreign ownership.</p>
<p>Services Australia</p> <p>Program 1.2 – Customer Service Delivery</p> <p>Contribution to Outcome 1 made by linked programs</p> <p>The Services Australia supports individuals, families and communities to achieve greater self-sufficiency by providing administration and payments services on behalf of the ATO.</p>

Budgeted expenses for Outcome 1

This table shows how much the ATO 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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.1: Australian Taxation Office					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	8,577	8,137	3,036	-	-
Administered total	8,577	8,137	3,036	-	-
Departmental expenses					
Departmental appropriation	3,575,052	3,547,341	3,173,354	3,152,397	2,866,027
s74 External Revenue (a)	120,305	131,831	131,747	133,245	135,607
Expenses not requiring appropriation in the Budget year (b)	172,151	192,903	176,632	166,618	162,421
Departmental total	3,867,508	3,872,075	3,481,733	3,452,260	3,164,055
Total expenses for program 1.1	3,876,085	3,880,212	3,484,769	3,452,260	3,164,055
Program 1.2: Tax Practitioners Board					
Departmental expenses					
Departmental appropriation	20,841	20,853	19,664	19,777	19,880
Departmental total	20,841	20,853	19,664	19,777	19,880
Total expenses for program 1.2	20,841	20,853	19,664	19,777	19,880

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.3: Australian Business Register					
Departmental expenses					
Departmental appropriation	156,082	157,562	158,452	159,617	160,707
Departmental total	156,082	157,562	158,452	159,617	160,707
Total expenses for program 1.3	156,082	157,562	158,452	159,617	160,707
Program 1.4: Australian Charities and Not-for-profits Commission					
Departmental expenses					
Special accounts					
Australian Charities and Not-for-profits Commission Special Accounts	18,676	18,608	17,482	17,593	17,693
Departmental total	18,676	18,608	17,482	17,593	17,693
Total expenses for program 1.4	18,676	18,608	17,482	17,593	17,693
Program 1.5: Australian Screen and Digital Game Production Incentive					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16 (Non-refund items)</i>	450,000	506,600	526,600	499,600	514,600
Administered total	450,000	506,600	526,600	499,600	514,600
Total expenses for program 1.5	450,000	506,600	526,600	499,600	514,600

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.6: Junior Minerals Exploration Incentive					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i>					
<i>(Non-refund items)</i>	(14,918)	19,645	19,645	19,645	-
Administered total	(14,918)	19,645	19,645	19,645	-
Total expenses for program 1.6	(14,918)	19,645	19,645	19,645	-
Program 1.7: Fuel Tax Credit Scheme					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i>					
<i>(Non-refund items)</i>	6,893,969	7,720,982	9,262,113	9,951,931	10,698,844
Administered total	6,893,969	7,720,982	9,262,113	9,951,931	10,698,844
Total expenses for program 1.7	6,893,969	7,720,982	9,262,113	9,951,931	10,698,844
Program 1.8: National Rental Affordability Scheme					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i>					
<i>(Non-refund items)</i>	144,846	129,021	95,239	49,817	24,721
Administered total	144,846	129,021	95,239	49,817	24,721
Total expenses for program 1.8	144,846	129,021	95,239	49,817	24,721

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.9: Product Stewardship for Oil					
Administered expenses					
Special Appropriations					
<i>Product Grants and Benefits Administration Act 2000</i>					
– <i>product stewardship (oil) benefits</i>	83,901	92,394	92,509	92,935	93,200
Administered total	83,901	92,394	92,509	92,935	93,200
Total expenses for program 1.9	83,901	92,394	92,509	92,935	93,200
Program 1.10: Research & Development Tax Incentive					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i>					
(<i>Non-refund items</i>)	2,728,645	2,758,778	2,891,360	3,030,241	3,175,793
Administered total	2,728,645	2,758,778	2,891,360	3,030,241	3,175,793
Total expenses for program 1.10	2,728,645	2,758,778	2,891,360	3,030,241	3,175,793
Program 1.11: Low Income Superannuation Tax Offset					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i>					
(<i>Non-refund items</i>)	498,272	620,236	617,136	606,887	593,040
Administered total	498,272	620,236	617,136	606,887	593,040
Total expenses for program 1.11	498,272	620,236	617,136	606,887	593,040

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.12: Private Health Insurance Rebate					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16 (Non-refund items)</i>					
	226,325	239,171	244,720	250,899	257,039
Administered total	226,325	239,171	244,720	250,899	257,039
Total expenses for program 1.12	226,325	239,171	244,720	250,899	257,039
Program 1.13: Superannuation Co-contribution Scheme					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16 (Non-refund items)</i>					
	124,000	124,000	117,000	114,000	109,000
Administered total	124,000	124,000	117,000	114,000	109,000
Total expenses for program 1.13	124,000	124,000	117,000	114,000	109,000
Program 1.14: Superannuation Guarantee Scheme					
Administered expenses					
Special Appropriations					
<i>Superannuation Guarantee (Administration) Act 1992</i>					
	612,000	593,000	641,000	693,000	747,000
Administered total	612,000	593,000	641,000	693,000	747,000
Total expenses for program 1.14	612,000	593,000	641,000	693,000	747,000

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.15: Targeted assistance through the taxation system					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i> <i>(Non-refund items)</i>	22,808	6,000	5,000	6,000	6,000
Administered total	22,808	6,000	5,000	6,000	6,000
Total expenses for program 1.15	22,808	6,000	5,000	6,000	6,000
Program 1.16: Interest on Overpayment and Early Payments					
Administered expenses					
Special Appropriations					
<i>Taxation Administration Act 1953 – section 16</i> <i>(Non-refund items)</i>	70,000	75,000	75,000	75,000	75,000
Administered total	70,000	75,000	75,000	75,000	75,000
Total expenses for program 1.16	70,000	75,000	75,000	75,000	75,000
Program 1.17: Bad & Doubtful Debts & Remissions					
Administered expenses					
Expenses not requiring appropriation in the budget year (b)	7,429,000	7,804,000	7,917,000	8,325,000	8,714,000
Administered total	7,429,000	7,804,000	7,917,000	8,325,000	8,714,000
Total expenses for program 1.17	7,429,000	7,804,000	7,917,000	8,325,000	8,714,000

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Program 1.18: Seafarer Tax Offset					
Administered expenses					
<i>Taxation Administration Act 1953 – section 16 (Non refund items)</i>	9,000	9,000	9,000	9,000	9,000
Administered total	9,000	9,000	9,000	9,000	9,000
Total expenses for program 1.18	9,000	9,000	9,000	9,000	9,000
Program 1.19: Economic Response to the Coronavirus					
Administered expenses					
Economic Response to the Coronavirus					
<i>Special Appropriation – Taxation Administration Act 1953 – s16</i>	12,666	-	-	-	-
<i>Special Appropriation – Taxation Administration Act 1953 – s16 – JobKeeper Payment</i>	(14,656)	-	-	-	-
<i>Special Appropriation – s16 – JobMaker Hiring Credit – Taxation Administration Act 1953</i>	20,815	5,481	-	-	-
Administered total	18,825	5,481	-	-	-
Total expenses for program 1.19	18,825	5,481	-	-	-
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	8,577	8,137	3,036	-	-
Special appropriations	11,867,673	12,899,308	14,596,322	15,398,955	16,303,237
Expenses not requiring appropriation in the Budget year (b)	7,429,000	7,804,000	7,917,000	8,325,000	8,714,000
Administered total	19,305,250	20,711,445	22,516,358	23,723,955	25,017,237

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Departmental expenses					
Departmental appropriation	3,751,975	3,725,756	3,351,470	3,331,791	3,046,614
s74 External Revenue (a)	120,305	131,831	131,747	133,245	135,607
Special accounts	18,676	18,608	17,482	17,593	17,693
Expenses not requiring appropriation in the Budget year (b)	172,151	192,903	176,632	166,618	162,421
Departmental total	4,063,107	4,069,098	3,677,331	3,649,247	3,362,335
Total expenses for Outcome 1	23,368,357	24,780,543	26,193,689	27,373,202	28,379,572
	2021-22	2022-23			
Average staffing level (number)	18,349	18,369			

(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, audit fees, and other resources received free of charge.

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

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

Table 2.2: Performance criteria for Outcome 1

Table 2.2 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2022-23 Budget measures have created new programs or materially changed existing programs.

Outcome 1 – Confidence in the administration of aspects of Australia’s taxation and superannuation systems, including through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law; and in delivering effective and efficient business registry services.		
Program 1.1 – Australian Taxation Office The objective of the ATO is to administer aspects of Australia’s tax and superannuation systems providing confidence that the right amount of payments are being made and collected.		
Key activities	<p>The ATO’s strategic objectives are the areas of focus to achieve its purpose, these include core business, government commitments and transformation. The key activities (strategic initiatives) are the activities that will allow the ATO to transform and deliver on its objectives.</p> <p>The ATO will undertake the following core activities to achieve its program objective:</p> <ul style="list-style-type: none"> • collecting revenue • administering the goods and services tax on behalf of the Australian States and Territories; and • administering major aspects of Australia’s superannuation system. <p>Additionally, the ATO will undertake the following key activities to achieve its program objective:</p> <ul style="list-style-type: none"> • making it easy for the community to understand and comply with obligations, including by optimising interactions through our self-service channels and focusing on improving small business tax performance • building a dynamic and flexible workforce by embedding new ways of working; and • unlocking our data potential by improving the way we collect, manage, share, and use data. 	
Year	Performance measures	Expected/planned performance results
Current year 2021-22	Confidence – Community Confidence in the ATO	Target: 65/100 Forecast: On track
Budget Year 2022-23		Target 2022-23: N/A – measure ceases in 2021-22
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: N/A – measure ceases in 2021-22

Year	Performance measures	Expected/planned performance results
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p><u>Trust – Community trust in the ATO and the system</u></p>	<p>Target: N/A – new measure in 2022-23 Forecast: N/A – new measure</p> <p>Target 2022-23: Under development</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Registration – proportion of companies and individuals registered in the system</p>	<p>Target: The ATO aims to ensure that all entities that are required to participate in the tax and superannuation systems are registered on the ATO's client register, allowing a tolerance of 2% (companies) and 5% (individuals) from the last reporting period (increase or decrease) Forecast: On track</p> <p>Target 2022-23: The ATO aims to ensure that all entities that are required to participate in the tax and superannuation systems are registered on the ATO's client register, allowing a tolerance of 2% (companies) and 5% (individuals) from the last reporting period (increase or decrease)</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

Year	Performance measures	Expected/planned performance results
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Lodgment – proportion of activity statements and income tax returns lodged on time</p>	<p>Target: Activity statements lodged on time: 78% Income tax returns lodged on time: 83%</p> <p>Forecast: Activity statements: Not on track Income tax returns: On track</p> <p>Target 2022-23: Activity statements lodged on time: 78% Income tax returns lodged on time: 83%</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Payment – proportion of liabilities paid on time by value</p>	<p>Target: 88% Forecast: On track</p> <p>Target 2022-23: 88%</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Correct Reporting – Tax gap as a proportion of revenue</p> <p>Tax gap – as a proportion of revenue</p> <p>Note: Change to measure name for 2022-23</p>	<p>Target: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available. Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available.</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

Year	Performance measures	Expected/planned performance results
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Debt – ratio of collectable debt to net tax collections (a)	Target: Below 8.0% Forecast: Not on track Target 2022-23: Between 8.0% and 8.5% Target 2023-24: Between 7.5% and 8.0% Target 2024-25: Between 6.5% and 7.0% Target 2025-26: Below 6.0%
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Total revenue effects – tax revenue from all compliance activities Total revenue effects – revenue from all compliance activities Note: Change to measure name for 2022-23	Target: \$15 billion Forecast: At risk Target 2022-23: \$15 billion Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Tax assured – proportion of the tax base where the ATO has justified trust that tax paid is correct based on the proportion of income, deductions and tax offsets assured	Target: Increase the proportion of the tax base where the ATO has justified trust to a level as high as practicable given the nature and complexity of the law and resources available Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report. Target 2022-23: N/A – measure ceases in 2021-22 Target 2023-24 and beyond: N/A – measure ceases in 2021-22

(a) Debt target has been increased due to the broader economic environment, which has been impacted by factors including the COVID-19 pandemic.

Year	Performance measures	Expected/planned performance results
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Influence – Government and Treasury perceptions of the ATO and the quality of our advice</p> <p>Influence tax and super system design through a mutually positive relationship with Treasury and the provision of quality advice</p> <p>Note: Change to measure name for 2022-23</p>	<p>Target: Good</p> <p>Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report.</p> <p>Target 2022-23: Demonstrated effort in supporting the Treasury Department to design and deliver effective tax and super policy.</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Compliance cost – adjusted median cost to individual taxpayers of managing their tax affairs</p>	<p>Target: Remain steady</p> <p>Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report.</p> <p>Target 2022-23: Remain steady</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Digital – proportion of inbound transactions received digitally for key services</p>	<p>Target: 92%</p> <p>Forecast: On track</p> <p>Target 2022-23: 95%</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p><u>Digital – proportion of outbound interactions issued digitally for key services</u></p>	<p>Target: N/A – new measure in 2022-23</p> <p>Forecast: N/A – new measure</p> <p>Target 2022-23: Under development</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

Year	Performance measures	Expected/planned performance results
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	<u>Service satisfaction – client satisfaction with their recent interaction with the ATO</u>	Target: N/A – new measure in 2022-23 Forecast: N/A – new measure Target 2022-23: 80% Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Working together – partner perceptions of how the ATO is working together with them to administer the tax and superannuation systems	Target: Equal to or better than the 2018–19 result (64/100) Forecast: On track Target 2022-23: Equal to or better than the 2018–19 result (64/100) Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Culture – level of employee engagement	Target: Equal to or better than the average result for large agencies Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report Target 2022-23: Equal to or better than the average result for large agencies Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Gender equality – female representation in the senior executive service (SES) and executive level (EL) classifications	Target: Approx. 50% of SES and approx. 50% of EL staff Forecast: On track Target 2022-23: N/A – measure ceases in 2021-22 Target 2023-24 and beyond: N/A – measure ceases in 2021-22
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Indigenous representation – proportion of ATO staff who identify as Indigenous	Target: 3.0% Forecast: On track Target 2022-23: N/A – measure ceases in 2021-22 Target 2023-24 and beyond: N/A – measure ceases in 2021-22

Year	Performance measures	Expected/planned performance results
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Disability representation – proportion of ATO staff who identify with disability</p>	<p>Target: 4.0% Forecast: On track</p> <p>Target 2022-23: N/A – measure ceases in 2021-22</p> <p>Target 2023-24 and beyond: N/A – measure ceases in 2021-22</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Staff experience – employee perceptions around whether they have access to the tools and resources needed to perform well</p>	<p>Target: Equal to or better than the average result for large agencies Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: Equal to or better than the average result for large agencies</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Tax returns – proportion of pre-filled items accepted without change</p>	<p>Target: 90% Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: 90%</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Availability – key digital systems availability</p>	<p>Target: 99.5% (excluding planned outages) Forecast: On track</p> <p>Target 2022-23: 99.5% (excluding planned outages)</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

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Year	Performance measures	Expected/planned performance results
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Budget – ATO manages its operating budget to balance	Target: +/- 1.0% of budget allocation Forecast: On track to partially meet target Target 2022-23: N/A – measure ceases in 2021-22 Target 2023-24 and beyond: N/A – measure ceases in 2021-22
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Cost of collection – cost to collect \$100	Target: Consistent with trend Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report Target 2022-23: Consistent with pre-pandemic trend Target 2023-24: Consistent with pre-pandemic trend Target 2024-25: Consistent with trend Target 2025-26: Consistent with trend

Program 1.2 – Tax Practitioners Board (TPB)		
<p>The TPB has the general administration of the <i>Tax Agent Services Act 2009</i> (TASA) and is responsible for the registration and regulation of tax practitioners. These include tax agents and business activity statement (BAS) agents. The TPB also has the responsibility to monitor and take action against unregistered preparers (a).</p> <p>The TPB's establishment, functions and powers are defined in the TASA. The TPB's role is to ensure that tax practitioner services are provided to the public in accordance with appropriate standards of professional and ethical conduct.</p>		
<p>Key activities</p> <p>Key activities reported in the current corporate plan that relate to this program.</p> <p>The TPB has a number of key activities to deliver its objective, which includes:</p> <ul style="list-style-type: none"> • Support the Government's areas of focus and reform • Administer a system of registration • Investigate applications for registration and address conduct that may breach the TASA • Impose sanctions for breaches of the TASA • Issue guidance to support tax practitioners • Build organisational capability and culture. 		
Year	Performance measures	Expected/planned performance results
Current year 2021-22	1.1 Improve the registration experience for tax practitioners	<p>Improve the experience by streamlining processes and increasing automation.</p> <p>Expected results: The majority of tax practitioners regularly surveyed are reporting an improved experience in relation to the online registrations process.</p>
	1.2 Efficiently process tax practitioner applications and enquiries	<p>The majority of applications are processed within service standards. Response to enquiries are appropriate and timely.</p> <p>Expected results: We continue to exceed our registrations service standards as well as providing timely responses to enquiries.</p>

Year	Performance measures	Expected/planned performance results
Current year 2021-22	2.1 Provide guidance and advice to tax practitioners on their eligibility requirements and obligations under the <i>Tax Agent Services Act 2009</i>	Provide useful advice and guidance of key relevant topics. Expected results: Survey results consistently positive regarding the usefulness of guidance material.
	2.2 Provide support through targeted communications that educate tax practitioners	Effective communication is used to assist consumer protection and educate the profession. Expected results: Quarterly trends in our communications activities continue to increase and reach a wider potential audience.
	2.3 Impede misconduct by tax practitioners and unregistered preparers through our compliance programs	Data and intelligence are used to deliver an effective compliance program. Expected results: Effective collaboration with co-regulators and the use of data analytics continues to identify high risk practitioners and support prioritising cases for compliance action.
	2.4 Implement a strategic litigation program to clarify the law, support just outcomes and deter poor conduct	Litigation cases that clarify the law and support the TPB's purpose. Expected results: The TPB continues to deter misconduct through favourable litigation outcomes.

Year	Performance measures	Expected/planned performance results
Current year 2021-22	3.1 Work with Treasury and Government to design and implement reforms to the TASA and the TPB	Treasury considers submissions from the TPB and works collaboratively with the TPB on law and policy reform. Expected results: The TPB's active engagement with Treasury has supported and influenced law and policy reform.
	3.2 Deliver an ongoing technology program to support enhanced services and drive operational efficiency	System upgrades are contemporary and engaging. Expected results: Significant milestone accomplished relating to the upgrade of our customer relationship management tool and supporting the achievement of high-quality operational outcomes.
	3.3 Support our people by delivering a comprehensive People Program	Implementation of a reward and recognition program. Expected results: The TPB has launched and actively manages staff reward programs, recognising staff achievements and reinforcing our consistently high levels of staff engagement.

Year	Performance measures	Expected/planned performance results
1. Support the Government's areas of focus and reform		
Budget year 2022-23	1.1 We contribute to government reform	Target: >95% of TPB submissions are relevant to the TPBs regulatory role.
2. Administer a system of registration		
Budget year 2022-23	2.1 Our internal service standards results	Target: 80% new and renewal within 30 days, 95% new and renewal within 60 days.
	2.2 Our Quality Assurance results	Target: The TPB aims to conduct quality assurance checks quarterly.
	2.3 Tax Practitioner satisfaction with engagement with TPB/registration and renewal process	Target: 65% new and 74% renewal biannual survey results.
	2.4 Tax practitioner satisfaction with reduction in red tape	Target: Under development.
	2.5 The TPB register is available and updated daily	Target: 99%.
3. Investigate applications for registration and address conduct that may breach the TASA		
Budget year 2022-23	3.1 Tax Practitioner satisfaction with TPB compliance effectiveness	Target: 65% biannual survey results.
	3.2 The number of completed compliance investigations	Target: >2000 investigations completed.
	3.3 The number of self-generated cases	Target: >350 cases.
	3.4 Unregistered Preparers are identified and addressed	Target: >62 identified and >15 investigated.
4. Impose sanctions for breaches of the TASA		
Budget year 2022-23	4.1 The number of sanctions imposed	Target: Under development.
	4.2 Sanctions are appropriate	Target: Under development.
5. Issue guidance to support tax practitioners		
Budget year 2022-23	5.1 The number of guidance products/instruments published	Target: the TPB aims to support the tax profession by publishing regular guidance material.
	5.2 Satisfaction from tax practitioners	Target: 79% biannual survey results.

Year	Performance measures	Expected/planned performance results
6. Build organisational capability and culture		
Budget Year 2022-23	6.1 Our System availability	Target: 95% system availability Target: Staff survey under development Target: Incident reduction under development.
	6.2 Our staff wellbeing and engagement scores	Target: APS Census results are >68% for wellbeing and >73% for engagement.
	6.3 Staff satisfaction with workplace culture	Target: Under development.
	6.4 Staff satisfaction with skills development	Target: Under development.
	6.5 Staff satisfaction with TPB leadership	Target: Under development.
	6.6 Board satisfaction with TPB governance	Target: The TPB ARC expresses satisfaction with governance activities.
Year	Performance measures	Expected/planned performance results
Forward estimates 2023-24 and beyond	As per 2022-23	As per 2022-23

(a) Program description has been slightly modified to remove the 'Tax Financial Advisers' as they are no longer regulated by the TPB. Instead, 'unregistered preparers' has been included, which is a high-risk segment the TPB is actively monitoring.

Program 1.3 – Australian Business Registry Services

The ABRS has been established to assist the Registrar to carry out their functions. The Registrar has separate and distinct responsibilities from the Commissioner of Taxation, including administering director identification numbers and assisting the Australian Securities and Investments Commission (ASIC) to manage its registry functions. The Commissioner of Taxation remains Registrar of the Australian Business Register (ABR) under the *A New Tax System (Australian Business Number) Act 1999*.

The Registrar of ABRS is now responsible for assisting ASIC to perform its registry functions (under a delegation from ASIC). As ASIC registers are migrated to the new registry system, the Registrar will assume primary responsibility for registry functions and associated reporting.

The ABRS is a custodian of trusted business information and world-class provider of associated services used by businesses, governments and communities to unlock economic and social value for Australia.

Key activities	<p>The ABRS is a new service that will be progressively established as the MBR program is implemented over the coming years. ABRS will provide:</p> <ul style="list-style-type: none"> • effective, efficient and accessible business registry services that reduce the regulatory burden for business • a unified, accessible and trusted source of business data that supports the activities of businesses, governments and the community • robust identity verification and relationship traceability for directors, through Director ID, which will foster trust and confidence by creating a fairer business environment.
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Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Increased use of the ABR as the national business dataset	Target: ABR Explorer – 420 ABR Connect – 18 ABN Lookup – 1.8 billion Forecast: On track
Budget year 2022-23		Target 2022-23: ABR Explorer – 500 ABR Connect – 20 ABN Lookup – 2.0 billion
Forward estimates 2023-24 and beyond		Target 2023-24: ABR Explorer – 525 ABR Connect – 22 ABN Lookup – 2.3 billion Target 2024-25: ABR Explorer – 550 ABR Connect – 24 ABN Lookup – 2.5 billion Target 2025-26: As per 2024-25
Current year 2021-22	Reduction in the administrative cost to businesses and government in dealing with each other	Target: Total – \$2 billion Forecast: On track
Budget year 2022-23		Target 2022-23: Total – \$2.25 billion
Forward estimates 2023-24 and beyond		Target 2023-24: Total – \$2.34 billion Target 2024-25: Total – \$2.45 billion Target 2025-26: As per 2024-25

Program 1.4 – Australian Charities and Not-for-profits Commission		
<p>The Australian Charities and Not-for-profits Commission (ACNC) is the independent national regulator of charities. The ACNC Commissioner (the Commissioner) has a number of statutory functions and regulatory powers set out in the Australian Charities and Not-for-profits Commission Act 2012 (Cth) (ACNC Act), the Charities Act 2013 (Cth) (the Charities Act) and accompanying regulations.</p>		
Key activities	<ul style="list-style-type: none"> • maintaining a public register of Australian charities • registering new charities • revoking the registration of charities that are no longer entitled to registration • collecting information about charities annually • providing advice and guidance to charities and the public • disseminating resources for better governance practices • enhancing transparency and good governance in the sector • monitoring charities for compliance with legal requirements, and acting on identified concerns • working across governments to reduce unnecessary regulation. 	
Year	Performance measures	Expected/planned performance outcomes
<p>Key for results Met: Target met or exceeded, or the work has commenced and is on track to be met by 30 June 2022 Partially met: Some elements of the target were met and issues were managed, the work has commenced and is on track to be met or partially met by 30 June 2022. Partially met is 80% or more of the target achieved Not met: Target not met, or not on track to be met by 30 June 2022.</p>		
Current year 2021-22	<p>90% of new charity registrations completed within agreed timeframe</p> <p>75% of charities complying with timeliness of Annual Information Statement submission requirements</p> <p>75% of investigations finalised within 12 months</p> <p>Launch of the enhanced Charity Register with searchable program data available</p> <p>80% of phone calls answered within 4 minutes</p>	<p>On track to be met or partially met by 30 June 2022</p> <p>On track to be met or partially met by 30 June 2022</p> <p>On track to be met or partially met by 30 June 2022</p> <p>On track to be met or partially met by 30 June 2022</p> <p>On track to be partially met or not met by 30 June 2022</p>
	<p>Information and guidance materials are reviewed and updated or published for the first time on the ACNC website to assist charities in understanding their obligations</p> <p>The Regulator Performance Framework demonstrates a reduction in unnecessary regulation for charities</p>	<p>On track to be met or partially met by 30 June 2022</p> <p>On track to be met or partially met by 30 June 2022</p>

Year	Performance measures	Expected/planned performance outcomes
Budget year 2022-23	90% of new charity registrations completed within agreed timeframe	Meet by 30 June 2023
	75% of charities complying with timeliness of Annual Information Statement submission requirements	Meet by 30 June 2023
	75% of investigations finalised within 12 months	Meet by 30 June 2023
	Complete 75 investigations	Meet by 30 June 2023
	2% of Charities Register with DGR endorsement reviewed	Meet by 30 June 2023
	Increased usage of the enhanced Charity Register with searchable program data available	Meet by 30 June 2023
	80% of phone calls answered within 4 minutes	Meet by 30 June 2023
	Information and guidance materials are reviewed and updated or published for the first time on the ACNC website to assist charities in understanding their obligations	Meet by 30 June 2023
	Demonstrated reduction in unnecessary regulation for charities	Meet by 30 June 2023
Forward estimates 2023-24 and beyond	As per 2022-23	Meet by 30 June of the relevant year

<p>Program 1.5 – 1.19 Administered programs</p> <p>The ATO administers a range of payments and transfers on behalf of the Australian Government, including incentives and rebates delivered through the taxation and superannuation systems.</p>		
<p>Key activities</p>	<p>Administered programs may be administered by the ATO with policy and delivery assistance from other Commonwealth agencies, or directly through the tax and superannuation systems.</p>	
<p>Program 1.5 – Australian Screen and Digital Game Production Incentive</p> <p>The Australian Screen Production Incentive comprises three refundable film tax offsets: the Producer Offset, the Location Offset, and the Post, Digital and Visual Effects (PDV) Offset. These offsets are designed to ensure Australia remains competitive in attracting high budget film and television productions and are aimed at providing increased opportunities for Australian casts, crew, post-production companies and other services to participate in these productions.</p> <p>The Digital Games Tax Offset is a new tax incentive, commencing from 1 July 2022 that would provide a refundable tax offset for qualifying Australian expenditure to eligible businesses.</p> <p>The Office for the Arts, along with Screen Australia and the ATO, have co-administration responsibilities for the program. Screen Australia has responsibility for the Producer Offset while the Office for the Arts has responsibility for the Location, PDV and Digital Games Tax Offset. The ATO conducts verification and reconciliation with the certificates issued by the Arts Minister before the offset is paid to the taxpayer.</p>		
<p>Year</p>	<p>Performance measures</p>	<p>Expected/planned performance outcomes</p>
<p>Current year 2021-22</p>	<p>Value of tax offsets processed</p>	<p>Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report.</p>
<p>Budget year 2022-23</p>		<p>Target 2022-23: The ATO aims to administer the program in accordance with the law</p>
<p>Forward estimates 2023-24 and beyond</p>		<p>Target 2023-24 and beyond: As per 2022-23</p>

Program 1.6 – Junior Minerals Exploration Incentive		
<p>The Junior Minerals Exploration Incentive provides a tax incentive to invest in small minerals exploration companies undertaking greenfields minerals exploration in Australia. Eligible Australian resident investors of these companies receive a tax incentive where the companies choose to give up a portion of their tax losses relating to their exploration expenditure in an income year.</p>		
Year	Performance measures	Expected/planned performance outcomes
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>All applications received are processed and taxpayers notified of their exploration credit allocation within 28 calendar days of the application period closing</p>	<p>Target 2021-22: 100% notifications issued within 28 calendar days of the application period closing Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: 100% notifications issued within 28 calendar days of the application period closing</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Public reporting data uploaded on data.gov.au (and linked to the ato.gov.au website) after determination letters are issued</p>	<p>Target 2021-22: Published within 56 calendar days of the application period closing Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: Published within 56 calendar days of the application period closing</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

Program 1.7 – Fuel Tax Credits Scheme		
<p>The objective of the Fuel Tax Credits Scheme is to remove or reduce the incidence of fuel tax levied on taxable fuels by providing a credit for fuel used for:</p> <ul style="list-style-type: none"> • business activities in machinery, plant and equipment and vehicles; • the domestic generation of electricity by taxpayers not in business. 		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of claims	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: N/A – measure ceases in 2021-22
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: N/A – measure ceases in 2021-22
Current year 2021-22	<u>Fuel Tax Credits Scheme gap</u>	Target 2021-22: N/A – new measure in 2022-23 Forecast: N/A – new measure
Budget year 2022-23		Target 2022-23: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.8 – National Rental Affordability Scheme		
<p>The Department of Social Services has policy responsibility for the National Rental Affordability Scheme. The objectives are to:</p> <ul style="list-style-type: none"> • increase the supply of new affordable rental housing; • reduce rental costs for low- and moderate-income households – National Rental Affordability Scheme homes rented to eligible tenants at a rate that is at least 20 per cent below the market value rent; and • encourage large-scale investment and innovative delivery of affordable housing through the provision of the following incentives: <ul style="list-style-type: none"> – an Australian Government incentive per dwelling per year as a tax offset or direct payment; and – a State or Territory Government incentive as a direct payment per dwelling per year or in-kind financial support. 		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of tax offsets processed	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.9 – Product Stewardship for Oil		
<p>The objective of the Product Stewardship for Oil Program is to:</p> <ul style="list-style-type: none"> • provide incentives to increase used oil recycling; and • encourage the environmentally sustainable management and re-refining of used oil and its re-use. <p>These objectives are met through the payment of a levy by producers and importers of petroleum-based oils and their synthetic equivalents. Benefits are paid to oil recyclers as an incentive to undertake increased recycling of used oil. The Department of the Environment and Energy has policy responsibility for the program, with the ATO administering the program on its behalf.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of revenue collected	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: N/A – measure ceases in 2021-22
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: N/A – measure ceases in 2021-22
Current year 2021-22	Value of payments processed	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: N/A – measure ceases in 2021-22
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: N/A – measure ceases in 2021-22
Current year 2021-22	<u>Product Stewardship for Oil gap</u>	Target 2021-22: N/A – new measure in 2022-23 Forecast: N/A – new measure
Budget year 2022-23		Target 2022-23: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.10 – Research and Development Tax Incentive The Research and Development (R&D) Tax Incentive is an ongoing scheme designed to increase the level of research and development being conducted by Australian companies. The Department of Industry, Innovation and Science has the primary policy responsibility for the program with the aim of increasing both the number of companies investing in innovation and the value of innovation investment over time. The ATO has an important supporting role in processing claims through the tax system for the R&D offset.		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Value of claims processed for companies claiming the non-refundable research and development tax offset (38.5% of notional R&D deductions)	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report Target 2022-23: The ATO aims to administer the program in accordance with the law Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Value of claims processed for companies claiming the refundable research and development tax offset (43.5% of notional R&D deductions)	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report Target 2022-23: The ATO aims to administer the program in accordance with the law Target 2023-24 and beyond: As per 2022-23
Current year 2021-22 Budget year 2022-23 Forward estimates 2023-24 and beyond	Number of claims processed for companies claiming the non-refundable research and development tax offset (38.5% of notional R&D deductions)	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report Target 2022-23: The ATO aims to administer the program in accordance with the law Target 2023-24 and beyond: As per 2022-23

Year	Performance measures	Expected/planned performance outcomes
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Number of claims processed for companies claiming the refundable research and development tax offset (43.5% of notional R&D deductions)</p>	<p>Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: The ATO aims to administer the program in accordance with the law</p> <p>Target 2023-24 and beyond: As per 2022-23</p>
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Proportion of offsets processed within service standard timeframes</p>	<p>Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: The ATO aims to administer the program in accordance with the law</p> <p>Target 2023-24 and beyond: As per 2022-23</p>

Program 1.11 – Low Income Superannuation Tax Offset		
<p>The Low Income Superannuation Tax Offset (LISTO) is aimed to address some of the inequity in the superannuation system, where low-income earners with a marginal rate of tax less than 15 per cent, pay a higher rate of tax on superannuation contributions than if they had received the money as salary and wages.</p> <p>The LISTO replaces the low income superannuation contribution (LISC) policy from 1 July 2017. LISC will continue to be payable for concessional contributions made up to and including the 2016-17 year, however, determinations will cease at 1 July 2019.</p> <p>The Treasury has policy responsibility for the program, while the ATO administers the program and provides information and support to individuals and superannuation funds through advice and education services.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of entitlements paid	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23
Program 1.12 – Private Health Insurance Rebate		
<p>The objective of the Private Health Insurance Rebate is to provide access to a benefit to eligible individuals with private health insurance and to act as an incentive to take up private health insurance.</p> <p>The Department of Health has policy responsibility for the program, and the administration of the program is split between the ATO and registered health insurers, depending on the claim method.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of rebates processed	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.13 – Superannuation Co-contribution Scheme		
<p>The Superannuation Co-contribution Scheme is to help low-and-middle income earners save for their retirement. Eligible individuals who make personal superannuation contributions to a complying superannuation fund or retirement savings account receive a co-contribution from the Government up to certain limits.</p> <p>The Treasury has policy responsibility for the program, while the ATO administers the program and provides information and support to individuals and superannuation funds through marketing and education services.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of entitlements paid	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.14 – Superannuation Guarantee Scheme		
<p>Under the <i>Superannuation Guarantee (Administration) Act 1992</i> (SGAA), most employers must pay superannuation contributions into a complying superannuation fund or retirement savings account.</p> <p>Non-compliance with the SGAA by employers means that eligible employees will not receive their entitlements to, and benefits of, superannuation in their retirement.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Superannuation guarantee gap as a proportion of superannuation guarantee contributions	Target 2021-22: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available. Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: Reduce the gap to a level as low as practicable given the nature and complexity of the law and the resources available
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23
Current year 2021-22	Value of superannuation guarantee charge: <ul style="list-style-type: none"> raised (including penalties and interest) collected 	Target 2021-22: Raised: \$812 million Collected: \$462 million Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: Raised: \$946 million Collected: \$550 million Target 2023-24: Raised: \$1,017 million Collected: \$594 million
Forward estimates 2023-24 and beyond		Target 2024-25: Raised: \$1,099 million Collected: \$642 million Target 2025-26: Raised: \$1,184 million Collected: \$692 million
Current year 2021-22	Value of superannuation guarantee entitlements distributed to individuals or superannuation funds	Target 2021-22: \$421 million Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: \$497 million
Forward estimates 2023-24 and beyond		Target 2023-24: \$536 million Target 2024-25: \$578 million Target 2025-26: \$622 million

Year	Performance measures	Expected/planned performance outcomes
<p>Current year 2021-22</p> <p>Budget year 2022-23</p> <p>Forward estimates 2023-24 and beyond</p>	<p>Value of superannuation guarantee debt on hand and the amount of superannuation guarantee debt irrecoverable at law or uneconomical to pursue</p>	<p>Target 2021-22: Debt on hand: \$2,700 million Irrecoverable at law or uneconomical to pursue: \$195 million Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report</p> <p>Target 2022-23: Debt on hand: \$3,500 million Irrecoverable at law or uneconomical to pursue: \$172 million</p> <p>Target 2023-24: Debt on hand: \$3,700 million Irrecoverable at law or uneconomical to pursue: \$177 million</p> <p>Target 2024-25: Debt on hand: \$4,000 million Irrecoverable at law or uneconomical to pursue: \$183 million</p> <p>Target 2025-26: Debt on hand: \$4,300 million Irrecoverable at law or uneconomical to pursue: \$189 million</p>

Program 1.15 – Targeted Assistance Through the Taxation System Under the <i>Superannuation (Unclaimed Money and Lost Members) Act 1999</i> , superannuation funds must identify certain types of lost and former temporary resident accounts as unclaimed superannuation money and transfer amounts to the ATO every six months. Since 1 July 2013, any unclaimed superannuation money payments from the ATO to individuals includes interest, at a rate equivalent to the consumer price index, to preserve the value of these accounts. While the Treasury has policy responsibility, the ATO administers the program.		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of interest payments processed	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23
Program 1.16 – Interest on Overpayment and Early Payments of Tax The objective of the program is to apply credit interest to taxpayers' accounts where they are entitled under the law. The application of credit interest is non-discretionary where an entitlement exists under the <i>Taxation (Interest on Overpayments and Early Payments) Act 1983</i> . Administered interest regimes include: <ul style="list-style-type: none"> • interest on overpayments of tax; • delayed refund interest; and • interest on early payments of tax. 		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of credit interest applied to client accounts	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget Year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward Estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.17 – Bad and Doubtful Debts and Remissions		
<p>The primary objective of the program is to help ensure that the value of tax receivables reported is a true and fair estimate of what can be collected on behalf of the Australian Government.</p> <p>The ATO may not be able to collect all tax liabilities due. The ATO estimates the amount it does not expect to recover and, in accordance with Australian Accounting Standards, creates an impairment allowance provision for this amount. This provision is one of the amounts offset against the gross total taxation receivables to determine the net total taxation receivables, which is a true and fair estimate of what can be collected on behalf of the Australian Government.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Ratio of debt uneconomical to pursue to ATO net tax collections	Target 2021-22: Below 1% Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: Below 1%
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23
Program 1.18 – Seafarer Tax Offset		
<p>The Seafarer Tax Offset commenced from 1 July 2012 and is designed to encourage the development of sustainable employment and skills opportunities for Australian seafarers. A Bill to abolish the Seafarer Tax Offset was tabled in Parliament but has now lapsed. There has been no Government announcement on the future of the Seafarer Tax Offset since the lapsing of the Bill.</p>		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Eligible taxpayers are aware of how to claim the offset	Target 2021-22: 100% Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: 100%
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Program 1.19 – Economic Response to the Coronavirus The objective of the program is to support taxpayers and businesses through the coronavirus (COVID-19) pandemic. JobMaker Hiring Credit is a broad scheme to encourage job creation by employers in the COVID-19 recovery. JobMaker Hiring Credit is aimed at supporting young people (aged 16 to 35 years) into employment. This program also covered the JobKeeper Payment scheme and Boosting cash flow for employers, both of which ceased in the 2020-21 year. The Treasury has policy responsibility for the program, while the ATO administers the program.		
Year	Performance measures	Expected/planned performance outcomes
Current year 2021-22	Value of Hiring credit paid	Target 2021-22: The ATO aims to administer the program in accordance with the law Forecast: Information not yet available. Actual performance will be reported in the ATO Annual Report
Budget year 2022-23		Target 2022-23: The ATO aims to administer the program in accordance with the law
Forward estimates 2023-24 and beyond		Target 2023-24 and beyond: As per 2022-23

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2022-23 budget year, including the impact of budget measures and resourcing on financial statements.

3.1 Budgeted financial statements

3.1.1 Differences between entity resourcing and financial statements

The budgeted financial statements have been prepared on an accrual basis.

3.1.2 Explanatory notes and analysis of budgeted financial statements

The ATO's total operating revenue for 2022-23 is estimated at \$3.9 billion while expenditure is estimated to be \$4.1 billion, inclusive of unfunded depreciation. These budgeted amounts have increased since the 2021-22 Budget mainly due to new budget measure funding to support Government initiatives.

Departmental balance sheet (Table 3.2)

ATO's net assets as of 30 June 2023 is expected to be \$250 million. Net assets have increased by \$79.1 million since 2021-22 Budget mainly due to decreases in lease liabilities.

Departmental capital budget statement (Table 3.5)

Total capital appropriations in 2022-23 have increased by \$2.1 million since the 2021-22 Budget, as a result of new capital measures.

Total purchase of non-financial assets in 2022-23 have increased by \$57.4 million since the 2021-22 Budget, primarily due to new capital measures.

3.2 Budgeted financial statements tables

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
EXPENSES					
Employee benefits	2,179,015	2,228,935	1,998,158	1,996,063	2,003,826
Suppliers	1,470,230	1,409,591	1,258,950	1,250,964	968,897
Depreciation and amortisation (a)	403,440	416,709	403,520	388,075	378,031
Finance costs	10,422	13,863	16,703	14,145	11,581
Total expenses	4,063,107	4,069,098	3,677,331	3,649,247	3,362,335
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	92,935	104,432	109,380	114,432	117,985
Sublease income	14,931	12,230	10,407	10,787	9,620
Sublease interest income	250	175	96	26	2
Other	12,189	14,994	11,864	8,000	8,000
Total own-source revenue	120,305	131,831	131,747	133,245	135,607
Gains					
Other	3,000	3,000	3,000	3,000	3,000
Total gains	3,000	3,000	3,000	3,000	3,000
Total own-source income	123,305	134,831	134,747	136,245	138,607
Net (cost of)/contribution by services	(3,939,802)	(3,934,267)	(3,542,584)	(3,513,002)	(3,223,728)
Revenue from Government	3,770,651	3,744,364	3,368,952	3,349,384	3,064,307
Surplus/(deficit) attributable to the Australian Government	(169,151)	(189,903)	(173,632)	(163,618)	(159,421)
Total comprehensive income/(loss)	(169,151)	(189,903)	(173,632)	(163,618)	(159,421)
Total comprehensive income/(loss) attributable to the Australian Government	(169,151)	(189,903)	(173,632)	(163,618)	(159,421)

Table 3.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**Note: Impact of net cash appropriation arrangements**

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Total comprehensive income/(loss) – as per statement of Comprehensive Income	(169,151)	(189,903)	(173,632)	(163,618)	(159,421)
plus: depreciation/amortisation of assets funded through appropriations (departmental capital budget funding and/or equity injections) (a)	180,168	184,746	172,123	162,830	162,830
plus: depreciation/amortisation expenses for ROU assets (b)	223,272	231,963	231,397	225,245	215,201
less: lease principal repayments (b)	234,289	226,806	229,888	224,457	218,610
Net Cash Operating Surplus/ (Deficit)	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

(b) Applies leases under AASB 16 Leases.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	49,054	49,054	49,054	49,054	49,054
Trade and other receivables	598,808	554,829	558,168	557,737	566,463
Total financial assets	647,862	603,883	607,222	606,791	615,517
Non-financial assets					
Land and buildings	932,494	1,311,838	1,271,660	1,044,357	839,806
Property, plant and equipment	101,440	95,754	86,753	81,935	69,318
Intangibles	531,973	514,525	456,653	424,374	387,313
Other non-financial assets	74,588	75,092	75,092	75,092	75,092
Total non-financial assets	1,640,495	1,997,209	1,890,158	1,625,758	1,371,529
Assets held for sale					
Total assets	2,288,357	2,601,092	2,497,380	2,232,549	1,987,046
LIABILITIES					
Payables					
Suppliers	257,056	259,160	259,160	259,160	259,160
Subsidies	51,016	61,072	64,771	64,698	73,787
Other payables	4,986	4,986	4,986	4,986	4,986
Total payables	313,058	325,218	328,917	328,844	337,933
Interest bearing liabilities					
Leases	881,013	1,229,329	1,164,260	939,803	721,193
Total interest-bearing liabilities	881,013	1,229,329	1,164,260	939,803	721,193
Provisions					
Employee provisions	780,677	780,677	780,677	780,677	780,677
Other provisions	15,877	15,877	15,877	15,877	15,877
Total provisions	796,554	796,554	796,554	796,554	796,554
Total liabilities	1,990,625	2,351,101	2,289,731	2,065,201	1,855,680
Net assets	297,732	249,991	207,649	167,348	131,366

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
EQUITY*					
Parent entity interest					
Contributed equity	2,269,161	2,411,323	2,542,613	2,665,930	2,789,369
Reserves	123,154	123,154	123,154	123,154	123,154
Retained surplus (accumulated deficit)	(2,094,583)	(2,284,486)	(2,458,118)	(2,621,736)	(2,781,157)
Total equity	297,732	249,991	207,649	167,348	131,366

Prepared on Australian Accounting Standards basis.

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

Table 3.3: Departmental statement of changes in equity – summary of movement (Budget year 2022-23)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/capital \$'000	Total equity \$'000
Opening balance as of 1 July 2022				
Balance carried forward from previous period	(2,094,583)	123,154	2,269,161	297,732
Adjusted opening balance	(2,094,583)	123,154	2,269,161	297,732
Comprehensive income				
Surplus/(deficit) for the period	(189,903)	-	-	(189,903)
Total comprehensive income	(189,903)	-	-	(189,903)
Transactions with owners				
Contributions by owners				
Equity injection – Appropriation	-	-	30,697	30,697
Departmental Capital Budget (DCB)	-	-	111,465	111,465
Total transactions with owners	-	-	142,162	142,162
Estimated closing balance as at 30 June 2023	(2,284,486)	123,154	2,411,323	249,991
Closing balance attributable to the Australian Government	(2,284,486)	123,154	2,411,323	249,991

Prepared on Australian Accounting Standards basis.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	3,841,518	3,787,324	3,365,613	3,349,815	3,055,581
Sale of goods and rendering of services	119,910	131,418	131,747	133,245	135,607
Net GST received	131,034	130,218	128,786	128,786	128,786
Total cash received	4,092,462	4,048,960	3,626,146	3,611,846	3,319,974
Cash used					
Employees	2,181,958	2,227,694	1,994,459	1,996,136	1,994,737
Suppliers	1,455,692	1,396,176	1,255,950	1,247,964	965,897
Borrowing costs	10,422	13,863	16,703	14,145	11,581
Net GST paid	131,450	128,786	128,786	128,786	128,786
Total cash used	3,779,522	3,766,519	3,395,898	3,387,031	3,101,001
Net cash from/(used by) operating activities	312,940	282,441	230,248	224,815	218,973
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment and intangibles	235,639	197,797	131,650	123,675	123,802
Total cash used	235,639	197,797	131,650	123,675	123,802
Net cash from/(used by) investing activities	(235,639)	(197,797)	(131,650)	(123,675)	(123,802)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	157,047	142,162	131,290	123,317	123,439
Total cash received	157,047	142,162	131,290	123,317	123,439
Cash used					
Principal payments on lease liability	234,289	226,806	229,888	224,457	218,610
Total cash used	234,289	226,806	229,888	224,457	218,610
Net cash from/(used by) financing activities	(77,242)	(84,644)	(98,598)	(101,140)	(95,171)
Net increase/(decrease) in cash held	59	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	48,995	49,054	49,054	49,054	49,054
Cash and cash equivalents at the end of the reporting period	49,054	49,054	49,054	49,054	49,054

Prepared on Australian Accounting Standards basis.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget – Bill 1 (DCB)	102,239	111,465	122,455	121,761	123,439
Equity injections – Bill 2 (a)	54,808	30,697	8,835	1,556	-
Total new capital appropriations	157,047	142,162	131,290	123,317	123,439
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	<i>157,047</i>	<i>142,162</i>	<i>131,290</i>	<i>123,317</i>	<i>123,439</i>
Total items	157,047	142,162	131,290	123,317	123,439
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (b)	108,400	48,647	8,835	1,556	-
Funded by capital appropriation - DCB (c)	127,239	148,764	122,455	121,761	123,439
TOTAL	235,639	197,411	131,290	123,317	123,439
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	235,639	197,411	131,290	123,317	123,439
Total cash used to acquire assets	235,639	197,411	131,290	123,317	123,439

Prepared on Australian Accounting Standards basis.

- (a) New capital Equity Injections for 2021-22 reflect a reduction of \$24.1 million related to prior year equity that has been subsequently reclassified
- (b) Includes both current Bill 2 and prior Act 2/4/6 appropriations.
- (c) Includes purchases from current and previous years' Departmental Capital Budgets (DCBs).

Table 3.6: Statement of departmental asset movements (Budget year 2022-23)

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2022				
Gross book value	256,687	108,147	2,120,589	2,485,423
Gross book value – ROU assets	1,436,126	65,509	-	1,501,635
Accumulated depreciation/ amortisation and impairment	(102,223)	(57,823)	(1,588,616)	(1,748,662)
Accumulated depreciation/amortisation and impairment – ROU assets	(658,096)	(14,393)	-	(672,489)
Opening net book balance	932,494	101,440	531,973	1,565,907
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase – appropriation equity (a)	-	-	48,647	48,647
By purchase – appropriation ordinary annual services (b)	64,030	19,822	65,298	149,150
By purchase – appropriation ordinary annual services – ROU assets	575,122	-	-	575,122
Total additions	639,152	19,822	113,945	772,919
Other movements				
Depreciation/amortisation expense	(33,807)	(19,546)	(131,393)	(184,746)
Depreciation/amortisation on ROU assets	(226,001)	(5,962)	-	(231,963)
Total other movements	(259,808)	(25,508)	(131,393)	(416,709)

**Table 3.6: Statement of departmental asset movements (Budget year 2022-23)
(continued)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 30 June 2023				
Gross book value	320,717	127,969	2,234,534	2,683,220
Gross book value – ROU assets	2,011,248	65,509	-	2,076,757
Accumulated depreciation/ amortisation and impairment	(136,030)	(77,369)	(1,720,009)	(1,933,408)
Accumulated depreciation/amortisation and impairment – ROU assets	(884,097)	(20,355)	-	(904,452)
Closing net book balance	1,311,838	95,754	514,525	1,922,117

Prepared on Australian Accounting Standards basis.

- (a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2022-23
- (b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2022-23 for depreciation/amortisation expenses, Departmental Capital Budget or other operational expenses.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
EXPENSES					
Subsidies	10,314,268	11,241,901	12,896,466	13,653,169	14,516,158
Personal benefits	848,597	983,407	978,856	971,786	959,079
Penalty and interest charge remission expense	1,435,000	1,425,000	1,465,000	1,575,000	1,655,000
Write-down and impairment of assets	5,994,000	6,379,000	6,452,000	6,750,000	7,059,000
Interest on overpayments	70,000	75,000	75,000	75,000	75,000
Superannuation Guarantee Charge	612,000	593,000	641,000	693,000	747,000
Unclaimed superannuation monies interest	22,808	6,000	5,000	6,000	6,000
Other Expenses	8,577	8,137	3,036	-	-
Total expenses administered on behalf of Government	19,305,250	20,711,445	22,516,358	23,723,955	25,017,237
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Taxation revenue					
Income tax	399,733,799	383,577,477	410,399,332	429,222,077	455,441,133
Indirect tax	100,870,000	110,170,100	119,409,900	124,980,000	130,700,000
Other taxes	3,140,208	3,159,766	3,264,271	3,039,778	3,228,187
Total taxation revenue	503,744,007	496,907,343	533,073,503	557,241,855	589,369,320
Non-taxation revenue					
Unclaimed Superannuation Monies	466,575	214,000	190,000	123,000	118,000
Other Revenue	15,226	15,598	18,326	16,492	25,555
Total non-taxation revenue	481,801	229,598	208,326	139,492	143,555
Total own-source revenue administered on behalf of Government	504,225,808	497,136,941	533,281,829	557,381,347	589,512,875
Net (cost of)/contribution by services	484,920,558	476,425,496	510,765,471	533,657,392	564,495,638
Surplus/(deficit) before income tax	484,920,558	476,425,496	510,765,471	533,657,392	564,495,638

Prepared on Australian Accounting Standards basis.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
ASSETS					
Financial assets					
Cash	468,468	468,468	468,468	468,468	468,468
Total financial assets	468,468	468,468	468,468	468,468	468,468
Non-financial assets					
Taxation Receivables	34,148,873	37,140,589	40,306,095	43,627,699	47,115,302
Other Receivables	379,846	379,846	379,846	379,846	379,846
Accrued Revenues	14,336,620	15,216,620	15,956,620	16,196,620	17,076,620
Total non-financial assets	48,865,339	52,737,055	56,642,561	60,204,165	64,571,768
Total assets administered on behalf of Government	49,333,807	53,205,523	57,111,029	60,672,633	65,040,236
LIABILITIES					
Payables					
Subsidies	362,967	362,967	362,967	362,967	362,967
Personal benefits	11,186	11,186	11,186	11,186	11,186
Superannuation guarantee charge	61,857	61,857	61,857	61,857	61,857
Taxation refunds due	1,195,585	1,195,585	1,195,585	1,195,585	1,195,585
Superannuation holding account	76,007	87,407	95,707	105,707	106,107
Other payables	2,736	2,736	2,736	2,736	2,736
Total payables	1,710,337	1,721,737	1,730,037	1,740,037	1,740,437

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
Provisions					
Subsidies	3,887,009	4,389,927	4,551,950	4,809,961	5,175,242
Personal Benefits	1,066,513	1,096,968	1,095,955	1,093,643	1,083,547
Income Taxation refunds provided for	1,876,829	1,866,829	1,856,829	1,846,829	1,836,829
Indirect Taxation refunds provided for	215,842	215,842	215,842	215,842	215,842
Superannuation guarantee payments	778,349	874,349	979,349	1,094,349	1,219,349
Unclaimed superannuation payments	577,885	433,885	312,885	274,885	276,885
Targeted Assistance through the Taxation Program	37,070	31,070	23,070	17,070	14,070
Provision for interest on overpayments of taxes	11,335	11,335	11,335	11,335	11,335
Other provisions	15,434	15,434	15,434	15,434	15,434
Total provisions	8,466,266	8,935,639	9,062,649	9,379,348	9,848,533
Total liabilities administered on behalf of Government	10,176,603	10,657,376	10,792,686	11,119,385	11,588,970
Net assets/(liabilities)	39,157,204	42,548,147	46,318,343	49,553,248	53,451,266

Prepared on Australian Accounting Standards basis.

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

	2021-22 Estimated actual \$'000	2022-23 Budget \$'000	2023-24 Forward estimate \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Taxes	491,410,796	485,221,627	521,240,997	545,345,251	576,277,717
Other	485,326	96,998	95,626	111,492	145,955
Total cash received	491,896,122	485,318,625	521,336,623	545,456,743	576,423,672
Cash used					
Subsidies paid	10,854,650	10,738,983	12,734,443	13,395,158	14,150,877
Personal benefits	931,183	952,952	979,869	974,098	969,175
Suppliers	8,577	8,137	3,036	-	-
Interest	70,000	75,000	75,000	75,000	75,000
Other	544,000	509,000	549,000	590,000	631,000
Total cash used	12,408,410	12,284,072	14,341,348	15,034,256	15,826,052
Net cash from/(used by) operating activities	479,487,712	473,034,553	506,995,275	530,422,487	560,597,620
Net increase/(decrease) in cash held	479,487,712	473,034,553	506,995,275	530,422,487	560,597,620
Cash and cash equivalents at beginning of reporting period	468,468	468,468	468,468	468,468	468,468
Cash from Official Public Account for:					
- Appropriations	12,528,410	12,404,072	14,461,348	15,154,256	15,946,052
- Special accounts	19,900	9,400	10,500	11,300	12,300
Total cash from Official Public Account	12,548,310	12,413,472	14,471,848	15,165,556	15,958,352
Cash to Official Public Account for:					
- Administered receipts	(492,016,022)	(485,427,225)	(521,448,323)	(545,566,743)	(576,543,272)
- Special accounts	(20,000)	(20,800)	(18,800)	(21,300)	(12,700)
Total cash to Official Public Account	(492,036,022)	(485,448,025)	(521,467,123)	(545,588,043)	(576,555,972)
Cash and cash equivalents at end of reporting period	468,468	468,468	468,468	468,468	468,468

Prepared on Australian Accounting Standards basis.