

# **Australian Securities and Investments Commission**

## **Entity resources and planned performance**



# Australian Securities and Investments Commission

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# Australian Securities and Investments Commission

## Section 1: Entity overview and resources

### 1.1 Strategic direction statement

The Australian Securities and Investments Commission (ASIC) is an independent government body established under the *Australian Securities and Investments Commission Act 2001*.

ASIC's objectives, as set out in the *Australian Securities and Investments Commission Act 2001*, are to:

- maintain, facilitate, and improve the performance of the financial system and the entities within that system in the interests of commercial certainty, reducing business costs, and the efficiency and development of the economy
- promote the confident and informed participation of investors and consumers in the financial system
- administer the laws that confer functions and powers on it effectively and with a minimum of procedural requirements
- receive, process and store, efficiently and quickly, the information given to ASIC under the laws that confer functions and powers on it
- ensure that information is available as soon as practicable for access by the public
- take whatever action it can take, and is necessary, to enforce and give effect to the laws of the Commonwealth that confer functions and powers on it.

ASIC is Australia's integrated corporate, markets, financial services, and consumer credit regulator.

ASIC also monitors and promotes market integrity and consumer protection in relation to the Australian financial system and payments system.

As the financial services and consumer credit regulator, ASIC administers the Australian financial services and credit licensing regime and monitors financial services and credit businesses to ensure that they operate efficiently, honestly, and fairly. These businesses typically deal in superannuation, managed funds, deposit and payment products, personal lending, insurance, shares and company securities, and derivatives.

As the markets regulator, ASIC assesses how effective operators of financial markets are at ensuring their markets operate in a fair, orderly, and transparent way. ASIC also exercises delegated authority from the Minister in authorising new markets and approving important changes to market structure. It has responsibility for the supervision of trading on Australia’s domestic licensed equity, derivatives markets.

As the corporate regulator, ASIC ensures that companies, schemes, and related entities meet their conduct and fundraising disclosure obligations under the *Corporations Act 2001* (Corporations Act). ASIC ensures that company officers comply with their responsibilities. It also takes disciplinary action against company auditors and liquidators. ASIC monitors public companies’ financial reporting and disclosure and fundraising activities.

In August 2022, ASIC released its Corporate Plan for 2022–2026 (*ASIC Corporate Plan 2022–26: Focus 2022–23*).

## 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 the *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 Securities and Investments Commission resource statement – Budget estimates for 2023–24 as at Budget May 2023**

	2022-23 <i>Estimated actual</i> \$'000	2023-24 Estimate \$'000
<b>Departmental</b>		
Annual appropriations - ordinary annual services (a)		
Prior year appropriations available	130,349	123,790
Departmental appropriation (b)	426,323	433,678
s74 External Revenue (c)	29,020	23,525
Departmental Capital Budget (d)	21,058	19,826
Annual appropriations - other services - non-operating (e)		
Equity injection	5,824	3,866
Total departmental annual appropriations	<u>612,574</u>	<u>604,685</u>
Special accounts (f)		
Opening balance	71,137	71,137
Appropriation receipts (g)	55,246	56,504
Non-appropriation receipts	3,000	-
Total special accounts	<u>129,383</u>	<u>127,641</u>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<u>55,246</u>	<u>56,504</u>
<b>Total departmental resourcing</b>	<b><u>686,711</u></b>	<b><u>675,822</u></b>

**Table 1.1: Australian Securities and Investments Commission resource statement – Budget estimates for 2023–24 as at Budget May 2023 (continued)**

	2022-23 <i>Estimated actual</i> \$'000	2023-24 Estimate \$'000
<b>Administered</b>		
Annual appropriations – ordinary annual services (a)		
Outcome 1	7,925	10,628
Total administered annual appropriations	7,925	10,628
Total administered special appropriations	142,177	146,469
<b>Total administered resourcing</b>	<b>150,102</b>	<b>157,097</b>
<b>Total resourcing for ASIC</b>	<b>836,813</b>	<b>832,919</b>
	2022-23	2023-24
<b>Average staffing level (number)</b>	1,846	1,810

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

	2022-23 <i>Estimated actual</i> \$'000	2023-24 Estimate \$'000
Receipts received from other entities for the provision of services (disclosed above in s74 External Revenue section above)	21,373	17,800

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) 2023–24.
- b) Excludes Departmental Capital Budget (DCB).
- c) Estimated External Revenue receipts under section 74 of the PGPA Act.
- d) 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'.
- e) Appropriation Bill (No. 2) 2023–24.
- f) 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 the *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, e.g. annual appropriations, special appropriations and special accounts.
- g) Amounts credited to the special account from ASIC's annual appropriation.



### 1.3 Budget measures

Budget measures relating to ASIC are detailed in the Budget Paper No. 2 and are summarised below.

**Table 1.2: Australian Securities and Investments Commission 2023–24 Budget measures**

**Measures announced since the 2022–23 October Budget**

Program	2022-23 \$'000	2023-24 \$'000	2024-25 \$'000	2025-26 \$'000	2026-27 \$'000
<b>Receipt measures</b>					
Comprehensive Sustainable Finance Agenda	1.1				
Administered receipt	-	-	(4,302)	-	-
<b>Total</b>	-	-	<b>(4,302)</b>	-	-
Fighting Scams (a)(b)	1.1				
Administered receipt	-	-	(4,819)	(4,176)	(4,209)
<b>Total</b>	-	-	<b>(4,819)</b>	<b>(4,176)</b>	<b>(4,209)</b>
<b>Total receipt measures</b>					
Administered	-	-	(4,819)	(4,176)	(4,209)
<b>Total</b>	-	-	<b>(9,121)</b>	<b>(4,176)</b>	<b>(4,209)</b>
<b>Payment measures</b>					
Comprehensive Sustainable Finance Agenda	1.1				
Departmental payment	-	4,302	-	-	-
<b>Total</b>	-	<b>4,302</b>	-	-	-
Fighting Scams (a)(b)	1.1				
Departmental payment	-	4,819	4,176	4,209	4,441
<b>Total</b>	-	<b>4,819</b>	<b>4,176</b>	<b>4,209</b>	<b>4,441</b>
<b>Total payment measures</b>					
Departmental	-	9,121	4,176	4,209	4,441
<b>Total</b>	-	<b>9,121</b>	<b>4,176</b>	<b>4,209</b>	<b>4,441</b>

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) The lead entity for measure titled Fighting Scams is the Australian Competition and Consumer Commission. The full measure description and package details appear in Budget Paper No. 2 under the Treasury portfolio.

b) This measure includes capital for ASIC of \$0.756m in 2023–24 and \$0.189m in 2026–27.

## 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.

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

**Note:**

Performance reporting requirements in the Portfolio Budget Statements are part of the 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 ASIC can be found at:  
[\(ASIC Corporate Plan 2022–26: Focus 2022–26\)](#).

The most recent annual performance statement can be found at:  
[\(ASIC Annual Report 2021–22\)](#).

## 2.1 Budgeted expenses and performance for Outcome 1

**Outcome 1: Improved confidence in Australia’s financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.**

### Linked programs

<b>Australian Taxation Office</b>
<ul style="list-style-type: none"> <li>• Program 1.1 Australian Taxation Office</li> <li>• Program 1.3 Australian Business Registry Services</li> </ul>
<p>Contribution to Outcome 1 made by linked programs</p> <p>The Australian Taxation Office (ATO) exchanges information with ASIC in relation to self-managed superannuation funds auditor registrations, and financial crime intelligence. ATO contributes funding for the latter as well as for the Modernising Business Registers program.</p>

**Budgeted expenses for Outcome 1**

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

**Table 2.1.1: Budgeted expenses for Outcome 1**

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>Program 1.1: Australian Securities and Investments Commission</b>					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	5,627	6,074	5,861	5,638	5,699
Expenses not requiring appropriation in the Budget year (a)	65,584	75,972	70,391	69,663	69,729
<b>Administered total</b>	<b>71,211</b>	<b>82,046</b>	<b>76,252</b>	<b>75,301</b>	<b>75,428</b>
Departmental expenses					
Departmental appropriation	378,393	411,937	414,769	415,494	419,864
s74 External Revenue (b)	32,374	23,879	6,079	6,079	6,079
Expenses not requiring appropriation in the Budget year (c)	58,895	62,839	62,785	59,759	62,663
<b>Departmental total</b>	<b>469,662</b>	<b>498,655</b>	<b>483,633</b>	<b>481,332</b>	<b>488,606</b>
<b>Total expenses for program 1.1</b>	<b>540,873</b>	<b>580,701</b>	<b>559,885</b>	<b>556,633</b>	<b>564,034</b>
<b>Program 1.2: Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts</b>					
Administered expenses					
Companies unclaimed monies - s77 of the PGPA ACT	62,569	55,027	54,434	54,339	57,342
Ordinary annual services (Appropriation Bill No. 1)	2,298	4,554	5,574	5,684	5,618
Special appropriations					
<i>Banking Act 1959</i> - Banking Unclaimed Moneys	126,718	92,670	91,089	90,303	90,366
<i>Life Insurance Act 1995</i> - Life Unclaimed Moneys	8,318	1,856	5,063	5,358	10,474
<b>Administered total</b>	<b>199,903</b>	<b>154,107</b>	<b>156,160</b>	<b>155,684</b>	<b>163,800</b>
<b>Total expenses for program 1.2</b>	<b>199,903</b>	<b>154,107</b>	<b>156,160</b>	<b>155,684</b>	<b>163,800</b>

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	7,925	10,628	11,435	11,322	11,317
Special appropriations	135,036	94,526	96,152	95,661	100,840
Companies unclaimed monies - s77 of the PGPA ACT	62,569	55,027	54,434	54,339	57,342
Expenses not requiring appropriation in the Budget year (a)	65,584	75,972	70,391	69,663	69,729
<b>Administered total</b>	<b>271,114</b>	<b>236,153</b>	<b>232,412</b>	<b>230,985</b>	<b>239,228</b>
Departmental expenses					
Departmental appropriation	378,393	411,937	414,769	415,494	419,864
s74 External Revenue (b)	32,374	23,879	6,079	6,079	6,079
Expenses not requiring appropriation in the Budget year (c)	58,895	62,839	62,785	59,759	62,663
<b>Departmental total</b>	<b>469,662</b>	<b>498,655</b>	<b>483,633</b>	<b>481,332</b>	<b>488,606</b>
<b>Total expenses for Outcome 1</b>	<b>740,776</b>	<b>734,808</b>	<b>716,045</b>	<b>712,317</b>	<b>727,834</b>

	2022-23	2023-24
<b>Average staffing level (number)</b>	1,846	1,810

- a) Expenses not requiring appropriation in the Budget year are doubtful debts.
- b) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.
- c) Expenses not requiring appropriation in the Budget year are made up of depreciation and amortisation expenses.
- Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

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

Table 2.1.2 details the performance measures for each program associated with Outcome 1. It also provides the related key activities as expressed in the current Corporate Plan where further detail is provided about the delivery of the activities related to the program, the context in which these activities are delivered and how the performance of these activities will be measured. Where relevant, details of the 2023–24 Budget measures that have created new programs or materially changed existing programs are provided.

<b>Outcome 1 – Improved confidence in Australia’s financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.</b>	
<b>Program 1.1 – Australian Securities and Investments Commission</b>	
Program 1.1 contributes to Outcome 1 by strategically identifying and responding to conduct which presents the greatest risk of harm.	
<b>Key Activities</b>	<p>Our external priorities target the most significant threats and harms in our regulatory environment:</p> <ul style="list-style-type: none"> <li>• product design and distribution</li> <li>• sustainable finance</li> <li>• retirement decision making</li> <li>• technology risks.</li> </ul> <p>To deliver on our external priorities, we will undertake a number of projects, including eight core strategic projects. We will also continue our ongoing regulatory work.</p> <p>Core strategic projects:</p> <ul style="list-style-type: none"> <li>• scams</li> <li>• sustainable finance practices</li> <li>• crypto-assets</li> <li>• design and distribution obligations</li> <li>• breach reporting</li> <li>• cyber and operational resilience</li> <li>• Financial Accountability Regime</li> <li>• digital technology and data.</li> </ul>

**Table 2.1.2: Performance measure for Outcome 1 (continued)**

Year	Performance measures	Expected performance results
Current Year 2022–23	<p><b>Enforcement and surveillance</b></p> <ul style="list-style-type: none"> <li>• Financial firms and individuals providing financial services meet their obligations, act professionally and treat their clients fairly.</li> <li>• Entities improve their business practices in response to identified areas for improvement, with these changes reducing harms or improving consumer outcomes.</li> <li>• Entities have fair and efficient dispute resolution processes in place.</li> <li>• Misconduct is identified and addressed, wrongdoing is punished.</li> <li>• Where consumers suffer loss as a result of misconduct, culpable entities compensate those consumers appropriately.</li> </ul>	<p>On track to meet the performance criteria for 2022–23.</p> <p>Evidenced by qualitative and quantitative measures, including:</p> <ul style="list-style-type: none"> <li>• Case studies (for example where we have used our regulatory tools to change behaviour in the financial system).</li> <li>• Measures of the cleanliness of the Australian listed equity market.</li> <li>• Operational data (for example number of enforcement actions undertaken and results achieved, number of industry reports published).</li> <li>• External data (for example data published by Australian Financial Complaints Authority).</li> <li>• Number and nature of misconduct-related complaints.</li> <li>• The amount of compensation for wrongdoing provided to investors and consumers.</li> <li>• Where we exercise our product intervention power, evaluation of the resulting outcome within 18 months.</li> <li>• Metrics from our impact assessment methodology.</li> </ul>
	<p><b>Guidance</b></p> <ul style="list-style-type: none"> <li>• Assist our regulated population to comply with their obligations, and to drive better compliance.</li> </ul>	<p>Evidenced by qualitative and quantitative measures, including:</p> <ul style="list-style-type: none"> <li>• Operational data (for example number of regulatory guides published, number of times guides are accessed).</li> <li>• Case studies (for example where we have published guidance to drive better compliance among our regulated population).</li> </ul>
	<p><b>Licensing</b></p> <ul style="list-style-type: none"> <li>• We act as an effective frontline gatekeeper to ensure that a licence or registration is granted to applicants who are competent, fit and proper.</li> </ul>	<p>Evidenced by qualitative and quantitative measures, including:</p> <ul style="list-style-type: none"> <li>• Operational data (for example decisions to grant, vary or cancel Australian financial services and credit licences and other professional registrations, number of applications with additional conditions imposed, service charter results).</li> <li>• Case studies (for example how we have exercised our licensing powers).</li> </ul>

**Table 2.1.2: Performance measure for Outcome 1 (continued)**

Year	Performance measures	Expected performance results
Current Year 2022–23 (continued)	<b>Engagement</b> <ul style="list-style-type: none"> <li>We consult with various stakeholders to undertake our work more effectively and efficiently.</li> <li>The regulatory system supports the work of innovative start-up businesses and the market testing of novel products and services, while minimising the risk of harm to consumers.</li> <li>We promote reduced compliance costs and improved efficiency among our regulated population.</li> </ul>	Evidenced by qualitative and quantitative measures, including: <ul style="list-style-type: none"> <li>Case studies (for example initiatives that reduce compliance costs and improve efficiency).</li> <li>Use of the ASIC Innovation Hub by innovative financial firms, including the enhanced regulatory sandbox.</li> <li>Operational data (for example number of engagements in a year, joint-agency initiatives, consultation papers published, relief applications assessed, and legislative instruments made).</li> <li>Performance against the ASIC service charter targets.</li> </ul>
	<b>Regulatory relief</b> <ul style="list-style-type: none"> <li>We exercise our discretionary powers to grant relief or make a legislative instrument appropriately.</li> </ul>	Evidenced by qualitative and quantitative measures, including: <ul style="list-style-type: none"> <li>Operational data, including relief applications assessed and legislative instruments made, including performance against the ASIC service charter targets.</li> </ul>
	<b>Education</b> <ul style="list-style-type: none"> <li>People can take action based on ASIC’s educational materials.</li> <li>We support better financial education across Australia’s education system.</li> <li>We provide a range of tools and resources to help people understand money and how to manage it.</li> </ul>	Evidenced by qualitative and quantitative measures, including: <ul style="list-style-type: none"> <li>Operational data, including ASIC Moneysmart accessibility and usage.</li> <li>Case studies (for example where we have helped Australians to understand money and how to manage it).</li> </ul>
Year	Performance measures	Planned performance results
Budget Year 2023–24	As per 2022–23	As per 2022–23
Forward Estimates 2024–27	As per 2022–23	As per 2022–23



**Table 2.1.2: Performance measure for Outcome 1 (continued)**

<b>Program 1.2 – <i>Banking Act 1959, Life Insurance Act 1995, unclaimed monies, and special accounts.</i></b> ASIC is responsible for the administration of unclaimed money from banking and deposit taking institutions and life insurance institutions.		
<b>Key activities</b>	Provide an accurate register of unclaimed money and special accounts administered by ASIC.	
<b>Year</b>	<b>Performance measures</b>	<b>Expected performance results</b>
Current Year 2022–23	<ul style="list-style-type: none"> <li>• Ensure that refunds of unclaimed monies are paid to successful claimants promptly.</li> <li>• Ensure that payments of money from special accounts are paid out promptly in accordance with the specified purposes or appropriate legislation.</li> </ul>	<ul style="list-style-type: none"> <li>• Process claims within 28 days of receiving all necessary claim documentation.</li> </ul>
<b>Year</b>	<b>Performance measures</b>	<b>Planned performance results</b>
Budget Year 2023–24	As per 2022–23	As per 2022–23
Forward Estimates 2024–27	As per 2022–23	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 2023–24 budget year, including the impact of budget measures and resourcing on financial statements.

### **3.1 Budgeted financial statements**

#### **3.1.1 Explanatory notes and analysis of budgeted financial statements**

##### *Budgeted departmental income statement*

ASIC is budgeting for a \$41.1 million operating deficit in 2023–24. The operating deficit is due to unfunded depreciation and amortisation expenses, depreciation of right-of-use assets and principal repayments of lease liabilities. After adjusting for the impact of the government’s net cash appropriation framework, ASIC is budgeting for a balanced budget position in the budget and forward years.

##### *Budgeted departmental balance sheet*

This statement shows the financial position of ASIC. It helps readers to track the movement and composition of ASIC’s assets and liabilities.

##### *Departmental statement of changes in equity – summary of movement*

This statement shows the changes in the equity position of ASIC during the budget year. It helps readers understand the movements in ASIC’s equity position.

##### *Budgeted departmental statement of cash flows*

The budgeted statement of cash flows provides important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

##### *Departmental capital budget statement*

This statement shows details of capital appropriations received by ASIC. It helps readers understand the acquisition of new non-financial assets and how these assets funded.

##### *Statement of departmental asset movements*

This statement shows details of gross asset movements during the year. It helps readers analyse movements of non-financial assets.

***Schedule of budgeted income and expenses administered on behalf of government***

The schedule of budgeted income and expenses administered on behalf of government shows the revenue and expenses associated with the collection of revenue under the *Corporations Act 2001* and ASIC's responsibilities in administering unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and s77 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).

In addition, ASIC collects taxation and non-taxation revenue under the *ASIC Supervisory Cost Recovery Levy Act 2017* and the *ASIC Supervisory Cost Recovery Levy Regulations 2017*.

Other non-taxation revenue represents the amount of fees and charges budgeted to be levied under the *Corporations Act 2001* and estimated receipts of unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and the *Corporations Act 2001*.

Expenses represent budgeted payments of unclaimed monies, refund of overpaid fees and charges levied under the *Corporations Act 2001*, bad debt expense, administered advertising expenses and grant payments to registered insolvency practitioners to investigate breaches of directors' duties and fraudulent conduct.

***Schedule of budgeted assets and liabilities administered on behalf of government***

The amount shown for receivables in 2023–24 and in the forward estimates is the estimated amount of taxation and non-taxation revenue fees and charges remaining unpaid at 30 June.

The amounts shown in other payables for 2023–24 and the forward estimates represent the estimated amount of refunds relating to the overpayments of annual review and other fees under the *Corporations Act 2001*, estimated claims payable under the *Banking Act 1959* and the *Life Insurance Act 1995* and companies unclaimed monies under s77 of the PGPA Act.

***Schedule of budgeted administered cash flows***

Budgeted administered cash flows provide important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

### 3.2 Budgeted financial statements tables

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	279,278	296,521	292,033	295,165	296,172
Suppliers	129,805	137,823	127,558	125,323	128,654
Depreciation and amortisation (a)	58,895	62,839	62,785	59,759	62,663
Finance costs	1,684	1,472	1,257	1,085	1,117
<b>Total expenses</b>	<b>469,662</b>	<b>498,655</b>	<b>483,633</b>	<b>481,332</b>	<b>488,606</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	2,250	2,330	2,330	2,330	2,330
Royalties	165	165	165	165	165
Other	29,959	21,384	3,584	3,584	3,584
<b>Total own-source revenue</b>	<b>32,374</b>	<b>23,879</b>	<b>6,079</b>	<b>6,079</b>	<b>6,079</b>
<b>Total own-source income</b>	<b>32,374</b>	<b>23,879</b>	<b>6,079</b>	<b>6,079</b>	<b>6,079</b>
<b>Net (cost of)/contribution by services</b>	<b>(437,288)</b>	<b>(474,776)</b>	<b>(477,554)</b>	<b>(475,253)</b>	<b>(482,527)</b>
Revenue from Government	426,323	433,678	438,138	440,058	445,671
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(10,965)</b>	<b>(41,098)</b>	<b>(39,416)</b>	<b>(35,195)</b>	<b>(36,856)</b>
<b>Total comprehensive income/(loss)</b>	<b>(10,965)</b>	<b>(41,098)</b>	<b>(39,416)</b>	<b>(35,195)</b>	<b>(36,856)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(10,965)</b>	<b>(41,098)</b>	<b>(39,416)</b>	<b>(35,195)</b>	<b>(36,856)</b>

**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**

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>Total comprehensive income/(loss) - as per statement of Comprehensive Income</b>	<b>(10,965)</b>	<b>(41,098)</b>	<b>(39,416)</b>	<b>(35,195)</b>	<b>(36,856)</b>
plus: depreciation/amortisation of assets funded through appropriations (departmental capital budget funding and/or equity injections) (a)	37,487	41,431	41,377	38,351	41,255
plus: depreciation/amortisation expenses for ROU assets (b)	21,408	21,408	21,408	21,408	21,408
less: lease principal repayments (b)	21,417	21,741	23,369	24,564	25,807
<b>Net Cash Operating Surplus/ (Deficit)</b>	<b>26,513</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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 (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)**

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	72,743	72,743	72,743	72,743	72,743
Trade and other receivables	135,337	134,220	134,220	134,240	134,240
<b>Total financial assets</b>	<b>208,080</b>	<b>206,963</b>	<b>206,963</b>	<b>206,983</b>	<b>206,983</b>
<b>Non-financial assets</b>					
Land and buildings	164,662	138,984	112,611	86,366	60,113
Property, plant and equipment	17,764	13,389	11,106	9,191	8,145
Intangibles	138,927	130,643	116,674	111,086	99,502
Other non-financial assets	14,332	14,332	14,332	14,332	14,332
<b>Total non-financial assets</b>	<b>335,685</b>	<b>297,348</b>	<b>254,723</b>	<b>220,975</b>	<b>182,092</b>
<b>Total assets</b>	<b>543,765</b>	<b>504,311</b>	<b>461,686</b>	<b>427,958</b>	<b>389,075</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	29,178	28,851	28,831	28,831	28,811
Other payables	35,345	35,345	35,345	35,345	35,345
<b>Total payables</b>	<b>64,523</b>	<b>64,196</b>	<b>64,176</b>	<b>64,176</b>	<b>64,156</b>
<b>Interest-bearing liabilities</b>					
Leases	164,107	142,366	118,997	94,433	68,626
<b>Total interest-bearing liabilities</b>	<b>164,107</b>	<b>142,366</b>	<b>118,997</b>	<b>94,433</b>	<b>68,626</b>
<b>Provisions</b>					
Employee provisions	77,490	77,490	77,490	77,490	77,490
Other provisions	5,156	5,176	5,196	5,216	5,236
<b>Total provisions</b>	<b>82,646</b>	<b>82,666</b>	<b>82,686</b>	<b>82,706</b>	<b>82,726</b>
<b>Total liabilities</b>	<b>311,276</b>	<b>289,228</b>	<b>265,859</b>	<b>241,315</b>	<b>215,508</b>
<b>Net assets</b>	<b>232,489</b>	<b>215,083</b>	<b>195,827</b>	<b>186,643</b>	<b>173,567</b>
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	552,250	575,942	596,102	622,113	645,893
Reserves	26,180	26,180	26,180	26,180	26,180
Retained surplus (accumulated deficit)	(345,941)	(387,039)	(426,455)	(461,650)	(498,506)
<b>Total parent entity interest</b>	<b>232,489</b>	<b>215,083</b>	<b>195,827</b>	<b>186,643</b>	<b>173,567</b>
<b>Total equity</b>	<b>232,489</b>	<b>215,083</b>	<b>195,827</b>	<b>186,643</b>	<b>173,567</b>

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 2023–24)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2023</b>				
Balance carried forward from previous period	(345,941)	26,180	552,250	232,489
<b>Adjusted opening balance</b>	<b>(345,941)</b>	<b>26,180</b>	<b>552,250</b>	<b>232,489</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(41,098)	-	-	(41,098)
<b>Total comprehensive income</b>	<b>(41,098)</b>	<b>-</b>	<b>-</b>	<b>(41,098)</b>
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity injection - Appropriation	-	-	3,866	3,866
Departmental Capital Budget (DCB)	-	-	19,826	19,826
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>23,692</b>	<b>23,692</b>
<b>Estimated closing balance as at 30 June 2024</b>	<b>(387,039)</b>	<b>26,180</b>	<b>575,942</b>	<b>215,083</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(387,039)</b>	<b>26,180</b>	<b>575,942</b>	<b>215,083</b>

Prepared on Australian Accounting Standards basis.

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Receipts from Government	432,869	433,985	439,274	440,058	445,671
Sale of goods and rendering of services	2,420	3,140	1,194	2,310	2,330
Net GST received	15,323	14,743	14,928	12,972	12,334
Other	29,770	21,195	3,395	3,395	3,395
<b>Total cash received</b>	<b>480,382</b>	<b>473,063</b>	<b>458,791</b>	<b>458,735</b>	<b>463,730</b>
<b>Cash used</b>					
Employees	279,268	296,511	292,023	295,165	296,172
Suppliers	145,116	152,549	142,162	137,941	140,654
Interest payments on lease liability	1,659	1,452	1,237	1,065	1,097
<b>Total cash used</b>	<b>426,043</b>	<b>450,512</b>	<b>435,422</b>	<b>434,171</b>	<b>437,923</b>
<b>Net cash from/(used by) operating activities</b>	<b>54,339</b>	<b>22,551</b>	<b>23,369</b>	<b>24,564</b>	<b>25,807</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant and equipment and intangibles	59,817	24,502	20,160	26,011	23,780
<b>Total cash used</b>	<b>59,817</b>	<b>24,502</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>
<b>Net cash from/(used by) investing activities</b>	<b>(59,817)</b>	<b>(24,502)</b>	<b>(20,160)</b>	<b>(26,011)</b>	<b>(23,780)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	26,895	23,692	20,160	26,011	23,780
<b>Total cash received</b>	<b>26,895</b>	<b>23,692</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>
<b>Cash used</b>					
Principal payments on lease liability	21,417	21,741	23,369	24,564	25,807
<b>Total cash used</b>	<b>21,417</b>	<b>21,741</b>	<b>23,369</b>	<b>24,564</b>	<b>25,807</b>
<b>Net cash from/(used by) financing activities</b>	<b>5,478</b>	<b>1,951</b>	<b>(3,209)</b>	<b>1,447</b>	<b>(2,027)</b>
<b>Net increase/(decrease) in cash held</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	72,743	72,743	72,743	72,743	72,743
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>72,743</b>	<b>72,743</b>	<b>72,743</b>	<b>72,743</b>	<b>72,743</b>

Prepared on Australian Accounting Standards basis.



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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Bill 1 (DCB)	21,058	19,826	20,160	23,386	23,591
Equity injections - Bill 2	5,824	3,866	-	2,625	189
<b>Total new capital appropriations</b>	<b>26,882</b>	<b>23,692</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	26,857	23,672	20,140	25,991	23,760
<i>Other Items</i>	25	20	20	20	20
<b>Total items</b>	<b>26,882</b>	<b>23,692</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	8,086	3,866	-	2,625	189
Funded by capital appropriation - DCB (b)	23,548	19,826	20,160	23,386	23,591
Funded internally from departmental resources (c)	28,183	810	-	-	-
<b>TOTAL</b>	<b>59,817</b>	<b>24,502</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	59,817	24,502	20,160	26,011	23,780
<b>Total cash used to acquire assets</b>	<b>59,817</b>	<b>24,502</b>	<b>20,160</b>	<b>26,011</b>	<b>23,780</b>

Prepared on Australian Accounting Standards basis.

- a) Includes both current Bill 2 and prior Act 2/4/6 appropriations.
- b) Includes purchases from current and previous years' Departmental Capital Budgets (DCBs).
- c) Includes the following s74 external receipts:
  - internally developed assets
  - lease incentives.

**Table 3.6: Statement of departmental asset movements (Budget year 2023–24)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2023</b>				
Gross book value	58,574	59,821	549,449	667,844
Gross book value – ROU assets	205,465	-	-	205,465
Accumulated depreciation/ amortisation and impairment	(26,883)	(42,057)	(410,522)	(479,462)
Accumulated depreciation/amortisation and impairment – ROU assets	(72,494)	-	-	(72,494)
<b>Opening net book balance</b>	<b>164,662</b>	<b>17,764</b>	<b>138,927</b>	<b>321,353</b>
<b>Capital asset additions</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase – appropriation equity (a)	-	-	3,866	3,866
By purchase – appropriation ordinary annual services (b)	-	816	18,690	19,506
By purchase – other	1,130	-	-	1,130
<b>Total additions</b>	<b>1,130</b>	<b>816</b>	<b>22,556</b>	<b>24,502</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(5,400)	(5,191)	(30,840)	(41,431)
Depreciation/amortisation on ROU assets	(21,408)	-	-	(21,408)
<b>Total other movements</b>	<b>(26,808)</b>	<b>(5,191)</b>	<b>(30,840)</b>	<b>(62,839)</b>
<b>As at 30 June 2024</b>				
Gross book value	59,704	60,637	572,005	692,346
Gross book value – ROU assets	205,465	-	-	205,465
Accumulated depreciation/ amortisation and impairment	(32,283)	(47,248)	(441,362)	(520,893)
Accumulated depreciation/amortisation and impairment – ROU assets	(93,902)	-	-	(93,902)
<b>Closing net book balance</b>	<b>138,984</b>	<b>13,389</b>	<b>130,643</b>	<b>283,016</b>

Prepared on Australian Accounting Standards basis.

- a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2023–24.
- b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No. 1) 2023–24 for depreciation/amortisation expenses, DCBs or other operational expenses.

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>EXPENSES</b>					
Suppliers	959	990	614	621	627
Grants	4,668	5,084	5,247	5,017	5,072
Write-down and impairment of assets	65,584	75,972	70,391	69,663	69,729
Interest expense	6,325	11,445	13,773	13,859	13,490
Other expenses	191,280	138,108	136,813	136,141	144,692
<b>Total expenses administered on behalf of Government</b>	<b>268,816</b>	<b>231,599</b>	<b>226,838</b>	<b>225,301</b>	<b>233,610</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Other levies	72,016	126,667	94,753	93,736	94,568
Other taxes	1,007,726	1,085,895	1,147,626	1,196,750	1,247,788
<b>Total taxation revenue</b>	<b>1,079,742</b>	<b>1,212,562</b>	<b>1,242,379</b>	<b>1,290,486</b>	<b>1,342,356</b>
<b>Non-taxation revenue</b>					
Fees and fines	351,498	264,293	276,757	285,750	296,140
Other fees from regulatory services	326,063	267,372	266,932	266,933	266,933
Other revenue	266,064	280,303	296,525	300,456	307,473
<b>Total non-taxation revenue</b>	<b>943,625</b>	<b>811,968</b>	<b>840,214</b>	<b>853,139</b>	<b>870,546</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>2,023,367</b>	<b>2,024,530</b>	<b>2,082,593</b>	<b>2,143,625</b>	<b>2,212,902</b>
<b>Total own-sourced income administered on behalf of Government</b>	<b>2,023,367</b>	<b>2,024,530</b>	<b>2,082,593</b>	<b>2,143,625</b>	<b>2,212,902</b>
<b>Net (cost of)/contribution by services</b>	<b>1,754,551</b>	<b>1,792,931</b>	<b>1,855,755</b>	<b>1,918,324</b>	<b>1,979,292</b>
<b>Total comprehensive income/(loss)</b>	<b>1,754,551</b>	<b>1,792,931</b>	<b>1,855,755</b>	<b>1,918,324</b>	<b>1,979,292</b>

Prepared on Australian Accounting Standards basis.

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,380	1,380	1,380	1,380	1,380
Taxation receivables	243,952	259,775	272,479	280,107	288,566
Trade and other receivables	281,182	292,729	308,683	312,594	319,116
<b>Total financial assets</b>	<b>526,514</b>	<b>553,884</b>	<b>582,542</b>	<b>594,081</b>	<b>609,062</b>
<b>Total assets administered on behalf of Government</b>	<b>526,514</b>	<b>553,884</b>	<b>582,542</b>	<b>594,081</b>	<b>609,062</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	37,135	38,492	39,900	41,361	42,898
Grants	4,196	4,196	4,196	4,196	4,196
Other payables	8,411	8,411	8,411	8,411	8,411
<b>Total payables</b>	<b>49,742</b>	<b>51,099</b>	<b>52,507</b>	<b>53,968</b>	<b>55,505</b>
<b>Provisions</b>					
Other provisions	522,083	530,613	543,502	555,802	568,234
<b>Total provisions</b>	<b>522,083</b>	<b>530,613</b>	<b>543,502</b>	<b>555,802</b>	<b>568,234</b>
<b>Total liabilities administered on behalf of Government</b>	<b>571,825</b>	<b>581,712</b>	<b>596,009</b>	<b>609,770</b>	<b>623,739</b>
<b>Net assets/(liabilities)</b>	<b>(45,311)</b>	<b>(27,828)</b>	<b>(13,467)</b>	<b>(15,689)</b>	<b>(14,677)</b>

Prepared on Australian Accounting Standards basis.

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

	2022-23 Estimated actual \$'000	2023-24 Budget \$'000	2024-25 Forward estimate \$'000	2025-26 Forward estimate \$'000	2026-27 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sales of goods and rendering of services	417,233	343,903	345,989	347,506	349,990
Taxes	997,118	1,123,784	1,162,314	1,216,195	1,267,168
Other	494,308	453,501	475,241	498,722	511,034
<b>Total cash received</b>	<b>1,908,659</b>	<b>1,921,188</b>	<b>1,983,544</b>	<b>2,062,423</b>	<b>2,128,192</b>
<b>Cash used</b>					
Grant	4,668	5,084	5,247	5,017	5,072
Suppliers	(348)	(367)	(794)	(840)	(910)
Borrowing costs	6,325	11,445	13,773	13,859	13,490
Other	128,075	129,578	123,924	123,841	132,260
<b>Total cash used</b>	<b>138,720</b>	<b>145,740</b>	<b>142,150</b>	<b>141,877</b>	<b>149,912</b>
<b>Net cash from/(used by) operating activities</b>	<b>1,769,939</b>	<b>1,775,448</b>	<b>1,841,394</b>	<b>1,920,546</b>	<b>1,978,280</b>
<b>Net increase/(decrease) in cash held</b>	<b>1,769,939</b>	<b>1,775,448</b>	<b>1,841,394</b>	<b>1,920,546</b>	<b>1,978,280</b>
Cash and cash equivalents at beginning of reporting period	1,380	1,380	1,380	1,380	1,380
Cash from Official Public Account					
- Appropriations	150,102	157,097	153,558	153,338	161,449
<b>Total cash from Official Public Account</b>	<b>150,102</b>	<b>157,097</b>	<b>153,558</b>	<b>153,338</b>	<b>161,449</b>
Cash to Official Public Account for:					
- Appropriations	(1,920,041)	(1,932,545)	(1,994,952)	(2,073,884)	(2,139,729)
<b>Total cash to Official Public Account</b>	<b>(1,920,041)</b>	<b>(1,932,545)</b>	<b>(1,994,952)</b>	<b>(2,073,884)</b>	<b>(2,139,729)</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>1,380</b>	<b>1,380</b>	<b>1,380</b>	<b>1,380</b>	<b>1,380</b>

Prepared on Australian Accounting Standards basis.