

Department of Finance

Entity Resources and Planned Performance

DEPARTMENT OF FINANCE

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DEPARTMENT OF FINANCE

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION STATEMENT

The key purpose of the Department of Finance (Finance) is to support the Australian Government's (the government's) objectives and public sector improvement, through responsible expenditure and oversight.

As one of the government's central entities, Finance assists the government to shape and deliver its agenda by providing high quality advice, policies, governance arrangements and professional services.

Outcome 1 *Support sustainable Australian Government finances through providing high quality policy advice and operational support to the government and Commonwealth entities to maintain effective and efficient use of public resources.*

To achieve Outcome 1, Finance:

- assists the government to develop and deliver its fiscal and economic policies by producing the Budget and the government's financial statements; and
- contributes to the government's reform agenda by seeking to improve the effectiveness of government spending.

Outcome 2 *Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvement to public sector governance, including through systems, frameworks, policy, advice, and service delivery.*

To achieve Outcome 2, Finance:

- contributes to, and fosters, leading practice in public sector governance and accountability, encompassing the public resource management framework, procurement and grants policies, and the oversight of Government Business Enterprises and other commercial entities;
- develops and administers key government policies in relation to Commonwealth land, public works and property management, advertising and the government's use of Information and Communication Technology (ICT) to ensure leading practice and ongoing improvement in the public sector management of government resources;
- delivers professional services in respect of the government's: non-Defence property portfolio within Australia (including major capital works projects), risk management and insurance arrangements (Comcover), and key Whole of Australian Government (WoAG) purchasing arrangements (such as travel, office equipment, stationery) to ensure efficient and effective management of government resources; and

- advises on the government's Investment Funds and administers superannuation arrangements for the government's civilian employees, politicians and judges to support efficient and effective management of government resources.

Outcome 3 *Support for Parliamentarians and others as required by the Australian Government through the delivery of, and advice on, entitlements and targeted assistance.*

To achieve Outcome 3, Finance provides advice and services to Ministers, Office-holders, Senators, Members, their staff and others as required by the government.

1.2 ENTITY RESOURCE STATEMENT

Table 1.1 shows the total funding from all sources available to Finance 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 (Finance'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 (i.e. funding available) basis, whilst the 'Budgeted Expenses by Outcome' tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: Department of Finance Resource Statement — Budget Estimates for 2016-17 as at Budget May 2016

	2015-16 estimated actual \$'000	2016-17 estimate \$'000
Departmental		
Prior year appropriations available ^(a)	813,525	830,296
Annual appropriations - ordinary annual services ^(b)		
Outcome 1	112,385	110,947
Outcome 2	122,933	130,062
Outcome 3	34,997	31,901
s74 retained revenue receipts ^(c)	21,733	18,799
Departmental capital budget ^(d)	-	7,221
Annual appropriations - other services - non-operating ^(e)		
Equity injection	157,310	69,808
Total departmental annual appropriations	1,262,883	1,199,034
Special accounts ^(f)		
Appropriation receipts ^(g)	151,622	131,719
Non-appropriation receipts	393,921	360,577
Total special account receipts	545,543	492,296
less departmental appropriations drawn from annual/special appropriations and credited to special accounts	(151,622)	(131,719)
Total departmental resourcing for Department of Finance	1,656,804	1,559,611
Administered		
Annual appropriations - ordinary annual services ^(b)		
Outcome 1	-	-
Outcome 2	14,052	16,739
Outcome 3	273,096	276,451
Administered capital budget ^(h)	4,832	4,919
Annual appropriations - other services - non-operating ^(e)		
Administered assets and liabilities	1,759	1,672
Total administered annual appropriations	293,739	299,781
Total administered special appropriations ^(f)	10,822,933	9,955,794
Special accounts ^(f)		
Non-appropriation receipts	9,885,281	8,342,725
Total special account receipts	9,885,281	8,342,725
Total administered resourcing for Department of Finance	21,001,953	18,598,300
Total resourcing for Department of Finance	22,658,757	20,157,911
<hr/>		
Average Staffing Level (number)	2015-16 1,295	2016-17 1,323

Prepared on a resourcing (i.e. appropriation available) basis.

- (a) Represents estimated unspent appropriations available of \$107.6m from 2015-16, as well as opening special account balances (excluding *Services for Other Entities and Trust Moneys* accounts (SOETM)).
- (b) Appropriation Bill (No.1) 2016-17.
- (c) Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013* (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) 2016-17.
- (f) For further information on special appropriations and special accounts, please refer to *Budget Paper No.4 - Agency Resourcing*. Please also refer to Table 2.1.1, 2.2.1 and 2.3.1 for further information on

Finance Budget Statements

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(s) from Finance's annual and special appropriations.
- (h) Administered capital budgets are not separately identified in Appropriation Bill (No.1) and form part of ordinary annual services items. Please refer to Table 3.10 for further details. For accounting purposes, this amount is designated as a 'contribution by owner'.

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

Table 1.1: Department of Finance Resource Statement — Budget Estimates for 2016-17 as at Budget May 2016 (continued)
Third Party Payments from and on Behalf of Other Entities

	2015-16 \$'000	2016-17 \$'000
Payments made on behalf of another entity (as disclosed in the respective entity's resource statement)		
Attorney-General's Department <i>Law Officers Act 1964</i>	450	450
Australian Security Intelligence Organisation Appropriation Act (No.2)	2,095	-
Payments made by other entities on behalf of Department of Finance (disclosed above)		
Attorney-General's Department <i>Parliamentary Entitlements Act 1990</i>	600	400
Commonwealth Superannuation Corporation <i>Governance of Australian Government Superannuation Schemes Act 2011</i>	1,000	1,000
<i>Same-Sex Relationships (Equal Treatment in Commonwealth Laws - General Law Reform) Act 2008</i>	54	55
<i>Superannuation Act 1922</i>	90,277	83,429
<i>Superannuation Act 1976</i>	4,372,098	4,357,276
<i>Superannuation Act 1990</i>	1,634,586	1,796,559
Appropriation Act (No.1) ^(a)	500	500
Appropriation Act (No.1) ^(b)	2,393	5,012
Appropriation Act (No.2) ^(b)	684	597
Department of Defence <i>Parliamentary Entitlements Act 1990</i>	-	3,200
Department of the House of Representatives <i>Commonwealth of Australia Constitution Act (s66)</i>	3,363	3,086
<i>Parliamentary Entitlements Act 1990</i>	300	300
<i>Parliamentary Superannuation Act 2004</i>	4,186	5,034
Department of Parliamentary Services Appropriation Act (No.1)	75	351
<i>Parliamentary Entitlements Act 1990</i>	24,334	19,968
Department of the Senate <i>Commonwealth of Australia Constitution Act (s66)</i>	1,573	1,880
<i>Parliamentary Entitlements Act 1990</i>	200	200
<i>Parliamentary Superannuation Act 2004</i>	1,794	2,157
Comcare <i>Parliamentary Entitlements Act 1990</i>	100	100
Fair Work Commission <i>Judges' Pensions Act 1968</i>	5,014	5,182

(a) Compensation and legal payments.

(b) Act of Grace payments.

Please Note: Figures presented on a payment (cash) basis.

1.3 BUDGET MEASURES

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

Table 1.2: Department of Finance 2016-17 Budget Measures

Part 1: Measures announced since the 2015-16 Mid-Year Economic and Fiscal Outlook (MYEFO)

	Program	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	
Revenue measures							
Administered revenues							
	National Disability Insurance Scheme Savings Fund ^(a)	2.7	(4)	1,113	2,389	(20,243)	-
Total		(4)	1,113	2,389	(20,243)	-	
Departmental revenues							
	Commonwealth Non-Defence Property Divestment Program - extension	2.3	nfp	nfp	nfp	nfp	nfp
	Property Services Coordinated Procurement	2.3	-	-	-	-	-
Total		nfp	nfp	nfp	nfp	nfp	
Total revenue measures		(4)	1,113	2,389	(20,243)	-	
Administered		(4)	1,113	2,389	(20,243)	-	
Departmental		nfp	nfp	nfp	nfp	nfp	
Total		(4)	1,113	2,389	(20,243)	-	

Table continues on next page

Part 1: Measures announced since the 2015-16 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

	Program	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Expense measures						
Administered expenses						
National Disability Insurance Scheme Savings Fund ^(a)	2.7	-	(38)	(81)	671	-
Total		-	(38)	(81)	671	-
Departmental expenses						
Antarctic Traverse and Year-Round Aviation Access ^(b)	2.1	-	-	-	-	-
Australian Hearing Services - a strong and viable future	2.1	(1,164)	(1,080)	-	-	-
Australian Securities and Investments Commission Registry Further Market Testing	2.1	-	(3,091)	-	-	-
Delivery of Inland Rail ^(c)	2.1	-	(3,800)	-	-	-
Rum Jungle Rehabilitation Project - extension ^(d)	2.1	-	(77)	-	-	-
Financing Strategies for NBN Co Limited	2.2	-	-	-	-	-
Commonwealth Non-Defence Property Divestment Program - extension	2.3	-	(1,001)	(1,146)	(430)	-
Property Services Coordinated Procurement	2.3	-	(3,000)	-	-	-
Offering Choice in Public Sector Superannuation Accumulation Plan	2.6	-	-	-	-	-
Smaller Government - Scoping Study Review of Investment Funds - Consolidation of Managers	2.6	-	-	-	-	-
Superannuation Reform Package - introduce a \$1.6 million superannuation transfer balance cap ^(e)	2.6	nfp	nfp	nfp	nfp	nfp
Scoping study - integrated solution for the management of parliamentary entitlements	3.1	(500)	-	-	-	-
Total		(1,664)	(12,049)	(1,146)	(430)	-
Total expense measures						
Administered		-	(38)	(81)	671	-
Departmental		(1,664)	(12,049)	(1,146)	(430)	-
Total		(1,664)	(12,087)	(1,227)	241	-

Table continues on next page

Part 1: Measures announced since the 2015-16 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

Program	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Capital measures					
Departmental capital					
Antarctic Traverse and					
Year-Round Aviation Access ^(b)	2.1	-	-	-	-
Delivery of Inland Rail ^(c)	2.1	-	-	-	-
Onshore Immigration Detention					
Network - enhancement ^(f)	2.3	-	(10,710)	(6,960)	27
Superannuation Reform Package -					
introduce a \$1.6 million superannuation					
transfer balance cap ^(e)	2.6	-	-	-	-
Total		-	(10,710)	(6,960)	27
Total capital measures		-	(10,710)	(6,960)	27
Departmental		-	(10,710)	(6,960)	27
Total		-	(10,710)	(6,960)	27

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

- (a) The lead entity for measure, *National Disability Insurance Scheme Savings Fund* is the Department of Social Services. The full measure description and package details appear in *Budget Paper No. 2* under the Social Services portfolio.
- (b) The lead entity for measure, *Antarctic Traverse and Year-Round Aviation Access* is the Department of the Environment. The full measure description and package details appear in *Budget Paper No. 2* under the Environment portfolio.
- (c) The lead entity for measure, *Delivery of Inland Rail* is the Department of Infrastructure and Regional Development. The full measure description and package details appear in *Budget Paper No. 2* under the Infrastructure and Regional Development portfolio.
- (d) The lead entity for measure, *Rum Jungle Rehabilitation Project - extension* is the Department of Industry, Innovation and Science. The full measure description and package details appear in *Budget Paper No. 2* under the Industry, Innovation and Science portfolio.
- (e) The lead entity for measure, *Superannuation Reform Package - introduce a \$1.6 million superannuation transfer balance cap* is the Australian Taxation Office. The full measure description and package details appear in *Budget Paper No. 2* under the Treasury portfolio.
- (f) The lead entity for measure, *Onshore Immigration Detention Network – enhancement* is the Department of Immigration and Border Protection. The full measure description and package details appear in *Budget Paper No. 2* under the Immigration and Border Protection portfolio.

Part 2: Other Measures not Previously Reported in a Portfolio Statement

	Program	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Measures						
Administered expenses						
Non-Government Personal						
	Staffing - additional funding	3.1	(573)	(1,145)	(1,145)	(1,145)
Total		(573)	(1,145)	(1,145)	(1,145)	(1,145)
Total measures		(573)	(1,145)	(1,145)	(1,145)	(1,145)
Administered						
Total		(573)	(1,145)	(1,145)	(1,145)	(1,145)

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

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. Future Portfolio Budget Statements will reflect further refinements to Finance's performance information, as described in the enhanced Commonwealth performance framework.

Note:

From 1 July 2015, performance reporting requirements in the Portfolio Budget Statements sit alongside those required under the enhanced Commonwealth performance framework. It is anticipated that the performance criteria described in the Portfolio Budget Statements will be read with broader information provided in an entity's corporate plan and annual performance statements – included in Annual Reports from October 2016 – to provide an entity's complete performance story.

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Support sustainable Australian Government finances through providing high quality policy advice and operational support to the government and Commonwealth entities to maintain effective and efficient use of public resources.

Budgeted Expenses for Outcome 1

This table shows how much Finance 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

Outcome 1: Support sustainable Australian Government finances through providing high quality policy advice and operational support to the government and Commonwealth entities to maintain effective and efficient use of public resources.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 1.1: Budget and Financial Management					
Departmental expenses					
Departmental appropriation ^(a)					
Budget Advice	54,632	50,733	50,640	50,837	51,367
Financial Reporting	27,250	28,686	25,029	24,810	24,967
Expenses not requiring appropriation in the Budget year ^(b)	3,769	11,461	11,450	11,453	11,453
Departmental Total	85,651	90,879	87,119	87,101	87,788
Total expenses for program 1.1	85,651	90,879	87,119	87,101	87,788
Outcome 1 Totals by appropriation type					
Departmental expenses					
Departmental appropriation ^(a)	81,882	79,418	75,669	75,648	76,334
Expenses not requiring appropriation in the Budget year ^(b)	3,769	11,461	11,450	11,453	11,453
Departmental Total	85,651	90,879	87,119	87,101	87,788
Total expenses for Outcome 1	85,651	90,879	87,119	87,101	87,788

	2015-16	2016-17
Average staffing level (number)	391	400

(a) Departmental appropriation combines 'Ordinary annual services (Appropriation Bill No. 1)' and 's.74 Retained revenue receipts'.

(b) 'Expenses not requiring appropriation in the Budget Year' is made up of Depreciation Expenses and Amortisation Expenses.

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

Table 2.1.2: Performance Criteria for Outcome 1

Table 2.1.2 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered.

Outcome 1 – Support sustainable Australian Government finances through providing high quality policy advice and operational support to the government and Commonwealth entities to maintain effective and efficient use of public resources.	
Program 1.1 - Budget and Financial Management This program contributes to the outcome through advising the Finance Minister and Expenditure Review Committee (ERC) on fiscal and economic policies and related matters; supporting the Finance Minister in meeting his financial reporting responsibilities; and supporting the delivery of the Budget.	
Delivery	<p><u>Budget</u></p> <ul style="list-style-type: none"> • Providing effective, timely and accurate advice on Budget processes to government entities. • Ensuring the Budget framework effectively supports decision making. • Informing the Finance Minister and ERC on the use of government finances. • Coordinating, preparing and delivering accurate and timely Budget estimates and documentation to the Finance Minister. <p><u>Financial Management</u></p> <ul style="list-style-type: none"> • Monitoring and reporting on the government's cash balances to the government. • Delivering monthly and annual Whole of Australian Government (WoAG) financial statements and Final Budget Outcome (FBO) to the government. • Delivering financial reporting and accounting rules and advice to entities. • Producing appropriation bills and appropriation instruments for the government. • Maintaining the Australian Government Organisations Register.
Purposes	Budget and Financial Advice, Management and Reporting

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Table 2.1.2: Performance Criteria for Outcome 1 (Continued)

Performance Information: Program 1.1 - Budget and Financial Management		
Year	Performance Criteria	Targets
2015-16	<p><u>Budget</u></p> <ul style="list-style-type: none"> • Analysis, advice and costing information is relevant, accurate, evidenced-based and timely based on a thorough understanding of issues from a WoAG perspective. • Advice is objective and based on a thorough understanding of issues from a WoAG perspective. • Accurate budget estimates measured as follows (after allowing for the effects of policy decisions, movements in economic parameters and changes in accounting treatments): <ul style="list-style-type: none"> – 2.0% difference between first forward year estimated expenses and final outcome. – 1.5% difference between Budget estimated expenses and final outcome. – 1.0% difference between revised estimated expenses at MYEFO and FBO. – 0.5% difference between revised estimated expenses at Budget and FBO. <p><u>Financial Management</u></p> <ul style="list-style-type: none"> • The government's cash requirements are met on a daily basis. • The derived underlying cash balance is provided to government within 5 days of the end of the financial year. • The government's financial statements are accurate and delivered within legislated or agreed time frames. 	<p><u>Budget</u></p> <ul style="list-style-type: none"> • Advice to entities and ministers on Budget processes is continuing to be provided within agreed timeframes and consistent with government-agreed processes. • Independent advice is continuing to be provided to the Finance Minister and ERC. The advice is based on information gathered through consultation with entities and other stakeholders. • Accuracy of budget estimates cannot be determined until FBO is released in September or October. <p><u>Financial Management</u></p> <ul style="list-style-type: none"> • The government's cash requirements are being met on a daily basis. • The 2014-15 derived underlying cash balance was provided to the government within 5 days of the end of the financial year. • The 2014-15 FBO was published on 21 September 2015, within the legislated timeframe. • Since FBO, the monthly financial statements on average have been delivered within 21 days of each month end. • The consolidated financial statements were provided to the Auditor-General within the legislated timeframe (on 30 November 2015).

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Table 2.1.2: Performance Criteria for Outcome 1 (Continued)

Performance Information: Program 1.1 - Budget and Financial Management		
Year	Performance Criteria	Targets
2016-17	<ul style="list-style-type: none"> • Analysis, policy advice and costing information provided to the Finance Minister and ERC as part of the Budget and financial reporting processes meet the expectations of government and relevant stakeholders and support informed decision-making. • The Budget-related updates and the government's financial statements are accurate (taking into account, to the fullest extent possible, all government decisions and other circumstances that may have a material effect), delivered within required timeframes, and meet the government's legislative obligations. • The government's cash requirements are met on a daily basis, ensuring the ongoing operations of government. 	<ul style="list-style-type: none"> • Advice to entities and the Finance Minister on Budget processes is being provided within agreed timeframes and consistent with government-agreed processes and expectations. • Economic and fiscal updates are delivered within timeframes required under the <i>Charter of Budget Honesty Act 1998</i>. • Accurate Budget Estimates measured as follows (after allowing for the effects of policy decisions, estimates variations, movements in economic parameters and changes in accounting treatments): <ul style="list-style-type: none"> – 2.0% difference between first forward year estimated expenses and final outcome. – 1.5% difference between Budget estimated expenses and final outcome. – 1.0% difference between revised estimated expenses at MYEFO and FBO. – 0.5% difference between revised estimated expenses at Budget and FBO. • The government's cash needs are met on a daily basis.
2017-18 and beyond	<ul style="list-style-type: none"> • All criteria for 2016-17 to apply. • The redeveloped Central Budget Management System delivers a sustainable solution that supports the ongoing Budget and financial management requirements of the government. 	<ul style="list-style-type: none"> • As per 2016-17.

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

Outcome 2: Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.

Linked Programs:

Commonwealth Superannuation Corporation - Program 1.1 - Superannuation Scheme Governance; and Future Fund Management Agency - Program 1.1 - Management of the Investment of the Future Fund.

The Department of Finance works with the Commonwealth Superannuation Corporation and the Future Fund Management Agency to ensure that the management of public sector and provisions for meeting long-term liabilities to fund members is consistent with legislative obligations.

Future Fund Management Agency - Program 1.2 - Management of the Australian Government Investment Funds.

The Department of Finance works with the Future Fund Management Agency to ensure that the management of the Australian Government Investment Funds is consistent with legislation and maximises returns to taxpayers.

Budgeted Expenses for Outcome 2

This table shows how much Finance 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 2.2.1: Budgeted Expenses for Outcome 2

Outcome 2: Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 2.1: Public Sector Governance					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)					
Grant in Aid - Australian Institute of Policy and Science	35	36	37	38	39
Grant in Aid - Chifley Research Centre	223	228	233	239	244
Grant in Aid - Green Institute	84	86	88	90	92
Grant in Aid - Menzies Research Centre	223	228	233	239	244
Grant in Aid - Page Research Centre	84	86	88	90	90
Grant in Aid - Royal Humane Society of Australasia	26	26	27	28	28
Grant in Aid - RSPCA Australia Inc	35	36	37	38	39
Administered Total	710	726	743	760	775
Departmental expenses					
Departmental appropriation ^(a)					
Financial Framework	19,916	19,428	18,769	18,266	17,940
Procurement Framework	11,674	13,431	13,415	13,452	13,548
Government Shareholder Oversight	5,946	4,071	4,064	3,609	3,649
Special Financial Claims	2,395	2,295	2,289	2,299	2,323
Special accounts					
Business Services Special Account	-	-	-	-	-
Expenses not requiring appropriation in the Budget year ^(b)	1,796	1,829	1,842	1,843	1,843
Departmental Total	41,726	41,054	40,380	39,468	39,304
Total expenses for program 2.1	42,436	41,780	41,123	40,228	40,079

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Table 2.2.1: Budgeted Expenses for Outcome 2 (Continued)

Outcome 2: Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 2.2: Transforming Government					
Departmental expenses					
Departmental appropriation ^(a)					
Transforming the Public Sector	34,597	17,171	7,853	7,876	6,793
Digital Transformation Agenda	26,015	23,903	23,999	23,863	24,063
Expenses not requiring appropriation in the Budget year ^(b)	4,020	4,119	4,115	4,116	4,116
Departmental Total	64,632	45,193	35,967	35,855	34,973
Total expenses for program 2.2	64,632	45,193	35,967	35,855	34,973
Program 2.3: Property and Construction					
Departmental expenses					
Special accounts					
Property Special Account 2014	115,243	156,630	112,918	106,389	97,034
Departmental Total	115,243	156,630	112,918	106,389	97,034
Total expenses for program 2.3	115,243	156,630	112,918	106,389	97,034
Program 2.4: Insurance and Risk Management					
Departmental expenses					
Special accounts					
Comcover Special Account	129,092	145,931	150,770	156,016	161,472
Departmental Total	129,092	145,931	150,770	156,016	161,472
Total expenses for program 2.4	129,092	145,931	150,770	156,016	161,472
Program 2.5: Procurement Services					
Departmental expenses					
Special accounts					
Coordinated Procurement Contracting Special Account	163,698	110,619	106,205	98,533	97,660
Departmental Total	163,698	110,619	106,205	98,533	97,660
Total expenses for program 2.5	163,698	110,619	106,205	98,533	97,660

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Table 2.2.1: Budgeted Expenses for Outcome 2 (Continued)

Outcome 2: Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 2.6: Public Sector Superannuation					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)					
Act of Grace	2,393	5,012	4,962	2,408	2,348
Compensation and legal expenses	500	500	500	500	500
Superannuation administration costs	10,500	10,500	10,500	10,500	10,500
Special appropriations					
<i>Federal Circuit Court of Australia Act 1999</i>	709	714	733	760	785
<i>Governance of Australian Government Superannuation Schemes Act 2011</i>	1,000	1,000	1,000	1,000	1,000
<i>Governor-General Act 1974</i>	774	988	959	6,506	1,219
<i>Judges' Pensions Act 1968</i>	85,200	82,400	86,000	90,400	94,100
<i>Parliamentary Contributory Superannuation Act 1948</i>	48,432	52,792	53,031	51,609	51,208
<i>Parliamentary Superannuation Act 2004</i>	5,887	7,192	7,710	8,153	8,625
<i>Same-Sex Relationships (Equal Treatment in Commonwealth Laws General Law Reform) Act 2008</i>	53	57	57	47	40
<i>Superannuation Act 1922</i>	26,848	33,506	30,717	28,134	25,746
<i>Superannuation Act 1976</i>	3,038,168	3,421,329	3,383,841	3,344,978	3,307,012
<i>Superannuation Act 1990</i>	5,582,787	4,277,600	4,499,592	4,722,465	4,939,618
Administered Total	8,803,251	7,893,590	8,079,602	8,267,460	8,442,701
Departmental expenses					
Departmental appropriation ^(a)					
Public Sector Superannuation	5,281	8,965	4,957	4,974	5,022
Expenses not requiring appropriation in the Budget year ^(b)	262	260	262	262	262
Departmental Total	5,543	9,226	5,219	5,236	5,285
Total expenses for program 2.6	8,808,794	7,902,816	8,084,821	8,272,696	8,447,986

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Table 2.2.1: Budgeted Expenses for Outcome 2 (Continued)

Outcome 2: Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 2.7: Australian Government					
Administered expenses					
Special accounts					
DisabilityCare Australia					
Fund Special Account ^(c)	72,269	275,532	556,265	3,502,832	1,012,617
Asset Recycling					
Fund Special Account ^(d)	-	-	2,162,534	882,461	101,367
Medical Research Future					
Fund Special Account ^(e)	5,098	79,623	151,314	256,411	462,526
Building Australia					
Fund Special Account ^(f)	10,513	126,309	-	-	-
Education Investment					
Fund Special Account ^(g)	59,683	26,719	-	-	-
Health and Hospitals					
Fund Special Account ^(h)	55,304	-	-	-	-
Administered Total	202,867	508,183	2,870,113	4,641,704	1,576,510
Total expenses for program 2.7	202,867	508,183	2,870,113	4,641,704	1,576,510
Outcome 2 Totals by appropriation type					
Administered expenses					
Ordinary annual services					
Appropriation Bill No. 1	14,103	16,738	16,705	14,168	14,123
Special appropriations					
Special accounts	202,867	508,183	2,870,113	4,641,704	1,576,510
Administered Total	9,006,828	8,402,499	10,950,458	12,909,924	10,019,986
Departmental expenses					
Departmental appropriation ^(a)	105,824	89,265	75,347	74,338	73,340
Special accounts	408,033	413,179	369,893	360,938	356,167
Expenses not requiring appropriation in the Budget year ^(b)					
	6,077	6,208	6,219	6,221	6,221
Departmental Total	519,934	508,652	451,460	441,497	435,727
Total expenses for Outcome 2	9,526,761	8,911,151	11,401,917	13,351,421	10,455,714
	2015-16	2016-17			
Average staffing level (number)	672	686			

- (a) Departmental Appropriation combines 'Ordinary annual services (Appropriation Bill No. 1)' and 's.74 Retained revenue receipts'.
- (b) Expenses not requiring appropriation in the Budget Year' is made up of Depreciation Expenses and Amortisation Expenses.
- (c) More information on the DisabilityCare Australia Fund can be found in Table 2.2.1.1 on page 33.
- (d) The Asset Recycling Fund is subject to passage of legislation. More information can be found in Table 2.2.1.2 on page 34.
- (e) More information on the Medical Research Future Fund can be found in Table 2.2.1.3 on page 35.
- (f) The Building Australia Fund is to be closed, subject to the passage of legislation. More information can be found in Table 2.2.1.4 on page 36.
- (g) The Education Investment Fund is to be closed, subject to the passage of legislation. More information can be found in Table 2.2.1.5 on page 37.

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- (h) The Health and Hospitals Fund has now been closed. More information can be found in Table 2.2.1.6 on page 38.

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

Table 2.2.1.1: DisabilityCare Australia Fund (DCAF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
DisabilityCare Australia Fund ^(a)					
Opening balance	2,514,662	4,721,761	6,676,820	6,281,054	541,204
Revenue and gains					
Additional Medicare Levy - Equity	3,449,500	3,852,000	4,011,000	4,198,000	4,395,000
Investment earnings and gains	112,770	149,955	162,441	68,566	-
Expenses					
Management fees	(3,391)	(4,903)	(5,295)	(2,051)	-
Transfers to reimburse accounts for DisabilityCare Australia expenditure ^(b)					
Commonwealth - Equity	(1,282,902)	(1,771,365)	(4,012,942)	(6,503,582)	(3,923,585)
States and Territories - Expense	(68,878)	(270,628)	(550,970)	(3,500,783)	(1,012,618)
Closing balance	4,721,761	6,676,820	6,281,054	541,204	-

(a) The DCAF consists of the DCAF Special Account and investments of the DCAF. The investments are managed by the Future Fund Board of Guardians. The special account is used to record all transactions relating to the DCAF, including interest and Medicare Levy proceeds received and payments.

(b) The transfers relate to reimbursing the Commonwealth and the States and Territories for the costs of the operations of the National Disability Insurance Scheme (NDIS).

Table 2.2.1.2: Asset Recycling Fund (ARF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
Asset Recycling Fund ^(a)					
Opening balance	-	-	-	10,842,894	10,211,433
Investment credits ^(b)	-	-	12,722,695	-	-
Revenue and gains					
Investment earnings and gains	-	-	282,733	251,000	244,010
Expenses					
Management fees	-	-	(12,385)	(11,062)	(10,803)
Transfers to Portfolio Special Accounts for project payments ^(c) COAG Reform Fund Special Account - Expense	-	-	(2,150,149)	(871,399)	(90,564)
Closing balance	-	-	10,842,894	10,211,433	10,354,076
Payments to be made through other appropriation mechanisms ^(d)					
Infrastructure Growth Package - Asset Recycling Initiative	(1,331,700)	(1,202,987)	-	-	-
Infrastructure Growth Package - New Investments	(749,728)	(765,430)	-	-	-
Infrastructure Growth Package - Western Sydney Infrastructure Plan	(153,366)	(524,454)	-	-	-
Total	(2,234,794)	(2,492,871)	-	-	-

(a) The ARF consists of the ARF Special Account and investments of the ARF. The investments will be managed by the Future Fund Board of Guardians. The special account is used to record all transactions relating to the ARF, including interest received and payments.

(b) Credits consist of uncommitted funds from the Building Australia Fund (BAF) and Education Investment Fund (EIF) transferred as at 1 July 2017 and the proceeds from the sale of Medibank Private transferred as at 1 July 2017. Further contributions to the ARF will consist of sale proceeds from privatisations.

(c) The transfers relate to projects approved as at the time of the Budget.

(d) The government will provide funding of approximately \$2.5 billion in 2016-17 through the Treasury and Infrastructure portfolios using existing appropriation mechanisms. Payments from 2017-18 onwards will be made from the ARF Infrastructure Portfolio Special Account or the COAG Reform Fund Special Account.

Table 2.2.1.3: Medical Research Future Fund (MRFF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
Medical Research					
Future Fund ^(a)					
Opening balance	-	3,154,337	4,662,955	7,386,527	10,280,687
Investment credits ^(b)	3,149,351	1,401,149	2,561,000	2,689,000	8,259,000
Revenue and gains					
Investment earnings and gains	10,084	187,092	313,886	461,571	894,777
Expenses					
Management fees	(5,098)	(18,747)	(29,749)	(41,498)	(76,153)
Transfers to Portfolio Special Accounts for project payments MRFF Health Portfolio Special Account - Expense	-	(60,876)	(121,565)	(214,913)	(386,373)
Closing balance	3,154,337	4,662,955	7,386,527	10,280,687	18,971,938

(a) The MRFF consists of the MRFF Special Account and investments of the MRFF. The investments will be managed by the Future Fund Board of Guardians. The special account is used to record all transactions relating to the MRFF, including interest received and payments.

(b) Credits consist of uncommitted funds from the Health and Hospitals Fund (HHF), plus further contributions consisting of amounts equivalent to the estimated value of health function savings published in the 2014-15 Budget adjusted for any subsequent associated Government decisions, until the capital value of the MRFF reaches \$20 billion.

Table 2.2.1.4: Building Australia Fund (BAF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
Building Australia Fund ^(a)					
Opening balance	3,612,531	3,693,862	3,320,783	-	-
Revenue and gains					
Investment earnings and gains	91,844	92,230	-	-	-
Expenses					
Management fees	(3,593)	(3,709)	-	-	-
Transfers to Portfolio Special accounts for project payments ^(b)					
BAF Infrastructure Portfolio Special Account - Expense	(6,920)	(122,600)	-	-	-
BAF Infrastructure Portfolio Special Account - Equity	-	(339,000)	-	-	-
Closure: Transfer to Consolidated Revenue Fund - Equity	-	-	(3,320,783)	-	-
Closing balance	3,693,862	3,320,783	-	-	-

(a) The BAF consists of the BAF Special Account and investments of the BAF. The investments are managed by the Future Fund Board of Guardians. The special account is used to record all transactions relating to the BAF, including interest received and payments. The BAF will continue to pay existing commitments until it is abolished by 1 July 2017 through a repeal of the *Nation-building Funds Act 2008*, and remaining funds will be transferred to the Consolidated Revenue Fund (CRF). After the fund is abolished, committed funds will continue to be paid from the CRF and administered by the Department of Infrastructure and Regional Development. Uncommitted funds will be transferred from the CRF to the Asset Recycling Fund (ARF) on 1 July 2017.

(b) The transfers relate to projects approved as at the time of the Budget. Amounts to be paid to the States and Territories may be transferred, through the relevant BAF Portfolio Special Account, to the COAG Reform Fund Special Account. Amounts also include payments classified as equity transfers in the budgeted financial statements.

Table 2.2.1.5: Education Investment Fund (EIF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
Education Investment Fund ^(a)					
Opening balance	3,685,377	3,718,580	3,785,949	-	-
Revenue and gains					
Investment earnings and gains	92,886	94,089	-	-	-
Expenses					
Management fees	(3,929)	(4,126)	-	-	-
Transfers to Portfolio Special accounts for project payments ^(b)					
EIF Education Portfolio Special Account - Expense	(55,754)	(22,593)	-	-	-
Closure: Transfer to Consolidated Consolidated Revenue					
Fund - Equity	-	-	(3,785,949)	-	-
Closing balance	3,718,581	3,785,949	-	-	-

- (a) The EIF consists of the EIF Special Account and investments of the EIF. The investments are managed by the Future Fund Board of Guardians. The special account is used to record all transactions relating to the EIF, including interest received and payments. The EIF will continue to pay existing commitments until it is abolished by 1 July 2017 through a repeal of the *Nation-building Funds Act 2008*, and remaining funds will be transferred to the Consolidated Revenue Fund (CRF). After the fund is abolished, committed funds will continue to be paid from the CRF and administered by the Department of Education and Training. Uncommitted funds will be transferred from the CRF to the Asset Recycling Fund (ARF) on 1 July 2017.
- (b) The transfers relate to projects approved as at the time of Budget. Amounts to be paid to the States and Territories may be transferred, through the relevant EIF Portfolio Special Account, to the COAG Reform Fund Special Account. Amounts also include payments classified as equity transfers in the budgeted financial statements.

Table 2.2.1.6: Health and Hospitals Fund (HHF) – Estimates of Fund Balances

	Estimated actual 2015-16 \$'000	Budget estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000	Forward estimate 2019-20 \$'000
Health and Hospitals Fund ^(a)					
Opening balance	1,508,866	-	-	-	-
Revenue and gains					
Investment earnings and gains	9,171	-	-	-	-
Expenses					
Management fees	(320)	-	-	-	-
Transfers to Portfolio Special Special accounts for project payments HHF Health Portfolio Special Account - Expense	(54,984)	-	-	-	-
Closure: Transfer to Consolidated Revenue Fund - Equity	(1,462,733)	-	-	-	-
Closing balance	-	-	-	-	-

(a) The HHF consisted of the HHF Special Account and investments of the HHF. The investments were managed by the Future Fund Board of Guardians. The special account was used to record all transactions relating to the HHF, including interest received and payments. The HHF was closed on 29 October 2015, with remaining funds transferred to the Consolidated Revenue Fund (CRF). Uncommitted funds were transferred from the CRF to the Medical Research Future Fund (MRFF).

Table 2.2.2: Performance Criteria for Outcome 2

Table 2.1.2 below details the performance criteria for each program associated with Outcome 2. It also summarises how each program is delivered.

Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.	
Program 2.1 - Public Sector Governance This program contributes to the outcome through developing and maintaining the public sector resource management framework; improving the standard of governance, performance and accountability, and undertaking shareholder oversight of Government Business Enterprises (GBEs) and other commercial entities.	
Delivery	<ul style="list-style-type: none"> • Providing advice on policy and implementation issues to the government in relation to the financial and procurement framework, in particular: <ul style="list-style-type: none"> – Relevant legislation and rules. – Procurement and Grant policy and related matters. – Developing and managing AusTender. – Act of Grace requests, waiver of debt applications and set off matters. – Guidance material. – Training and communication. • Completion of 50% of all Act of Grace and waiver of debt requests within 60 days and 100% compliance with timeframes in the <i>Administrative Decisions (Judicial Review) Act 1977</i>. • No adverse findings from the Commonwealth Ombudsman in respect of special claims. • Undertaking Assurance Reviews of major projects and programs over their lifecycle, to provide assurance to the government regarding delivery and implementation. • Deploying public financial management advisory staff to partner countries as agreed with the governments of these countries, in line with the government's overseas development assistance priorities. • Paying Grants in Aid funding to approved organisations. • Providing advice on strategy, governance, operations, financial forecasts and performance to GBEs and other commercial entities. • Strengthening public sector capability through regular capacity-building activities.
Purposes	Governance

Table continues on next page

Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Performance Information: Program 2.1 - Public Sector Governance		
Year	Performance Criteria	Targets
2015-16	<p><u>Financial Framework</u></p> <p><u>Grants</u></p> <ul style="list-style-type: none"> • Timely and relevant advice on grant policy matters is provided. <p><u>Assurance reviews</u></p> <ul style="list-style-type: none"> • Assurance reviews of major projects and programs provide assurance to government regarding delivery and implementation. • Contribute to achieving the government's objectives in Papua New Guinea, the Pacific and Southeast Asia. <p><u>Procurement Framework</u></p> <ul style="list-style-type: none"> • Timely and relevant advice on procurement policy matters is provided. • AusTender is available during business hours (ACT local time). <p><u>Government Shareholder Oversight</u></p> <ul style="list-style-type: none"> • Advice to the Finance Minister is timely relevant and of high quality. • Quarterly meetings with GBEs. <p><u>Special Financial Claims</u></p> <ul style="list-style-type: none"> • Completion of all Act of Grace and waiver of debt requests. • Compliance with timeframes in the <i>Administrative Decisions (Judicial Review) Act 1977</i>. • No adverse findings from the Commonwealth Ombudsman in respect of special claims. 	<p><u>Financial Framework</u> – on track to meet targets.</p> <ul style="list-style-type: none"> • Feedback indicates that grants policy advice is relevant and timely. • 100% of Senior Responsible Officers have identified that Gateway reviews have contributed constructively to their project so far this year. • 97% of Gateway review recommendations have been, or are being, actioned, so far this year. • Expected to meet stakeholders' requirements. <p><u>Procurement Framework</u> – on track to meet targets.</p> <ul style="list-style-type: none"> • 80% of queries have been responded to within 3 days. • AusTender has been available 99% of the time during business hours so far this year. <p><u>Government Shareholder Oversight</u> – on track to meet targets.</p> <ul style="list-style-type: none"> • First 3 rounds of quarterly meetings have been held with GBEs. <p><u>Special Financial Claims</u> – on track to meet targets.</p> <ul style="list-style-type: none"> • Completed 50% of all Act of Grace and waiver of debt requests within 60 days. • Achieved 100% compliance with timeframes in the <i>Administrative Decisions (Judicial Review) Act 1977</i>. • To date, there has not been an adverse finding from the Commonwealth Ombudsman.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Performance Information: Program 2.1 - Public Sector Governance		
Year	Performance Criteria	Targets
2016-17	<p><u>Financial Framework</u> <u>Performance Framework</u></p> <ul style="list-style-type: none"> • Successful integration of the 2015-16 Annual Performance Statement with the 2015-16 Annual Report. • Support entities through the provision of guidance and information to assist them in the delivery of all aspects of the enhanced Commonwealth performance framework. <p><u>Procurement Framework</u></p> <ul style="list-style-type: none"> • Timely and relevant advice on procurement policy matters is provided. <p><u>Government Shareholder Oversight</u></p> <ul style="list-style-type: none"> • Commonwealth's GBE Governance and Oversight Guidelines are up-to-date and relevant, and exemplify best practice commercial practices and standards. <p><u>Special Financial Claims</u></p> <ul style="list-style-type: none"> • Timely completion of all Act of Grace and waiver of debt requests on receipt of required documentation from relevant parties. • Compliance with timeframes in the <i>Administrative Decisions (Judicial Review) Act 1977</i>. 	<p><u>Financial Framework</u> <u>Performance Framework</u></p> <ul style="list-style-type: none"> • 100% of non-corporate and corporate Commonwealth entities publish 2015-16 Annual Performance Statements in 2015-16. • 95% of entities comply with performance reporting requirements. <p><u>Procurement Framework</u></p> <ul style="list-style-type: none"> • 80% of entity queries to the procurement advice inbox responded to within 3 days. • AusTender is available 99% of the time during business hours (ACT local time). <p><u>Government Shareholder Oversight</u></p> <ul style="list-style-type: none"> • Quarterly meetings held with GBEs. <p><u>Special Financial Claims</u></p> <ul style="list-style-type: none"> • Completion of 50% of all Act of Grace and waiver of debt requests within 60 days. • 100% compliance with timeframes in the <i>Administrative Decisions (Judicial Review) Act 1977</i>. • No adverse findings from the Commonwealth Ombudsman in respect of special claims.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Performance Information: Program 2.1 - Public Sector Governance		
Year	Performance Criteria	Targets
2017-18 and beyond	<p><u>Performance Framework</u></p> <ul style="list-style-type: none"> Support entities through the provision of guidance and information to assist them in the delivery of all aspects of the enhanced Commonwealth performance framework. An independent review of the <i>Public Governance, Performance and Accountability Act 2013</i> (PGPA Act) and its rules to be conducted in 2017-18 demonstrates that the legislation promotes high standards of governance, performance and public accountability. Improvement in the quality and relevance of performance information published by Commonwealth entities as assessed through audits conducted by the Australian National Audit Office (ANAO) and through the independent review of the operation of the PGPA Act. <p><u>Procurement Framework</u></p> <ul style="list-style-type: none"> As per 2016-17. <p><u>Government Shareholder Oversight</u></p> <ul style="list-style-type: none"> As per 2016-17. <p><u>Special Financial Claims</u></p> <ul style="list-style-type: none"> As per 2016-17. 	<p><u>Performance Framework</u></p> <ul style="list-style-type: none"> 100% of entities comply with performance reporting requirements. The independent review is undertaken and endorsed. Key stakeholders express satisfaction with performance information reported by Commonwealth entities as measured through ANAO audits, interactions with Parliamentary Committees and the findings of the independent review of the PGPA Act. <p><u>Procurement Framework</u></p> <ul style="list-style-type: none"> As per 2016-17. <p><u>Government Shareholder Oversight</u></p> <ul style="list-style-type: none"> As per 2016-17. <p><u>Special Financial Claims</u></p> <ul style="list-style-type: none"> As per 2016-17.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.		
Program 2.2 - Transforming Government This program contributes to the outcome through providing leadership and supporting decision making relating to the digital economy and use of technology in government operations; and scoping divestment opportunities and managing asset sales and any residual issues arising from previous asset sales.		
Delivery	<p><u>Transforming the Public Sector</u></p> <ul style="list-style-type: none"> Supporting the government’s transformation agenda through key projects, including the Efficiency through Contestability Program; the Shared and Common Services project; and advising the government on delivering its Smaller Government objectives. Providing advice to the government on the efficient and effective delivery of government activities. Delivering scoping studies to the government and implementing agreed scoping study outcomes. Implementing recommendations from the Independent Review of the Whole of Government Internal Regulations for the Government. <p><u>Improving Whole of Australian Government (WoAG) ICT</u></p> <ul style="list-style-type: none"> Providing advice to government and Commonwealth entities on ICT investment, delivery and implementation of ICT policies. Providing appropriate WoAG ICT services, including communications networks and online services to entities. Delivering high quality ICT Entry Level Programs to entities. 	
Purposes	Transformation	
Year	Performance Criteria	Targets
2015-16	<p><u>Transforming Public Sector</u></p> <ul style="list-style-type: none"> Support entities to design and implement initiatives to improve the efficient delivery of government functions. Delivering to government agreed scoping studies that report on their respective terms of reference. <p><u>WoAG ICT</u></p> <ul style="list-style-type: none"> Providing appropriate WoAG ICT services and programs to entities. 	<p><u>Transforming Public Sector</u></p> <ul style="list-style-type: none"> All targets are being achieved. Functional and Efficiency Reviews are commissioned and delivered in accordance with program timeframes. <p><u>Improving WoAG ICT:</u> Expect to achieve all targets:</p> <ul style="list-style-type: none"> 75% of relevant entities access the internet through their shared internet gateway. 70% of students annually accepted for the government ICT Apprenticeships Program remain in the government after 1 year, and 50% remain after 2 years. GovCMS is providing useful capability for entities. GovCMS now has 59 live on the platform (from 29 entities) and a further 16 in development. This is double the projected take-up rate. Usage of the National Telepresence System has increased by 15% in 2015-16 annually (target of 10%).

Table continues on next page

Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Performance Information: Program 2.2 - Transforming Government		
Year	Performance Criteria	Targets
2016-17	<p><u>Transforming Public Sector</u></p> <ul style="list-style-type: none"> • Drive the government's transformation agenda through supporting entities to become more effective and efficient. <p><u>WoAG ICT is improved</u></p> <ul style="list-style-type: none"> • Providing appropriate WoAG ICT services and programs to entities. 	<p><u>Transforming Public Sector</u></p> <ul style="list-style-type: none"> • Majority of significant entities have conducted internal red tape reduction reviews. • Majority of significant entities are engaged with Shared and Common Services agenda/on track to deliver the government's agenda of a smaller, more efficient and better connected public sector. • Forward work programs for all Functional and Efficiency and Contestability Reviews, are agreed between entities. • Grants.gov.au rolled out by June 2017. <p><u>Improving WoAG ICT</u></p> <ul style="list-style-type: none"> • Useful capability of govCMS demonstrated by 30-45 websites using the platform by 30 June 2017. • Increased ICT capability demonstrated by: <ul style="list-style-type: none"> – 70% of students annually accepted for ICT cadet and apprentice programs remaining in the Government after 1 year, and 50% remaining after 2 years. – 70% of students annually accepted for ICT graduate program remaining in the Government after 1 year.
2017-18 and beyond	<ul style="list-style-type: none"> • As per 2016-17. 	<ul style="list-style-type: none"> • As per 2016-17.

Table continues on next page

Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

<p>Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.</p>		
<p>Program 2.3 - Property and Construction This program contributes to the outcome by providing policy advice, guidance and support on managing Commonwealth property, land and public works across the government; and managing specified major capital works projects and the government’s non-Defence property portfolio within Australia.</p>		
<p>Delivery</p>	<ul style="list-style-type: none"> • Providing advice to the government on property management issues; such as ownership, construction, divesting and management of residual issues from previous divestments, leasing and acquisition. • Assisting entities to use the Commonwealth Property Management Framework. • Collecting property data for the government on Commonwealth leasing trends and assisting in the disposal of Commonwealth property. • Managing properties within the Finance-managed portfolio for the government through adoption of effective property management systems and processes. • Providing advice and support to the government and entities in relation to the <i>Lands Acquisition Act 1989</i>, the <i>Public Works Committee Act 1969</i>, relevant sections of the <i>Native Title Act 1993</i>, the National Land Ordinance and the Commonwealth Property Disposal Policy. 	
<p>Purposes</p>	<p>Governance, Transformation and Services</p>	
<p>Year</p>	<p>Performance Criteria</p>	<p>Targets</p>
<p>2015-16</p>	<p><u>Property and Construction</u></p> <ul style="list-style-type: none"> • Responsible oversight and management of the Commonwealth’s leased and Finance owned property interests that is informed by evidence-based advice. • Finance owned properties are maintained to agreed standards and in compliance with relevant safety and environmental legislative requirements. • Property divestment and acquisition, including capital works projects, meet government and legislative requirements. 	<p><u>Property and Construction</u> – on track to meet targets.</p> <ul style="list-style-type: none"> • Property data information collected from qualifying entities on 30 September 2015 is used to support government objectives such as the filling of vacant surplus office space; and will be analysed and published in the next Australian Government Office Occupancy Report. • Regular consultations with entities occupying Finance properties are occurring as part of the client engagement strategy. • In response to earlier government Budget decisions, Finance has divested in excess of 43 surplus non-Defence properties. • The government has agreed the cost, timeframe and quality related deliverables for major capital works and projects including the post-entry quarantine facility and remediation activities such as the Malabar Headland works.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Performance Information: Program 2.3 – Property and Construction		
Year	Performance Criteria	Targets
2016-17	<ul style="list-style-type: none"> As per 2015-16. 	<ul style="list-style-type: none"> Property data information collected from qualifying entities is fit for purpose, targeted and continues to inform and support the government's property efficiency objectives, such as the identification of innovative and value for money WoAG arrangements for the procurement of leasing and property services due to take effect on 1 July 2017. Market testing of Commonwealth-owned buildings and other assets along with ongoing divestment activities are completed on time and within Budget. Major capital works projects and major land contamination remediation projects are completed in close consultation with client entities and within the time, cost and quality parameters agreed by the government.
2017-18 and beyond	<ul style="list-style-type: none"> As per 2015-16. 	<ul style="list-style-type: none"> Property data information collected from qualifying entities is fit for purpose, targeted and continues to inform and support the government's property efficiency objectives. WoAG purchasing arrangements for property services achieve expected savings with consistent service quality and pricing for entities. Divestment activities are completed within expected budgets and timeframes and residual issues are minimised and managed to protect the Commonwealth's interests. Major capital works projects and major land contamination remediation projects are completed in close consultation with client entities and within the time, cost and quality parameters agreed by the government.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.		
Program 2.4 – Insurance and Risk Management This program contributes to the outcome by providing general insurance services and promoting risk management across the government through the Comcover Special Account.		
Delivery	<ul style="list-style-type: none"> • Providing a self managed insurance fund (Comcover) to protect Commonwealth entities against the impact and volatility of insurable losses. • Providing a consistent whole of government approach to managing legal liability claims against Commonwealth entities. • Providing risk management and education services to entities to support best practice risk management across the government. 	
Purposes	Services	
Year	Performance Criteria	Targets
2015-16	<ul style="list-style-type: none"> • Comcover fund members have achieved their identified level of risk maturity as measured in the Comcover Benchmarking Program. 	<p>Expected to achieve all targets.</p> <ul style="list-style-type: none"> • The Benchmarking Program is underway and results will be available at the end of May 2016. • It is anticipated that 80% of Comcover fund members will have achieved their identified level of risk maturity.
2016-17	<ul style="list-style-type: none"> • Improved risk management capability of commonwealth entities supporting the proper use and management of public resources through participation in risk capability and education programs. 	<ul style="list-style-type: none"> • Commonwealth entities have improved their risk management capability as measured by the Benchmarking Program.
2017-18 and beyond	<ul style="list-style-type: none"> • As per 2016-17. 	<ul style="list-style-type: none"> • As per 2016-17.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.		
Program 2.5 – Procurement Services This program contributes to the outcome through establishing WoAG arrangements for common goods and services to maximise market benefits for Commonwealth entities and providing advice to the government on advertising.		
Delivery	<ul style="list-style-type: none"> • Developing and managing WoAG procurement arrangements for entities. • Providing assistance and advice to Commonwealth entities on the process of developing government advertising campaigns. 	
Purposes	Services	
Year	Performance Criteria	Targets
2015-16	<ul style="list-style-type: none"> • WoAG arrangements are well managed. • Government advertising is conducted in accordance with government advertising policies. 	<p>Targets are expected to be achieved.</p> <ul style="list-style-type: none"> • Contracts will be managed in accordance with plans. • Scoping studies and tender processes will be conducted within agreed timeframes and budget. • Contracts will be managed in accordance with appropriate contract management plans. <p>Targets are expected to be achieved.</p> <ul style="list-style-type: none"> • Government advertising in 2015-16 will be conducted in accordance with government advertising policies.
2016-17	<ul style="list-style-type: none"> • As per 2015-16. 	<ul style="list-style-type: none"> • As per 2015-16.
2017-18 and beyond	<ul style="list-style-type: none"> • As per 2015-16. 	<ul style="list-style-type: none"> • As per 2015-16.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

<p>Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.</p>		
<p>Program 2.6 – Public Sector Superannuation This program contributes to the outcome through advising the government on managing the Future Fund, the stability of the government’s unfunded superannuation liabilities and its associated administered expense items and superannuation arrangements for government employees. This includes the administration and management of superannuation arrangements for parliamentarians, as well as current and former Governors-General, Federal Judges and Federal Circuit Court Judges.</p>		
<p>Delivery</p>	<ul style="list-style-type: none"> • Providing policy advice and analysis for the government and administering the superannuation arrangements for government employees, parliamentarians, current and former Governors-General, Federal Judges and Federal Circuit Court Judges. • Providing policy advice to the government on its unfunded superannuation liability and associated administered expenses. • Providing policy advice to the government on the Future Fund, including the investment mandate and other governance matters. • Providing policy advice to the government on the governance of Sovereign Wealth Funds. 	
<p>Purposes</p>	<p>Services</p>	
<p>Year</p>	<p>Performance Criteria</p>	<p>Targets</p>
<p>2015-16</p>	<ul style="list-style-type: none"> • Advice, analysis and support provided to the government and Commonwealth entities on public sector superannuation policy and governance matters is provided in a timely manner, is high quality and robust. • Payments are accurate and in accordance with scheme timeframes. • Superannuation statements are issued in accordance with prescribed timeframes. 	<p>Targets are expected to be achieved.</p> <ul style="list-style-type: none"> • The merger of ComSuper and Commonwealth Superannuation Corporation took effect on 1 July 2015. • The Public Governance, Performance and Accountability Amendment (CSC) Rule 2016 commenced April 2016. • To date, payments for those schemes administered by Finance have been accurate and in accordance with scheme timeframes. • Superannuation statements will be issued in accordance with prescribed timeframes.
<p>2016-17</p>	<ul style="list-style-type: none"> • High quality and timely advice, analysis and support is provided to the government on public sector superannuation policy, investment fund policy and governance matters. • Benefit payments are accurate, paid in accordance with scheme timeframes and superannuation statements are issued in accordance with prescribed timeframes. 	<ul style="list-style-type: none"> • The quality and timeliness of advice, analysis and support meets government’s needs. • 100% of payments are made within statutory timeframes and accurately represent information provided to Finance.
<p>2017-18 and beyond</p>	<ul style="list-style-type: none"> • As per 2016-17. 	<ul style="list-style-type: none"> • As per 2016-17.

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Table 2.2.2: Performance Criteria for Outcome 2 (Continued)

<p>Outcome 2 – Support an efficient and high-performing public sector through providing leadership to Commonwealth entities in ongoing improvements to public sector governance, including through systems, frameworks, policy, advice and service delivery.</p>		
<p>Program 2.7 – Australian Government Investment Funds This program contributes to the outcome through providing advice on investment mandates and governance arrangements for the government’s Investment Funds, to maximise the value of the funds to the Government. This includes advice on credit of amounts to the Funds and debits for payments from the Funds. The Funds are:</p> <ul style="list-style-type: none"> • DisabilityCare Australia Fund (DCAF). • Asset Recycling Fund (ARF). • Medical Research Future Fund (MRFF). • Building Australia Fund (BAF). • Education Investment Fund (EIF). • Health and Hospitals Fund (HHF). <p>The ARF is subject to the passage of legislation. The BAF and EIF will be closed, subject to the passage of legislation. The HHF was closed in 2015.</p>		
Delivery	<ul style="list-style-type: none"> • Providing advice to the government on the Australian Government Investment Funds, including investment mandates, governance matters, credits to and payments from the Funds. 	
Purposes	Governance	
Year	Performance Criteria	Targets
2015-16	<ul style="list-style-type: none"> • Advice and analysis provided to the government on the Australian Government Investment Funds is provided in a timely manner, is high quality and robust. • Credits to and payments from the Funds are timely and consistent with legislation. 	Targets are expected to be achieved. <ul style="list-style-type: none"> • Finance provided advice and assistance to government in issuing an investment mandate for the MRFF (issued on 8 November 2015), closing the HHF (29 October 2015) and making crediting determinations for the MRFF (28 August 2015 and 26 November 2015).
2016-17	<ul style="list-style-type: none"> • High quality and timely advice and analysis is provided to the government on the Australian Government Investment Funds. 	<ul style="list-style-type: none"> • Advice and analysis provided is assessed by key stakeholders (through formal and informal feedback) as being high quality, robust and meeting their timeframes.
2017-18 and beyond	<ul style="list-style-type: none"> • As per 2016-17. 	<ul style="list-style-type: none"> • As per 2016-17.

2.3 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 3

Outcome 3: Support for Parliamentarians and others as required by the Australian Government through the delivery of, and advice on, entitlements and targeted assistance.

Budgeted Expenses for Outcome 3

This table shows how much Finance 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 2.3.1: Budgeted Expenses for Outcome 3

Outcome 3: Support for Parliamentarians and others as required by the Australian Government through the delivery of, and advice on, entitlements and targeted assistance.	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Program 3.1: Ministerial and Parliamentary Services					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)					
Electorate and ministerial support costs	270,005	273,349	274,661	275,789	276,983
Australian Political Exchange Program	889	902	916	930	945
Australian Political Parties for Democracy Program	2,200	2,200	2,200	2,200	2,200
Special appropriations					
<i>Commonwealth of Australia Constitution Act (s66)</i>	4,936	4,966	4,966	4,966	4,966
<i>Members of Parliament (Life Gold Pass) Act 2002</i>	1,119	1,168	1,059	1,075	1,092
<i>Parliamentary Entitlements Act 1990</i>	177,550	183,041	181,216	182,460	189,083
Expenses not requiring appropriation in the Budget year ^(a)	9,756	9,756	9,755	9,754	9,757
Administered Total	466,455	475,382	474,773	477,174	485,026
Departmental expenses					
Departmental appropriation ^(b)					
Services to Senators, Members and their staff	42,412	38,861	38,790	38,935	39,327
Car-with-driver and associated transport services	2,221	2,245	2,239	2,251	2,280
Expenses not requiring appropriation in the Budget year ^(a)	2,648	2,755	2,772	2,773	2,773
Departmental Total	47,282	43,860	43,802	43,960	44,380
Total expenses for program 3.1	513,737	519,242	518,575	521,134	529,406
Outcome 3 Totals by appropriation type					
Administered expenses					
Ordinary annual services					
Appropriation Bill No. 1	273,094	276,451	277,777	278,919	280,128
Special appropriations	183,605	189,175	187,241	188,501	195,141
Expenses not requiring appropriation in the Budget year ^(a)	9,756	9,756	9,755	9,754	9,757
Administered Total	466,455	475,382	474,773	477,174	485,026
Departmental expenses					
Departmental appropriation ^(b)	44,634	41,105	41,029	41,186	41,607
Expenses not requiring appropriation in the Budget year ^(a)	2,648	2,755	2,772	2,773	2,773
Departmental Total	47,282	43,860	43,802	43,960	44,380
Total expenses for Outcome 3	513,737	519,242	518,575	521,134	529,406
	2015-16	2016-17			
Average staffing level (number)	232	237			

- (a) 'Expenses not requiring appropriation in the Budget year' is made up of Depreciation Expenses and Amortisation Expenses.
- (b) Departmental appropriation combines 'Ordinary annual services (Appropriation Bill No. 1)' and 's.74 retained revenue receipts'.

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

Table 2.3.2: Planned Performance for Outcome 3

Outcome 3 – Support for Parliamentarians and others as required by the Australian Government through the delivery of, and advice on, entitlements and targeted assistance.		
Program 3.1 – Ministerial and Parliamentary Services This program contributes to the outcome through the provision of advice on, access to and payment of parliamentary and post-parliamentary entitlements and targeted assistance to entities.		
Delivery	<ul style="list-style-type: none"> • Providing advice and support to clients and stakeholders. • Paying financial accounts relating to entitlement expenditure, and reporting and auditing of the expenditure of entitlements. • Managing and maintaining the <i>Members of Parliament (Staff) Act 1984</i> employment framework. • Providing client and event transport (car-with-driver) and associated ground transport services to entities. • Managing Commonwealth Parliament Offices and the ministerial wing of Parliament House. • Managing the Australian Political Exchange Program and the Australian Political Parties for Democracy Program. • Paying ministerial salaries. • Providing property and office facilities management. 	
Purposes	Services	
Year	Performance Criteria	Targets
2015-16	<ul style="list-style-type: none"> • Services to Ministers, Office-holders, Senators, Members and their staff meet agreed service standards. • COMCAR will ensure sufficient driving, fleet, technical and administrative resources are available and COMCAR reservations are completed without service failure. 	<p>Targets are expected to be achieved.</p> <ul style="list-style-type: none"> • 93% of client contacts acknowledged within 24 hours and responded to within agreed timeframes. • 95% of payments (including payroll) will be made within agreed timeframes. • 100% of office establishment and relocation projects will be delivered within their approved budget. • 100% of Monthly Management Reports are being distributed by the 15th of each month. • 99% of COMCAR reservations will be completed without service failure.

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Table 2.3.2: Performance Criteria for Outcome 3 (Continued)

Performance Information: Program 3.1 – Ministerial and Parliamentary Services		
Year	Performance Criteria	Targets
2016-17	<ul style="list-style-type: none"> • Services to Ministers, Office-holders, Senators, Members and their staff meet agreed service standards. • COMCAR will continue to ensure sufficient driving, fleet, technical and administrative resources are available to ensure that 99% of COMCAR reservations are completed without service failure. • Establish a project team to manage the implementation of recommendations from the Independent Parliamentary Entitlements System review. 	<ul style="list-style-type: none"> • 95% of client contacts acknowledged within 24 hours and responded to within agreed timeframes. • 95% of payments (including payroll) will be made within agreed timeframes. • 100% of office establishment and relocation projects will be delivered within their approved budget. • 100% of Monthly Management Reports are being distributed by the 15th of each month. • As per 2015-16. • Recommendations from the independent review of Parliamentary Entitlements System review are being implemented (ongoing).
2017-18 and beyond	<ul style="list-style-type: none"> • Services to Ministers, Office-holders, Senators, Members and their staff meet agreed service standards. • Sufficient driving, fleet, technical and administrative resources are available and COMCAR reservations are completed without service failure. • Implementation of recommendations from the independent review of Parliamentary Entitlements System. 	<ul style="list-style-type: none"> • As per 2016-17. • As per 2016-17. • Recommendations from the independent review of Parliamentary Entitlements System review are being implemented (ongoing).

Section 3: Budgeted Financial Statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2016-17 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

No material differences exist between entity resourcing and the financial statements.

3.1.2 Explanatory Notes and Analysis of Budgeted Financial Statements

Budgeted Statement of Comprehensive Income - Departmental

2015-16

Finance is forecasting expenses of \$631.8 million in 2015-16, an increase of \$12.5 million from expenditure forecast in the 2015-16 Additional Estimates. This change is primarily due to a revision of special accounts estimates.

Finance is forecasting total own source income of \$403.7 million, an increase of \$39.3 million from own source income forecast in the 2015-16 Additional Estimates. This is primarily due to an increase in coordinated procurement revenue due to increased agency engagement in procurements.

2016-17

Finance is budgeting for a surplus of \$18.1 million, a decrease of \$10.4 million from the surplus of \$28.5 million forecast in the 2015-16 Additional Estimates. This is primarily due to a revision of special accounts estimates.

Budgeted Balance Sheet - Departmental

The budgeted net asset position as at 30 June 2017 of \$1,972.7 million represents a small decrease of \$2.8 million from that forecast in the 2015-16 Additional Estimates. This is primarily due to a combination of new measures and the asset sale program.

Budgeted Schedule of Comprehensive Income - Administered

2015-16

Estimated administered income for 2015-16 has increased to \$1,763.1 million from the \$1,744.4 million reported in the 2015-16 Additional Estimates. This is primarily due to the reinstatement of estimates for the DisabilityCare Australia Fund, partially offset by revisions in superannuation contributions.

Estimated administered expenses for 2015-16 have increased to \$9,473.3 million from the \$9,406.2 million reported in the 2015-16 Additional Estimates. This is primarily due to the reinstatement of estimates for the DisabilityCare Australia Fund.

2016-17

Finance is budgeting for administered income of \$1,878.7 million in 2016-17, a decrease from the \$1,966.6 million budgeted for in the 2015-16 Additional Estimates. This is primarily due to revisions in superannuation contributions.

Finance is budgeting for administered expenses of \$8,877.9 million in 2016-17, a decrease from the \$11,393.9 million budgeted for in the 2015-16 Additional Estimates. This is primarily due to revisions in estimates for superannuation and the Asset Recycling Fund, partially offset by the reinstatement of estimates for the DisabilityCare Australia Fund.

Budgeted Schedule of Assets and Liabilities - Administered

Administered assets are budgeted to total \$19,119.1 million by 30 June 2017, an increase from the \$18,776.5 million estimated in the 2015-16 Additional Estimates, due primarily to revisions in reinstatement of estimates for the DisabilityCare Australia Fund, partially offset by revisions to estimates for the Asset Recycling Fund.

Administered liabilities are estimated to total \$111,308.2 million by 30 June 2017, a small decrease from \$115,224.2 million estimated in the 2015-16 Additional Estimates primarily due to revisions in superannuation estimates.

3.2.1 BUDGETED FINANCIAL STATEMENTS TABLES

Table 3.1 Comprehensive Income Statement (Showing Net Cost of Services) for the Period Ended 30 June

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	175,974	167,373	167,132	166,608	166,712
Suppliers	307,963	256,444	208,991	207,401	207,620
Depreciation and amortisation ^(a)	24,409	33,483	33,975	34,316	34,805
Net losses from asset sales ^(b)	-	483	1,471	541	-
Losses on valuation of investment property	-	2,906	-	13,418	8,576
Insurance claims	116,238	132,090	137,049	142,149	147,457
Other expenses	7,252	7,252	7,252	7,252	7,252
Total expenses	631,836	600,031	555,870	571,685	572,422
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Rendering of services	180,343	131,311	112,960	103,571	103,595
Insurance premiums	126,708	136,722	141,622	146,847	152,276
Rental income	81,531	75,322	81,765	84,584	86,882
Other revenue	7,274	7,200	5,600	5,600	5,600
Total own-source revenue	395,856	350,555	341,947	340,602	348,353
Gains					
Gains on valuation of investment property	4,414	-	2,283	-	-
Net gains from asset sales	2,046	-	-	-	-
Other gains ^(c)	1,385	1,385	1,385	1,385	1,385
Total gains	7,845	1,385	3,668	1,385	1,385
Total own-source income	403,701	351,940	345,615	341,987	349,738
Net (cost of)/contribution by services	(228,135)	(248,091)	(210,255)	(229,698)	(222,684)
Revenue from government	272,909	270,248	247,337	250,669	251,123
Surplus/(deficit) before income tax	44,774	22,157	37,082	20,971	28,439
Income tax expense	4,052	4,052	4,052	4,052	4,052
Surplus/(deficit) after income tax	40,722	18,105	33,030	16,919	24,387
Total comprehensive income/(loss) attributable to the Australian Government	40,722	18,105	33,030	16,919	24,387

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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**

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
Total comprehensive income/ (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations.	53,232	38,515	53,469	37,358	44,825
less depreciation/amortisation expenses previously funded through revenue appropriations ^(a)	12,510	20,410	20,439	20,439	20,438
Total comprehensive income/ (loss) - as per the Statement of Comprehensive Income	40,722	18,105	33,030	16,919	24,387

Prepared on Australian Accounting Standards basis.

(a) Depreciation and Amortisation Expenses highlighted under 'Expenses' represents total depreciation and amortisation expenses for Finance. The 'non appropriated' depreciation and amortisation figure at the bottom of this table is net of Depreciation Expenses associated with Finance's property portfolio and wholly contained within the Property Special Account 2014.

(b) Represents the net gain/loss from the government's non-Defence Property Divestment Program within Australia.

(c) Other gains represent resources received free of charge for financial statement audit services from the Australian National Audit Office.

Table 3.2: Budgeted Departmental Balance Sheet (as at 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents ^(a)	5,000	5,000	5,000	5,000	5,000
Trade and other receivables ^(b)	867,822	814,373	823,935	834,019	861,177
Other financial assets	18,706	18,706	18,706	18,706	18,706
Total financial assets	891,528	838,079	847,641	857,725	884,883
Non-financial assets					
Land and buildings ^(c)	933,840	975,352	959,293	921,349	906,985
Property, plant and equipment	27,160	51,668	64,445	83,581	87,861
Investment property ^(c)	589,838	588,932	593,441	580,023	571,447
Intangibles	103,199	114,283	114,740	114,261	111,652
Other non-financial assets	8,552	8,552	8,552	8,552	8,552
Total non-financial assets	1,662,589	1,738,787	1,740,471	1,707,766	1,686,497
Total assets	2,554,117	2,576,866	2,588,112	2,565,491	2,571,380
LIABILITIES					
Payables					
Suppliers	47,414	53,962	60,510	67,058	73,606
Unearned Revenue	109,897	109,897	109,897	109,897	109,897
Return of equity	19,875	19,875	19,875	19,875	19,875
Other payables	1,773	2,540	3,307	4,074	4,841
Total payables	178,959	186,274	193,589	200,904	208,219
Provisions					
Employee provisions	65,311	67,743	70,175	72,607	75,039
Outstanding insurance claims	329,005	329,005	329,005	329,005	329,005
Other provisions	24,638	21,138	21,138	21,138	21,138
Total provisions	418,954	417,886	420,318	422,750	425,182
Total liabilities	597,913	604,160	613,907	623,654	633,401
Net assets	1,956,204	1,972,706	1,974,205	1,941,837	1,937,979
EQUITY ^(d)					
Contributed equity	1,577,718	1,653,311	1,679,219	1,675,153	1,681,889
Reserves	152,129	152,129	152,129	152,129	152,129
Retained surplus	226,357	167,266	142,857	114,555	103,961
Total Equity	1,956,204	1,972,706	1,974,205	1,941,837	1,937,979

Prepared on Australian Accounting Standards basis.

(a) The departmental cash balance is maintained at \$5m. Cash in excess of this balance is returned to the Office of Public Account (OPA), recorded as a receivable and drawn down as required.

(b) Primarily represents appropriation receivable (including capital appropriation) and the special accounts.

(c) Primarily represents properties in the Australian Government's non-Defence property portfolio.

(d) 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 2016-17)

	Retained earnings	Asset revaluation reserve	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2016				
Balance carried forward from previous period	226,357	152,129	1,577,718	1,956,204
Adjusted opening balance	226,357	152,129	1,577,718	1,956,204
Comprehensive income				
Surplus (deficit) for the period	18,105	-	-	18,105
Total comprehensive income	18,105	-	-	18,105
Transactions with owners				
Distributions to owners				
Returns on capital:				
Returns of contributed equity	(77,196)	-	-	(77,196)
Contributions by owners				
Equity Injection - Appropriation ^(a)	-	-	69,808	69,808
Departmental Capital Budget (DCB)	-	-	7,221	7,221
Restructuring ^(b)	-	-	(1,437)	(1,437)
Sub-total transactions with owners	(77,196)	-	75,593	(1,603)
Estimated closing balance as at 30 June 2017	167,266	152,129	1,653,311	1,972,706

Prepared on Australian Accounting Standards basis.

(a) Equity injections for construction and ICT projects.

(b) Represents transfers of assets and liabilities to other Commonwealth entities.

Table 3.4: Budgeted Departmental Statement of Cash Flows (for the Period Ended 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Rendering of services	262,146	206,905	194,997	188,427	190,747
Appropriations	287,356	323,425	237,503	240,313	223,693
Insurance premiums	126,708	136,722	141,622	146,847	152,276
Other	7,274	7,200	5,600	5,600	5,600
Total cash received	683,484	674,252	579,722	581,187	572,316
Cash used					
Employees	174,140	164,941	164,700	164,176	164,280
Suppliers	300,030	248,511	201,058	199,468	199,687
Insurance claims	116,238	132,090	137,049	142,149	147,457
Transfers to OPA	54,005	77,196	57,439	45,221	34,981
Other	11,067	13,040	12,008	11,078	10,535
Total cash used	655,480	635,778	572,254	562,092	556,940
Net cash from/(used by) operating activities	28,004	38,474	7,468	19,095	15,376
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of assets	19,024	42,215	22,458	10,240	-
Total cash received	19,024	42,215	22,458	10,240	-
Cash used					
Construction/ Purchase of land and buildings	118,764	96,221	19,939	3,820	-
Construction/ Purchase of property, plant and equipment	30,722	36,332	24,601	30,958	16,109
Construction/ Purchase of intangibles	36,176	19,664	9,068	8,134	6,003
Construction/ Purchase of investment properties	5,146	2,000	2,226	-	-
Other	12,002	3,502	-	-	-
Total cash used	202,810	157,719	55,834	42,912	22,112
Net cash from/(used by) investing activities	(183,786)	(115,504)	(33,376)	(32,672)	(22,112)

Table continues on next page

Table 3.4: Budgeted Departmental Statement of Cash Flows (for the Period Ended 30 June) (continued)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
FINANCING ACTIVITIES					
Cash received					
Contributed equity	157,308	77,030	25,908	13,577	6,736
Total cash received	157,308	77,030	25,908	13,577	6,736
Net cash from/(used by) financing activities	157,308	77,030	25,908	13,577	6,736
Net increase/(decrease) in cash held	1,526	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	3,474	5,000	5,000	5,000	5,000
Cash and cash equivalents at the end of the reporting period	5,000	5,000	5,000	5,000	5,000

Prepared on Australian Accounting Standards basis.

Table 3.5: Departmental Capital Budget Statement (for the Period Ended 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Departmental Capital					
Budget (DCB) - Bill 1	-	7,221	6,606	6,679	6,736
Equity injections - Bill 2	157,310	69,808	19,302	6,900	-
Total new capital appropriations	157,310	77,029	25,908	13,579	6,736
Provided for:					
Purchase of non-financial assets	157,310	77,029	25,908	13,579	6,736
Total Items	157,310	77,029	25,908	13,579	6,736
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by DCB	-	7,221	6,606	6,678	6,736
Funded by equity injections	152,918	124,555	32,558	14,962	6
Funded internally from departmental resources ^(a)	37,892	22,442	16,670	21,273	15,370
TOTAL	190,810	154,218	55,834	42,913	22,112
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total asset additions	190,810	154,218	55,834	42,913	22,112
Total cash used to acquire assets	190,810	154,218	55,834	42,913	22,112

Prepared on Australian Accounting Standards basis.

(a) Includes the following sources of funding:

- Current and prior year annual appropriation,
- Funds held in special accounts.

Table 3.6: Statement of Asset Movements (Budget Year 2016-17)

	Land	Buildings	Other property, plant and equipment	Investment property	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2016						
Gross book value	396,320	555,721	47,549	589,838	152,290	1,741,718
Accumulated depreciation/ amortisation and impairment	-	(18,201)	(20,389)	-	(49,091)	(87,681)
Opening net book balance	396,320	537,520	27,160	589,838	103,199	1,654,037
Estimated expenditure on new or replacement assets						
By purchase/construction - appropriation equity ^(a)	-	96,221	13,105	2,000	13,229	124,555
By purchase/construction - appropriation ordinary annual services ^(b)	-	-	785	-	6,435	7,220
By purchase - internally funded	-	-	22,442	-	-	22,442
Total additions	-	96,221	36,332	2,000	19,664	154,217
Other movements						
Assets transferred in (out)	-	(1,437)	-	-	-	(1,437)
Depreciation / amortisation expense	-	(13,077)	(11,824)	-	(8,582)	(33,483)
Disposals ^(c)	-	(40,195)	-	-	-	(40,195)
Gains	-	-	-	(2,906)	-	(2,906)
Total other movements	-	(54,709)	(11,824)	(2,906)	(8,582)	(78,021)
As at 30 June 2017						
Gross book value	396,320	637,428	72,057	588,932	163,372	1,858,109
Accumulated depreciation/ amortisation and impairment	-	(58,396)	(20,389)	-	(49,091)	(127,876)
Closing net book balance	396,320	579,032	51,668	588,932	114,281	1,730,233

Prepared on Australian Accounting Standards basis.

(a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2016-17.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No. 1) 2016-17 for DCB and other operational expenses.

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

Table 3.7: Schedule of Budgeted Income and Expenses Administered on Behalf of Government (for the Period Ended 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
EXPENSES					
Employee benefits	241,843	239,821	240,825	241,750	241,750
Suppliers	228,449	254,550	268,880	277,535	317,735
Superannuation ^(a)	8,788,805	7,876,521	8,062,583	8,253,005	8,428,313
Distributions from the Investment Funds ^(b)	186,536	476,697	2,822,684	4,587,097	1,489,553
Grants	2,911	2,927	2,944	2,960	2,978
Depreciation and amortisation	20,689	20,691	20,691	20,691	20,691
Write-down and impairment of assets	106	106	106	106	106
Other expenses	3,946	6,569	6,519	3,955	3,888
Total expenses administered on behalf of government	9,473,285	8,877,882	11,425,232	13,387,099	10,505,014
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Rendering of services	3,712	3,775	3,839	3,904	3,904
Interest and dividends ^(c)	366,997	499,043	710,079	729,618	1,052,278
Superannuation contributions ^(d)	1,390,144	1,309,845	1,235,704	1,191,592	1,147,496
Other revenue	19,276	9,636	9,636	9,636	9,636
Total non-taxation revenue	1,780,129	1,822,299	1,959,258	1,934,750	2,213,314
Total own-source revenue administered on behalf of government	1,780,129	1,822,299	1,959,258	1,934,750	2,213,314
Gains					
Gains on sale of investments	(21,374)	52,136	75,706	77,913	113,679
Other gains	4,302	4,302	4,302	4,302	4,302
Total gains administered on behalf of government	(17,072)	56,438	80,008	82,215	117,981
Total own-sourced income administered on behalf of government	1,763,057	1,878,737	2,039,266	2,016,965	2,331,295
Net cost of/ (contribution by) services	7,710,228	6,999,145	9,385,966	11,370,134	8,173,719
Total comprehensive income / (loss)	(7,710,228)	(6,999,145)	(9,385,966)	(11,370,134)	(8,173,719)

Prepared on Australian Accounting Standards basis.

- (a) The 2015-16 estimate is calculated using the discount rate based on the long-term government bond rate at the commencement of the financial year in accordance with accounting standards. Budget and forward years are calculated using the discount rate applied in preparing the long-term cost reports.
- (b) Represents estimates of expenses to be transferred from the Australian Government Investment Funds. This item does not include equity payments. For more detail on each fund refer to Tables 2.2.1.1-6.
- (c) Estimates of interest include interest earnings for the Australian Government Investment Funds. Dividend revenue represents revenue from corporate Commonwealth entities which are treated as administered receipts of the department.
- (d) Principally CSS and PSS notional employer superannuation contributions.

Table 3.8: Schedule of Budgeted Assets and Liabilities Administered on Behalf of Government (as at 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
ASSETS					
Financial assets					
Trade and other receivables	153,042	146,832	140,201	133,230	125,907
Investments ^(a)	15,667,565	18,825,530	24,888,576	21,411,428	29,704,120
Other financial assets	51,595	51,595	51,595	51,595	51,595
Total financial assets	15,872,202	19,023,957	25,080,372	21,596,253	29,881,622
Non-financial assets					
Buildings	23,033	21,067	18,726	17,534	16,492
Property, plant and equipment	71,868	68,085	63,370	58,101	52,880
Intangibles	2,033	2,033	2,033	2,033	2,033
Other non-financial assets	3,971	3,971	3,971	3,971	3,971
Total non-financial assets	100,905	95,156	88,100	81,639	75,376
Total assets administered on behalf of government	15,973,107	19,119,113	25,168,472	21,677,892	29,956,998
LIABILITIES					
Payables					
Suppliers	9,033	9,033	9,033	9,033	9,033
Other payables	20,387	20,387	20,387	20,387	20,387
Total payables	29,420	29,420	29,420	29,420	29,420
Provisions					
Employees ^(b)	248,756	248,756	248,756	248,756	248,756
Superannuation ^(c)	107,590,479	111,015,312	114,388,486	117,701,692	120,915,382
Other provisions	15,473	14,666	13,774	12,783	11,687
Total provisions	107,854,708	111,278,734	114,651,016	117,963,231	121,175,825
Total liabilities administered on behalf of government	107,884,128	111,308,154	114,680,436	117,992,651	121,205,245
Net assets/(liabilities)	(91,911,021)	(92,189,041)	(89,511,964)	(96,314,759)	(91,248,247)

Prepared on Australian Accounting Standards basis.

- (a) Represents investments in the Australian Government Investment Funds. Also represented are investments in other Commonwealth entities that are 100% owned by the Commonwealth and assets of former superannuation schemes administered by the Australian Government.
- (b) Represents Life Gold Pass Holders liabilities and employee provisions for staff employed under the *Members of Parliament (Staff) Act 1984*.
- (c) Represents the unfunded liabilities for the government's civilian superannuation schemes. The superannuation liabilities estimates are based on the Long Term Cost Report.

Table 3.9: Schedule of Budgeted Administered Cash Flows (for the Period Ended 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Rendering of services	3,712	3,775	3,839	3,904	3,902
Interest and dividends ^(a)	361,549	493,652	704,766	724,408	1,047,201
Superannuation contributions - employers ^(b)	1,384,542	1,431,477	1,351,470	1,304,286	1,256,975
Superannuation funds contributions ^(c)	1,852,949	1,892,741	1,917,440	1,931,324	1,936,723
Other	12,775	3,138	3,137	3,137	3,137
Total cash received	3,615,527	3,824,783	3,980,652	3,967,059	4,247,938
Cash used					
Employees ^(d)	241,782	239,759	240,763	241,688	241,750
Suppliers	228,072	254,171	268,500	277,157	313,433
Distributions from the investment funds ^(e)	186,536	476,697	2,822,684	4,587,097	1,489,553
Grants	2,911	2,927	2,944	2,960	2,978
Superannuation ^(f)	6,194,240	6,337,437	6,600,657	6,869,884	7,145,364
Other	4,843	7,376	7,411	4,946	5,087
Total cash used	6,858,384	7,318,367	9,942,959	11,983,732	9,198,165
Net cash from/(used by) operating activities	(3,242,857)	(3,493,584)	(5,962,307)	(8,016,673)	(4,950,227)
INVESTING ACTIVITIES					
Cash received					
Payments from sales of investments	2,948,502	2,618,546	13,989,787	11,145,288	5,500,097
Repayments of advances and loans	12,550	11,601	12,865	12,180	12,400
Total cash received	2,961,052	2,630,147	14,002,652	11,157,468	5,512,497

Table continues on next page

Table 3.9: Schedule of Budgeted Administered Cash Flows (for the Period Ended 30 June) (continued)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Cash used					
Purchase of property, plant and equipment	4,311	4,822	3,890	3,336	3,384
Purchase of buildings	11,712	10,320	9,945	11,094	11,244
Purchase of investments	6,936,779	5,724,177	19,977,849	7,590,024	13,678,909
Total cash used	6,952,802	5,739,318	19,991,683	7,604,454	13,693,537
Net cash from/(used by) investing activities	(3,991,750)	(3,109,171)	(5,989,031)	3,553,014	(8,181,040)
FINANCING ACTIVITIES					
Cash received					
Contributions to the Investment Funds	6,598,851	5,253,149	19,294,695	6,887,000	12,653,999
Appropriations - contributed equity	1,864,088	1,901,844	1,926,186	1,940,235	1,946,394
Total cash received	8,462,939	7,154,993	21,220,881	8,827,235	14,600,393
Cash used					
Distributions from the Investment Funds ^(e)	2,745,635	2,110,364	11,119,674	6,503,582	3,923,586
Total cash used	2,745,635	2,110,364	11,119,674	6,503,582	3,923,586
Net cash from/(used by) Financing activities	5,717,304	5,044,629	10,101,207	2,323,653	10,676,807
Net increase/(decrease) in cash held	(1,517,303)	(1,558,126)	(1,850,131)	(2,140,006)	(2,454,460)
Cash and cash equivalents at beginning of reporting period ^(g)	4,567	-	-	-	-
Cash from Official Public Account for Appropriations	4,809,807	4,925,960	5,163,101	5,418,966	5,692,191
Cash to Official Public Account for: Appropriations	(3,297,071)	(3,367,834)	(3,312,970)	(3,278,960)	(3,237,731)
Cash and cash equivalents at end of reporting period	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

(a) Estimates include interest earnings for the Australian Government Investment Funds. For more detail on the interest estimates for each fund, refer to Tables 2.2.1.1-6.

(b) Primarily represents the CSS and PSS notional employer contributions.

(c) Primarily represents offsets from the CSS and PSS funds and return of overpaid benefits.

(d) Represents expenditure on staff employed under the *Members of Parliament (Staff) Act 1984*.

(e) 'Distributions from the Investment Funds' represents estimates of cash payments from the Funds to other entities and the Consolidated Revenue Fund.

(f) Expenditure associated with unfunded liabilities for the government's civilian superannuation schemes.

(g) The 2015-16 figures for cash at the beginning and end of the reporting period excludes cash held in the Official Public Account as this is not included as part of our estimates.

Table 3.10: Administered Capital Budget Statement (for the Period Ended 30 June)

	2015-16 Estimated actual \$'000	2016-17 Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Administered Capital					
Budget (ACB) - Bill 1 ^(a)	4,832	4,919	4,993	5,069	5,165
Administered Assets and					
Liabilities - Bill 2 ^(b)	1,759	1,672	1,755	996	1,091
Special capital appropriation ^(c)	1,847,169	1,886,740	1,911,459	1,924,825	1,930,692
Total new capital appropriations	1,853,760	1,893,331	1,918,207	1,930,890	1,936,948
Provided for:					
Purchase of non-financial assets	5,695	5,782	5,856	5,085	5,181
Other Items	1,848,065	1,887,549	1,912,351	1,925,805	1,931,767
Total items	1,853,760	1,893,331	1,918,207	1,930,890	1,936,948
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by ACB - Bill 1	4,832	4,919	4,993	5,069	5,165
Funded by Administered Assets and Liabilities - Act 2	863	1,710	863	16	16
Funded by special appropriations	10,328	8,512	7,978	9,345	9,447
TOTAL	16,023	15,141	13,834	14,430	14,628
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total asset additions	16,023	15,141	13,834	14,430	14,628
Total cash used to acquire assets	16,023	15,141	13,834	14,430	14,628

- (a) The ACB is used to fund the replacement of assets purchased through administered annual appropriations.
- (b) Administered Assets and Liabilities includes a capital injection for Acts of Grace and liabilities and an injection for capital works on ICON, which is offset through entity contributions that are returned to the budget.
- (c) Represents appropriation to pay unfunded component of superannuation benefits under the PSS and CSS.

Table 3.11: Statement of Administered Asset Movements (Budget Year 2016-17)

	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2016				
Gross book value	61,910	86,583	3,194	151,687
Accumulated depreciation/ amortisation and impairment	(38,877)	(14,715)	(1,161)	(54,753)
Opening net book balance	23,033	71,868	2,033	96,934
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	1,710	-	1,710
By purchase - appropriation ordinary annual services	3,502	1,417	-	4,919
By purchase - special appropriations	6,818	1,694	-	8,512
Total additions	10,320	4,822	-	15,141
Other movements				
Depreciation/amortisation expense	(12,086)	(8,605)	-	(20,691)
Disposals	(200)	-	-	(200)
Total other movements	(12,286)	(8,605)	-	(20,891)
As at 30 June 2017				
Gross book value	72,030	91,405	3,194	166,628
Accumulated depreciation/ amortisation and impairment	(50,963)	(23,320)	(1,161)	(75,444)
Closing net book balance	21,067	68,085	2,033	91,184

Prepared on Australian Accounting Standards basis.