

**PORTFOLIO ADDITIONAL
ESTIMATES STATEMENTS**

2000-01

**PRIME MINISTER AND CABINET
PORTFOLIO**

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Dear Madam President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2000-01 Additional Estimates for the Prime Minister and Cabinet Portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the funding requirements being sought for the portfolio.

I present these statements as part of the obligation to maintain proper and effective accountability to the parliament and, through it, the public.

Yours sincerely

BILL HEFFERNAN

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PART A

User Guide

INTRODUCTION

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements, is to inform senators and members of parliament of the proposed allocation of resources to Government outcomes by agencies within the portfolio. They also facilitate understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4) 2000-01.

STRUCTURE OF THE PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS

The PAES are presented in three parts comprising this user guide (Part A), a Portfolio Overview (Part B), and Part C, Agency Budget Statements. Part C includes three sections.

Section 1: Agency Overview, Additional Estimates and Variations to Outcomes

This section details the link between the resources appropriated and savings and their application to the outputs, which contribute, to the achievement of outcomes and the impact of any post Budget measures.

Section 2: Revisions to Outcomes and Outputs

This section details changes to planned Government outcomes and the contributing administered items and agency outputs.

Section 3: Budgeted Financial Statements

This section contains the four budgeted financial statements in accrual format covering budget year, previous year and the three outyears for each agency.

Appendices 1 and 2

This section is presented to show changes to departmental and administered revenue (excluding revenue directly appropriated) which are a direct result of additional estimates, or changes to estimates of expenses from Special Appropriations.

Glossaries are provided at the end of the document.

STYLES AND CONVENTIONS USED

(a) The following notations may be used:

— nil

na not applicable (unless otherwise specified)

\$m \$ million

(b) Figures in tables and in the text may be rounded. Discrepancies in tables between totals and sums of components are due to rounding.

PART B

Portfolio Overview

PORTFOLIO OVERVIEW

There have been no significant changes to the role of the Prime Minister and Cabinet portfolio since the 2000-2001 Portfolio Budget Statements (PBS).

Additional estimates – portfolio level

The Department of the Prime Minister and Cabinet is seeking additional estimates for both departmental and administered items. The additional estimates involve only parameter adjustments and Comcover supplementation.

There are no other agencies in the Prime Minister and Cabinet portfolio seeking additional estimates.

PART C

Agency Additional Estimates Statements

THE DEPARTMENT OF THE PRIME MINISTER AND CABINET

Section 1: Agency Overview, Additional Estimates and Variations to Outcomes

DEPARTMENTAL OVERVIEW

The department's role is unchanged from that presented in the 2000-2001 PBS.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Additional Estimates

The Department is seeking additional estimates for both departmental and administered appropriations because of parameter changes and an adjustment to Comcover premiums. The parameter changes reflect the effect of the 2000 Safety Net Review decision made by the Australian Industrial Relations Commission on 1 May 2000. This decision forms a component of the Wage Cost Indices which are used to adjust most Commonwealth Government expense items. While the effect of the decision was included in the Budget aggregates, it was not possible to incorporate the effect of the decision into individual Budget appropriations. The additional estimates bills, therefore, include this adjustment to individual appropriations. The Comcover supplementation follows a review by Comcover of insurable risks following the actual outcomes for 1999-2000 and the acknowledgement that the original assessments were based on limited experience.

Other Variations

The Department, in consultation with the Department of Finance and Administration, has decided that the support provided to former Governors-General is more appropriately an administered item, rather than a departmental activity. This support includes office accommodation, secretarial support and other administrative expenditure. An adjustment has therefore been made to decrease the departmental appropriation and increase the administered appropriation by \$0.44m to reflect this change.

The Department recognised its special accounts for the first time in the 1999-2000 financial statements. The Campaign Reserve account and the Media Commissions Account comprise the bulk of these amounts. The budgeted statements contained in this document (unlike the PBS) have been updated to include the special accounts.

Further adjustments to administered funding have been reflected as a result of variations between the estimated expenditure outcomes published in the PBS and the subsequent actual expenditure outcomes.

The major decrease occurred with the Women's programme item, specifically, grant payments associated with the Partnerships Against Domestic Violence (PADV) programmes. The estimated outcome for 1999-2000 was revised from \$8.45m to \$4.2m prior to the end of that financial year to reflect slower than anticipated progress with agreements with third parties under the PADV programme. In the event, more progress was made than anticipated, resulting in an end of year outcome \$1.04m higher than anticipated at the time of printing the PBS. The estimate for 2000-01 has been adjusted downwards to reflect this higher than expected outcome.

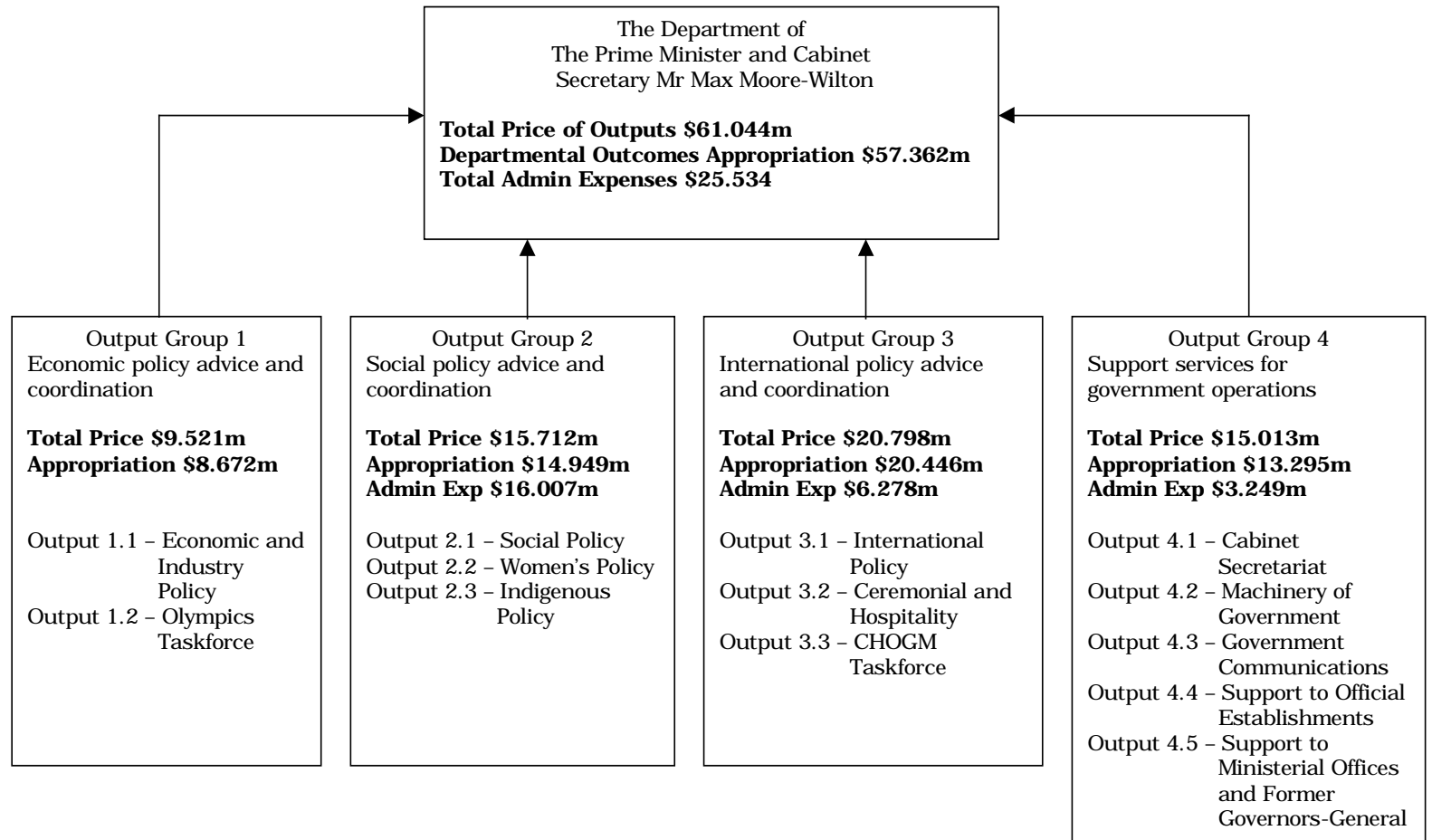
A further variation of \$0.16m in administered funding relates to the Prime Minister's official residences. At the time of preparing the PBS, the proposed work programme for the Prime Minister's official residences indicated that a transfer of funding from 1999-2000 to 2000-01 would be required. In the event, this adjustment was not necessary and the current estimate has been reduced accordingly.

These adjustments do not impact on the desired outcomes for these items.

The additional estimates and other adjustments are:

- Update departmental estimates for parameter changes – increase of \$0.16m;
- Update administered estimates for parameter changes – increase of \$0.04m;
- Comcover supplementation – increase of \$0.01m (departmental); and
- Revisions associated with expenditure outcomes in 1999-2000 – decrease of \$1.2m (administered).

Map 1: Outcomes and output groups for the agency



BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.1: Appropriation Bill (No. 3) 2000-01

	1999-00	2000-01	2000-01	Variation
		budget	revised	
	\$'000	\$'000	\$'000	\$'000
ADMINISTERED ITEMS				
Outcome 1				
Sound and well coordinated government policies, programmes and decision making process.				
Support to former Governors-General	-	-	441	441
State Occasions and guest of Government	5,681	3,836	3,854	18
Women's programmes	8,454	9,797	8,763	(1,034)
Prime Minister's official residences	1,852	2,012	1,850	(162)
Compensation and legal expenses	160	450	450	-
Reconciliation process between the Commonwealth and Aboriginals	4,754	3,932	3,944	12
Indigenous affairs litigation	5,159	3,300	3,300	-
Total Administered Expenses	26,060	23,327	22,602	(725)

Table 1.1: Appropriation Bill (No. 3) 2000-01 (cont'd)

	1999-00	2000-01	2000-01	Variation ^(a)
		budget	revised	
	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL OUTPUTS				
Outcome 1				
Sound and well coordinated government policies, programmes and decision making process.				
Output Group 1 - Economic policy advice and coordination				
Output 1.1 - Economic and Industry Policy ^(b)		7,415	7,555	140
Output 1.2 - Olympics Task Force		1,115	1,117	2
Subtotal Output Group 1	8,086	8,530	8,672	142
Output Group 2 - Social policy advice and coordination				
Output 2.1 - Social Policy		4,436	4,355	(81)
Output 2.2 - Office of the Status of Women		4,355	4,476	121
Output 2.3 - Office of Indigenous Policy		6,212	6,118	(94)
Subtotal Output Group 2	14,401	15,003	14,949	(54)
Output Group 3 - International policy advice and coordination				
Output 3.1 - International Policy		4,165	3,999	(166)
Output 3.2 - Ceremonial and Hospitality		2,287	2,358	71
Output 3.3 - CHOGM Task Force		13,949	14,089	140
Subtotal Output Group 3	3,346	20,401	20,446	45
Output Group 4 - Support services for government operations				
Output 4.1 - Cabinet Secretariat		2,567	2,573	6
Output 4.2 - Government		5,995	6,014	19
Output 4.3 - Government Communications ^(c)		3,170	2,244	(926)
Output 4.4 - Official Establishments		399	413	14
Output 4.5 - Support for Ministerial Offices		1,569	2,051	482
Subtotal Output Group 4	22,250	13,700	13,295	(405)
	48,083	57,634	57,362	(272)
Appropriation Bill No. 3 (Administered and departmental)				
TOTAL	74,143	80,961	79,964	(997)

(a) The allocations by output have been revised since April 2000 when the PBS was prepared. These revised allocations reflect more recent information, including the outcome for 1999-2000.

(b) Forests Task Force is now included in Economic and Industry Policy. It is shown in the PBS as output 1.3.

(c) The decrease against the Government Communications output (4.3) reflects the decision to classify the Ministerial Correspondence Unit as a corporate support function with expenses apportioned across all outputs, rather than as a unit contributing to the government communications output.

Table 1.2: Appropriation Bill (No. 4) 2000-01

	1999-00	2000-01	2000-01	Additional
		budget	revised	estimates
	\$'000	\$'000	\$'000	\$'000
THE STATES AND TERRITORIES				
Outcome 1				
Sound and well coordinated government policies, programmes and decision making processes ^(a)	-	2,417	2,424	7
Total	-	2,417	2,424	7
Equity injections and loans				
Equity injections and loans				
Loans				
Carryover from previous year	5,839	-	-	-
Administered capital	2,299	-	-	-
Total capital	8,138	-	-	-
Department of the Prime Minister and Cabinet				
TOTAL	8,138	2,417	2,424	7

(a) CHOGM security with additional estimate reflecting parameter adjustment. This is being paid to the Queensland Police Service as a Specific Purpose Payment (SPP).

SUMMARY OF STAFFING CHANGES

Table 1.3: Average staffing level (ASL)

	2000-01 Budget	2000-01 Revised	Variation
Outcome 1			
Sound and well coordinated government policies, programmes and decision making process.	390	380	(10)
Total	390	380	(10)

VARIATIONS TO REVENUE FROM OTHER SOURCES THROUGH NET ANNOTATED (SECTION 31) RECEIPTS

Table 1.4: Changes to net annotated appropriations (Section 31) receipts

	Total approp 2000-01 budget \$'000	Total approp 2000-01 revised \$'000	Receipts from independent sources budget \$'000	Receipts from independent sources revised \$'000	Variation in non-govt revenue \$'000
Outcome 1					
Sound and well coordinated government policies, programmes and decision making processes.	57,634	57,362	4,467	4,965	498
Total	57,634	57,362	4,467	4,965	498

Section 2: Revisions to Outcomes and Outputs

OUTCOMES AND OUTPUT GROUPS

There has been no change to the structure of the department's outcome or outputs.

The effectiveness indicators for Outcome 1 and performance information for the other outputs within Outcome 1 are unchanged from the 2000-2001 PBS.

Section 3: Budgeted Financial Statements

Revisions to the budgeted departmental and administered financial statements for the department since the 2000-01 PBS are presented in this section

Budgeted Statement of Revenues and Expenses (Budget Operating Statement)

This statement provides a picture of the expected financial results for the department by identifying full accrual expenses and revenues, which highlights whether the department is operating at a sustainable level in the short term.

Budgeted Statement of Assets and Liabilities (Budget Balance Sheet)

Shows the financial position of the department. It enables decision-makers to monitor the department's assets and liabilities.

Budgeted Cash Flow Statement

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

Capital Budget

Shows all planned capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for additional equity or borrowings, or from funds from internal sources.

Table 3.1: Budgeted Statement of Revenues and Expenses

	Actual	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL REVENUE					
AND EXPENSES					
Revenues					
Revenue from government					
Ordinary annual appropriations (net appropriations)	49,063	57,362	58,466	45,424	45,904
Revenue from other sources					
Sales of goods and services	746	612	616	618	620
Interest	500	299	299	299	299
Net gains from asset sales	31	-	-	-	-
Other revenue from other sources	24,628	2,771	2,582	2,626	2,637
Total revenue	74,968	61,044	61,963	48,967	49,460
Expenses					
Employees	27,711	30,371	30,772	28,350	28,840
Suppliers	40,825	28,268	28,786	18,287	18,240
Depreciation and amortisation	1,699	1,575	1,575	1,500	1,550
Other costs of providing goods and services	4	-	-	-	-
Other	1,770	-	-	-	-
Total expenses	72,009	60,214	61,133	48,137	48,630
Operating result before capital use charge	2,959	830	830	830	830
Capital use charge	(551)	(336)	(336)	(336)	(336)
Extraordinary items	3,967	-	-	-	-
Accumulated results at 1 July	(2,043)	4,333	4,827	5,321	5,815
Accumulated results at year end	4,332	4,827	5,321	5,815	6,309

Table 3.1: Budgeted Statement of Revenues and Expenses (continued)

	Actual	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
ADMINISTERED REVENUE AND EXPENSES					
Revenues					
Appropriations	22,929	25,534	21,574	19,414	8,312
Other sources of non-taxation revenues	7,342	2,249	2,266	2,271	2,277
Total revenue	30,271	27,783	23,840	21,685	10,589
Expenses					
Personal Benefits	2,285	508	539	576	609
Grants	2,903	10,581	12,988	11,245	500
Depreciation and amortisation	71	72	74	78	80
Other costs of providing goods and services	23,056	16,622	10,239	9,786	9,400
Total expenses	28,315	27,783	23,840	21,685	10,589
Operating surplus or deficit	1,956	-	-	-	-
Extraordinary items	1,951	-	-	-	-
Net cost to government	3,907	-	-	-	-
Transfers to the Official Public Account	(155)	-	-	-	-
Net deficit	3,752	-	-	-	-
Accumulated results at 1 July	13,309	17,061	17,061	17,061	17,061
Accumulated results	17,061	17,061	17,061	17,061	17,061

Table 3.2: Budgeted Statement of Assets and Liabilities

	Revised				
	Actual	Budget	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL ASSETS AND LIABILITIES					
Provisions and payables					
Employees	8,846	9,027	9,211	9,325	9,440
Supplies	779	777	790	805	820
Other	1,204	1,207	1,206	1,206	1,207
Total provisions and payables	10,829	11,011	11,207	11,336	11,467
Equity					
Accumulated results	4,332	4,827	5,321	5,815	6,309
Capital	4,831	3,831	3,831	3,831	3,831
Total equity	9,163	8,658	9,152	9,646	10,140
Total liabilities and equity	19,992	19,669	20,359	20,982	21,607
Financial assets					
Cash	12,358	11,975	12,673	13,556	14,356
Receivables	712	942	948	858	858
Total financial assets	13,070	12,917	13,621	14,414	15,214
Non-financial assets					
Infrastructure, plant and equipment	4,049	3,993	3,936	3,878	3,818
Intangibles	1,494	1,495	1,495	1,495	1,495
Other	1,379	1,264	1,307	1,195	1,080
Total non-financial assets	6,922	6,752	6,738	6,568	6,393
Total assets	19,992	19,669	20,359	20,982	21,607

Table 3.2: Budgeted Statement of Assets and Liabilities (continued)

	Revised		Estimated		
	Actual	budget			
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
ADMINISTERED ASSETS AND LIABILITIES					
Provisions and payables					
Employees	92	92	92	92	92
Suppliers	2,150	2,150	2,149	2,149	2,149
Personal Benefits	5,750	5,750	5,750	5,750	5,750
Total provisions and payables	7,992	7,992	7,991	7,991	7,991
Equity					
Capital	299	299	299	299	299
Accumulated results	17,061	17,061	17,061	17,061	17,061
Reserves	486,395	486,395	486,395	486,395	486,395
Total equity	503,755	503,755	503,755	503,755	503,755
Total liabilities and equity	511,747	511,747	511,746	511,746	511,746
Financial assets					
Cash	5,875	5,810	5,918	5,979	6,043
Receivables	1,570	1,687	1,632	1,629	1,625
Investments	476,342	476,342	476,342	476,342	476,342
Total financial assets	483,787	483,839	483,892	483,950	484,010
Non-financial assets					
Land and Building	26,576	26,540	26,503	26,464	26,424
Infrastructure, plant & equipment	483	466	449	430	410
Other non-financial assets	901	902	902	902	902
Total non-financial assets	27,960	27,908	27,854	27,796	27,736
Total assets	511,747	511,747	511,746	511,746	511,746

Table 3.3: Budgeted Cash Flow Statement

	Actual	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
DEPARTMENTAL CASH FLOWS					
Operating activities					
Cash received					
Appropriations for outputs	48,083	57,362	58,466	45,424	45,904
Sales of goods and services	681	612	616	618	620
Interest	426	299	299	299	299
Other	24,915	4,054	4,100	3,141	3,043
Total cash received	74,105	62,327	63,481	49,482	49,866
Cash used					
Employees	27,082	28,759	29,123	26,738	27,220
Supplies	40,508	30,431	31,121	19,396	19,330
Other	2,252	665	685	687	690
Total cash used	69,842	59,855	60,929	46,821	47,240
Net cash from operating activities	4,263	2,472	2,552	2,661	2,626
Investing activities					
Cash received					
Proceeds from sale of infrastructure, plant and equipment	-	56	57	58	60
Other	2	-	-	-	-
Total cash received	2	56	57	58	60
Cash used					
Purchase of property, plant and equipment	704	1,575	1,575	1,500	1,550
Purchase of intangibles	432	-	-	-	-
Total cash used	1,136	1,575	1,575	1,500	1,550
Net cash from investing activities	(1,134)	(1,519)	(1,518)	(1,442)	(1,490)
Financial activities					
Cash received					
Special account equity	3,928	-	-	-	-
Equity injection	5,839	-	-	-	-
Total cash received	9,767	-	-	-	-
Cash used					
Capital use charge paid	551	336	336	336	336
Return of capital to DoFA	-	1,000	-	-	-
Other	8	-	-	-	-
Total cash used	559	1,336	336	336	336
Net cash from financing activities	9,208	(1,336)	(336)	(336)	(336)
Net increase/decrease in cash held	12,337	(383)	698	883	800
Add cash as at 1 July	21	12,358	11,975	12,673	13,556
Cash as at 30 June	12,358	11,975	12,673	13,556	14,356

Table 3.3: Budgeted Cash Flow Statement (continued)

	Actual	Revised	Estimated		
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
ADMINISTERED CASH FLOWS					
Operating activities					
Cash received					
Cash from Official Public Account	22,559	25,534	21,574	19,414	8,312
Other	6,395	3,752	3,281	3,194	3,159
Total cash received	28,954	29,286	24,855	22,608	11,471
Cash used					
Employees	505	-	-	-	-
Personal benefits	434	508	539	576	609
Grants	2,788	10,581	12,988	11,245	500
Cash to Official Public Account	155	-	-	-	-
Other	21,316	18,252	11,210	10,716	10,288
Total cash used	25,198	29,341	24,737	22,537	11,397
Net cash from operating activities	3,756	(55)	118	71	74
Investing activities					
Cash received					
Proceeds from sale of plant and equip.	-	10	10	10	10
Other	105	-	-	-	-
Total cash received	105	10	10	10	10
Cash used					
Purchase of property, plant and equip	-	20	20	20	20
Total cash used	-	20	20	20	20
Net cash from investing activities	105	(10)	(10)	(10)	(10)
Financial activities					
Cash received					
Special account equity	1,715	-	-	-	-
Capital injection	299	-	-	-	-
Total cash received	2,014	-	-	-	-
Net cash from financing activities	2,014	-	-	-	-
Net increase/decrease in cash held	5,875	(65)	108	61	64
Add cash as at 1 July	-	5,875	5,810	5,918	5,979
Cash as at 30 June	5,875	5,810	5,918	5,979	6,043

Table 3.4: Capital Budget

	Actual	Revised	Estimated		
		budget	2001-02	2002-03	2003-04
	1999-00	2000-01	2001-02	2002-03	2003-04
	\$'000	\$'000	\$'000	\$'000	\$'000
Departmental					
Total Equity Injections	5,839	-	-	-	-
Total Loans	-	-	-	-	-
Total capital appropriations	5,839	-	-	-	-
Represented by					
Purchase of non-current assets	1,136	-	-	-	-
Other	4,703	-	-	-	-
Total departmental	5,839	-	-	-	-
Purchase of non-current assets					
Funded by capital appropriation	1,136	-	-	-	-
Funded internally by departmental resources	-	1,575	1,575	1,500	1,550
Administered					
Administered financial assets funded by special appropriations					
Administered capital	2,299	-	-	-	-
Represented by					
Purchase of non-current assets	-	-	-	-	-
Other	2,299	-	-	-	-
Total items	2,299	-	-	-	-
Purchase of non-current assets					
Funded by capital appropriation	-	-	-	-	-
Funded internally by departmental sources	-	20	20	20	20

NOTES TO THE FINANCIAL STATEMENTS

Basis of accounting

The agency budget statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts.

Appropriations in the Accrual Budgeting Framework

Under the Commonwealth's accrual budgeting framework, separate annual appropriations are provided for:

- Departmental price of outputs appropriations: representing the Government's purchase of outputs from agencies,
- Departmental capital appropriations: for investments by the Government for either additional equity or loans in agencies,
- Administered expense appropriations: for the estimated Administered expenses relating to an existing outcome, a new outcome or a Specific Purpose Payment to the states; and
- Administered capital appropriations: for increases in Administered equity through funding non-expense Administered payments.

Special appropriations continue under the accrual appropriation framework, and fund the majority of payments from the Consolidated Revenue Fund.

Capital Use Charge

A Capital Use Charge is levied on agencies and authorities to reflect the cost of the Commonwealth's investment in those entities. It is levied on those agencies closing Departmental net assets (equity) at a rate of 12%.

Funding for the Capital Use Charge is included in agencies and authorities Departmental price of outputs appropriations. The Capital Use Charge is accounted for as a 'below Operating Result line' dividend payment.

Asset Valuation

Commonwealth agencies and authorities are required to value Property, Plant & Equipment and other Infrastructure assets using the deprival method of valuation. This essentially reflects the current cost the entity would face in replacing that asset.

Appendices 1 and 2

Appendix 1

Non-appropriation departmental and administered revenue

	Budget estimate 2000-01 \$'000	Revised estimate 2000-01 \$'000
Departmental revenue		
Section 31 receipts	1,414	943
Interest	299	299
Resources received free of charge	1,427	1,431
Other	-	1,009
Total non-appropriation departmental revenue	3,140	3,682
Appropriations	57,634	57,362
Total departmental revenue	60,774	61,044
Administered revenue		
Other	10	2,249
Total non-appropriation administered revenue	10	2,249
Appropriations	26,251	25,534
Total administered revenue	26,261	27,783

Appendix 2

Estimates of expenses from special appropriations

	Budget estimate 2000-01 \$'000	Revised estimate 2000-01 \$'000
Allowance to Former Governors-General	507	508
Total estimated expenses	507	508

Glossary

Accrual Accounting	System of accounting where items are brought to account and included in the financial statements as they are earned or incurred, rather than as they are received or paid.
Accumulated Depreciation	The aggregate depreciation recorded for a particular depreciable asset.
Administered Items	Expenses, revenues, assets or liabilities managed by agencies on behalf of the Commonwealth. Agencies do not control administered items. Administered expenses include grants, subsidies and benefits. In many cases, administered expenses fund the delivery of third party outputs.
Additional estimates	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts. This is the Additional Estimates process.
Additional Estimates Bills or Acts	These are Appropriation Bills 3 and 4, and a separate Bill for the Parliamentary Departments (Appropriations (Parliamentary Departments) Bill (No 2)). These Bills are introduced into Parliament after the Budget Bills. In 2000-2001, the Budget was introduced in May 2000, and the Additional Estimates Bills will be introduced in November 2000.
Appropriation	An authorisation by Parliament to spend moneys from the Consolidated Revenue Fund.
Annual Appropriation	Two appropriation Bills are introduced into Parliament in May and comprise the Budget. Further Bills are introduced later in the financial year as part of the additional estimates. Parliamentary departments have their own appropriations.
Capital expenditure	Expenditure by an agency on capital projects, for example purchasing a building.
Capital Use Charge	The Capital Use Charge is a dividend requirement levied on Commonwealth General Government Sector agencies and authorities. The Capital Use Charge payment is based on those agencies and authorities Departmental net

Part C: Agency budget statements

	assets at financial year end. Funding for the Capital Use Charge is included in agencies and authorities Departmental price of outputs appropriation.
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Departmental items	Assets, liabilities, revenues and expenses which are controlled by the agency in providing its outputs. Departmental items would generally include computers, plant and equipment assets used by agencies in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred
Depreciation	An expense recognised systematically for the purpose of allocating the depreciable amount of a depreciable asset over its useful life.
Deprival asset valuation	Values non-financial assets according to the current cost of their replacement. That is, non-financial assets are valued at the lowest cost of replacing the gross 'service potential' of those assets.
Equity or Net Assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expense	Total value of all of the resources consumed in producing goods and services.
Historical cost	The original cost of acquisition of an asset, including any costs associated with acquisition. Under Australian Accounting Standard 10 'Acquisition of Non Current Assets' assets need to be reported initially at acquisition (historical cost). The Commonwealth's financial reporting requirements issued under the Finance Minister's Orders require the subsequent revaluation of non current assets to their deprival value within every three years.
Operating result	Equals revenue less expense.
Outcomes	The results, impacts or consequences of actions by the Commonwealth on the Australian community. Outcomes are the results or impacts that the Government wishes to achieve. Actual outcomes are the results or impacts actually achieved.
Output Groups	The aggregation based on homogeneity, type of product or beneficiary target group, of outputs. Aggregation may also be needed for the provision of adequate information for performance monitoring; or based on a materiality test.

Outputs	The goods and services produced by agencies on behalf of government for external organisations or individuals. Outputs include goods and services for other areas of government external to the agency.
Price	The amount the government or the community pays for the delivery of agreed outputs.
Quality	Relates to the characteristics by which customers or stakeholders judge an organisation, product or service. Assessment of quality involves use of information gathered from interested parties to identify differences between user's expectations and experiences.
Quantity	Size of an output. Count or volume measures. How many or how much.
Revenue	Total value of resources earned or received to cover the production of goods and services.
Special Appropriations	Moneys appropriated by Parliament in an Act separate to an annual Appropriation Act, where the payment is for a specified amount. Special appropriations are not subject to Parliaments annual budget control, unlike the annual appropriations.

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