Portfolio Additional

Estimates Statements 2016-17

Social Services Portfolio

(Department of Human Services)

Explanations of Additional Estimates 2016-17

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**The Hon Alan Tudge MP**

**MINISTER FOR HUMAN SERVICES**

President of the Senate

Australian Senate

Parliament House

CANBERRA ACT 2600

Speaker

House of Representatives

Parliament House

CANBERRA ACT 2600

Dear Mr President

Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the
2016­-17 Additional Estimates for the Social Services Portfolio (Department of Human Services).

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 by virtue of my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

SIGNED

Alan Tudge

# Abbreviations and conventions

The following notations may be used:

NEC/nec not elsewhere classified

‑ nil

.. not zero, but rounded to zero

na not applicable (unless otherwise specified)

nfp not for publication

$m $ million

Figures in tables and in the text may be rounded. Figures in text are generally rounded to one decimal place, whereas figures in tables are generally rounded to the nearest thousand. Discrepancies in tables between totals and sums of components are due to rounding.

## Enquiries

Should you have any enquiries regarding this publication please contact Mr Mark Jenkin, Chief Financial Officer in the Department of Human Services on (02) 6223 4350.

Links to Portfolio Budget Statements (including Portfolio Additional Estimates Statements and Portfolio Supplementary Additional Estimates Statements) can be located on the Australian Government Budget website at www.budget.gov.au.

User guide
to the
Portfolio Additional
Estimates Statements

# User Guide

The purpose of the 2016-17 Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament of the proposed allocation of resources to Government outcomes by entities within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES includes an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non‑financial planned performance of programs supporting those outcomes.

The PAES facilitates understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4). In this sense the PAES is declared by the Additional Estimates Appropriation Bills to be a ‘relevant document’ to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the *Mid‑Year Economic and Fiscal Outlook (MYEFO) 2016-17* is a mid‑year budget report which provides updated information to allow the assessment of the Government’s fiscal performance against its fiscal strategy, the PAES updates the most recent budget appropriations for entities within the portfolio.

## Structure of the Portfolio Additional Estimates Statements

The PAES is presented in three parts with subsections.

|  |
| --- |
| User guide |
| Provides a brief introduction explaining the purpose of the PAES. |
| Portfolio overview |
| Provides an overview of the portfolio, including a chart that outlines the outcomes for entities in the portfolio. |
| Entity Additional Estimates Statements |
| A statement (under the name of the entity) for each entity affected by Additional Estimates. |
| Section 1: Entity overview and resources | This section details the changes in total resources available to an entity, the impact of any measures since Budget, and impact of Appropriation Bills Nos. 3 and 4. |
| Section 2: Revisions to outcomes and planned performance | This section details **changes** to Government outcomes and/or **changes** to the planned performance of entity programs. |
| Section 3: Special account flows and budgeted financial statements | This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements. |
| Portfolio glossary |
| Explains key terms relevant to the Portfolio. |

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Portfolio overview

# Portfolio overview

Ministers and portfolio responsibilities

The ministers responsible for the Social Services portfolio and its entities are:

* The Hon Christian Porter MP, Minister for Social Services
* The Hon Alan Tudge MP, Minister for Human Services
* The Hon Jane Prentice MP, Assistant Minister for Social Services and Disability Services
* Senator the Hon Zed Seselja, Assistant Minister for Social Services and Multicultural Affairs.

The Department of Human Services (the department) is part of the Social Services portfolio. Full details of the Social Services portfolio appear in *Portfolio Additional Estimates Statements 2016-17 Social Services Portfolio*.

**Department of Human Services**

The department is responsible for providing advice to government on design, development, delivery, co-ordination and monitoring of government services. It is subject to the Public Governance, Performance and Accountability Act 2013 (PGPA Act). The department has one outcome and delivers a range of government and other payments and services to almost every Australian including:

* **Centrelink** payments and services for retirees, the unemployed, families, carers, parents, students, people with disabilities, Aboriginal and Torres Strait Islander people, people from culturally and linguistically diverse backgrounds, people living overseas and provision of services at times of major change, including disaster recovery payments.
* **Aged** **care** payments to services funded under the Aged Care Act 1997 including residential care, home care and flexible care services.
* **Health** services and payments that support Australians such as Medicare, the Pharmaceutical Benefits Scheme, digital health, Private Health Insurance Rebate, the Australian Immunisation Register, the National Bowel Cancer Screening Register, Australian Organ Donor Register and related services for eligible veterans, their spouses and dependants.
* **Child Support** services for separated parents to provide the financial and emotional support necessary for the wellbeing of their children.

The department also delivers other services including the Tasmanian Freight Equalisation Scheme and Early Release of Superannuation, as well as whole of government services such as myGov.

On 1 July 2016, the Digital Transformation Agency (then known as the Digital Transformation Office), assumed responsibility for myGov strategy, policy and user experience and onboarding policy (of new member services to the myGov digital service). This resulted in the transfer of $0.7 million in 2016‑17 appropriations under section 75 of the PGPA Act from the department to the Digital Transformation Agency.

Additional appropriation of $155.8 million is being sought through Appropriation Bill (No. 3) 2016-17 and $79.1 million through Appropriation Bill (No. 4) 2016-17 as a result of new measures and variations.

**Australian Hearing**

Australian Hearing is a non-General Government Sector entity established under the Australian Hearing Services Act 1991. As such, Australian Hearing is not consolidated into the Commonwealth General Government Sector fiscal estimates. Accordingly, Australian Hearing is not reported in the PB Statements or PAES. Australian Hearing is a corporate Commonwealth entity under the PGPA Act and is governed by a board that is appointed by the Minister for Human Services.

Figure 1: Department of Human Services portfolio structure and outcomes

|  |
| --- |
| **Minister for Social Services** The Hon Christian Porter MP**Minister for Human Services**The Hon Alan Tudge MP |
|   |
| **Department of Human Services**Secretary: Ms Kathryn Campbell CSC**Outcome 1:** Support individuals, families and communities to achieve greater self-sufficiency; through the delivery of policy advice and high quality accessible social, health and child support services and other payments; and support providers and businesses through convenient and efficient service delivery. |  | **Australian Hearing**Managing Director: Mr Bill Davidson |

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# Department of Human Services

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# Department of Human Services

## Section 1: Entity overview and resources

### 1.1 Strategic direction statement

There have been no changes to the strategic direction statement since the publication of the 2016–17 PB Statements.

For full details refer to pages 11-12 of the *Portfolio Budget Statements 2016–17, Budget Related Paper No. 1.15B, Social Services Portfolio (Department of Human Services)*.

### 1.2 Entity resource statement

The Entity Resource Statement details the resourcing for the Department of Human Services at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4*,* Special Appropriations and Special Accounts.

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | *Actual availableappropriation2015-16$'000* | Estimateas atBudget2016-17$'000 | ProposedAdditional Estimates2016-17$'000 | Total estimate at Additional Estimates 2016-17 $'000 |
| **Departmental** |  |  |  |  |
| Annual appropriations - ordinary annual services (a) |  |  |  |  |
| Prior year departmental appropriation (b) | *962,574* | 957,518 | - | 957,518 |
| Departmental appropriation (c) | *4,277,335* | 4,077,891 | 180,822 | 4,258,713 |
| Less s 75 transfer (d) | *(33,778)* | (700) | - | (700) |
| s 74 retained revenue receipts (e) | *202,787* | 169,133 | 122,074 | 291,207 |
| Departmental Capital Budget (DCB) (f) | *196,420* | 189,675 | (25,000) | 164,675 |
| Less s 75 transfer (d) | *(326)* | - | - | - |
| Annual appropriations - other services - non-operating (g) |  |  |  |  |
| Equity injection | *47,638* | 59,325 | 79,096 | 138,421 |
| *Total departmental annual appropriations* | *5,652,650* | 5,452,842 | 356,992 | 5,809,834 |
| ***Total departmental resourcing*** | *5,652,650* | 5,452,842 | 356,992 | 5,809,834 |
| **Administered** |  |  |  |  |
| Annual appropriations - ordinary annual services (a) |  |  |  |  |
| Prior year administered appropriation (b) | *2,930* | 2,240 | - | 2,240 |
| Outcome 1 (h) | *2,252* | 1,565 | (31) | 1,534 |
| s 74 retained receipts (i) | *1,241* | 1,565 | (31) | 1,534 |
| *Total administered annual appropriations* | *6,423* | 5,370 | (62) | 5,308 |
| *Total administered special appropriations (j)* | *47,458* | 58,343 | (1,155) | 57,188 |
| Special Accounts |  |  |  |  |
| Opening balance (k) | *54,685* | 61,517 | - | 61,517 |
| Appropriation receipts (l) | *48,712* | 59,908 | (1,186) | 58,722 |
| Non-appropriation receipts to |  |  |  |  |
|  Special accounts (m) | *1,356,717* | 1,423,404 | (28,141) | 1,395,263 |
| *Total special account receipts* | *1,460,114* | 1,544,829 | (29,327) | 1,515,502 |
| *less administered appropriations drawn from annual/special appropriations and credited to special accounts (l)* | *(48,712)* | (59,908) | 1,186 | (58,722) |
| ***Total administered resourcing*** | *1,465,283* | 1,548,634 | (29,358) | 1,519,276 |
| **Total resourcing for the Department of Human Services** | ***7,117,933*** | **7,001,476** | **327,634** | **7,329,110** |
| **Average staffing level** |  |  | *Actual 2015-16*30,197 | 2016-1729,435 |

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

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

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

1. *Supply Act (No. 1) 2016-2017, Appropriation Act (No. 1) 2016-2017* and Appropriation Bill (No. 3) 2016‑17.
2. The Estimate as at Budget has been updated to reflect the actual balance of annual appropriations carried forward from the previous year. Prior year departmental appropriation for 2015-16 excludes $6.0 million of 2013-14 appropriation subject to administrative quarantine under section 51 of the PGPA Act. Prior year departmental appropriation for 2016-17 also excludes $9.6 million of 2015-16 appropriation subject to administrative quarantine under section 51 of the PGPA Act.
3. Departmental appropriation is not separately identified in *Supply Act (No. 1) 2016-2017, Appropriation Act (No.1)* or Appropriation Bill (No.3) and forms part of ordinary annual services items. The actual available appropriation for 2015-16 excludes $9.6 million of 2015-16 appropriation subject to administrative quarantine under section 51 of the PGPA Act.
4. The department transferred $0.7 million of 2016-17 appropriations to the Digital Transformation Agency under machinery of government changes related to MyGov operations. In 2015-16 the department transferred $34.1 million to the Department of Health. For further details refer to Table 1.1 in the *Portfolio Additional Estimates Statements 2015-16 Social Services Portfolio (Department of Human Services).*
5. Estimated retained revenue receipts under section 74 of the PGPA Act.
6. Departmental capital budgets are not separately identified in *Supply Act (No. 1) 2016-2017, Appropriation Act (No.1) 2016-2017* or Appropriation Bill (No. 3) 2016-17 and forms part of ordinary annual services items. Refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner’.
7. *Supply Act (No. 2) 2016-2017, Appropriation Act (No. 2) 2016-2017* and Appropriation Bill (No. 4) 2016‑17.
8. *Appropriation Act (No. 1) 2016-2017* provides funding for operating expenses only. The department does not have an administered capital budget.
9. Administered repayments received by the department.
10. Special appropriations under the *Child Support (Registration and Collection) Act 1988* provide temporary funding to cover unremitted deductions and unexplained remittances until deductions have been received and unexplained remittances have been attributed to the relevant paying parent.
11. The Estimate as at Budget has been updated to reflect the actual balance of special accounts carried forward from the previous year.
12. Amounts credited to special accounts from annual administered appropriations and special appropriations relating to Child Support.
13. Non-appropriation receipts mainly comprise receipts from non-custodial parents through the Child Support special account.

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | *Actual2015-16$'000* | Estimateas atBudget2016-17$'000 | ProposedAdditionalEstimates2016-17$'000 | Totalestimate atAdditionalEstimates2016-17$'000 |
| **Payments made on behalf of other entities**(as disclosed in the respective entity's resource statement) |  |  |  |  |
| **Attorney-General's Department** |  |  |  |  |
| Special appropriation - *Social Security (Administration) Act 1999* - Australian Victim of Terrorism Overseas Payment | *1,489* | 500 | 525 | 1,025 |
|  - Disaster Recovery Allowance | *652* | 60 | 742 | 802 |
|  - Disaster Recovery Payment | *20,845* | 60 | - | 60 |
| Annual appropriation - Ex gratia assistance New Zealand citizens | *115* | 117 | - | 117 |
| **Total** | ***23,101*** | **737** | **1,267** | **2,004** |
| **Department of Agriculture and Water Resources** |  |  |  |  |
| Special appropriation - *Farm Household Support Act 2014* s 105 - payments for Farm Household Allowance and Exceptional circumstances relief payments | *57,431* | 117,736 | (39,370) | 78,366 |
| **Total** | ***57,431*** | **117,736** | **(39,370)** | **78,366** |
| **Department of Defence** |  |  |  |  |
| Annual appropriation - Closure of Hunter River and Port Stephens Fisheries - Assistance to individuals and Businesses | *720* | 2,156 | - | 2,156 |
| **Total** | ***720*** | **2,156** | **-** | **2,156** |
| **Department of Education and Training** |  |  |  |  |
| Special appropriation - *A New Tax System (Family Assistance) (Administration) Act 1999 (a)* | *1,009,550* | 2,101,539 | (476,041) | 1,625,498 |
| **Total** | ***1,009,550*** | **2,101,539** | **(476,041)** | **1,625,498** |
| **Department of Employment** |  |  |  |  |
| Annual appropriation - Job Commitment Bonus | *7,940* | 15,486 | - | 15,486 |
| **Total** | ***7,940*** | **15,486** | **-** | **15,486** |
| **Department of Health** |  |  |  |  |
| Special appropriation - *Health Insurance Act 1973* - Medical Benefits | *21,115,085* | 21,850,644 | 239,204 | 22,089,848 |
| Special appropriation - *National Health Act 1953* - Pharmaceutical Benefits | *10,837,986* | 10,109,505 | 1,173,393 | 11,282,898 |
| Special appropriation - *Private Health Insurance Act 2007* | *5,887,067* | 6,249,233 | (69,366) | 6,179,867 |

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities (continued)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | *Actual2015-16$'000* | Estimateas atBudget2016-17$'000 | ProposedAdditionalEstimates2016-17$'000 | Totalestimate atAdditionalEstimates2016-17$'000 |
| **Payments made on behalf of other entities (continued)** |  |  |  |  |
| **Department of Health (continued)** |  |  |  |  |
| Special appropriation - *Dental Benefits Act 2008* | *312,669* | - | 326,797 | 326,797 |
| Special appropriation - *National Health Act 1953* - Aids and Appliances | *301,104* | 292,219 | 62,274 | 354,493 |
| Special appropriation - *Medical Indemnity Agreement Act 2002* | *81,517* | 93,400 | - | 93,400 |
| Special Account - Australian Childhood Immunisation Register | *9,712* | 9,650 | - | 9,650 |
| Special appropriation *- Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010* | *-* | 2,949 | - | 2,949 |
| Special appropriation - *Aged Care Act 1997* (b) | *9,159,428* | 12,923,548 | 18,001 | 12,941,549 |
| Special appropriation - *National Health Act 1953* - Continence Aids Assistance Scheme (b) | *17,202* | 86,661 | (2,681) | 83,980 |
| Ordinary annual Services - Hearing Services (c) | *406,329* | 482,296 | (39,627) | 442,669 |
| **Total** | ***48,128,099*** | **52,100,105** | **1,707,995** | **53,808,100** |
| **Department of Immigration and Border Protection** |  |  |  |  |
| Annual appropriation - Asylum Seeker Support | *290,898* | 170 | 257,537 | 257,707 |
| **Total** | ***290,898*** | **170** | **257,537** | **257,707** |
| **Department of Infrastructure and Regional Development** |  |  |  |  |
| Annual appropriation - Tasmanian Freight Equalisation Scheme | *129,835* | 170,595 | - | 170,595 |
| Annual appropriation - Bass Strait Passenger Vehicle Equalisation Scheme | *44,081* | 47,300 | - | 47,300 |
| **Total** | ***173,916*** | **217,895** | **-** | **217,895** |
| **Department of Social Services** |  |  |  |  |
| Special appropriation - *Social Security (Administration) Act 1999* (a) | *89,695,371* | 92,178,364 | (1,571,821) | 90,606,543 |
| Special appropriation - *A New Tax System (Family Assistance) (Administration) Act 1999* | *22,050,671* | 20,802,323 | (138,341) | 20,663,982 |
| Special appropriation - *Paid Parental Leave Act 2010* | *2,073,849* | 1,764,011 | 310,005 | 2,074,016 |

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities (continued)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  *Actual2015-16$'000*  |  Estimateas atBudget2016-17$'000  |  Proposed Additional Estimates2016-17$'000  |  Totalestimate atAdditionalEstimates2016-17$'000  |
| **Payments made on behalf of other entities (continued)** |  |  |  |  |
| **Department of Social Services (continued)** |  |  |  |  |
| Special appropriation - *Student Assistance Act 1973* | *340,247* | 348,032 | 7,618 | 355,650 |
| Special appropriation - *Aged Care Act 1997* (b) | *2,943,488* | - | - | - |
| Special appropriation - *National Health Act 1953* - Continence Aids Assistance Scheme (b) | *63,482* | - | - | - |
| Annual Administered Appropriations (d) | *5,792* | 3,964 | 3,512 | 7,476 |
| **Total** | ***117,172,900*** | **115,096,694** | **(1,389,027)** | **113,707,667** |
| **Department of Veterans' Affairs** |  |  |  |  |
| Special appropriation - *Veterans’ Entitlements Act 1986* and related acts | *3,527,879* | 3,593,391 | (49,365) | 3,544,026 |
| Special appropriation - *Military Rehabilitation and Compensation Act 2004* | *42,232* | 48,496 | 3,568 | 52,064 |
| Special appropriation - *Safety, Rehabilitation and Compensation Act 1988* | *14,057* | 12,514 | 901 | 13,415 |
| Special appropriation - *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | *345* | 359 | (1) | 358 |
| **Total** | ***3,584,513*** | **3,654,760** | **(44,897)** | **3,609,863** |
| **Total third party payments** | ***170,449,068*** | **173,307,278** | **17,464** | **173,324,742** |

1. Responsibility for child care benefit, child care rebate, child care services and registered carers transferred from the Department of Social Services to the Department of Education and Training as a result of the Administrative Arrangements order dated 21 September 2015.
2. Responsibility for aged care and the continence aids assistance scheme transferred from the Department of Social Services to the Department of Health as a result of the Administrative Arrangements order dated 30 September 2015.
3. Estimates for this item were not provided for the 2016-17 PB Statements.
4. This item includes estimates for compensation and debt relief; and ex gratia and Act of Grace payments which were reported separately in the 2016-17 PB Statements; plus Transition to Independent Living Allowance and Voluntary Income Management Payments.

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities (continued)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | *Actual2015-16$'000* | Estimateas atBudget2016-17$'000 | Proposed Additional Estimates2016-17$'000 | Totalestimate atAdditionalEstimates2016-17$'000 |
| **Payments made to other entities for the provision of services** |  |  |  |  |
| Attorney-General's Department | *2* | 1,500 | - | 1,500 |
| Australian Government Solicitor | *4,412* | - | - | - |
| Australian Federal Police | *1,224* | 2,859 | - | 2,859 |
| Australian Postal Corporation | *68,636* | 70,600 | - | 70,600 |
| Australian Public Service Commission | *1,431* | - | - | - |
| Australian Taxation Office | *11,610* | - | - | - |
| Comcare | *64,049* | 63,573 | 5,716 | 69,289 |
| Commonwealth Scientific and Industrial Research Organisation | *776* | - | - | - |
| Commonwealth Superannuation Corporation | *10,957* | 6,000 | - | 6,000 |
| Department of Defence | *689* | - | - | - |
| Department of Finance | *39,265* | 42,341 | - | 42,341 |
| Department of Health | *278* | - | - | - |
| Department of Immigration and Border Protection | *1,602* | 12 | - | 12 |
| Department of Social Services | *1,518* | - | - | - |
| Department of Veterans' Affairs | *836* | - | - | - |
| Office of the Australian Information Commissioner | *538* | - | - | - |
| Reserve Bank of Australia | *13,323* | 15,221 | - | 15,221 |
| Other | *1,200* | - | - | - |
| **Total payments made to other entities for the provision of services** | ***222,346*** | **202,106** | **5,716** | **207,822** |

Table 1.1: Department of Human Services resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)

Third party payments from and on behalf of other entities (continued)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | *Actual2015-16$'000* | Estimateas atBudget2016-17$'000 | Proposed Additional Estimates2016-17$'000 | Totalestimate atAdditionalEstimates2016-17$'000 |
| **Receipts from other entities for the provision of services** (disclosed above in s 74 retained revenue receipts section) |  |  |  |  |
| Attorney-General's Department | *417* | - | - | - |
| Australian Digital Health Agency | *-* | 2,396 | 16,603 | 18,999 |
| Australian Electoral Commission | *116* | 5,180 | (3,658) | 1,522 |
| Australian Taxation Office | *18,102* | 551 | 1,499 | 2,050 |
| Comcare | *14,850* | - | - | - |
| ComSuper | *2,646* | - | - | - |
| Department of Defence | *1,108* | - | - | - |
| Department of Employment | *538* | - | 341 | 341 |
| Department of Finance | *714* | - | 40 | 40 |
| Department of Foreign Affairs and Trade | *6,799* | 6,733 | 1,218 | 7,951 |
| Department of Health | *32,707* | 27,712 | 6,232 | 33,944 |
| Department of Immigration and Border Protection | *2,355* | 1,079 | 999 | 2,078 |
| Department of Social Services | *5,332* | 2,538 | 549 | 3,087 |
| Department of the Environment | *61* | - | - | - |
| Department of the Prime Minister and Cabinet | *17,828* | 2,323 | 224 | 2,547 |
| Department of Veterans' Affairs | *25,959* | 33,230 | (1,907) | 31,323 |
| National Disability Insurance Agency | *11,299* | 5,811 | 74,905 | 80,716 |
| Other | *3,509* | - | - | - |
| **Total s 74 receipts received from other entities for the provision of services** | ***144,340*** | **87,553** | **97,045** | **184,598** |

### 1.3 Entity measures

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2016-17 measures since Budget

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  Program  | 2016-17$'000 | 2017-18$'000 | 2018-19$'000 | 2019-20$'000 |
|  **Expense measures (a)**  |  |  |  |  |  |
|  **Department of Human Services**  |  |  |  |  |  |
| Better Management of the Social Welfare System |  |  |  |  |  |
|  Departmental expense  | 1.1 | 46,332 | 179,311 | 142,128 | 130,508 |
| Welfare Payment Infrastructure Transformation — Tranche Two (b) |  |  |  |  |  |
|  Departmental expense  | 1.1 | - | - | - | - |
| **Department of Agriculture and Water Resources** |  |  |  |  |  |
|  Dairy Industry Assistance Package  |  |  |  |  |  |
|  Departmental expense  | 1.1 | - | - | - | - |
|  **Department of Education and Training**  |  |  |  |  |  |
| Regional and Remote Student Access to Education — additional support |  |  |  |  |  |
|  Departmental expense  | 1.1 | 982 | 1,997 | 1,206 | 1,322 |
|  **Department of the Environment**  |  |  |  |  |  |
|  Green Army Program — termination  |  |  |  |  |  |
|  Departmental expense  | 1.1 | 365 | 1,858 | 2,607 | 1,687 |
|  **Department of Health**  |  |  |  |  |  |
| Aged Care Provider Funding — addressing growth in residential aged care |  |  |  |  |  |
|  Departmental expense  | 1.1 | 1,605 | 179 | 139 | 139 |
| Changes to Bulk Billing Incentives for Diagnostic Imaging and Pathology Services — further consultation |  |  |  |  |  |
|  Departmental expense  | 1.2 | (7,574) | 932 | 1,542 | (24) |
|  Investing in Medicare  |  |  |  |  |  |
| – Magnetic Resonance Imaging licences for Frankston and Maroondah Hospitals |  |  |  |  |  |
|  Departmental expense  | 1.2 | 3 | 7 | 8 | 8 |
| – Medicare Benefits Schedule — new and amended listings |  |  |  |  |  |
|  Departmental expense  | 1.2 | 343 | 431 | 70 | 68 |
| – modernising health and aged care payment services |  |  |  |  |  |
|  Departmental expense  | 1.2 | 1,678 | - | - | - |

Prepared on a Government Financial Statistics (fiscal) basis.

Table 1.2: Entity 2016-17 measures since Budget (continued)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  Program  |  2016-17$'000  |  2017-18$'000  |  2018-19$'000  |  2019-20$'000  |
|  **Expense measures (continued) (a)**  |  |  |  |  |  |
|  **Department of Health (continued)**  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme — new and amended listings |  |  |  |  |  |
|  Departmental expense  | 1.2 | 933 | 419 | 502 | 588 |
| Radiation Oncology Health Program Grants Scheme — efficiencies |  |  |  |  |  |
|  Departmental expense  | 1.2 | 509 | 107 | (51) | (51) |
| Reform of the High Cost Claims Scheme and Review of the Indemnity Insurance Fund |  |  |  |  |  |
|  Departmental expense  | 1.2 | - | 163 | 14 | - |
| Revised Arrangements for Commonwealth Dental Funding |  |  |  |  |  |
|  Departmental expense  | 1.2 | 6,317 | 10,430 | 10,523 | 10,784 |
| Specialist Dementia Care Units — establishment |  |  |  |  |  |
|  Departmental expense  | 1.2 | 1,998 | 286 | 204 | 203 |
|  **Department of Social Services**  |  |  |  |  |  |
| Budget Savings (Omnibus) Bill — amendments |  |  |  |  |  |
|  Departmental expense  | 1.1 | 8,537 | 4,093 | (2,012) | (2,140) |
| Extending Existing Freezes on Certain Family Payment Thresholds |  |  |  |  |  |
|  Departmental expense  | 1.1 | 578 | (45) | (479) | (1,043) |
|  Income Stream — automated reviews  |  |  |  |  |  |
|  Departmental expense  | 1.1 | 306 | 3,562 | (1,476) | (821) |
| Pension Supplement — changes to the payment of the Pension Supplement for permanent departures overseas and temporary absences |  |  |  |  |  |
|  Departmental expense  | 1.1 | 2,248 | 249 | 105 | 85 |
| Seasonal Work Incentives for Job Seekers — trial |  |  |  |  |  |
|  Departmental expense  | 1.1 | 990 | 1,507 | 1,451 | 185 |
|  **Total expense measures**  |  |  |  |  |  |
|  Administered  |  | - | - | - | - |
|  Departmental  |  | 66,150 | 205,486 | 156,481 | 141,498 |
|  **Total**  |  | **66,150** | **205,486** | **156,481** | **141,498** |

Prepared on a Government Financial Statistics (fiscal) basis.

Table 1.2: Entity 2016-17 measures since Budget (continued)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  Program  |  2016-17$'000  |  2017-18$'000  |  2018-19$'000  |  2019-20$'000  |
|  **Capital measures (a)**  |  |  |  |  |  |
|  **Department of Human Services**  |  |  |  |  |  |
| Better Management of the Social Welfare System |  |  |  |  |  |
|  Departmental capital  | 1.1 | 41,131 | 23,818 | 8,585 | 1,619 |
| Welfare Payment Infrastructure Transformation — Tranche Two (b) |  |  |  |  |  |
|  Departmental capital  | 1.1 | - | - | - | - |
|  **Department of Health**  |  |  |  |  |  |
| Revised Arrangements for Commonwealth Dental Funding |  |  |  |  |  |
|  Departmental capital  | 1.2 | 8 | 16 | 16 | 16 |
|  **Department of Social Services**  |  |  |  |  |  |
|  Income Stream — automated reviews  |  |  |  |  |  |
|  Departmental capital  | 1.1 | - | 1,810 | - | - |
|  **Total capital measures**  |  |  |  |  |  |
|  Administered  |  | - | - | - | - |
|  Departmental  |  | 41,139 | 25,644 | 8,601 | 1,635 |
|  **Total**  |  | **41,139** | **25,644** | **8,601** | **1,635** |

Prepared on a Government Financial Statistics (fiscal) basis.

1. Measures are listed by lead entity. Full measure details appear in the 2016‑17 MYEFO under the relevant portfolio.
2. Funding for this measure was previously provided for by the government in aggregate budget estimates.

### 1.4 Additional estimates, resourcing and variations to outcomes

The following tables detail the changes to the resourcing for the department at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in Appropriation Bills Nos. 3 and 4.

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Program impacted | 2016-17$'000 | 2017-18$'000 | 2018-19$'000 | 2019-20$'000 |
| **Outcome 1** |  |  |  |  |  |
| **Administered**  |  |  |  |  |  |
| **Annual appropriations** |  |  |  |  |  |
| **Changes in Parameters** |  |  |  |  |  |
| Program specific | 1.3 | (31) |  |  |  |
| **Special appropriations**  |  |  |  |  |  |
| **Changes in Parameters** |  |  |  |  |  |
| Program specific | 1.3 | (1,155) |  |  |  |
| **Net impact on appropriations for Outcome 1 (administered)** |  | **(1,186)** | **-** | **-** | **-** |
| **Departmental**  |  |  |  |  |  |
| **Annual appropriations** |  |  |  |  |  |
| **Measures** |  |  |  |  |  |
|  Better Management of the Social Welfare System  | 1.1 | 87,463 | 203,129 | 150,713 | 132,127 |
|  Welfare Payment Infrastructure Transformation — Tranche Two  | 1.1 | 82,898 | 238,437 | (2,111) | (5,874) |
|  Dairy Industry Assistance Package  | 1.1 | **-** | **-** | **-** | **-** |
|  Regional and Remote Student Access to Education — additional support  | 1.1 | 982 | 1,997 | 1,206 | 1,322 |
|  Green Army Program — termination  | 1.1 | 365 | 1,858 | 2,607 | 1,687 |
|  Aged Care Provider Funding — addressing growth in residential aged care  | 1.1 | 1,605 | 179 | 139 | 139 |
|  Changes to Bulk Billing incentives for Diagnostic Imaging and Pathology Services — further consultation  | 1.2 | (7,574) | 932 | 1,542 | (24) |
|  Investing in Medicare  |  |  |  |  |  |
|  – Magnetic Resonance Imaging licences for Frankston and Maroondah Hospitals  | 1.2 | 3 | 7 | 8 | 8 |
|  – Medicare Benefits Schedule — new and amended listings  | 1.2 | 343 | 431 | 70 | 68 |
|  – modernising health and aged care payment services  | 1.2 | 1,678 | - | - | - |
|  Pharmaceutical Benefits Scheme — new and amended listings  | 1.2 | 933 | 419 | 502 | 588 |

Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget (continued)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Program | 2016-17$'000 | 2017-18$'000 | 2018-19$'000 | 2019-20$'000 |
| **Outcome 1** |  |  |  |  |  |
| **Departmental** |  |  |  |  |  |
| **Annual appropriations** |  |  |  |  |  |
| **Measures (continued)** |  |  |  |  |  |
|  Radiation Oncology Health Program Grants Scheme — efficiencies  | 1.2 | 509 | 107 | (51) | (51) |
|  Reform of the High Cost Claims Scheme and Review of the Medical Indemnity Insurance Fund  | 1.2 | - | 163 | 14 | - |
|  Revised Arrangements for Commonwealth Dental Funding  | 1.2 | 6,325 | 10,446 | 10,539 | 10,800 |
|  Specialist Dementia Care Units — establishment  | 1.2 | 1,998 | 286 | 204 | 203 |
|  Budget Savings (Omnibus) Bill — amendments  | 1.1 | 8,537 | 4,093 | (2,012) | (2,140) |
|  Extending Existing Freezes on Certain Family Payment Thresholds  | 1.1 | 578 | (45) | (479) | (1,043) |
|  Income Stream — automated reviews  | 1.1 | 306 | 5,372 | (1,476) | (821) |
|  Pension Supplement — changes to the payment of the Pension Supplement for permanent departures overseas and temporary absences  | 1.1 | 2,248 | 249 | 105 | 85 |
|  Seasonal Work Incentives for Job Seekers — trial  | 1.1 | 990 | 1,507 | 1,451 | 185 |
| **Changes in Parameters** |  |  |  |  |  |
| Indexation | 1.1, 1.2, 1.3 | - | (19,305) | (22,731) | (30,236) |
| Efficiency Dividend | 1.1, 1.2, 1.3 | - | (61,789) | (101,523) | (121,941) |
| Program specific | 1.1 | 258 | - | - | - |
| **Other Variations** |  |  |  |  |  |
| Section 75 Transfers | 1.1 | **-** | (700) | (700) | (700) |
| Transfer from DCB funding | 1.1 | (25,000) | - | - | - |
| Transfer to operating funding | 1.1 | 25,000 | - | - | - |
| Legislation delays | 1.1, 1.2 | 4,856 | 13,852 | 2,861 | 4,698 |
| Transfers from Contingency Reserve (operating) | 1.1 | 39,646 | - | - | - |
| Other | 1.1,1.2,1.3 | (29) | (40) | (40) | (40) |
| **Net impact on appropriations for Outcome 1 (departmental)** |  | **234,918** | **401,585** | **40,838** | **(10,960)** |
| **Total net impact on appropriations for Outcome 1 (a)** |  | **233,732** | **401,585** | **40,838** | **(10,960)** |
| **Total decisions taken but not yet announced for all Outcomes** |  | **-** | **-** | **-** | **-** |

1. The total net impact on appropriations includes capital funding as follows: 2016-17 $79.1 million; 2017‑18 $75.3 million; 2018-19 $8.6 million; 2019-20 $1.6 million.

### 1.5 Breakdown of additional estimates by appropriation bill

The following tables detail the Additional Estimates sought for the department through Appropriation Bills Nos. 3 and 4.

Table 1.4: Appropriation Bill (No. 3) 2016-17

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | *2015-16Available$'000* | 2016-17Budget'000 | 2016-17Revised'000 | IncreasedEstimates'000 | ReducedEstimates'000 |
| **Administered items** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Support individuals, families and communities to achieve greater self-sufficiency; through the delivery of policy advice and high quality accessible social, health and child support services and other payments; and support providers and businesses through convenient and efficient service delivery. | *2,252* | 1,565 | 1,534 | - | (31) |
| **Total administered** | ***2,252*** | **1,565** | **1,534** | **-** | **(31)** |
| **Departmental programs** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Support individuals, families and communities to achieve greater self-sufficiency; through the delivery of policy advice and high quality accessible social, health and child support services and other payments; and support providers and businesses through convenient and efficient service delivery. | *4,439,651* | 4,266,866 | 4,422,688 | 180,822 | (25,000) |
| **Total departmental** | **4,439,651** | **4,266,866** | **4,422,688** | **180,822** | **(25,000)** |
| **Total administered and departmental** | ***4,441,903*** | **4,268,431** | **4,424,222** | **180,822** | **(25,031)** |

Table 1.5: Appropriation Bill (No. 4) 2016-17

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | *2015-16Available$'000* | 2016-17Budget$'000 | 2016-17Revised$'000 | IncreasedEstimates$'000 | ReducedEstimates$'000 |
| **Non-operating** |  |  |  |  |  |
| Equity injections | *47,638* | 59,325 | 138,421 | 79,096 | - |
| **Total non-operating** | ***47,638*** | **59,325** | **138,421** | **79,096** | **-** |
| **Total other services** | ***47,638*** | **59,325** | **138,421** | **79,096** | **-** |

## Section 2: Revisions to outcomes and planned performance

### 2. Changes to outcome and program structures

There have been no changes to the outcome or program structure since the publication of the 2016–17 PB Statements.

For full details of outcomes and planned performance refer to pages 23 to 38 of the PB Statements 2016–17, Budget Related Paper No. 1.15B, Social Services Portfolio (Department of Human Services).

### 2.1 Budgeted expenses and performance for Outcome 1

|  |
| --- |
| Outcome 1: Support individuals, families and communities to achieve greater self‑sufficiency; through the delivery of policy advice and high quality accessible social, health and child support services and other payments; and support providers and businesses through convenient and efficient service delivery. |

#### Linked programs for Outcome 1

For full details of linked programs refer to pages 24-27 of the 2016–17 PB Statements, *Budget Related Paper No. 1.15B, Social Services Portfolio (Department of Human Services).*

Program links have been revised as follows since the 2016-17 Budget:

| **Australian Taxation Office** |
| --- |
| **Program added*** Program 1.12 – Private Health Insurance Rebate (a)
 |
| **Department of Education and Training** |
| **Program added*** Program 1.9 – Child Care Subsidy(b)

**Program deleted*** Program 2.7– International Education Support (c)
 |
| **Contribution made by Outcome 1 to linked programs**Outcome 1 contributes to the linked programs above by the provision of information, services and payments on behalf of the entities listed, within Australia and where applicable, overseas.  |

1. Omitted from 2016-17 PB Statements.
2. New program in 2016-17 Budget.
3. Program ceased 30 June 2015.

#### Budgeted expenses for Outcome 1

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

Table 2.1.1 Budgeted expenses for Outcome 1

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actualexpenses$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **Program 1.1: Services to the Community - Social Security and Welfare** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services (Appropriation Act No. 1 and Bill No. 3) | 1 | - | - | - | - |
| Expenses not requiring appropriation in the Budget year (a) | 16 | 273 | 273 | 273 | 273 |
| **Administered total** | 17 | 273 | 273 | 273 | 273 |
| Departmental expenses |  |  |  |  |  |
| Departmental appropriation | 3,247,305 | 3,398,334 | 3,332,666 | 3,024,570 | 2,984,312 |
| s 74 Retained revenuereceipts (b) | 130,547 | 172,011 | 148,095 | 161,365 | 147,093 |
| Expenses not requiring appropriation in the Budget year (a) | 213,258 | 189,304 | 208,704 | 231,806 | 229,956 |
| **Departmental total** | 3,591,110 | 3,759,649 | 3,689,465 | 3,417,741 | 3,361,361 |
| **Total expenses for program 1.1** | **3,591,127** | **3,759,922** | **3,689,738** | **3,418,014** | **3,361,634** |
| **Program 1.2: Services to the Community - Health** |  |  |  |  |  |
| Departmental expenses |  |  |  |  |  |
| Departmental appropriation | 553,182 | 478,574 | 471,857 | 461,484 | 473,542 |
| s 74 Retained revenuereceipts (b) | 22,239 | 66,205 | 63,850 | 10,451 | 310 |
| Expenses not requiring appropriation in the Budget year (a) | 36,329 | 36,715 | 38,383 | 40,136 | 39,541 |
| **Departmental total** | 611,750 | 581,494 | 574,090 | 512,071 | 513,393 |
| **Total expenses for program 1.2** | **611,750** | **581,494** | **574,090** | **512,071** | **513,393** |

Table 2.1.1 Budgeted expenses for Outcome 1 (continued)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actualexpenses$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **Program 1.3: Child Support** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services (Appropriation Act No. 1 and Bill No. 3) | 1,254 | 1,534 | 1,568 | 1,597 | 1,629 |
| Special appropriations |  |  |  |  |  |
| Child Support Act (c) |  |  |  |  |  |
|  - s 77 - unremitted deductions | 47,458 | 57,138 | 58,376 | 59,453 | 60,633 |
|  - s 78 - unexplained remittances | - | 50 | 50 | 50 | 50 |
| Special accounts: |  |  |  |  |  |
| Child Support special account | 1,343,420 | 1,406,409 | 1,410,029 | 1,435,964 | 1,464,417 |
| Expenses not requiring appropriation in the Budget year (a) | 148,049 | 72,414 | 90,055 | 80,661 | 91,323 |
| **Administered total** | 1,540,181 | 1,537,545 | 1,560,078 | 1,577,725 | 1,618,052 |
| Departmental expenses |  |  |  |  |  |
| Departmental appropriation | 422,276 | 423,199 | 416,038 | 413,286 | 413,009 |
| s 74 Retained revenuereceipts (b) | 16,976 | 2,804 | 2,804 | 2,804 | 2,804 |
| Expenses not requiring appropriation in the Budget year (a) | 27,732 | 23,865 | 24,486 | 24,926 | 23,912 |
| **Departmental total** | 466,984 | 449,868 | 443,328 | 441,016 | 439,725 |
| **Total expenses for program 1.3** | **2,007,165** | **1,987,413** | **2,003,406** | **2,018,741** | **2,057,777** |
| **Outcome 1 Totals by appropriation type** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services (Appropriation Act No. 1 and Bill No. 3) | 1,255 | 1,534 | 1,568 | 1,597 | 1,629 |
| Special appropriations | 47,458 | 57,188 | 58,426 | 59,503 | 60,683 |
| Special accounts | 1,343,420 | 1,406,409 | 1,410,029 | 1,435,964 | 1,464,417 |
| Expenses not requiring appropriation in the Budget year (a) | 148,065 | 72,687 | 90,328 | 80,934 | 91,596 |
| **Administered total** | 1,540,198 | 1,537,818 | 1,560,351 | 1,577,998 | 1,618,325 |
| Departmental expenses |  |  |  |  |  |
| Departmental appropriation | 4,222,763 | 4,300,107 | 4,220,561 | 3,899,340 | 3,870,863 |
| s 74 Retained revenuereceipts (b) | 169,762 | 241,020 | 214,749 | 174,620 | 150,207 |
| Expenses not requiring appropriation in the Budget year (a) | 277,319 | 249,884 | 271,573 | 296,868 | 293,409 |
| **Departmental total** | 4,669,844 | 4,791,011 | 4,706,883 | 4,370,828 | 4,314,479 |
| **Total expenses forOutcome 1** | **6,210,042** | **6,328,829** | **6,267,234** | **5,948,826** | **5,932,804** |
| **Average staffing level** | 2015-1630,197 | 2016-1729,435 |

Table 2.1.1 Budgeted expenses for Outcome 1 (continued)

1. Administered expenses not requiring appropriation in the Budget year comprise depreciation expense and write down of assets. Departmental expenses not requiring appropriation in the Budget year include unfunded depreciation and amortisation expense; and resources consumed free of charge.
2. Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.
3. *Child Support (Registration and Collection) Act 1988*.

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

#### Performance criteria for Outcome 1

There have been no changes to the performance criteria since the publication of the 2016-17 PB Statements.

For full details of the performance criteria for Outcome 1 refer pages 31 to 38 of the *Portfolio Budget Statements 2016-17, Budget related Paper No. 1.15B Social Services Portfolio (Department of Human Services).*

## Section 3: Special account flows and budgeted financial statements

### 3.1 Special account flows

#### Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the department.

Table 3.1: Estimates of special account flows and balances

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | Outcome | Openingbalance$'000 | Receipts$'000 | Payments$'000 | Adjustments$'000 | Closingbalance$'000 |
| Child Support Account (a) (A) | 1 |  |  |  |  |  |
| 2016-17 Revised estimate |  | 61,078 | 1,453,546 | (1,453,546) | - | 61,078 |
| *2015-16 Actual* |  | *54,275* | *1,404,990* | *(1,398,187)* | *-* | *61,078* |
| Recovery of Compensation for Health Care & Other Services Special Account (b) (A) | 1 |  |  |  |  |  |
| 2016-17 Revised estimate |  | 73,860 | 340,516 | (340,516) | - | 73,860 |
| *2015-16 Actual* |  | *43,726* | *335,484* | *(305,350)* | *-* | *73,860* |
| Services for Other Entities and Trust Moneys - Department of Human Services Special Account (c) (A) & (D) | 1 |  |  |  |  |  |
| 2016-17 Revised estimate |  | - | - | - | - | - |
| *2015-16 Actual* |  | *-* | *-* | *-* | *-* | *-* |
| **Total special accounts 2016-17 Revised estimate** |  | **134,938** | **1,794,062** | **(1,794,062)** | **-** | **134,938** |
| *Total special accounts 2015-16 Actual* |  | *98,001* | *1,740,474* | *(1,703,537)* | *-* | *134,938* |

(A) = Administered

(D) = Departmental

1. Appropriation: *Public Governance, Performance and Accountability Act 2013*, section 80.

Establishing Instrument: *Child Support (Registration and Collection) Act 1988*, section 73.

Purpose: For the receipt of child support payments and the making of regular and timely payments to custodial parents.

1. Appropriation: *Public Governance, Performance and Accountability Act 2013,* section 78.

Establishing Instrument: Determinations 2005/24 and 2015/06 *Public Governance, Performance and Accountability Act 2013* section 78.

Purpose: To credit monies for the purpose of recovery of compensation following a judgement or settlement under the *Health and Other Services (Compensation) Act 1995* and:

* 1. to pay the claimant, or the claimant’s authorised representative, amounts credited to the Special Account; and
	2. to reduce the balance of the Special Account (and, therefore, the available appropriation for the Special Account) without making a real or notional payment; and
	3. to repay amounts where an Act or other law requires or permits the repayment of an amount received.

Table 3.1.1: Estimates of special account flows and balances (continued)

1. Appropriation: section 78(4) PGPA Act 2013.

Establishing Instrument: Determination 2011/13 under *Public Governance, Performance and Accountability Act 2013* section 78.

Purpose: To credit and debit monies for the purpose of:

* 1. to disburse amounts held on trust or otherwise for the benefit of a person other than the Commonwealth;
	2. to disburse amounts in connection with services performed on behalf of other governments and bodies that are non-corporate Commonwealth entities;
	3. to repay amounts where an Act or other law requires or permits the repayment of an amount received; and
	4. to reduce the balance of the Special Account (and, therefore, the available appropriation for the Special Account) without making a real or notional payment.

### 3.2 Budgeted financial statements

#### 3.2.1 Analysis of budgeted financial statements

**Departmental comprehensive income statement (Table 3.2)**

Since the 2016–17 Budget, revenue from government in 2016‑17 has increased by $179.9 million, reflecting additional expense measures of $143.4 million and other variations of $36.4 million (refer Table 1.3).

Since Budget, estimates of own-source income have increased by $122.9 million mainly reflecting changes in revenue from service agreements with other entities including the Australian Digital Health Agency, Departments of Health, Veterans’ Affairs; and the National Disability Insurance Agency.

Total expenses in 2016–17 have increased by $285.0 million since the 2016‑17 Budget, mainly reflecting the impact of measures, other variations and own source income as noted above, and reduced depreciation expense following a revision of the useful lives of assets.

**Departmental balance sheet (Table 3.3)**

The budgeted net asset position at 30 June 2017 has increased by $87.9 million since the 2016–17 Budget to $755.6 million. The revised estimates take into account the 2015–16 operating result and the flow on effect of the audited financial accounts as at 30 June 2016.

**Departmental statement of cash flows (Table 3.5)**

Since the 2016-17 Budget, departmental cash receipts and payments have been affected by changes in changes in appropriation; own source revenue; expenses and equity injections. Budgeted cash at the end of the reporting period has decreased by $17.6 million following a review of cash requirements.

**Departmental Capital Budget Statement (DCB) (Table 3.6)**

Since the 2016–17 Budget, equity injection funding has increased by $79.1 million to $138.4 million, through measures ($46.7 million) and other variations ($32.3 million). An amount of $25.0 million was transferred from the DCB to operating expenditure, which has reduced the DCB to $164.7 million. The transfer was to cover increased operating expenses.

**Statement of departmental asset movements (Table 3.7)**

The estimated net book value of land, buildings, property plant and equipment and intangible assets as at 30 June 2017 has increased by $100.2 million since the 2016–17 Budget. This mainly reflects actual 2015–16 closing balances being $37.4 million higher than estimated at Budget; additional capital purchases of $46.0 million; and a reduction of $17.8 million in depreciation expense following a revision of the estimated useful lives of assets.

#### 3.2.1 Analysis of budgeted financial statements (continued)

#### Schedule of administered activity

**Administered income and expenses (Table 3.8)**

Since the 2016–17 Budget, administered non taxation revenue has decreased by $15.9 million mainly reflecting a decrease in Child Support maintenance revenue.

**Administered assets and liabilities (Table 3.9)**

Since the 2016–17 Budget, the estimated closing asset balances for 2016–17 have decreased by $1.3 million, while liabilities have decreased by $4.1 million. These movements reflect an increase in the value of the Australian Hearing investment; offset by a decrease in receivables and provisions.

**Administered statement of cash flows (Table 3.10)**

Changes in administered cash flows and cash balances since the 2016-17 Budget reflect changes in child support receipts and payments.

#### 3.2.2 Budgeted financial statements

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June.

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | 2,921,487 | 2,831,074 | 2,668,079 | 2,540,957 | 2,528,512 |
| Supplier expenses | 1,470,901 | 1,706,647 | 1,764,682 | 1,529,390 | 1,488,926 |
| Depreciation and amortisation | 249,509 | 245,430 | 267,985 | 293,280 | 289,821 |
| Write down and impairment of assets | 21,125 | 1,891 | 124 | 129 | 129 |
| Other expenses | 6,822 | 5,969 | 6,013 | 7,072 | 7,091 |
| **Total expenses** | **4,669,844** | **4,791,011** | **4,706,883** | **4,370,828** | **4,314,479** |
| **LESS:**  |  |  |  |  |  |
| **Own-source revenue** |  |  |  |  |  |
| Rendering of services | 161,326 | 231,864 | 204,403 | 164,137 | 139,512 |
| Rental income | 8,436 | 9,156 | 10,346 | 10,483 | 10,695 |
| Other revenue | 16,330 | - | - | - | - |
| **Total own-source revenue** | **186,092** | **241,020** | **214,749** | **174,620** | **150,207** |
| **Gains** |  |  |  |  |  |
| Reversal of previous asset write-down and impairment | 1,900 | 469 | - | - | - |
| Resources received free of charge | 3,466 | 3,588 | 3,588 | 3,588 | 3,588 |
| Other gains | 2,174 | 397 | - | - | - |
| **Total gains** | **7,540** | **4,454** | **3,588** | **3,588** | **3,588** |
| **Total own-source income** | **193,632** | **245,474** | **218,337** | **178,208** | **153,795** |
| **Net cost of services** | **(4,476,212)** | **(4,545,537)** | **(4,488,546)** | **(4,192,620)** | **(4,160,684)** |
| Revenue from government (a) | 4,223,484 | 4,300,107 | 4,220,561 | 3,899,340 | 3,870,863 |
| **Deficit attributable to the Australian Government** | **(252,728)** | **(245,430)** | **(267,985)** | **(293,280)** | **(289,821)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation surplus | 33,271 | **-** | - | - | - |
| **Total other comprehensive income** | **33,271** | **-** | **-** | **-** | **-** |
| **Total comprehensive deficit attributable to the Australian Government** | **(219,457)** | **(245,430)** | **(267,985)** | **(293,280)** | **(289,821)** |

Prepared on Australian Accounting Standards basis.

1. The department has transferred an amount of $0.7 million of 2016-17 revenue from government to the Digital Transformation Agency under a section 75 determination due to machinery of government changes. In 2015-16 the department transferred an amount of $33.8 million of 2015-16 revenue from government to the Department of Health under a section 75 determination due to machinery of government changes. For further details refer to Table 1.1 in the *Portfolio Additional Estimates Statements 2015-16 Social Services Portfolio (Department of Human Services).*

Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June. (continued)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16$'000 | 2016-17$'000 | 2017-18$'000 | 2018-19$'000 | 2019-20$'000 |
| **Total comprehensive income excluding depreciation/amortisation expenses previously funded through revenue appropriations** | **30,052** | **-** | **-** | **-** | **-** |
| less depreciation/amortisation expenses previously funded through revenue appropriations (a) | 249,509 | 245,430 | 267,985 | 293,280 | 289,821 |
| **Total comprehensive deficit - as per the Statement of Comprehensive Income** | **(219,457)** | **(245,430)** | **(267,985)** | **(293,280)** | **(289,821)** |

Prepared on Australian Accounting Standards basis.

1. From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Table 3.3: Budgeted departmental balance sheet (as at 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash | 22,406 | 10,000 | 10,000 | 10,000 | 10,000 |
| Trade and other receivables | 992,579 | 1,011,164 | 1,014,597 | 1,010,735 | 1,025,301 |
| Other financial assets | - | - | - | - | - |
| **Total financial assets** | **1,014,985** | **1,021,164** | **1,024,597** | **1,020,735** | **1,035,301** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 325,035 | 306,242 | 291,504 | 276,148 | 261,744 |
| Plant and equipment | 152,111 | 184,577 | 190,317 | 185,004 | 183,803 |
| Software | 480,321 | 520,528 | 539,026 | 461,431 | 375,832 |
| Prepayments | 88,609 | 91,126 | 87,497 | 82,269 | 72,752 |
| **Total non-financial assets** | **1,046,076** | **1,102,473** | **1,108,344** | **1,004,852** | **894,131** |
| **Total assets** | **2,061,061** | **2,123,637** | **2,132,941** | **2,025,587** | **1,929,432** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 349,129 | 344,370 | 349,738 | 346,432 | 339,540 |
| Employee Benefits | 42,057 | 45,800 | 43,193 | 42,821 | 59,671 |
| Lease Incentives | 42,143 | 39,765 | 35,549 | 29,684 | 24,357 |
| Other payables | 4,337 | 4,293 | 4,016 | 4,016 | 4,016 |
| **Total payables** | **437,666** | **434,228** | **432,496** | **422,953** | **427,584** |
| **Provisions** |  |  |  |  |  |
| Employee provisions | 898,494 | 906,503 | 907,546 | 907,497 | 907,402 |
| Other provisions | 26,925 | 27,263 | 27,756 | 28,258 | 28,771 |
| **Total provisions** | **925,419** | **933,766** | **935,302** | **935,755** | **936,173** |
| **Total liabilities** | **1,363,085** | **1,367,994** | **1,367,798** | **1,358,708** | **1,363,757** |
| **Net assets** | **697,976** | **755,643** | **765,143** | **666,879** | **565,675** |
| **EQUITY** |  |  |  |  |  |
| **Parent entity interest** |  |  |  |  |  |
| Contributed equity | 1,676,574 | 1,979,670 | 2,257,155 | 2,452,171 | 2,640,788 |
| Reserves | 128,653 | 128,654 | 128,654 | 128,654 | 128,654 |
| Accumulated deficit | (1,107,251) | (1,352,681) | (1,620,666) | (1,913,946) | (2,203,767) |
| ***Total parent entity interest*** | **697,976** | **755,643** | **765,143** | **666,879** | **565,675** |
| **Total equity** | **697,976** | **755,643** | **765,143** | **666,879** | **565,675** |

Prepared on Australian Accounting Standards basis.

Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Retainedearnings$'000 | Assetrevaluationreserve$'000 | Contributed equity/capital$'000 | Totalequity$'000 |
| **Opening balance as at 1 July 2016** |  |  |  |  |
| Balance carried forward from previous period | (1,107,251) | 128,654 | 1,676,574 | 697,977 |
| ***Adjusted opening balance*** | **(1,107,251)** | **128,654** | **1,676,574** | **697,977** |
| **Comprehensive income** |  |  |  |  |
| Deficit for the period | (245,430) | - | - | (245,430) |
| ***Total comprehensive deficit attributable to the Australian Government*** | **(245,430)** | **-** | **-** | **(245,430)** |
| **Transactions with owners** |  |  |  |  |
| ***Contribution by owners*** |  |  |  |  |
| Equity injection: |  |  |  |  |
| Equity Injection - Appropriation | - | - | 138,421 | 138,421 |
| Departmental Capital Budget (DCB) | - | - | 164,675 | 164,675 |
| ***Total transactions with owners*** | **-** | **-** | **303,096** | **303,096** |
| **Closing balance attributable to the Australian Government** | **(1,352,681)** | **128,654** | **1,979,670** | **755,643** |

Prepared on Australian Accounting Standards basis.

Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Appropriations | 4,438,244 | 4,757,814 | 4,664,127 | 4,286,911 | 4,211,612 |
| Rendering of services | 157,427 | 246,479 | 219,090 | 177,176 | 152,604 |
| Net GST received | 157,251 | 177,164 | 179,409 | 156,434 | 152,612 |
| Other  | 51,854 | 50,099 | 50,099 | 50,099 | 50,099 |
| **Total cash received** | **4,804,776** | **5,231,556** | **5,112,725** | **4,670,620** | **4,566,927** |
| **Cash used** |  |  |  |  |  |
| Employees | 2,957,461 | 2,853,951 | 2,704,272 | 2,576,007 | 2,546,386 |
| Suppliers | 1,605,112 | 1,910,864 | 1,954,335 | 1,704,334 | 1,658,648 |
| Competitive neutrality payments | 487 | 462 | 497 | 1,547 | 1,555 |
| Returns to the official public account | 202,787 | 473,742 | 448,598 | 383,709 | 355,315 |
| Other | - | 5,023 | 5,023 | 5,023 | 5,023 |
| **Total cash used** | **4,765,847** | **5,244,042** | **5,112,725** | **4,670,620** | **4,566,927** |
| **Net cash from/(used by) operating activities** | **38,929** | **(12,486)** | **-** | **-** | **-** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Proceeds from sales of plant and equipment | 44 | - | - | - | - |
| **Total cash received** | **44** | **-** | **-** | **-** | **-** |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant and equipment and software | 287,368 | 300,212 | 277,485 | 195,016 | 188,617 |
| **Total cash used** | **287,368** | **300,212** | **277,485** | **195,016** | **188,617** |
| **Net cash used by investing activities** | **(287,324)** | **(300,212)** | **(277,485)** | **(195,016)** | **(188,617)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Contributed equity | 244,053 | 300,292 | 277,485 | 195,016 | 188,617 |
| **Total cash received** | **244,053** | **300,292** | **277,485** | **195,016** | **188,617** |
| **Net cash from financing activities** | **244,053** | **300,292** | **277,485** | **195,016** | **188,617** |
| **Net increase/(decrease) in cash held** | **(4,342)** | **(12,406)** | **-** | **-** | **-** |
| Cash at the beginning of the reporting period | 26,748 | 22,406 | 10,000 | 10,000 | 10,000 |
| **Cash at the end of the reporting period** | **22,406** | **10,000** | **10,000** | **10,000** | **10,000** |

Prepared on Australian Accounting Standards basis.

Table 3.6: Departmental capital budget statement (for the period ended 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **NEW CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Capital budget - Act No. 1 (DCB) (a) | 196,094 | 164,675 | 188,810 | 182,941 | 183,508 |
| Equity injections - Act No. 2 | 47,638 | 138,421 | 88,675 | 12,075 | 5,109 |
| **Total new capital appropriations** | **243,732** | **303,096** | **277,485** | **195,016** | **188,617** |
| **Provided for:** |  |  |  |  |  |
| *Purchase of non-financial assets* | 244,053 | 300,212 | 277,485 | 195,016 | 188,617 |
| *Other items* | (321) | 2,884 | - | - | - |
| **Total Items** | **243,732** | **303,096** | **277,485** | **195,016** | **188,617** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations (b) | 42,707 | 135,537 | 88,675 | 12,075 | 5,109 |
| Funded by capital appropriation - DCB (c) | 196,094 | 164,675 | 188,810 | 182,941 | 183,508 |
| Funded internally from departmental resources (d) | 30,118 | - | - | - | - |
| **TOTAL** | **268,919** | **300,212** | **277,485** | **195,016** | **188,617** |
| **RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE** |  |  |  |  |  |
| Total purchases | 268,919 | 300,212 | 277,485 | 195,016 | 188,617 |
| plus reduction in payables | 18,449 | - | - | - | - |
| **Total cash used to acquire assets** | **287,368** | **300,212** | **277,485** | **195,016** | **188,617** |

Prepared on Australian Accounting Standards basis.

1. In 2015-16 the department transferred an amount of $0.3 million in DCB Funding to Department of Health. For further details refer to Table 1.1 in the Portfolio Additional Estimates Statements 2015-16 Social Services Portfolio (Department of Human Services).
2. Includes both current and prior Supply Act (No. 2) 2016-2017, Bill No. 4 and prior Act No. 2/4/6 appropriations and special capital appropriations.
3. Does not include annual finance lease costs. Includes purchases from current and previous years’ Departmental Capital Budgets (DCBs).
4. May include the following sources of funding: s 74 retained receipts; and proceeds from the sale of assets.

Table 3.7: Statement of departmental asset movements (2016-17 Budget year)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Land$'000 | Buildings$'000 | Plant and equipment$'000 | Software$'000 | Total$'000 |
| **As at 1 July 2016** |  |  |  |  |  |
| Gross book value  | 4,320 | 357,360 | 176,868 | 1,020,372 | 1,558,920 |
| Accumulated depreciation/amortisation and impairment | - | (36,645) | (24,757) | (540,051) | (601,453) |
| **Opening net book balance** | **4,320** | **320,715** | **152,111** | **480,321** | **957,467** |
| **Capital asset additions** |  |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |  |
| By purchase - appropriation equity (a) | - | - | 37,323 | 98,214 | 135,537 |
| By purchase - appropriation ordinary annual services (b) | - | 66,600 | 41,322 | 56,753 | 164,675 |
| **Total additions** | **-** | **66,600** | **78,645** | **154,967** | **300,212** |
| **Other movements** |  |  |  |  |  |
| Depreciation/amortisation expense | - | (85,040) | (47,045) | (113,345) | (245,430) |
| Impairments and other movements | - | (353) | 866 | (1,415) | (902) |
| **Total other movements** | **-** | **(85,393)** | **(46,179)** | **(114,760)** | **(246,332)** |
| **As at 30 June 2017** |  |  |  |  |  |
| Gross book value | 4,320 | 423,162 | 256,104 | 1,173,729 | 1,857,315 |
| Accumulated depreciation/amortisation and impairment | - | (121,240) | (71,527) | (653,201) | (845,968) |
| **Closing net book balance** | **4,320** | **301,922** | **184,577** | **520,528** | **1,011,347** |

Prepared on Australian Accounting Standards basis.

(a) “Appropriation equity” refers to equity injections provided through Supply Act (No. 2) 2016-2017, Appropriation Act (No.2) 2016-17 and Bill (No.4) 2016-17.

(b) “Appropriation ordinary annual services” refers to funding provided through *Supply Act (No. 1) 2016-2017, Appropriation Act (No.1) 2016-17* and Bill (No.3) 2016-17 for depreciation/amortisation expenses, DCBs or other operational expenses.

Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **EXPENSES** |  |  |  |  |  |
| Child support maintenance expense | 1,392,132 | 1,465,131 | 1,470,023 | 1,497,064 | 1,526,729 |
| Write-down and impairment of assets | 148,049 | 72,687 | 90,328 | 80,934 | 91,596 |
| Other expenses | 17 | - | - | - | - |
| **Total expenses** | **1,540,198** | **1,537,818** | **1,560,351** | **1,577,998** | **1,618,325** |
| **Income** |  |  |  |  |  |
| **Non-taxation revenue** |  |  |  |  |  |
| Child support maintenance revenue | 1,517,229 | 1,536,735 | 1,560,008 | 1,577,654 | 1,617,980 |
| Competitive neutrality revenue | 14,168 | 13,642 | 15,219 | 17,085 | 18,536 |
| Fees and fines | 8,777 | 9,063 | 9,237 | 9,390 | 9,555 |
| Dividends | 12,387 | 14,268 | 14,067 | 16,459 | 18,265 |
| Other revenue | 152 | - | - | - | - |
| **Total non-taxation revenue** | **1,552,713** | **1,573,708** | **1,598,531** | **1,620,588** | **1,664,336** |
| **Gains** |  |  |  |  |  |
| Reversal of previous impairment | 23,700 | - | - | - | - |
| **Total gains** | **23,700** | **-** | **-** | **-** | **-** |
| **Total income** | **1,576,413** | **1,573,708** | **1,598,531** | **1,620,588** | **1,664,336** |
| **Net contribution by services** | **36,215** | **35,890** | **38,180** | **42,590** | **46,011** |
| **Surplus** | **36,215** | **35,890** | **38,180** | **42,590** | **46,011** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| **Items subject to subsequent reclassification to the net cost of services** |  |  |  |  |  |
| Gain on investment | 8,430 | - | - | - | - |
| **Total comprehensive income** | **44,645** | **35,890** | **38,180** | **42,590** | **46,011** |

Prepared on Australian Accounting Standards basis.

Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash | 660 | 660 | 660 | 660 | 660 |
| Child support receivables | 773,531 | 843,100 | 888,118 | 933,913 | 980,561 |
| Trade and other receivables | 11,165 | 7,679 | 10,083 | 11,583 | 12,684 |
| Investment - Australian Hearing | 57,852 | 57,852 | 57,852 | 57,852 | 57,852 |
| **Total financial assets** | **843,208** | **909,291** | **956,713** | **1,004,008** | **1,051,757** |
| **Total assets** | **843,208** | **909,291** | **956,713** | **1,004,008** | **1,051,757** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Child support and other payables | 27,555 | 27,555 | 27,555 | 27,555 | 27,555 |
| Child support payments received in advance | 17,981 | 17,981 | 17,981 | 17,981 | 17,981 |
| **Total payables** | **45,536** | **45,536** | **45,536** | **45,536** | **45,536** |
| **Provisions** |  |  |  |  |  |
| Child support provisions | 770,507 | 840,814 | 885,830 | 931,624 | 978,272 |
| **Total provisions** | **770,507** | **840,814** | **885,830** | **931,624** | **978,272** |
| **Total liabilities** | **816,043** | **886,350** | **931,366** | **977,160** | **1,023,808** |
| **Net assets/(liabilities)** | **27,165** | **22,941** | **25,347** | **26,848** | **27,949** |

Prepared on Australian Accounting Standards basis.

Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2015-16Actual$'000 | 2016-17Revisedestimate$'000 | 2017-18Forwardestimate$'000 | 2018-19Forwardestimate$'000 | 2019-20Forwardestimate$'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Child support | 1,385,711 | 1,394,824 | 1,425,007 | 1,451,270 | 1,480,081 |
| Fees and fines | 8,642 | 8,856 | 9,030 | 9,183 | 9,348 |
| Competitive neutrality | 13,695 | 15,171 | 14,788 | 16,644 | 18,200 |
| Dividends | 9,609 | 16,087 | 11,956 | 15,262 | 17,362 |
| Other | 1,259 | 439 | 439 | 439 | 439 |
| **Total cash received** | **1,418,916** | **1,435,377** | **1,461,220** | **1,492,798** | **1,525,430** |
| **Cash used** |  |  |  |  |  |
| Child support | 1,383,727 | 1,394,824 | 1,425,007 | 1,451,270 | 1,480,081 |
| Other | 1,603 | 439 | 439 | 439 | 439 |
| **Total cash used** | **1,385,330** | **1,395,263** | **1,425,446** | **1,451,709** | **1,480,520** |
| **Net cash from operating activities** | **33,586** | **40,114** | **35,774** | **41,089** | **44,910** |
| **Net increase/(decrease) in cash held** | **33,586** | **40,114** | **35,774** | **41,089** | **44,910** |
| **Cash at beginning of reporting period** | **475** | **660** | **660** | **660** | **660** |
| **Cash from the official public account** |  |  |  |  |  |
| Special accounts | 1,345,891 | 1,336,102 | 1,365,013 | 1,390,170 | 1,417,769 |
| Appropriations | 49,417 | 58,722 | 59,994 | 61,100 | 62,312 |
| Other | 71 | - | - | - | - |
| ***Total cash from the official public account*** | ***1,395,379*** | ***1,394,824*** | ***1,425,007*** | ***1,451,270*** | ***1,480,081*** |
| **Cash to the official public account** |  |  |  |  |  |
| Special accounts | (1,347,597) | (1,336,102) | (1,365,013) | (1,390,170) | (1,417,769) |
| Appropriations | (48,603) | (58,722) | (59,994) | (61,100) | (62,312) |
| Other | (32,580) | (40,114) | (35,774) | (41,089) | (44,910) |
| ***Total cash to the official public account*** | ***(1,428,780)*** | ***(1,434,938)*** | ***(1,460,781)*** | ***(1,492,359)*** | ***(1,524,991)*** |
| **Cash and cash equivalents at end of reporting period** | **660** | **660** | **660** | **660** | **660** |

Prepared on Australian Accounting Standards basis.

Table 3.11: Schedule of administered capital budget (for the period ended 30 June)

The Department does not have an administered capital budget.

Table 3.12: Statement of administered asset movements (2016-17 Budget year)

The Department does not administer any non-financial assets on behalf of Government.

# Portfolio glossary

| **Term** | **Meaning** |
| --- | --- |
| Activities | The actions/functions performed by agencies to deliver government policies. |
| Available appropriation | The *available appropriation* indicates the total appropriations available to the entity. It includes all appropriations made available to the entity in the year (+/- section 74 transfers, formal reductions, Advance to the Finance Minister and movements of funds). |
| Administered item | Appropriation that consists of funding managed on behalf of the Commonwealth. This funding is not at the discretion of the entity and any unspent appropriation is returned to the Consolidated Revenue Fund at the end of the financial year. An administered item is a component of an administered program. |
| Appropriation | An amount of public money Parliament authorises for spending (i.e. funds to be withdrawn from the Consolidated Revenue Fund). Parliament makes laws for appropriating money under the Supply Acts, Annual Appropriation Acts and under Special Appropriations, with spending restricted to the purposes specified in the Appropriation Acts. |
| Consolidated revenue fund (CRF) | The principal operating fund from which money is drawn to pay for the activities of the government. Section 81 of the Australian Constitution provides that all revenue raised or monies received by the Executive Government forms one consolidated revenue fund from which appropriations are made for the purposes of the Australian Government. |
| Corporate Commonwealth entity | A corporate Commonwealth entity is a Commonwealth entity that is a body corporate. |
| Departmental capital budget (DCB) | Funds proposed in Supply or Appropriation Bill 1/3/5 for the ongoing replacement of minor assets. |
| Departmental item | Resources (assets, liabilities, revenues and expenses) that entity Chief Executive Officers control directly. This includes outsourced activities funded and controlled by the entity. Examples of departmental items include entity running costs, accrued employee entitlements and net appropriations. A departmental item is a component of a departmental program. |
| Expenses not requiring appropriation in the Budget year | Expenses not involving a cash flow impact are generally not included within the calculation of an appropriation. Appropriation funding is not provided in respect of depreciation or amortisation expense. Also no funding is required for goods or services received free of charge that are then expensed. Similarly, bad debts are recognised as an expense but are not recognised for the purpose of calculating administered appropriation amounts to be sought from Parliament. |
| Forward estimates period | The three years following the budget year. For example, if 2016–17 is the budget year, 2017–18 is forward year 1, 2018‑19 is forward year 2 and 2019–20 is forward year 3. This period does not include the current or budget year. |
| General Government Sector (GGS) | A government Finance Statistics’ classification of all entities that are controlled and largely funded by the Commonwealth Government. The GGS provides public services that are mainly non-market in nature and for the collective consumption of the community, or involve the transfer or redistribution of income. These services are largely financed through taxes and other compulsory levies, user charging and external funding. This sector comprises all government departments, offices and some other bodies. |
| Measure | A new policy or savings decision of the government with financial impacts on the government's underlying cash balance; fiscal balance; operating balance; headline cash balance; net debt or net worth. Such proposals are normally made in the context of the annual Budget, and are typically published in Budget Paper No. 2, in the Mid-Year Economic and Fiscal Outlook (MYEFO) and in the Pre-election Economic and Fiscal Outlook (PEFO). |
| Mid-Year Economic and Fiscal Outlook (MYEFO) | Around six months after the Budget, the Government produces the Mid-Year Economic and Fiscal Outlook (MYEFO) report. The report compares estimated expenditure to actual expenditure. MYEFO estimates include any government decisions made since the previous Budget that affected expenses and revenues. MYEFO also updates the budgetary position, including budget aggregates, by incorporating any changes to economic parameters. |
| Non-corporate Commonwealth entity  | Non-corporate Commonwealth entity is a Commonwealth entity that is not a body corporate. |
| Official Public Account (OPA) | The OPA is the government’s central bank account held within the Reserve Bank of Australia. The OPA is the central component of the Consolidated Revenue Fund. |
| Outcome | An outcome is the intended result, consequence or impact of government actions on the Australian community. |
| Outcome statement | An outcome statement articulates the intended results, activities and target group of an Australian Government entity. An outcome statement serves three main purposes within the financial framework: 1. to explain and control the purposes for which annual appropriations are approved by the Parliament for use by agencies; 2. to provide a basis for annual budgeting, including (financial) reporting against the use of appropriated funds; and 3. to measure and assess entity and program (non-financial) performance in contributing to government policy objectives. |
| Portfolio Budget Statements (PB Statements) | Budget related paper detailing budget initiatives and explanations of appropriations specified by outcome and program by each entity within a portfolio. |
| Portfolio Additional Estimates Statements (PAES) | Budget related paper detailing the changes in resourcing by outcome(s) since the Budget which provides information on new measures and their impact on the financial and/or non‑financial planned performance of programs supporting those outcomes. |
| Program | Activity that delivers benefits, services or transfer payments to individuals, industry and/or the community as a whole, with the aim of achieving the intended result specified in an outcome statement. |
| Program support | The entity running costs allocated to a program. This is funded as part of the entity’s departmental appropriations. |
| *Public Governance, Performance and Accountability Act 2013*(PGPA Act) | The PGPA Actcommenced on 1 July 2014*.* It provides a principles based framework for Commonwealth resource management, supported by rules and guidance to assist Commonwealth entities to manage public resources. |
| s 74 retained revenue receipts | Under section 74 of the PGPA Act, non-corporate Commonwealth entities can retain receipts for the amounts prescribed in the PGPA rules. These receipts include:* retained (revenue) receipts and
* retained (repayment) receipts.

Retained (revenue) receipts may increase a non-corporate Commonwealth entity’s most recent annual departmental item appropriation. Such receipts include:* receipts from the provision of departmental goods and services
* amounts that are managed in trust or similar arrangements
* receipts from the sale of minor departmental assets, such as old computers, are disposed of at the end of their useful life.

Retained (repayment) receipts enable an appropriation that was used to make a Commonwealth payment to be re‑credited with an amount received as a repayment of that earlier payment. For example when a supplier is overpaid and the non-corporate Commonwealth entity receives a repayment. |
| s 75 determination | A determination made by the Minister for Finance (Finance Minister) under section 75 of the PGPA Act which details amendments to the Supply or annual Appropriation Acts as a result of a transfer of functions from one entity to another. |
| Supply Act | The Supply Act appropriations are broadly equivalent to 5/12ths of the estimated appropriations, excluding Budget measures. In some cases, the appropriations also provide for a few entities that may have disproportionately high estimated expenditure early in the financial year. The balance of the appropriations including Budget measures for that year will be in the Appropriation Acts (No.1) and (No. 2). |