**Portfolio ADDITIONAL**

**ESTIMATES STATEMENTS 2013-14**

DEFENCE Portfolio

(Department of Veterans' Affairs)

EXPLANATIONS OF ADDITIONAL ESTIMATES 2013-14

ISBN 978-1-877007-94-1

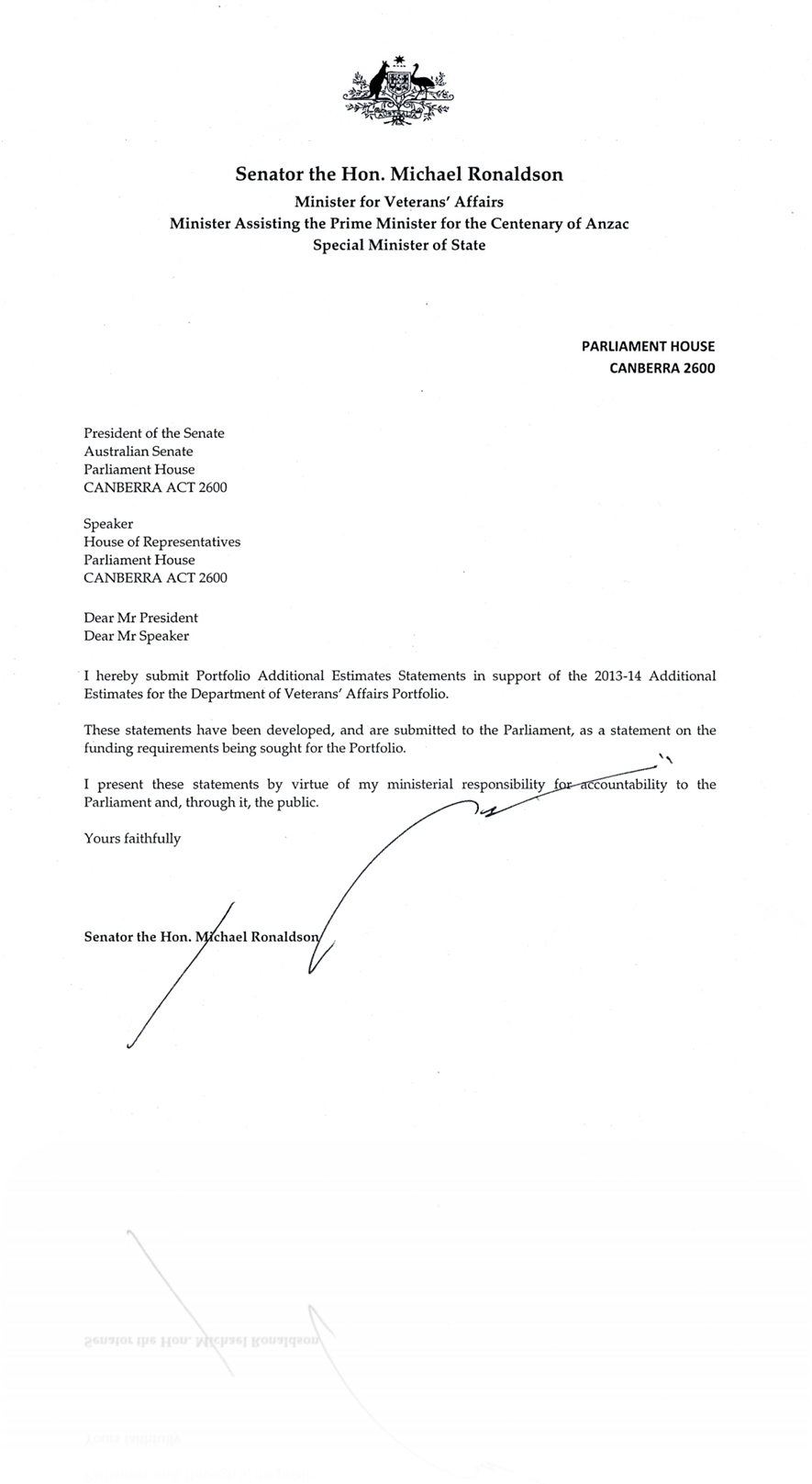


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#### Abbreviations and conventions

The following notation 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nfp not for publication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

$b $ billion

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 Graeme Rochow, Chief Financial Officer, Department of Veterans' Affairs on (02) 6289 6620.

A copy of this document can be located on the Australian Government Budget website at: http://www.budget.gov.au.

User Guide

to the

Portfolio Additional

Estimates Statements

# User Guide

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament and the public of the proposed allocation of resources to Government outcomes by agencies within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Agency Resource Statement to inform Parliament of the revised estimate of the total resources available to an agency, the focus of the PAES is on explaining the changes in resourcing by outcome(s) 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 facilitate understanding of the proposed appropriations in Appropriation Bills (No. 3 and No. 4) 2013-14. 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) 2013-14* 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 update the most recent budget appropriations for agencies within the portfolio.

Structure of the Portfolio Additional Estimates Statements

The PAES are 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 agencies in the portfolio. | |
| Agency additional estimates statements | |
| A statement (under the name of the agency) for each agency affected by Additional Estimates. | |
| Section 1: Agency overview and resources | This section details the total resources available to an agency, the impact of any measures since Budget, and impact on Appropriation Bills No. 3 and No. 4. |
| Section 2: Revisions to outcomes and planned performance | This section details **changes** to government outcomes and/or **changes** to the planned performance of agency programs. |
| Section 3: Explanatory tables and budgeted financial statements | This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements. |
| Glossary | Explains key terms relevant to the portfolio. |

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Portfolio Overview

Portfolio Overview

### Minister and Portfolio Responsibilities

There has been no change in the Department’s role, planned outcomes or programs structure since the 2013-14 Portfolio Budget Statements. A full outline of the Department of Veterans' Affairs (DVA) Portfolio Overview can be found in the 2013-14 Portfolio Budget Statement.

The portfolio is seeking, for the Department of Veterans' Affairs, net additional funding of   
$75.4 million, including $72.1 million for administered expenses and $3.3 million equity injection for departmental. The new appropriation funding of $12,522.6 million being sought will provide the Department with $12,205.6 million in administered expenses and $317.0 million in total departmental expenses.

No additional funding is being sought for the Australian War Memorial.

Figure 1: Department of Veterans' Affairs Portfolio Structure and Outcomes

**Department of Veterans’ Affairs**

**Secretary: Simon Lewis PSM**

*Outcome 1*: Maintain and enhance the financial wellbeing and self-sufficiency of eligible persons and their dependants through access to income support, compensation, and other support services, including advice and information about entitlements.

*Outcome 2*: Maintain and enhance the physical wellbeing and quality of life of eligible persons and their dependants through health and other care services that promote early intervention, prevention and treatment, including advice and information about health service entitlements.

*Outcome 3*: Acknowledgement and commemoration of those who served Australia and its allies in wars, conflicts and peace operations through promoting recognition of service and sacrifice, preservation of Australia’s wartime heritage, and official commemorations.

**Australian War Memorial**

**Director: The Hon. Dr Brendan Nelson**

*Outcome 1*: Australians remembering, interpreting and understanding the Australian experience of war and its enduring impact through maintaining and developing the national memorial, its collection and exhibition of historical material, commemorative ceremonies and research.

Minister

**Senator the Hon. Michael Ronaldson MP**

Minister for Veterans’ Affairs

Special Minister of State

Minister Assisting the Prime Minister for the Centenary of Anzac

**Portfolio Resources**

Table 1 shows for those agencies reporting in the Portfolio Additional Estimates Statements the additional resources provided to the portfolio in the 2013-14 budget year, by agency.

Table 1: Portfolio resources 2013-14

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Appropriation | | | Receipts | Total |
|  | Bill No. 3 | Bill No. 4 | Special |  |  |
|  | $m | $m | $m | $m | $m |
| **Department of Veterans' Affairs** |  |  |  |  |  |
| Administered appropriations | 7.1 | - | 65.0 | - | 72.1 |
| Departmental appropriations | .. | 3.3 | - | - | 3.3 |
| **Total:** | **7.1** | **3.3** | **65.0** | **-** | **75.4** |
|  |  |  |  |  |  |
| **Australian War Memorial** |  |  |  |  |  |
| Departmental appropriations | - | - | - | - | - |
| **Total:** | **-** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Portfolio Total** | **7.1** | **3.3** | **65.0** | **-** | **75.4** |
|  |  |  |  |  |  |
|  | **Resources available within the portfolio:** | | | | **75.4** |

DVA

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DVA

Department of Veterans' Affairs

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DVA

Department of Veterans' Affairs

## Section 1: Agency Overview and Resources

1.1 Strategic Direction

The Department of Veterans' Affairs (DVA) supports those who serve or have served in defence of our nation and commemorates their service and sacrifice. DVA provides a range of programs and services to veterans, war widow/ers, serving members, former defence force members and their families and eligible members of the Australian Federal Police who have served overseas.

There has been no change in the Department’s role, planned outcomes or programs structure since the 2013-14 Portfolio Budget Statements. However, a new strategic plan has recently been released, *DVA Towards 2020*. This plan focuses on three clear strategic approaches: to be client-focused, responsive and connected. These strategies provide the framework for DVA to achieve its vision of being a responsive and flexible organisation, efficiently delivering high quality, connected services to our clients.

Administered expenses

The additional administered funding of $72.1 million is required for new measures and other estimate variations as set out in Table 1.1, 1.2, 1.3 and 1.4, pages 12 to 21.

Departmental expenses

The additional departmental funding of $3.3 million is required for new measures and other estimate variations as set out in Table 1.1, 1.2, 1.3 and 1.4, pages 12 to 21.

1.2 Agency Resource Statement

The Agency Resource Statement details the resourcing for the Department of Veterans' Affairs at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2013-14 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

Table 1.1: Department of Veterans' Affairs Resource Statement   
Additional Estimates for 2013-14 as at Additional Estimates February 2014

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  | Estimate |  | Proposed |  | Total | Total |
|  |  |  |  | as at | + | Additional | = | estimate at | available |
|  |  |  |  | Budget |  | Estimates |  | Additional | appropriation |
|  |  |  |  |  |  |  |  | Estimates |  |
|  |  |  |  | 2013-14 |  | 2013-14 |  | 2013-14 | 2012-13 |
|  |  |  |  | $'000 |  | $'000 |  | $'000 | $'000 |
| **Ordinary annual services1** | | |  |  |  |  |  |  |  |
| **Departmental** | | |  |  |  |  |  |  |  |
|  | Prior year departmental appropriation2 | |  | 23,277 |  | - |  | 23,277 | - |
|  | Departmental appropriation3 | |  | 303,330 |  | 48 |  | 303,378 | 299,392 |
|  | s31 Relevant agency receipts4 | |  | 9,290 |  | 452 |  | 9,742 | 9,219 |
|  | **Total** | |  | **335,897** |  | **500** |  | **336,397** | **308,611** |
|  |  |  |  |  |  |  |  |  |  |
| **Administered expenses** | | |  |  |  |  |  |  |  |
|  | Outcome 1 | |  | 37,342 |  | 2,077 |  | 39,419 | 38,182 |
|  | Outcome 2 | |  | 7,415 |  | - |  | 7,415 | 6,957 |
|  | Outcome 3 | |  | 62,545 |  | 5,064 |  | 67,609 | 41,099 |
|  | Payments to CAC Act Bodies | |  | 49,330 |  | - |  | 49,300 | 39,398 |
|  | **Total** | |  | **156,632** |  | **7,141** |  | **163,773** | **125,636** |
| **Total ordinary annual services** | | | A | **492,529** |  | **7,641** |  | **500,170** | **434,247** |
| **Other services**5 | | |  |  |  |  |  |  |  |
| **Administered expenses** | | |  |  |  |  |  |  |  |
|  | **Administered non-operating** | |  |  |  |  |  |  |  |
|  |  | Payments to CAC Act bodies - |  |  |  |  |  |  |  |
|  |  | non-operating |  | 25,265 |  | - |  | 25,265 | 11,125 |
|  | **Total** | |  | **25,265** |  | **-** |  | **25,265** | **11,125** |
|  |  |  |  |  |  |  |  |  |  |
| **Departmental non-operating** | | |  |  |  |  |  |  |  |
|  | Equity injections | |  | 10,325 |  | 3,281 |  | 13,606 | 7,296 |
|  | **Total** | |  | **10,325** |  | **3,281** |  | **13,606** | **7,296** |
| **Total other services** | | | B | **35,590** |  | **3,281** |  | **38,871** | **18,421** |
| **Total available annual appropriations** | | |  | **528,119** |  | **10,922** |  | **539,041** | **452,668** |
|  |  |  |  |  |  |  |  | Continued on next page | |

Table 1.1: Department of Veterans' Affairs Resource Statement – Additional Estimates for 2013-14 as at Additional Estimates February 2014 (continued)

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  | Estimate |  | Proposed |  | Total | Total |
|  |  |  |  |  | as at | + | Additional | = | estimate at | available |
|  |  |  |  |  | Budget |  | Estimates |  | Additional | appropriation |
|  |  |  |  |  |  |  |  |  | Estimates |  |
|  |  |  |  |  | 2013-14 |  | 2013-14 |  | 2013-14 | 2012-13 |
|  |  |  |  |  | $'000 |  | $'000 |  | $'000 | $'000 |
| **Special appropriations** | | |  |  |  |  |  |  |  |  |
| **Special appropriations limited by criteria/entitlement** | | |  |  |  |  |  |  |  |  |
|  |  | **Outcome 1** |  |  |  |  |  |  |  |  |
|  |  | *Papua New Guinea (Members of the Forces Benefits) Act 1957* |  |  | 70 |  | - |  | 70 | 56 |
|  |  | *Veterans' Entitlements Act 1986 (VEA)* |  |  | 6,239,199 |  | (39,759) |  | 6,199,440 | 6,163,985 |
|  |  | *Defence Service Homes Act 1918* |  |  | 1,426 |  | 321 |  | 1,747 | 2,148 |
|  |  | *Safety, Rehabilitation and Compensation Act 1988* |  |  | 126,843 |  | 12,865 |  | 139,708 | 128,423 |
|  |  | *Military Rehabilitation and Compensation Act 2004* |  |  | 158,049 |  | 34,080 |  | 192,129 | 151,644 |
|  |  | **Total Outcome 1** |  |  | **6,525,587** |  | **7,507** |  | **6,533,094** | **6,446,256** |
|  |  | **Outcome 2** |  |  |  |  |  |  |  |  |
|  |  | *Veterans' Entitlements Act 1986 (VEA)* |  |  | 5,361,449 |  | 53,212 |  | 5,414,661 | 5,292,129 |
|  |  | *Safety, Rehabilitation and Compensation Act 1988* |  |  | 37,876 |  | 1,307 |  | 39,183 | 37,535 |
|  |  | *Military Rehabilitation and Compensation Act 2004* |  |  | 26,467 |  | 2,786 |  | 29,253 | 24,717 |
|  |  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* |  |  | 274 |  | 146 |  | 420 | 641 |
|  |  | **Total Outcome 2** |  |  | **5,426,066** |  | **57,451** |  | **5,483,517** | **5,355,022** |
| **Total special appropriations** | | |  | C | **11,951,653** |  | **64,958** |  | **12,016,611** | **11,801,278** |
| **Total appropriations excluding** | | |  |  |  |  |  |  |  |  |
| **Special Accounts** | | |  |  | **12,479,772** |  | **75,880** |  | **12,555,652** | **12,253,946** |
|  |  |  |  |  |  |  |  |  | Continued on next page | |
|  |  |  |  |  |  |  |  |  |  |  |

Table 1.1: Department of Veterans' Affairs Resource Statement – Additional Estimates for 2013-14 as at Additional Estimates February 2014 (continued)

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  | Estimate |  | Proposed |  | Total | Total |
|  |  |  |  | as at | + | Additional | = | estimate at | available |
|  |  |  |  | Budget |  | Estimate |  | Additional Estimates | appropriation |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  | 2013-14 |  | 2013-14 |  | 2013-14 | 2012-13 |
|  |  |  |  | $'000 |  | $'000 |  | $'000 | $'000 |
| **Special Accounts** | | |  |  |  |  |  |  |  |
|  |  | Opening balance6 |  | 1,062 |  | 813 |  | 1,875 | 1,550 |
|  |  | Appropriation Receipts7 |  | 120 |  | - |  | 120 | 120 |
|  |  | Non-Appropriation receipts to |  |  |  |  |  |  |  |
|  |  | Special Accounts |  | 48,547 |  | (4,767) |  | 43,780 | 49,530 |
| **Total Special Account** | | | **D** | **49,729** |  | **(3,954)** |  | **45,775** | **51,200** |
| **Total resourcing** | | |  | **12,529,501** |  | **71,926** |  | **12,601,427** | **12,305,146** |
| A+B+C+D | | |  |  |  |  |  |  |  |
| Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations | | |  | 74,715 |  | - |  | 74,685 | 50,643 |
| **Total net resourcing for DVA** | | |  | **12,454,786** |  | **71,926** |  | **12,526,742** | **12,254,503** |

1. Appropriation Bill (No. 1 & 3) 2013-14.
2. Estimated adjusted balance carried from previous year for annual appropriations.
3. Includes an amount of $14.1m in 2013-14 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributed by owners'.
4. Section 31 Relevant Agency receipts – estimate.
5. Appropriation Bill (No. 2 & 4) 2013-14.
6. Estimated opening balance for special accounts (less ‘Special Public Money’ held in accounts like Services for other Government and Non‑agency Bodies accounts (SOG), or Services for Other Entities and Trust Moneys Special accounts (SOETM). For further information on special accounts see Table 3.1.1.
7. Receipts credited into DSHIS special account included in total departmental appropriation. For further information, see Table 3.1.1. (Note: Non-appropriation receipts other than those of the DSHIS special account are excluded as these represent Special Public Monies).

Reader note: All figures are GST exclusive.

Table 1.1: Department of Veterans' Affairs Resource Statement – Additional Estimates for 2013-14 as at Additional Estimates February 2014 (continued)  
  
Third Party Payments from and on behalf of other agencies

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Receipts received from the Department of Defence for the provision of | | Estimate |  | Estimate at |
| at Budget |  | Additional |
|  |  | Estimates |
| 2013-14 |  | 2013-14 |
| $'000 |  | $'000 |
|  |  |  |
|  | services (disclosed above within Departmental s31) | 5,838 |  | 6,300 |
|  |  |  |  |  |
| Payments made to CAC Act bodies within the Portfolio | |  |  |  |
|  | Australian War Memorial - Bill 1 | 49,330 |  | 49,300 |
|  | Australian War Memorial - Bill 2 | 25,265 |  | 25,258 |
|  |  |  |  |  |
| Payments made on behalf of Department of Social Services | |  |  |  |
|  | *Social Security (Administration) Act 1999* | 57,407 |  | 56,685 |
|  |  |  |  |  |
| Payments made on behalf of Department of Social Services | |  |  |  |
|  | *A New Tax System (Family Assistance)(Administration) Act 1999* | 1,300 |  | 1,228 |
|  |  |  |  |  |
| Payments made on behalf of Department of Social Services | |  |  |  |
|  | for the provision of services | 195 |  | 185 |
| Payments made by the Department of Human Services (DHS) on behalf of DVA | |  |  |  |
|  | *Veterans' Entitlements Act 1986*, | 4,046,737 |  | 4,046,737 |
|  | *Military Rehabilitation and Compensation Act 2004 and* | 16,587 |  | 21,465 |
|  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | 274 |  | 420 |
| Payments made to DHS for processing payment of health care | |  |  |  |
|  | provider treatment accounts and the provision of IT services. | 35,339 |  | 31,084 |

1.3 Agency Measure Table

Table 1.2 summarises new Government measures taken since the 2013-14 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Agency 2013-14 Measures since Budget

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 |
| **Expense Measures** | |  |  |  |  |  |
| **Outcome 1** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Fraud Prevention and Compliance - increase compliance of customers with earned income1 | | 1.1 |  |  |  |  |
|  | Administered expenses |  | - | (353) | (657) | (781) |
|  | Departmental expenses |  | - | 133 | 134 | 135 |
| **Total** | |  | **-** | **(220)** | **(523)** | **(646)** |
|  |  |  |  |  |  |  |
| Building Excellence in Support and Training - restore funding 3 | | 1.4 |  |  |  |  |
|  | Administered expenses |  | - | 983 | 999 | 1,018 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **-** | **983** | **999** | **1,018** |
|  |  |  |  |  |  |  |
| Training and Information Programme - additional funding | | 1.4 |  |  |  |  |
|  | Administered expenses |  | 230 | 234 | 238 | 242 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **230** | **234** | **238** | **242** |
|  |  |  |  |  |  |  |
| Repeal of the Minerals Resource Rent Tax - cessation of certain social security payments1 | | 1.5 |  |  |  |  |
|  | Administered expenses |  | (124) | (238) | (212) | (182) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **(124)** | **(238)** | **(212)** | **(182)** |
|  |  |  |  |  |  |  |
|  | **Total Outcome 1** |  |  |  |  |  |
|  | Administered |  | 106 | 626 | 368 | 297 |
|  | Departmental |  | - | 133 | 134 | 135 |
|  | **Total** |  | **106** | **759** | **502** | **432** |
|  |  |  |  |  | Continued on next page | |
| Prepared on a Government Financial Statistics (fiscal) basis | | | | |  |  |

Table 1.2: Agency 2013-14 Measures since Budget (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |
| **Outcome 2** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Medicare Benefits Schedule - new and amended listings 2 | | 2.1 |  |  |  |  |
|  | Administered expenses |  | 28 | 136 | 145 | 158 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **28** | **136** | **145** | **158** |
|  |  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme- new and amended listings 2 | | 2.1 & 2.3 |  |  |  |  |
|  | Administered expenses |  | 12,707 | 15,385 | 17,256 | 19,233 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **12,707** | **15,385** | **17,256** | **19,233** |
|  |  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme - new and amended listings 2 | | 2.3 |  |  |  |  |
|  | Administered expenses |  | 345 | (302) | (104) | (47) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **345** | **(302)** | **(104)** | **(47)** |
|  |  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme - price amendments2 | | 2.3 |  |  |  |  |
|  | Administered expenses |  | 19 | 38 | 34 | 35 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **19** | **38** | **34** | **35** |
|  |  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme - simplified price disclosure2 | | 2.3 |  |  |  |  |
|  | Administered expenses |  | - | (9,944) | (11,978) | (8,102) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **-** | **(9,944)** | **(11,978)** | **(8,102)** |
|  |  |  |  |  | Continued on next page | |
| Prepared on a Government Financial Statistics (fiscal) basis | | | | |  |  |

Table 1.2: Agency 2013-14 Measures since Budget (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |
| Pharmaceutical Benefits Scheme - price changes2 | | 2.3 |  |  |  |  |
|  | Administered expenses |  | 455 | 521 | 518 | 534 |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **455** | **521** | **518** | **534** |
|  |  |  |  |  |  |  |
| Living Longer, Living Better - improved consistency in leave arrangements for residential care2 | | 2.4 |  |  |  |  |
|  | Administered expenses |  | (633) | (1,329) | (1,402) | (1,469) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **(633)** | **(1,329)** | **(1,402)** | **(1,469)** |
|  |  |  |  |  |  |  |
| Living Longer, Living Better - homeless supplement2 | | 2.4 |  |  |  |  |
|  | Administered expenses |  | 669 | 1,061 | 1,200 | 1,299 |
|  | Departmental expenses |  | 78 | - | - | - |
| **Total** | |  | **747** | **1,061** | **1,200** | **1,299** |
|  |  |  |  |  |  |  |
| Training and Information Programme - additional funding | | 2.4 |  |  |  |  |
|  | Administered expenses |  | (230) | (234) | (238) | (242) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **(230)** | **(234)** | **(238)** | **(242)** |
|  |  |  |  |  |  |  |
| Saluting Their Service programme - additional funding | | 2.4 |  |  |  |  |
|  | Administered expenses |  | (300) | (305) | (310) | (316) |
|  | Departmental expenses |  | - | - | - | - |
| **Total** | |  | **(300)** | **(305)** | **(310)** | **(316)** |
|  | **Total Outcome 2** |  |  |  |  |  |
|  | Administered |  | 13,060 | 5,027 | 5,121 | 11,083 |
|  | Departmental |  | 78 | - | - | - |
|  | **Total** |  | **13,138** | **5,027** | **5,121** | **11,083** |
|  |  |  |  |  | Continued on next page | |
|  |  |  |  |  |  |  |
| Prepared on a Government Financial Statistics (fiscal) basis | | | | |  |  |

Table 1.2: Agency 2013-14 Measures since Budget (continued)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |  |
|  |  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  |  | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |  |
|  | **Outcome 3** | |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| Anzac Centenary Programme 2014-18 - Anzac Interpretive Centre Albany - additional funding | | 3 | 3.1 |  |  |  |  |
|  | Administered expenses |  |  | 1,000 | - | - | - |
|  | Departmental expenses |  |  | - | - | - | - |
| **Total** | |  |  | **1,000** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| Anzac Centenary Local Grants programme - additional funding | | 3 | 3.1 |  |  |  |  |
|  | Administered expenses |  |  | 3,750 | - | - | - |
|  | Departmental expenses |  |  | - | - | - | - |
| **Total** | |  |  | **3,750** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| Avenue of Honour Memorial - contribution | |  | 3.1 |  |  |  |  |
|  | Administered expenses |  |  | 50 | - | - | - |
|  | Departmental expenses |  |  | - | - | - | - |
| **Total** | |  |  | **50** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| Saluting Their Service programme - additional funding | |  | 3.1 |  |  |  |  |
|  | Administered expenses |  |  | 300 | 305 | 310 | 316 |
|  | Departmental expenses |  |  | - | - | - | - |
| **Total** | |  |  | **300** | **305** | **310** | **316** |
|  |  |  |  |  |  |  |  |
|  | **Total Outcome 3** |  |  |  |  |  |  |
|  | Administered |  |  | **5,100** | **305** | **310** | **316** |
|  | Departmental |  |  | **-** | **-** | **-** | **-** |
|  | **Total** |  |  | **5,100** | **305** | **310** | **316** |
|  |  |  |  |  |  |  |  |
|  | **Total Expense Measures** |  |  |  |  |  |  |
|  | Administered |  |  | 18,266 | 5,958 | 5,799 | 11,696 |
|  | Departmental |  |  | 78 | 133 | 134 | 135 |
|  | **Total** |  |  | **18,344** | **6,091** | **5,933** | **11,831** |

1. The lead agency for this measure is the Department of Social Services. The full measure description and package details appear in Mid Year Economic and Fiscal Outlook (MYEFO).
2. The lead agency for this measure is the Department of Health. The full measure description and package details appear in Mid Year Economic and Fiscal Outlook (MYEFO).
3. The lead agency for this measure is the Department of Veterans’ Affairs. The full measure description and package details appear in Mid Year Economic and Fiscal Outlook (MYEFO).

1.4 Additional Estimates and Variations

The following tables detail the changes to the resourcing for Department of Veterans' Affairs at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2013-14 Budget in Appropriation Bills No. 3 and No. 4. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

**Table 1.3: Additional estimates and variations to outcomes from measures since   
2013-14 Budget**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | impacted | ($'000) | ($'000) | ($'000) | ($'000) |
| **Outcome 1** | | |  |  |  |  |  |
| Increase in estimates (administered) | | |  |  |  |  |  |
|  | Building Excellence in Support and Training - restore funding | | 1.4 | - | 983 | 999 | 1,018 |
|  | Training and Information Programme - additional funding | | 1.4 | 230 | 234 | 238 | 242 |
| Decrease in estimates (administered) | | |  |  |  |  |  |
|  | Repeal of the Minerals Resource Rent Tax - cessation of certain social security payments | | 1.5 | (124) | (238) | (212) | (182) |
| **Net impact on estimates** | | |  |  |  |  |  |
|  | **for Outcome 1 (administered)** | |  | **106** | **979** | **1,025** | **1,078** |
| Increase in estimates (Departmental) | | |  |  |  |  |  |
|  | Superannuation reforms extending the normal deeming rules to new superannuation account-based income streams | | 1.1 | 3,838 | (126) | - | - |
| **Net impact on estimates** | | |  |  |  |  |  |
|  | **for Outcome 1 (Departmental)** | |  | **3,838** | **(126)** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Outcome 2** | | |  |  |  |  |  |
| Decrease in estimates (administered) | | |  |  |  |  |  |
|  | Funds transferred from Veterans' Community Care and Support to Saluting Their Service | | 2.4 | (530) | (539) | (548) | (558) |
| **Net impact on estimates** | | |  |  |  |  |  |
|  | **for Outcome 2 (administered)** | |  | **(530)** | **(539)** | **(548)** | **(558)** |
|  |  |  |  |  |  |  |  |
| **Outcome 3** | | |  |  |  |  |  |
| Increase in estimates (administered) | | |  |  |  |  |  |
|  | Avenue of Honour Memorial - contribution | | 3.1 | 50 | - | - | - |
|  | Anzac Centenary Programme 2014-18 - Anzac Interpretive Centre Albany - additional funding | | 3.1 | 1,000 | - | - | - |
|  | Saluting Their Service programme - additional funding | | 3.1 | 300 | 305 | 310 | 316 |
|  | Anzac Centenary Local Grants programme - additional funding | | 3.1 | 3,750 | - | - | - |
| **Net impact on estimates** | | |  |  |  |  |  |
|  | **for Outcome 3 (administered)** | |  | **5,100** | **305** | **310** | **316** |
| **Decisions taken but not yet** | | |  |  |  |  |  |
| **announced** | | |  |  |  |  |  |
| Prepared on a Government Financial Statistics (fiscal) basis | | | | | | | |

**Table 1.4: Additional estimates and variations to outcomes from other variations**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Program | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | impacted | ($'000) | ($'000) | ($'000) | ($'000) |
| **Outcome 1** | | | 1.1-1.6 |  |  |  |  |
| Decrease in estimates (administered) | | |  |  |  |  |  |
|  | Changes in price and wage indices | |  | (18) | (124) | (162) | (189) |
| Increase in estimates (administered) | | |  |  |  |  |  |
|  | Change in beneficiary composition or average rates | |  | 1,988 | 2,972 | 3,808 | 4,518 |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 1 (administered)1 | |  | **1,970** | **2,848** | **3,646** | **4,329** |
| Decrease in estimates (departmental) | | |  |  |  |  |  |
|  | Changes in price & wage indices | |  | (140) | (414) | (673) | (805) |
|  | Application of efficiency dividend | |  | - | (1,424) | (3,140) | (4,856) |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 1 (departmental) | |  | **(140)** | **(1,838)** | **(3,813)** | **(5,661)** |
|  |  |  |  |  |  |  |  |
| **Outcome 2** | | | 2.1-2.6 |  |  |  |  |
| Increase in estimates (administered) | | |  |  |  |  |  |
|  | Change in beneficiary composition or average rates | |  | 72 | 54 | 67 | 55 |
| Decrease in estimates (administered) | | |  |  |  |  |  |
|  | Changes in price and wage indices | |  | (1) | (17) | (32) | (33) |
|  | Self balancing transfers between same year | |  | (22) | (79) | (63) | (59) |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 2 (administered)1 | |  | **49** | **(42)** | **(28)** | **(37)** |
| Decrease in estimates (departmental) | | |  |  |  |  |  |
|  | Changes in price & wage indices | |  | (123) | (363) | (596) | (719) |
|  | Application of efficiency dividend | |  | - | (1,249) | (2,777) | (4,329) |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 2 (departmental) | |  | **(123)** | **(1,612)** | **(3,373)** | **(5,048)** |
|  |  |  |  |  |  |  |  |
| **Outcome 3** | | | 3.1-3.2 |  |  |  |  |
| Decrease in estimates (administered) | | |  |  |  |  |  |
|  | Change in price and wage indices | |  | (36) | (141) | (118) | (119) |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 3 (administered) | |  | **(36)** | **(141)** | **(118)** | **(119)** |
| Decrease in estimates (departmental) | | |  |  |  |  |  |
|  | Changes in price & wage indices | |  | (22) | (63) | (94) | (113) |
|  | Application of efficiency dividend | |  | - | (214) | (440) | (682) |
| Net impact on estimates | | |  |  |  |  |  |
|  | for Outcome 3 (departmental) | |  | **(22)** | **(277)** | **(534)** | **(795)** |
|  |  |  |  |  |  |  |  |

1. Excludes movements in liability provision for the Safety, Rehabilitation and Compensation and Military Rehabilitation and Compensation Schemes.

1.5 Breakdown of additional estimates by appropriation bill

The following tables detail the Additional Estimates sought for the Department of Veterans' Affairs through Appropriation Bills No. 3 and No. 4.

Table 1.5: Appropriation Bill (No. 3) 2013-14

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | 2012-13 | 2013-14 | 2013-14 | Additional | Reduced |
|  |  | Available | Budget | Revised | Estimates | Estimates |
|  |  | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| **ADMINISTERED ITEMS** | |  |  |  |  |  |
| Outcome 1 | | 37,319 | 37,342 | 39,419 | 2,077 | - |
| Outcome 2 | | 6,887 | 7,415 | 6,956 | - | (459) |
| Outcome 3 | | 31,606 | 62,545 | 67,609 | 5,064 | - |
| **Total** | | **75,812** | **107,302** | **113,984** | **7,141** | **(459)** |
|  |  |  |  |  |  |  |
| **DEPARTMENTAL PROGRAMS** | |  |  |  |  |  |
| Outcome 1 | | 149,699 | 149,166 | 149,364 | 198 | - |
| Outcome 2 | | 127,737 | 130,944 | 130,839 | - | (105) |
| Outcome 3 | | 21,956 | 23,220 | 23,175 | - | (45) |
| **Total** | | **299,392** | **303,330** | **303,378** | **198** | **(150)** |
|  |  |  |  |  |  |  |
| **Total administered and** | |  |  |  |  |  |
|  | **departmental** | **375,204** | **410,632** | **417,362** | **7,339** | **(609)** |

Table 1.6: Appropriation Bill (No. 4) 2013-14

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2012-13 | 2013-14 | 2013-14 | Additional | Reduced |
|  | Available | Budget | Revised | Estimates | Estimates |
|  | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| **Non-operating** |  |  |  |  |  |
| Equity injections | 7,296 | 10,325 | 13,606 | 3,281 | - |
| **Total non-operating** | **7,296** | **10,325** | **13,606** | **3,281** | **-** |
|  |  |  |  |  |  |
| **Total Departmental** | **7,296** | **10,325** | **13,606** | **3,281** | **-** |

Section 2: Revisions to agency resources and planned performance

2.1 Resources and Performance Information

There has been no change in the Department’s role, planned outcomes or programs structure since the 2013-14 Portfolio Budget Statements. Therefore, the objectives, deliverables and targets have not been altered. Complete details of the Department’s resources and performance information can be found in the 2013-14 Portfolio Budget Statements.

Outcome 1 Budgeted Expenses and Resources

Table 2.1 provides an overview of the total expenses for Outcome 1, by program.

Table 2.1: Budgeted Expenses and Resources for Outcome 1

|  |  |  |  |
| --- | --- | --- | --- |
| **Outcome 1**: Maintain and enhance the financial wellbeing and self sufficiency of eligible persons and their dependants through access to income support, compensation, and other support services, including advice and information about entitlements. | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 1.1: Veterans' Income Support and Allowances** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 2,804,110 | 2,798,349 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 50,079 | 48,852 |
|  | Expenses not requiring appropriation in the Budget year2 | 5,591 | 4,485 |
|  | **Total for Program 1.1** | **2,859,780** | **2,851,686** |
|  |  |  |  |
| **Program 1.2: Veterans' Disability Support** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 10,574 | 12,092 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 1,524,687 | 1,550,442 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 41,112 | 38,572 |
|  | Expenses not requiring appropriation in the Budget year2 | 4,590 | 3,697 |
|  | **Total for Program 1.2** | **1,580,963** | **1,604,803** |
|  |  | Continued on next page | |

Table 2.1: Budgeted Expenses and Resources for Outcome 1 (continued)

|  |  |  |  |
| --- | --- | --- | --- |
| **Outcome 1:** | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 1.3: Assistance to Defence Widow/ers and Dependants** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 1,838,925 | 1,833,902 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 11,135 | 10,491 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,243 | 1,005 |
|  | **Total for Program 1.3** | **1,851,303** | **1,845,398** |
|  |  |  |  |
| **Program 1.4: Assistance and Other Compensation for Veterans and Dependants** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 6,621 | 7,398 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 25,555 | 22,754 |
| Departmental Expenses | |  |  |
|  | Special Accounts3 | 33,390 | 33,548 |
|  | Departmental appropriation1 | 13,848 | 18,282 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,519 | 1,263 |
|  | **Total for Program 1.4** | **80,933** | **83,245** |
|  |  |  |  |
| **Program 1.5: Veterans' Children Education Scheme** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 15,571 | 15,954 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 2,697 | 2,501 |
|  | Expenses not requiring appropriation in the Budget year2 | 301 | 240 |
|  | **Total for Program 1.5** | **18,569** | **18,695** |
|  |  | Continued on next page | |

Table 2.1: Budgeted Expenses and Resources for Outcome 1 (continued)

|  |  |  |  |
| --- | --- | --- | --- |
| **Outcome 1:** | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 1.6: Military Rehabilitation and Compensation Acts Payments - Income Support and Compensation** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 3,466 | 3,954 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 277,700 | 331,821 |
|  | Special Accounts | 656 | 510 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 32,083 | 30,492 |
|  | Expenses not requiring appropriation in the Budget year2 | 3,582 | 2,898 |
|  | **Total for Program 1.6** | **317,487** | **369,675** |
| **Program 1.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Income Support and Compensation** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | - | - |
|  | Expenses not requiring appropriation in the Budget year | (157,300) | 77,900 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | - | - |
|  | Expenses not requiring appropriation in the Budget year2 | - | - |
|  | **Total for Program 1.7** | **(157,300)** | **77,900** |
|  |  |  |  |
| **Outcome 1 Totals by appropriation type** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 36,232 | 39,398 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 6,470,977 | 6,537,268 |
|  | Special Accounts | 656 | 510 |
|  | Expenses not requiring appropriation in the Budget year | (157,300) | 77,900 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 150,954 | 149,190 |
|  | Expenses not requiring appropriation in the Budget year2 | 16,826 | 13,588 |
|  | Special Accounts3 | 33,390 | 33,548 |
| **Total Expenses for Outcome 1** | | **6,551,735** | **6,851,402** |
|  |  | 2012-13 | 2013-14 |
| **Average Staffing Level (number)** | | 1,008 | 988 |
|  |  |  |  |

1. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Revenue from independent sources (s31)’.
2. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense and Audit Fees.
3. DSHIS expenses (Section 3, Table 3.1.1 and Table 3.2.1c refers).

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

Program 1.1: Veterans' Income Support and Allowances  
  
Program 1.1: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Income support pensions | 2,774,983 | 2,766,992 | 2,664,896 | 2,599,119 | 2,542,098 |
|  |  | Other allowances | 29,127 | 31,357 | 30,200 | 29,555 | 28,923 |
|  | Program support | | 50,079 | 48,852 | 46,721 | 44,872 | 44,107 |
|  | Expenses not requiring appropriation in the Budget year | | 5,591 | 4,485 | 4,567 | 4,570 | 4,547 |
| **Total program expenses** | | | **2,859,780** | **2,851,686** | **2,746,384** | **2,678,116** | **2,619,675** |

Program 1.2: Veterans' Disability Support  
  
Program 1.2: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual Administered Expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Medical examinations, fares and expenses | 9,893 | 11,302 | 12,031 | 12,796 | 13,628 |
|  |  | Repayments of maintenance deductions | - | 71 | 71 | 71 | 71 |
|  |  | Vehicle Assistance Scheme | 681 | 719 | 716 | 716 | 716 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Disability pensions | 1,521,838 | 1,547,827 | 1,543,366 | 1,544,494 | 1,545,805 |
|  |  | Loss of earnings | 448 | 501 | 523 | 550 | 577 |
|  |  | Recreation transport allowance | 2,401 | 2,114 | 1,832 | 1,594 | 1,390 |
| Program support | | | 41,112 | 38,572 | 37,373 | 36,375 | 35,834 |
| Expenses not requiring appropriation in the Budget year | | | 4,590 | 3,697 | 3,766 | 3,769 | 3,751 |
| **Total program expenses** | | | **1,580,963** | **1,604,803** | **1,599,678** | **1,600,365** | **1,601,772** |

Program 1.3: Assistance to Defence Widow/ers and Dependants  
  
Program 1.3: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | War & Defence Widows pension | 1,838,925 | 1,833,902 | 1,772,521 | 1,714,961 | 1,637,232 |
| Program support | | | 11,135 | 10,491 | 10,164 | 9,892 | 9,745 |
| Expenses not requiring appropriation in the Budget year | | | 1,243 | 1,005 | 1,024 | 1,025 | 1,020 |
| **Total program expenses** | | | **1,851,303** | **1,845,398** | **1,783,709** | **1,725,878** | **1,647,997** |

Program 1.4: Assistance and Other Compensation for Veterans and Dependants  
  
Program 1.4: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Compensation and Legal Expenses | 1,560 | 1,848 | 1,592 | 1,583 | 1,613 |
|  |  | Defective Administration | 383 | 350 | 140 | 140 | 99 |
|  |  | Payments to ESOs (BEST & TIP) | 3,649 | 4,014 | 4,987 | 4,988 | 5,083 |
|  |  | Veterans' Access to Community Information | 966 | 1,108 | 1,104 | 1,098 | 1,117 |
|  |  | Ex Gratia payments | - | - | - | - | - |
|  |  | Act of Grace | 63 | 78 | 78 | 78 | 80 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Funeral benefits | 12,918 | 12,288 | 11,671 | 11,067 | 10,480 |
|  |  | POW (J) | - | 25 | 25 | 25 | 25 |
|  |  | POW (E) | 9,522 | 7,759 | 6,371 | 5,157 | 4,129 |
|  |  | Compensation payments for BCAL veterans | 949 | 865 | 792 | 728 | 671 |
|  | *Papua New Guinea (Members of the Forces Benefits) Act 1957* | |  |  |  |  |  |
|  |  | PNG pensions | 56 | 70 | 70 | 70 | 70 |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Compensation for certain AFP personnel with overseas service | - | - | - | - | - |
|  | *Defence Service Homes Act 1918* | |  |  |  |  |  |
|  |  | Interest subsidy | 2,110 | 1,747 | 1,459 | 1,225 | 1,035 |
| Special Account expenses: | | |  |  |  |  |  |
|  |  | DSHIS | 33,390 | 33,548 | 36,057 | 38,752 | 42,143 |
| Program support | | | 13,848 | 18,282 | 18,259 | 17,999 | 17,889 |
| Expenses not requiring appropriation in the Budget year | | | 1,519 | 1,263 | 1,287 | 1,288 | 1,282 |
| **Total program expenses** | | | **80,933** | **83,245** | **83,892** | **84,198** | **85,716** |

Program 1.5: Veterans' Children Education Scheme  
  
Program 1.5: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Veterans' Children Education Scheme | 15,571 | 15,954 | 15,516 | 15,317 | 15,535 |
| Program support | | | 2,697 | 2,501 | 2,424 | 2,359 | 2,324 |
| Expenses not requiring appropriation in the Budget year | | | 301 | 240 | 244 | 244 | 243 |
| **Total program expenses** | | | **18,569** | **18,695** | **18,184** | **17,920** | **18,102** |

Program 1.6: Military Rehabilitation and Compensation Acts Payments - Income Support and Compensation  
  
Program 1.6: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Other income support and compensation-related payments - SRCA | 2,490 | 2,832 | 2,821 | 2,698 | 2,699 |
|  |  | Other income support and compensation-related payments - MRCA | 976 | 1,122 | 1,314 | 1,446 | 1,590 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Permanent impairment | 38,046 | 39,988 | 36,796 | 34,004 | 31,422 |
|  |  | Benefits for eligible dependants | 18,634 | 21,010 | 20,371 | 19,533 | 18,730 |
|  |  | Incapacity payments | 63,243 | 72,056 | 68,852 | 66,634 | 64,489 |
|  |  | Medical examinations | 3,419 | 3,480 | 3,370 | 3,263 | 3,322 |
|  |  | Death payments | 2,727 | 2,820 | 2,737 | 2,623 | 2,517 |
|  |  | Other income support and compensation-related payments | 278 | 338 | 337 | 336 | 336 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  |  |  |  |  |
|  |  | Permanent impairment | 85,196 | 112,973 | 123,221 | 133,941 | 145,595 |
|  |  | Benefits for eligible dependants | 4,964 | 7,983 | 8,323 | 8,724 | 9,073 |
|  |  | Income maintenance payments | 54,694 | 63,661 | 72,998 | 83,269 | 94,984 |
|  |  | Medical examinations | 6,481 | 7,475 | 8,298 | 8,681 | 9,019 |
|  |  | Other income support and compensation-related payments | 18 | 37 | 37 | 37 | 37 |
| Special Account Expenses: | | |  |  |  |  |  |
|  |  | Military death claim compensation | 656 | 510 | 227 | 280 | 27 |
| Program support | | | 32,083 | 30,492 | 29,635 | 29,022 | 28,684 |
| Expenses not requiring appropriation in the Budget year | | | 3,582 | 2,898 | 2,952 | 2,955 | 2,940 |
| **Total program expenses** | | | **317,487** | **369,675** | **382,289** | **397,446** | **415,464** |

Program 1.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Income Support and Compensation  
  
Program 1.7: expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Administered Expenses: | | |  |  |  |  |  |
| Expenses not requiring appropriation in the Budget year | | | (157,300) | 77,900 | 133,800 | 139,400 | 156,700 |
| **Total program expenses** | | | **(157,300)** | **77,900** | **133,800** | **139,400** | **156,700** |

Outcome 2 Budgeted Expenses and Resources

Table 2.2 provides an overview of the total expenses for Outcome 2, by program.

Table 2.2: Budgeted Expenses and Resources for Outcome 2

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  |  |
| **Outcome 2:** Maintain and enhance the physical wellbeing and quality of the life of eligible persons and their dependants through health and other care services that promote early intervention, prevention and treatment, including advice and information about health service entitlements. | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 2.1: General Medical Consultations and Services** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 913,657 | 902,117 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 19,792 | 23,655 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,708 | 2,258 |
|  | **Total for Program 2.1** | **935,157** | **928,030** |
|  |  |  |  |
| **Program 2.2: Veterans' Hospital Services** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 1,667,177 | 1,658,650 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 10,451 | 11,358 |
|  | Expenses not requiring appropriation in the Budget year2 | 902 | 1,084 |
|  | **Total for Program 2.2** | **1,678,530** | **1,671,092** |
|  |  |  |  |
| **Program 2.3: Veterans' Pharmaceuticals Benefits** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 424,928 | 428,025 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 1,343 | 1,564 |
|  | Expenses not requiring appropriation in the Budget year2 | 116 | 149 |
|  | **Total for Program 2.3** | **426,387** | **429,738** |
|  |  | Continued on next page | |

Table 2.2: Budgeted Expenses and Resources for Outcome 2 (continued)

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  |  |
| **Outcome 2:** | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 2.4: Veterans' Community Care and Support** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 2,969 | 2,668 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 1,498,205 | 1,691,900 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 24,570 | 26,720 |
|  | Expenses not requiring appropriation in the Budget year2 | 2,120 | 2,550 |
|  | **Total for Program 2.4** | **1,527,864** | **1,723,838** |
|  |  |  |  |
| **Program 2.5: Veterans' Counselling and Other Health Services** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 2,147 | 4,288 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 591,170 | 631,184 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 39,291 | 44,313 |
|  | Expenses not requiring appropriation in the Budget year2 | 3,366 | 3,987 |
|  | **Total for Program 2.5** | **635,974** | **683,772** |
|  |  |  |  |
| **Program 2.6: Military Rehabilitation and Compensation Acts - Health and Other Care Services** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 61,711 | 68,426 |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 18,489 | 19,805 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,596 | 1,890 |
|  | **Total for Program 2.6** | **81,796** | **90,121** |
|  |  | Continued on next page | |

Table 2.2: Budgeted Expenses and Resources for Outcome 2 (continued)

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  |  |
| **Outcome 2:** | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 2.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Health and Other Care Services** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | - | - |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | - | - |
|  | Expenses not requiring appropriation in the Budget year | 119,700 | 32,600 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | - | - |
|  | Expenses not requiring appropriation in the Budget year2 | - | - |
|  | **Total for Program 2.7** | **119,700** | **32,600** |
|  |  |  |  |
| **Outcome 2 Totals by appropriation type** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 5,116 | 6,956 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | 5,156,848 | 5,380,324 |
|  | Special Accounts | - | - |
|  | Expenses not requiring appropriation in the Budget year | 119,700 | 32,600 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 113,936 | 127,415 |
|  | Expenses not requiring appropriation in the Budget year2 | 9,808 | 11,918 |
| **Total expenses for Outcome 2** | | **5,405,408** | **5,559,213** |
|  |  | 2012-13 | 2013-14 |
| **Average Staffing Level (number)** | | 769 | 778 |
|  |  |  |  |

1. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Revenue from independent sources (s31)’.
2. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense and Audit Fees.

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

Program 2.1: General Medical Consultations and Services  
  
Program 2.1 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | LMO consultations | 162,127 | 158,234 | 155,904 | 153,171 | 150,230 |
|  |  | Specialist consultations | 157,200 | 157,200 | 158,675 | 159,717 | 160,501 |
|  |  | Medical services | 493,784 | 482,260 | 470,248 | 458,061 | 446,184 |
|  |  | Dental | 100,546 | 104,423 | 104,131 | 103,739 | 103,348 |
| Program support | | | 19,792 | 23,655 | 23,134 | 22,792 | 22,746 |
| Expenses not requiring appropriation in the Budget year | | | 1,708 | 2,258 | 2,299 | 2,324 | 2,337 |
| **Total program expenses** | | | **935,157** | **928,030** | **914,391** | **899,804** | **885,346** |

Program 2.2: Veterans' Hospital Services  
  
Program 2.2 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Public hospitals | 777,282 | 779,511 | 766,864 | 766,201 | 779,992 |
|  |  | Private hospitals | 885,425 | 874,770 | 861,648 | 847,056 | 834,351 |
|  |  | Psych | - | 1 | 1 | 1 | 1 |
|  |  | Nursing homes (POW) | 4,470 | 4,368 | 4,150 | 3,935 | 3,739 |
| Program support | | | 10,451 | 11,358 | 11,108 | 10,944 | 10,920 |
| Expenses not requiring appropriation in the Budget year | | | 902 | 1,084 | 1,104 | 1,116 | 1,122 |
| Total program expenses | | | 1,678,530 | 1,671,092 | 1,644,875 | 1,629,253 | 1,630,125 |

Program 2.3: Veterans' Pharmaceuticals Benefits  
  
Program 2.3 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Pharmaceutical services | 424,928 | 428,025 | 399,767 | 375,170 | 380,037 |
| Program support | | | 1,343 | 1,564 | 1,531 | 1,506 | 1,504 |
| Expenses not requiring appropriation in the Budget year | | | 116 | 149 | 152 | 154 | 155 |
| **Total program expenses** | | | **426,387** | **429,738** | **401,450** | **376,830** | **381,696** |

Program 2.4: Veterans' Community Care and Support  
  
Program 2.4 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Grants-In-Aid | 95 | 145 | 145 | 145 | 145 |
|  |  | Community Care Grants | 775 | 631 | 629 | 625 | 636 |
|  |  | Joint Venture Grants | 1,377 | 1,111 | 1,109 | 1,104 | 1,124 |
|  |  | JV Day Clubs | 411 | 390 | 381 | 368 | 375 |
|  |  | JV Home Maintenance | 311 | 391 | 363 | 361 | 367 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Residential care | 1,273,337 | 1,437,534 | 1,557,687 | 1,690,415 | 1,804,972 |
|  |  | Community nursing | 122,966 | 139,481 | 151,717 | 164,900 | 179,678 |
|  |  | Veterans' Home Care | 85,457 | 92,368 | 99,860 | 100,509 | 102,934 |
|  |  | In-home respite | 15,423 | 21,266 | 21,400 | 21,495 | 21,903 |
|  |  | Carer and volunteer support | 1,022 | 1,251 | 1,232 | 1,228 | 1,253 |
| Program support | | | 24,570 | 26,720 | 26,131 | 25,746 | 25,693 |
| Expenses not requiring appropriation in the Budget year | | | 2,120 | 2,550 | 2,597 | 2,625 | 2,640 |
| **Total program expenses** | | | **1,527,864** | **1,723,838** | **1,863,251** | **2,009,521** | **2,141,720** |

Program 2.5: Veterans' Counselling and Other Health Services  
  
Program 2.5 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual Administered Expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Counselling support & children's assistance | 575 | 1,157 | 1,541 | 1,540 | 1,270 |
|  |  | Compensation and legal expenses | 54 | 55 | 55 | 55 | 56 |
|  |  | Veterans' employment & training | 453 | 571 | 568 | 568 | 583 |
|  |  | Health & medical research | 1,065 | 2,505 | 2,502 | 2,491 | 2,537 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Travel for treatment | 157,494 | 180,964 | 183,560 | 184,167 | 186,164 |
|  |  | Subsistence | 6,144 | 6,778 | 6,839 | 6,935 | 7,033 |
|  |  | Veterans and veterans' families counselling services | 26,351 | 28,990 | 30,233 | 31,199 | 32,557 |
|  |  | Non-institutional care - services | 158,247 | 171,708 | 181,198 | 195,592 | 198,656 |
|  |  | Non-institutional care - products | 66,708 | 62,200 | 59,228 | 56,307 | 54,151 |
|  |  | Rehabilitation appliances | 165,819 | 170,500 | 175,500 | 179,148 | 183,140 |
|  |  | Health treatment for BCAL veterans | 9,991 | 9,624 | 9,596 | 9,559 | 9,739 |
|  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | |  |  |  |  |  |
|  |  | Nuclear test health care payments | 416 | 420 | 420 | 419 | 417 |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Health care and rehabilitation for certain AFP personnel with overseas service | - | - | - | - | - |
| Program support | | | 39,291 | 44,313 | 42,170 | 41,275 | 41,280 |
| Expenses not requiring appropriation in the Budget year | | | 3,366 | 3,987 | 4,060 | 4,104 | 4,126 |
| **Total program expenses** | | | **635,974** | **683,772** | **697,470** | **713,359** | **721,709** |

Program 2.6: Military Rehabilitation and Compensation Acts - Health and Other Care Services  
  
Program 2.6 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| **Special Appropriations:** | | |  |  |  |  |  |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Medical services | 21,560 | 23,576 | 23,218 | 23,172 | 23,149 |
|  |  | Rehabilitation services | 6,340 | 6,450 | 6,357 | 6,258 | 6,166 |
|  |  | Other services | 9,090 | 9,147 | 9,138 | 9,120 | 9,111 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  |  |  |  |  |
|  |  | Medical services | 17,031 | 20,734 | 24,401 | 28,029 | 32,232 |
|  |  | Rehabilitation services | 6,337 | 6,996 | 7,955 | 8,797 | 9,736 |
|  |  | Other services | 1,353 | 1,523 | 2,027 | 2,403 | 2,849 |
| Program support | | | 18,489 | 19,805 | 19,371 | 19,084 | 19,045 |
| Expenses not requiring appropriation in the Budget year | | | 1,596 | 1,890 | 1,925 | 1,946 | 1,957 |
| **Total program expenses** | | | **81,796** | **90,121** | **94,392** | **98,809** | **104,245** |

Program 2.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Health and Other Care Services  
  
Program 2.7 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Administered Expenses | | |  |  |  |  |  |
| Expenses not requiring appropriation in the Budget year | | | 119,700 | 32,600 | 57,400 | 59,600 | 61,800 |
| **Total program expenses** | | | **119,700** | **32,600** | **57,400** | **59,600** | **61,800** |

Outcome 3 Budgeted Expenses and Resources

Table 2.3 provides an overview of the total expenses for Outcome 3 by program.

Table 2.3: Budgeted Expenses and Resources for Outcome 3

|  |  |  |  |
| --- | --- | --- | --- |
| **Outcome 3:** Acknowledgement and commemoration of those who served Australia and its allies in wars, conflicts and peace operations through promoting recognition of service and sacrifice, preservation of Australia’s wartime heritage, and official commemorations. | | 2012-13 | 2013-14 |
| Actual | Revised |
| expenses | estimated |
|  | expenses |
| $'000 | $'000 |
| **Program 3.1: War Graves and Commemorations** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 27,271 | 64,228 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | 87 | 20,211 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 19,418 | 21,190 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,767 | 1,995 |
|  | **Total for Program 3.1** | **48,543** | **107,624** |
|  |  |  |  |
| **Program 3.2: Gallipoli-related Activities** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 4,328 | 3,381 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | - | - |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 1,148 | 1,279 |
|  | Expenses not requiring appropriation in the Budget year2 | 105 | 126 |
|  | **Total for Program 3.2** | **5,581** | **4,786** |
|  |  |  |  |
| **Outcome 3 Totals by appropriation type** | |  |  |
| Administered Expenses | |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 31,599 | 67,609 |
|  | Other services (Appropriation Bill No. 2 & 4) | - | - |
|  | Special Appropriations | - | - |
|  | Special Accounts | 87 | 20,211 |
| Departmental Expenses | |  |  |
|  | Departmental appropriation1 | 20,566 | 22,469 |
|  | Expenses not requiring appropriation in the Budget year2 | 1,872 | 2,121 |
| **Total expenses for Outcome 3** | | **54,124** | **112,410** |
|  |  |  |  |
|  |  | 2012-13 | 2013-14 |
| **Average Staffing Level (number)** | | 143 | 158 |
|  |  |  |  |

1. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Revenue from independent sources (s31)’.
2. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense and Audit Fees.

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

Program 3.1: War Graves and Commemorations   
  
Program 3.1 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | War graves care & maintenance | 19,038 | 21,897 | 16,964 | 12,909 | 13,195 |
|  |  | OAWG refurbishment, reconstruction & relocation | 811 | 1,006 | 1,001 | 1,001 | 1,026 |
|  |  | Compensation and legal expenses | 4 | 5 | 5 | 5 | 5 |
|  |  | Veterans' commemorative activities | 7,418 | 41,320 | 15,335 | 10,880 | 8,951 |
| Special Account Expenses: | | |  |  |  |  |  |
|  |  | Australians at War | - | 1 | 1 | 1 | 1 |
|  |  | Services for Other Entities and Trust Moneys Special Account | 87 | 60 | 60 | 60 | 60 |
|  |  | Anzac Centenary Public Fund Special Account | - | 20,150 | 24,125 | 22,425 | 19,600 |
| Program support | | | 19,418 | 21,190 | 19,709 | 17,756 | 17,609 |
| Expenses not requiring appropriation in the Budget year | | | 1,767 | 1,995 | 1,961 | 1,826 | 1,826 |
| **Total program expenses** | | | **48,543** | **107,624** | **79,161** | **66,863** | **62,273** |

Program 3.2: Gallipoli-related Activities  
  
Program 3.2 expenses

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Gallipoli-related activities | 4,328 | 3,381 | 6,564 | 3,056 | 3,133 |
| Program support | | | 1,148 | 1,279 | 1,253 | 1,140 | 1,100 |
| Expenses not requiring appropriation in the Budget year | | | 105 | 126 | 124 | 116 | 116 |
| **Total program expenses** | | | **5,581** | **4,786** | **7,941** | **4,312** | **4,349** |

Section 3: Explanatory Tables and Budgeted Financial Statements

3.1 Explanatory Tables

3.1.1 Special Accounts

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department. The corresponding table in the 2013-14 PB Statements is Table 3.1.2.

Table 3.1.1: Estimates of Special Account flows and balances

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Opening |  |  |  | Closing |
|  |  |  | balance | Receipts | Payments | Adjustments | balance |
|  |  |  | **2013-14** | **2013-14** | **2013-14** | **2013-14** | **2013-14** |
|  |  |  | *2012-13* | *2012-13* | *2012-13* | *2012-13* | *2012-13* |
|  |  | Outcome | $'000 | $'000 | $'000 | $'000 | $'000 |
| Military Death Claim | | 1 | **533** | **380** | **510** | **-** | **403** |
| Compensation Special | |  |  |  |  |  |  |
| Account (A) | |  | *732* | *2,477* | *2,676* | *-* | *533* |
| Defence Service Homes | | 1 | **1,875** | **43,900** | **44,681** | **-** | **1,094** |
| Insurance Account (D) | |  | *1,550* | *49,650* | *49,325* | *-* | *1,875* |
| Australians at War | | 3 | **225** | **5** | **1** | **-** | **229** |
| Special Account (A) | |  | *203* | *22* | *-* | *-* | *225* |
| Anzac Centenary Public Fund | |  | **1** | **21,000** | **20,150** | **-** | **851** |
| Special Account (A) | | 3 | *-* | *1* | *-* | *-* | *1* |
| Services for Other Entities and Trust Moneys Special | |  | **75** | **212** | **60** | **-** | **227** |
| Account (A) | | 3 | *99* | *63* | *87* | *-* | *75* |
| **Total Special Accounts** | |  |  |  |  |  |  |
|  | **2013-14 Budget estimate** |  | **2,709** | **65,497** | **65,402** | **-** | **2,804** |
| *Total Special Accounts* | |  |  |  |  |  |  |
|  | *2012-13 actual* |  | *2,584* | *52,213* | *52,088* | *-* | *2,709* |

(A) = Administered

(D) = Departmental

3.2 Budgeted Financial Statements

3.2.1 Analysis of budgeted financial statements

The budgeted financial statements are shown at three levels and reflect the financial results of the three reporting entities that comprise DVA’s departmental accounts: DVA amalgamated, DVA excluding Defence Services Homes Insurance Scheme (DSHIS) and DSHIS.

##### Departmental (DVA excluding DSHIS)

###### Budgeted departmental income statement

The Department is budgeting for a breakeven operating result in 2013-14.

###### Budgeted departmental balance sheet

The Department’s net asset (equity) position for the 2013-14 financial year is projected to be $67.2 million, which is an increase of $5.4 million from the estimated Budget figure of $61.8 million. This change in equity is mainly due to an increase in estimated accumulated results by $2.1 million and capital funding of $3.3 million received for a measure announced in the 2013-14 Budget.

3.2.2 Budgeted financial statements

Table 3.2.1a: Departmental comprehensive income statement (amalgamated) (showing net cost of services) for the period ended 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSE** | | |  |  |  |  |  |
|  | Employee benefits | | 188,901 | 193,120 | 192,809 | 190,147 | 188,340 |
|  | Supplier expenses | | 101,632 | 113,513 | 104,268 | 99,276 | 99,407 |
|  | Depreciation and amortisation | | 27,641 | 26,822 | 27,257 | 27,257 | 27,257 |
|  | Insurance claims | | 28,667 | 27,484 | 29,467 | 31,596 | 33,880 |
|  | Other expenses | | 418 | - | - | - | - |
| **Total expenses** | | | **347,259** | **360,939** | **353,800** | **348,276** | **348,884** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Revenue** | | |  |  |  |  |  |
|  | Sale of goods and rendering | |  |  |  |  |  |
|  |  | of services | 37,919 | 42,097 | 42,770 | 46,702 | 51,044 |
|  | Other revenue | | 4,104 | 4,300 | 4,440 | 4,587 | 4,741 |
| **Total revenue** | | | **42,023** | **46,397** | **47,210** | **51,289** | **55,785** |
|  |  |  |  |  |  |  |  |
| **Gains** | | |  |  |  |  |  |
|  | Resources received free of charge | | 865 | 805 | 805 | 805 | 805 |
| **Total gains** | | | **865** | **805** | **805** | **805** | **805** |
| **Total own-source income** | | | **42,888** | **47,202** | **48,015** | **52,094** | **56,590** |
|  |  |  |  |  |  |  |  |
| **Net cost of services** | | | **304,371** | **313,737** | **305,785** | **296,182** | **292,294** |
|  | Revenue from Government | | 285,238 | 289,322 | 282,032 | 273,790 | 271,483 |
| **Surplus (Deficit) before income tax** | | |  |  |  |  |  |
|  | **on continuing operations** | | **(19,133)** | **(24,415)** | **(23,753)** | **(22,392)** | **(20,811)** |
|  |  |  |  |  | Continued on next page | | |

Table 3.2.1a: Departmental comprehensive income statement (amalgamated) (showing net cost of services) for the period ended 30 June (continued)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| Income tax expense (competitive neutrality) | | | 93 | - | - | - | - |
|  |  |  |  |  |  |  |  |
| **Surplus (Deficit) attributable to** | | |  |  |  |  |  |
|  | **the Australian Government** | | **(19,226)** | **(24,415)** | **(23,753)** | **(22,392)** | **(20,811)** |
|  |  |  |  |  |  |  |  |
| **OTHER COMPREHENSIVE INCOME** | | |  |  |  |  |  |
|  | Changes in assets revaluation | |  |  |  |  |  |
|  | reserve | | 42 | - | - | - | - |
| **Total other comprehensive income** | | | **42** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(19,184)** | **(24,415)** | **(23,753)** | **(22,392)** | **(20,811)** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of operating result attributable to the agency** | | | | | | | |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(19,184)** | **(24,415)** | **(23,753)** | **(22,392)** | **(20,811)** |
| Plus non-appropriated expenses: | | |  |  |  |  |  |
|  | Depreciation and amortisation expenses | | 27,641 | 26,822 | 27,257 | 27,257 | 27,257 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **8,457** | **2,407** | **3,504** | **4,865** | **6,446** |
| Prepared on Australian Accounting Standards basis | | | |  |  | | |

Table 3.2.2a: Budgeted departmental balance sheet (amalgamated)

as at 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and equivalents | | 4,778 | 4,205 | 4,654 | 4,743 | 4,978 |
|  | Trade and other receivables | | 13,858 | 11,906 | 12,906 | 12,906 | 12,906 |
|  | Appropriation receivables | | 13,230 | 8,530 | 7,930 | 7,930 | 7,930 |
|  | Investments | | 46,930 | 49,930 | 51,730 | 54,730 | 59,130 |
| ***Total financial assets*** | | | **78,796** | **74,571** | **77,220** | **80,309** | **84,944** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Land and buildings | | 23,674 | 20,622 | 15,778 | 18,160 | 14,782 |
|  | Infrastructure, plant and equipment | | 11,883 | 12,897 | 14,872 | 15,895 | 16,918 |
|  | Intangibles | | 96,874 | 103,152 | 94,297 | 77,768 | 66,289 |
|  | Other non-financial assets | | 8,364 | 9,231 | 9,231 | 9,231 | 9,231 |
| ***Total non-financial assets*** | | | **140,795** | **145,902** | **134,178** | **121,054** | **107,220** |
| **Total assets** | | | **219,591** | **220,473** | **211,398** | **201,363** | **192,164** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Supplier payables | | 15,406 | 13,947 | 13,639 | 13,646 | 13,837 |
|  | Other payables | | 26,119 | 25,464 | 25,464 | 25,464 | 25,464 |
| ***Total payables*** | | | **41,525** | **39,411** | **39,103** | **39,110** | **39,301** |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Employee provisions | | 68,639 | 68,884 | 69,082 | 69,188 | 69,238 |
|  | Other provisions | | 19,556 | 19,060 | 18,315 | 16,426 | 14,375 |
| ***Total provisions*** | | | **88,195** | **87,944** | **87,397** | **85,614** | **83,613** |
| **Total liabilities** | | | **129,720** | **127,355** | **126,500** | **124,724** | **122,914** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **89,871** | **93,118** | **84,898** | **76,639** | **69,250** |
|  |  |  |  |  |  |  |  |
| **Equity** | | |  |  |  |  |  |
|  | Contributed equity | | 161,821 | 189,483 | 205,016 | 219,149 | 232,572 |
|  | Asset revaluation reserve | | 9,091 | 9,091 | 9,091 | 9,091 | 9,091 |
|  | Retained surplus (accumulated deficit) | | (81,041) | (105,456) | (129,209) | (151,601) | (172,413) |
| **Total equity** | | | **89,871** | **93,118** | **84,898** | **76,639** | **69,250** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

Table 3.2.3a: Budgeted departmental statement of cash flows (amalgamated)

for the period ended 30 June

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  | budget | estimate | estimate | estimate |
|  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Appropriations | 304,405 | 294,022 | 282,632 | 273,791 | 271,483 |
|  | Sale of goods and services | 45,448 | 50,788 | 50,449 | 54,822 | 59,632 |
|  | Net GST received | 11,563 | 13,336 | 13,336 | 13,336 | 13,336 |
|  | Other | 5,188 | 2,734 | 2,870 | 3,014 | 3,165 |
|  | ***Total cash received*** | **366,604** | **360,880** | **349,287** | **344,963** | **347,616** |
|  |  |  |  |  |  |  |
| **Cash used** | |  |  |  |  |  |
|  | Employees | 194,498 | 195,453 | 192,675 | 191,636 | 189,837 |
|  | Suppliers | 104,035 | 113,154 | 102,536 | 95,603 | 95,494 |
|  | Net GST paid | 12,261 | 13,336 | 13,336 | 13,336 | 13,336 |
|  | Other | 44,740 | 35,876 | 38,491 | 41,299 | 44,314 |
| ***Total cash used*** | | **355,534** | **357,819** | **347,038** | **341,874** | **342,981** |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **operating activities** | **11,070** | **3,061** | **2,249** | **3,089** | **4,635** |
|  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Investments realised | 9,300 | - | - | - | - |
| ***Total cash received*** | | **9,300** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |
| **Cash used** | |  |  |  |  |  |
|  | Purchase of property, plant |  |  |  |  |  |
|  | and equipment | 33,893 | 31,062 | 15,533 | 14,133 | 13,423 |
|  | Purchase of investments | 6,000 | 3,000 | 1,800 | 3,000 | 4,400 |
| ***Total cash used*** | | **39,893** | **34,062** | **17,333** | **17,133** | **17,823** |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **investing activities** | **(30,593)** | **(34,062)** | **(17,333)** | **(17,133)** | **(17,823)** |
|  |  |  |  |  |  |  |
| **FINANCING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Equity Injections | 21,450 | 27,662 | 15,533 | 14,133 | 13,423 |
| ***Total cash received*** | | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
|  |  |  |  |  |  |  |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **financing activities** | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
| **Net increase or (decrease)** | |  |  |  |  |  |
|  | **in cash held** | **1,927** | **(573)** | **449** | **89** | **235** |
| Cash and cash equivalents at the | |  |  |  |  |  |
|  | beginning of the reporting period | 2,851 | 4,778 | 4,205 | 4,654 | 4,743 |
| **Cash and cash equivalents at the** | |  |  |  |  |  |
|  | **end of the reporting period** | **4,778** | **4,205** | **4,654** | **4,743** | **4,978** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |

Table 3.2.1b: Departmental comprehensive income statement (DVA excluding  
 DSHIS) (showing net cost of services) for the period ended 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSE** | | |  |  |  |  |  |
|  | Employee benefits | | 185,598 | 189,322 | 188,726 | 185,758 | 183,622 |
|  | Supplier expenses | | 100,287 | 111,322 | 101,836 | 96,584 | 96,437 |
|  | Depreciation and amortisation | | 27,566 | 26,747 | 27,182 | 27,182 | 27,182 |
|  | Other expenses | | 511 | - | - | - | - |
| **Total expenses** | | | **313,962** | **327,391** | **317,743** | **309,524** | **307,241** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Own-source revenue** | | |  |  |  |  |  |
|  | Sale of goods and rendering | |  |  |  |  |  |
|  |  | of services | 9,874 | 10,692 | 7,899 | 7,922 | 7,946 |
| **Total own-source revenue** | | | **9,874** | **10,692** | **7,899** | **7,922** | **7,946** |
|  |  |  |  |  |  |  |  |
| **Gains** | | |  |  |  |  |  |
|  | Resources received free of charge | | 810 | 750 | 750 | 750 | 750 |
| **Total gains** | | | **810** | **750** | **750** | **750** | **750** |
| **Total own-source income** | | | **10,684** | **11,442** | **8,649** | **8,672** | **8,696** |
|  |  |  |  |  |  |  |  |
| **Net cost of (contribution by) services** | | | **303,278** | **315,949** | **309,094** | **300,852** | **298,545** |
|  | Revenue from Government | | 285,118 | 289,202 | 281,912 | 273,670 | 271,363 |
| **Surplus (Deficit) before** | | |  |  |  |  |  |
|  | **income tax** | | **(18,160)** | **(26,747)** | **(27,182)** | **(27,182)** | **(27,182)** |
|  |  |  |  |  | Continued on next page | | |

Table 3.2.1b: Departmental comprehensive income statement (DVA excluding  
 DSHIS) (showing net cost of services) for the period ended 30 June (continued)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |  |
|  | Income tax (competitive neutrality) | | 93 | - | - | - | - |
|  |  |  |  |  |  |  |  |
| **Surplus (Deficit) attributable** | | |  |  |  |  |  |
|  | **to the Australian Government** | | **(18,253)** | **(26,747)** | **(27,182)** | **(27,182)** | **(27,182)** |
|  |  |  |  |  |  |  |  |
| **OTHER COMPREHENSIVE INCOME** | | |  |  |  |  |  |
|  | Changes in assets revaluation | |  |  |  |  |  |
|  | reserve | | (1,179) | - | - | - | - |
| **Total other comprehensive income** | | | **(1,179)** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(19,432)** | **(26,747)** | **(27,182)** | **(27,182)** | **(27,182)** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of operating result attributable to agency** | | | | | | | |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income (loss)** | | |  |  |  |  |  |
|  | **Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(19,432)** | **(26,747)** | **(27,182)** | **(27,182)** | **(27,182)** |
| Plus non-appropriated expenses: | | |  |  |  |  |  |
|  | Depreciation and amortisation expenses | | 27,566 | 26,747 | 27,182 | 27,182 | 27,182 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **8,134** | **-** | **-** | **-** | **-** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

**Table 3.2.2b: Budgeted departmental balance sheet (DVA excluding DSHIS)**

**as at 30 June**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 2,903 | 3,111 | 3,601 | 3,714 | 3,955 |
|  | Trade and other receivables | | 3,240 | 3,240 | 3,240 | 3,240 | 3,240 |
|  | Appropriation receivables | | 13,230 | 8,530 | 7,930 | 7,930 | 7,930 |
|  | Investments | | - | - | - | - | - |
| ***Total financial assets*** | | | **19,373** | **14,881** | **14,771** | **14,884** | **15,125** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Land and buildings | | 23,674 | 20,622 | 15,778 | 18,160 | 14,782 |
|  | Infrastructure, plant and equipment | | 11,883 | 12,897 | 14,872 | 15,895 | 16,918 |
|  | Intangibles | | 96,269 | 102,622 | 93,842 | 77,388 | 65,984 |
|  | Other non-financial assets | | 7,229 | 7,231 | 7,231 | 7,231 | 7,231 |
| ***Total non-financial assets*** | | | **139,055** | **143,372** | **131,723** | **118,674** | **104,915** |
| **Total assets** | | | **158,428** | **158,253** | **146,494** | **133,558** | **120,040** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Supplier payables | | 11,616 | 10,281 | 9,973 | 9,980 | 10,171 |
|  | Other payables | | - | - | - | - | - |
| ***Total payables*** | | | **11,616** | **10,281** | **9,973** | **9,980** | **10,171** |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Employees | | 73,837 | 74,082 | 74,280 | 74,386 | 74,436 |
|  | Other provisions | | 6,646 | 6,646 | 6,646 | 6,646 | 6,646 |
| ***Total provisions*** | | | **80,483** | **80,728** | **80,926** | **81,032** | **81,082** |
|  |  |  |  |  |  |  |  |
| **Total liabilities** | | | **92,099** | **91,009** | **90,899** | **91,012** | **91,253** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **66,329** | **67,244** | **55,595** | **42,546** | **28,787** |
|  |  |  |  |  |  |  |  |
| **Equity** | | |  |  |  |  |  |
|  | Contributed equity | | 161,821 | 189,483 | 205,016 | 219,149 | 232,572 |
|  | Asset revaluation reserve | | 9,091 | 9,091 | 9,091 | 9,091 | 9,091 |
|  | Retained surplus (accumulated deficit) | | (104,583) | (131,330) | (158,512) | (185,694) | (212,876) |
| **Total equity** | | | **66,329** | **67,244** | **55,595** | **42,546** | **28,787** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

Table 3.2.3b: Budgeted departmental statement of cash flows (DVA excluding  
 DSHIS) for the period ended 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Appropriations | | 304,285 | 293,902 | 282,512 | 273,671 | 271,363 |
|  | Sale of goods and services | | 11,359 | 10,692 | 7,899 | 7,922 | 7,947 |
|  | Net GST received | | 14,090 | 13,336 | 13,336 | 13,336 | 13,336 |
|  | Other | | - | - | - | - | - |
| ***Total cash received*** | | | **329,734** | **317,930** | **303,747** | **294,929** | **292,646** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Employees | | 191,440 | 191,655 | 188,592 | 187,246 | 185,118 |
|  | Suppliers | | 102,578 | 112,097 | 101,329 | 94,234 | 93,951 |
|  | Net GST paid | | 12,261 | 13,336 | 13,336 | 13,336 | 13,336 |
|  | Other | | 6,463 | - | - | - | - |
| ***Total cash used*** | | | **312,742** | **317,088** | **303,257** | **294,816** | **292,405** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **16,992** | **842** | **490** | **113** | **241** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Purchase of property, plant | |  |  |  |  |  |
|  |  | and equipment | 33,893 | 31,062 | 15,533 | 14,133 | 13,423 |
| ***Total cash used*** | | | **33,893** | **31,062** | **15,533** | **14,133** | **13,423** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **investing activities** | | **(33,893)** | **(31,062)** | **(15,533)** | **(14,133)** | **(13,423)** |
| **FINANCING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Contributed equity | | 21,450 | 27,662 | 15,533 | 14,133 | 13,423 |
| ***Total cash received*** | | | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **financing activities** | | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
| **Net increase (decrease)** | | |  |  |  |  |  |
|  | **in cash held** | | **1,602** | **208** | **490** | **113** | **241** |
| Cash and cash equivalents at the | | |  |  |  |  |  |
|  | beginning of the reporting period | | 1,301 | 2,903 | 3,111 | 3,601 | 3,714 |
| **Cash and cash equivalents at the** | | |  |  |  |  |  |
|  | **end of the reporting period** | | **2,903** | **3,111** | **3,601** | **3,714** | **3,955** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

**Table 3.2.1c: Departmental comprehensive income statement (DSHIS) (showing  
 net cost of services) for the period ended 30 June**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSES** | | |  |  |  |  |  |
|  | Employee benefits | | 3,303 | 3,798 | 4,083 | 4,389 | 4,718 |
|  | Supplier expenses | | 2,248 | 3,141 | 3,382 | 3,642 | 3,920 |
|  | Depreciation and amortisation | | 75 | 75 | 75 | 75 | 75 |
|  | Insurance claims | | 28,667 | 27,484 | 29,467 | 31,596 | 33,880 |
| **Total expenses** | | | **34,293** | **34,498** | **37,007** | **39,702** | **42,593** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Own-source revenue** | | |  |  |  |  |  |
|  | Sale of goods and rendering | |  |  |  |  |  |
|  |  | of services | 28,948 | 32,355 | 35,821 | 39,730 | 44,047 |
|  | Other | | 4,104 | 4,300 | 4,440 | 4,587 | 4,741 |
| **Total own-source revenue** | | | **33,052** | **36,655** | **40,261** | **44,317** | **48,788** |
|  |  |  |  |  |  |  |  |
| **Gains** | | |  |  |  |  |  |
|  | Resources received free of charge | | 55 | 55 | 55 | 55 | 55 |
| **Total gains** | | | **55** | **55** | **55** | **55** | **55** |
| **Total own-source income** | | | **33,107** | **36,710** | **40,316** | **44,372** | **48,843** |
|  |  |  |  |  |  |  |  |
| **Net cost of (contribution by) services** | | | **1,186** | **(2,212)** | **(3,309)** | **(4,670)** | **(6,250)** |
|  | Revenue from Government | | 120 | 120 | 120 | 120 | 120 |
| **Surplus (Deficit) attributable** | | |  |  |  |  |  |
|  | **to the Australian Government** | | **(1,066)** | **2,332** | **3,429** | **4,790** | **6,370** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(1,066)** | **2,332** | **3,429** | **4,790** | **6,370** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of comprehensive income attributable to the agency** | | | | | | | |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income (loss)** | | |  |  |  |  |  |
|  | **Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(1,066)** | **2,332** | **3,429** | **4,790** | **6,370** |
|  | Plus non-appropriated expenses: | |  |  |  |  |  |
|  |  | Depreciation and amortisation expenses | 75 | 75 | 75 | 75 | 75 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **(991)** | **2,407** | **3,504** | **4,865** | **6,445** |
| Prepared on Australian Accounting Standards basis | | | | | | | |

Table 3.2.2c: Budgeted departmental balance sheet (DSHIS)   
as at 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 1,875 | 1,094 | 1,053 | 1,029 | 1,023 |
|  | Trade and other receivables | | 10,952 | 9,000 | 10,000 | 10,000 | 10,000 |
|  | Appropriation receivables | | - | - | - | - | - |
|  | Investments | | 46,930 | 49,930 | 51,730 | 54,730 | 59,130 |
| ***Total financial assets*** | | | **59,757** | **60,024** | **62,783** | **65,759** | **70,153** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Intangibles | | 605 | 530 | 455 | 380 | 305 |
|  | Other non-financial assets | | 1,135 | 2,000 | 2,000 | 2,000 | 2,000 |
| ***Total non-financial assets*** | | | **1,740** | **2,530** | **2,455** | **2,380** | **2,305** |
| **Total assets** | | | **61,497** | **62,554** | **65,238** | **68,139** | **72,458** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Supplier payables | | 4,124 | 4,000 | 4,000 | 4,000 | 4,000 |
|  | Other payables | | 20,155 | 19,500 | 19,500 | 19,500 | 19,500 |
| ***Total payables*** | | | **24,279** | **23,500** | **23,500** | **23,500** | **23,500** |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Other provisions | | 13,676 | 13,180 | 12,435 | 10,546 | 8,495 |
| ***Total provisions*** | | | **13,676** | **13,180** | **12,435** | **10,546** | **8,495** |
|  |  |  |  |  |  |  |  |
| **Total liabilities** | | | **37,955** | **36,680** | **35,935** | **34,046** | **31,995** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **23,542** | **25,874** | **29,303** | **34,093** | **40,463** |
|  |  |  |  |  |  |  |  |
| **Equity** | | |  |  |  |  |  |
|  | Contributed equity | | - | - | - | - | - |
|  | Asset revaluation reserve | | - | - | - | - | - |
|  | Retained surplus | |  |  |  |  |  |
|  |  | (accumulated deficit) | 23,542 | 25,874 | 29,303 | 34,093 | 40,463 |
| **Total equity** | | | **23,542** | **25,874** | **29,303** | **34,093** | **40,463** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

**Table 3.2.3c: Budgeted departmental statement of cash flows (DSHIS)   
for the period ended 30 June**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Appropriations | | 120 | 120 | 120 | 120 | 120 |
|  | Sales of goods and services | | 40,226 | 41,046 | 43,500 | 47,850 | 52,635 |
|  | Other | | - | 2,734 | 2,870 | 3,014 | 3,165 |
| ***Total cash received*** | | | **40,346** | **43,900** | **46,490** | **50,984** | **55,920** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Employees | | 3,303 | 3,798 | 4,083 | 4,390 | 4,719 |
|  | Suppliers | | 1,741 | 2,007 | 2,157 | 2,319 | 2,493 |
|  | Other | | 38,277 | 35,876 | 38,491 | 41,299 | 44,314 |
| ***Total cash used*** | | | **43,321** | **41,681** | **44,731** | **48,008** | **51,526** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **(2,975)** | **2,219** | **1,759** | **2,976** | **4,394** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Investments realised | | 9,300 | - | - | - | - |
| ***Total cash received*** | | | **9,300** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Purchase of property, plant | |  |  |  |  |  |
|  | Investments | | 6,000 | 3,000 | 1,800 | 3,000 | 4,400 |
| ***Total cash used*** | | | **6,000** | **3,000** | **1,800** | **3,000** | **4,400** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **investing activities** | | **3,300** | **(3,000)** | **(1,800)** | **(3,000)** | **(4,400)** |
| **Net increase (decrease)** | | |  |  |  |  |  |
|  | **in cash held** | | **325** | **(781)** | **(41)** | **(24)** | **(6)** |
|  | Cash and cash equivalents at the | |  |  |  |  |  |
|  |  | beginning of the reporting period | 1,550 | 1,875 | 1,094 | 1,053 | 1,029 |
| **Cash and cash equivalents at the** | | |  |  |  |  |  |
|  | **end of the reporting period** | | **1,875** | **1,094** | **1,053** | **1,029** | **1,023** |
| Prepared on Australian Accounting Standards basis | | | | | | | |

Table 3.2.4: Departmental statement of changes in equity – summary of movement (Budget year 2013-14)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Retained | Asset | Contributed | Total |
|  |  |  | earnings | revaluation | equity/ | equity |
|  |  |  |  | reserve | capital |  |
|  |  |  | $'000 | $'000 | $'000 | $'000 |
| **Opening balance as at 1 July 2013** | | | **(81,041)** | **9,091** | **161,821** | **89,871** |
| **Comprehensive income** | | |  |  |  |  |
|  | Comprehensive income attributable to the Australian Government | | (24,415) | - | - | (24,415) |
| ***Total comprehensive income attributable to the Australian Government*** | | | **(24,415)** | **-** | **-** | **(24,415)** |
|  |  |  |  |  |  |  |
| **Transactions with owners** | | |  |  |  |  |
| Contribution by owners: | | |  |  |  |  |
|  | Appropriation (equity injection) | | - | - | 13,606 | 13,606 |
|  | Departmental Capital Budget (DCBs) | | - | - | 14,056 | 14,056 |
| ***Sub-total transactions with owners*** | | | **-** | **-** | **27,662** | **27,662** |
| **Estimated closing balance** | | |  |  |  |  |
|  | **as at 30 June 2014** | | **(105,456)** | **9,091** | **189,483** | **93,118** |
| Prepared on Australian Accounting Standards | | | | |  |  |

Table 3.2.5: Departmental capital budget statement

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |  |
| **CAPITAL APPROPRIATIONS** | | |  |  |  |  |  |
|  | Capital budget - Bill 1 (Departmental Capital Budget) | | 14,154 | 14,056 | 13,464 | 13,373 | 13,423 |
|  | Equity injections - Bill 2 | | 7,296 | 13,606 | 2,069 | 760 | - |
| **Total capital appropriations** | | | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
| **Total new capital appropriations** | | |  |  |  |  |  |
| **Represented by:** | | |  |  |  |  |  |
|  | Purchase of non-financial assets | | 21,450 | 27,662 | 15,533 | 14,133 | 13,423 |
| **Total items** | | | **21,450** | **27,662** | **15,533** | **14,133** | **13,423** |
|  |  |  |  |  |  |  |  |
| **PURCHASE OF NON-FINANCIAL ASSETS** | | | |  |  |  |  |
|  | Funded by capital appropriations | | 7,296 | 13,606 | 2,069 | 760 | - |
|  | Funded by capital appropriations - Departmental Capital Budget1 | | 14,154 | 14,056 | 13,464 | 13,373 | 13,423 |
|  | Funded internally from Departmental resources2 | | 15,667 | 3,400 | - | - | - |
| **TOTAL** | | | **37,117** | **31,062** | **15,533** | **14,133** | **13,423** |
|  |  |  |  |  |  |  |  |
| **RECONCILIATION OF CASH** | | |  |  |  |  |  |
|  | **USED TO ACQUIRE ASSETS** | |  |  |  |  |  |
|  | **TO ASSET MOVEMENT TABLE** | |  |  |  |  |  |
|  | Total purchases | | 37,117 | 31,062 | 15,533 | 14,133 | 13,423 |
|  |  | less additions by finance lease | - | - | - | - | - |
|  |  | less additions by creditors / borrowings | (3,224) | - | - | - | - |
|  |  | plus borrowing / finance costs | - | - | - | - | - |
|  |  | plus Annual finance lease costs | - | - | - | - | - |
|  |  | less Gifted assets | - | - | - | - | - |
|  |  | less s32 / restructuring | - | - | - | - | - |
| **Total cash used to** | | |  |  |  |  |  |
|  | **acquire assets** | | **33,893** | **31,062** | **15,533** | **14,133** | **13,423** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

1. Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental Capital Budgets.
2. Includes the following sources of funding:

– annual and prior year appropriations

– section 31 relevant agency receipts

– proceeds from the sale of assets.

Table 3.2.6: Statement of asset movements (2013-14)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Land | Buildings | Other | Intangibles | Total |
|  |  |  |  | infrastructure, |  |  |
|  |  |  |  | plant and |  |  |
|  |  |  |  | equipment |  |  |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **As at 1 July 2013** | |  |  |  |  |  |
| Gross book value | | 1,352 | 37,203 | 28,829 | 172,348 | 239,732 |
| Accumulated depreciation/ | |  |  |  |  |  |
|  | amortisation and impairment | - | (14,881) | (16,946) | (75,474) | (107,301) |
| **Opening net book balance** | | **1,352** | **22,322** | **11,883** | **96,874** | **132,431** |
|  |  |  |  |  |  |  |
| **CAPITAL ASSET ADDITIONS** | |  |  |  |  |  |
| **Estimated expenditure on** | |  |  |  |  |  |
|  | **new or replacement assets** |  |  |  |  |  |
| By purchase or internally developed: | |  |  |  |  |  |
|  | Appropriation equity1 | - | - | - | 13,606 | 13,606 |
|  | Appropriation ordinary annual services2 | - | 2,531 | 1,275 | 13,650 | 17,456 |
| **Total additions** | | **-** | **2,531** | **1,275** | **27,256** | **31,062** |
|  |  |  |  |  |  |  |
| **Other movements** | |  |  |  |  |  |
| Depreciation/amortisation expense | | - | (5,583) | (261) | (20,978) | (26,822) |
| **Total depreciation/amortisation** | | **-** | **(5,583)** | **(261)** | **(20,978)** | **(26,822)** |
|  |  |  |  |  |  |  |
| **As at 30 June 2014** | |  |  |  |  |  |
| Gross book value | | 1,352 | 39,734 | 30,104 | 199,604 | 270,794 |
| Accumulated depreciation/ | |  |  |  |  |  |
|  | amortisation and impairment | - | (20,464) | (17,207) | (96,452) | (134,123) |
| **Closing net book balance** | | **1,352** | **19,270** | **12,897** | **103,152** | **136,671** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |

1. "Appropriation equity" refers to equity injections provided through Appropriation Bills (No.2 & 4)   
   2013-14.
2. “Appropriation ordinary annual services” refers to funding provided through Appropriation   
   Bills (No. 1 & 3) 2013-14 for depreciation / amortisation expenses, DCBs or other operational expenses.

Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of government for the period ended 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | Budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSES ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
|  | Grants | | 7,177 | 9,906 | 5,686 | 7,057 | 7,187 |
|  | Personal benefits | | 6,343,193 | 6,584,441 | 6,514,225 | 6,433,229 | 6,311,312 |
|  | Payments to CAC Act bodies | | 39,351 | 49,300 | 39,422 | 39,469 | 39,124 |
|  | Other | | 5,313,900 | 5,547,686 | 5,610,841 | 5,691,046 | 5,851,817 |
| **Total expenses** | | |  |  |  |  |  |
|  | **administered on** | |  |  |  |  |  |
|  | **behalf of government** | | **11,703,621** | **12,191,333** | **12,170,174** | **12,170,801** | **12,209,440** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **INCOME ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
| **Revenue** | | |  |  |  |  |  |
| **Non-taxation revenue** | | |  |  |  |  |  |
|  | Other sources of | |  |  |  |  |  |
|  | non-taxation revenue | | 9,016 | 9,471 | 9,471 | 9,471 | 9,471 |
| ***Total non-taxation*** | | | **9,016** | **9,471** | **9,471** | **9,471** | **9,471** |
| **Total revenues** | | |  |  |  |  |  |
|  | **administered on** | |  |  |  |  |  |
|  |  | **behalf of government** | **9,016** | **9,471** | **9,471** | **9,471** | **9,471** |
|  |  |  |  |  |  |  |  |
| **Net Cost of (contribution by)** | | |  |  |  |  |  |
|  | **services** | | **11,694,605** | **12,181,862** | **12,160,703** | **12,161,330** | **12,199,969** |
| **Surplus (Deficit)** | | | **(11,694,605)** | **(12,181,862)** | **(12,160,703)** | **(12,161,330)** | **(12,199,969)** |
|  |  |  |  |  |  |  |  |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of government as at 30 June

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | Budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 78,801 | 78,801 | 78,801 | 78,801 | 78,801 |
|  | Other receivables | | 87,164 | 87,164 | 87,164 | 87,164 | 87,164 |
|  | Investments | | 1,230,427 | 1,255,685 | 1,268,127 | 1,275,329 | 1,282,559 |
| ***Total financial assets*** | | | **1,396,392** | **1,421,650** | **1,434,092** | **1,441,294** | **1,448,524** |
| **Total assets administered** | | |  |  |  |  |  |
|  | **on behalf of government** | | **1,396,392** | **1,421,650** | **1,434,092** | **1,441,294** | **1,448,524** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES ADMINISTERED** | | |  |  |  |  |  |
| **ON BEHALF OF GOVERNMENT** | | |  |  |  |  |  |
| **Provisions and payables** | | |  |  |  |  |  |
|  | Other provisions and payables | | 1,786,189 | 1,763,593 | 1,837,677 | 1,929,070 | 2,021,007 |
|  | Personal benefits | | 3,454,974 | 3,547,970 | 3,693,392 | 3,862,220 | 4,030,526 |
|  | Other payables and accrued | |  |  |  |  |  |
|  |  | expenses | 108,774 | 108,779 | 108,778 | 108,778 | 108,778 |
| ***Total provisions and payables*** | | | **5,350,862** | **5,420,342** | **5,639,847** | **5,900,068** | **6,160,311** |
|  |  |  |  |  |  |  |  |
| **Total liabilities administered on** | | | |  |  |  |  |
| **behalf of the government** | | | **5,350,862** | **5,420,342** | **5,639,847** | **5,900,068** | **6,160,311** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

**Table 3.2.9: Schedule of budgeted administered cash flows   
for the period ended 30 June**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2012-13 | 2013-14 | 2014-15 | 2015-16 | 2016-17 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | GST input credit received | | 42,676 | 38,051 | 38,051 | 38,051 | 38,051 |
|  | Other | | (5,127) | 9,471 | 9,471 | 9,471 | 9,471 |
| ***Total cash received*** | | | **37,549** | **47,522** | **47,522** | **47,522** | **47,522** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Personal benefits | | 6,482,559 | 6,491,444 | 6,368,803 | 6,264,401 | 6,143,006 |
|  | Other | | 5,399,364 | 5,570,278 | 5,537,741 | 5,600,652 | 5,760,898 |
|  | Grant payments | | 7,178 | 9,906 | 4,703 | 6,058 | 6,169 |
|  | GST payments to suppliers | | 43,512 | 38,051 | 38,051 | 38,051 | 38,051 |
|  | Payments to CAC Act bodies | | 39,353 | 49,300 | 39,422 | 39,469 | 39,124 |
| ***Total cash used*** | | | **11,971,966** | **12,158,979** | **11,988,720** | **11,948,631** | **11,987,248** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **(11,934,417)** | **(12,111,457)** | **(11,941,198)** | **(11,901,109)** | **(11,939,726)** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Payments to CAC Act Bodies | | 11,125 | 25,258 | 12,442 | 7,202 | 7,230 |
| **Net cash received – investing** | | | |  |  |  |  |
| **financial loans and advances** | | | **(11,125)** | **(25,258)** | **(12,442)** | **(7,202)** | **(7,230)** |
| **Net increase/decrease in cash held** | | | **(11,945,542)** | **(12,136,715)** | **(11,953,640)** | **(11,908,311)** | **(11,946,956)** |
|  | Cash and cash equivalents at beginning of reporting period | | 62,678 | 107,927 | 107,927 | 107,927 | 107,927 |
|  | Cash from Official Public Account | | 11,968,706 | 12,146,186 | 11,963,111 | 11,917,782 | 11,956,427 |
|  | Cash to Official Public Account | | (7,041) | (9,471) | (9,471) | (9,471) | (9,471) |
| **Cash and cash equivalents** | | |  |  |  |  |  |
| **at end of reporting period** | | | **78,801** | **107,927** | **107,927** | **107,927** | **107,927** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

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 depreciating asset. |
| Additional estimates | Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts. |
| 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. |
| AEIFRS | Australian Equivalents to International Financial Reporting Standards, which were issued by the Australian Accounting Standards Board in July 2004. |
| Appropriation | An authorisation by Parliament to spend moneys from the Consolidated Revenue Fund for a particular purpose. |
| Annual Appropriation | Acts of Parliament, which provide appropriation for the government’s activities during a specific financial year. Three appropriation Bills are introduced into Parliament in May and comprise the Budget. Further supplementary Bills are introduced later in the financial year as part of the Additional Estimates process. The Parliamentary departments have their own appropriation Bills. |
| Capital expenditure | Expenditure by an agency on capital projects, for example purchasing a building. |
| Consolidated Revenue Fund | Section 81 of the Constitution stipulates that all revenue raised or money received by the Commonwealth forms the one consolidated revenue fund (CRF). The CRF is not a bank account. The Official Public Account reflects most of the operations of the CRF. |

|  |  |
| --- | --- |
| Departmental items | Assets, liabilities, revenues and expenses that are controlled by the agency to produce 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 | Apportionment of an asset’s capital value as an expense over its estimated useful life to take account of normal usage, obsolescence, or the passage of time. |
| Effectiveness indicators | Indicators to assess the degree of success in achieving outcomes. As outcomes are generally long-term in nature, effectiveness indicators often relate to intermediate outcomes (shorter term impacts) below the planned outcomes specified. |
| Efficiency indicators | Measures the adequacy of an agency’s management of its outputs and, where applicable, administered items. Includes price, quality and quantity indicators. The interrelationship between the three efficiency indicators of any one output should be considered when judging efficiency. |
| Equity or net assets | Residual interest in the assets of an entity after deduction of its liabilities. |
| Expense | Expenses represent the full costs of an activity, that is, the total value of all the resources consumed in producing goods and services or the loss of future economic benefits in the form of reductions in assets or increases in liabilities of the entity. Expenses include cash items, such as salary payments, as well as expenses that have been incurred, such as accruing employee entitlements that will be paid in the future. |
| Fair value | Valuation methodology: The amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm’s length transaction. Australian Government entities will move to this method incrementally by 30 June 2006 for valuing most infrastructure, plant and equipment. |
| Intermediate outcomes | More specific medium-term impacts (eg trend data, targets or milestones) below the level of the planned outcomes specified in the Budget. A combination of several intermediate outcomes can at times be considered as a proxy for determining the achievement of outcomes or progress towards outcomes. *See* Outcomes. |

|  |  |
| --- | --- |
| Operating result | Equals revenue less expenses. |
| Outcomes | The government’s objectives in each portfolio area. Outcomes are desired results, impacts or consequences for the Australian community as influenced by the actions of the Australian Government. Actual outcomes are assessments of the end results or impacts actually achieved. |
| Output groups | A logical aggregation of agency outputs, where useful, and based either on homogeneity, type of product, business line or beneficiary target group. Aggregation of outputs 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 also include goods and services for other areas of government external to the agency. |
| Price | One of the three key efficiency indicators. The amount the government or the community pays for the delivery of agreed outputs. |
| Quality | One of the three key efficiency indicators. 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 users’ expectations and experiences. |
| Quantity | One of the three key efficiency indicators. Examples include the 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 Account | Balances existing within the Consolidated Revenue Fund (CRF) that are supported by standing appropriations (*Financial Management and Accountability Act 1997*, ss. 20 and 21). Special accounts allow money in the CRF to be acknowledged as set aside (hypothecated) for a particular purpose. Amounts credited to a Special Account may only be spent for the purposes of the Special Account. Special accounts can only be established by a written determination of the Finance Minister (s. 20 FMA Act) or through an Act of Parliament (referred to in s. 21 of the FMA Act). |
| Special Appropriations (including Standing Appropriations) | An amount of money appropriated by a particular Act of Parliament for a specific purpose and number of years. For special appropriations, the authority to withdraw funds from the Consolidated Revenue Fund does not generally cease at the end of the financial year.  Standing appropriations are a subcategory consisting of ongoing special appropriations — the amount appropriated will depend on circumstances specified in the legislation. |