Portfolio Additional

Estimates Statements 2017-18

Defence Portfolio

(Department of Veterans' Affairs)

Explanations of Additional Estimates 2017-18

© Commonwealth of Australia 2018

ISBN 978-0-9876151-9-0

This publication is available for your use under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/deed.en) licence, with the exception of the Commonwealth Coat of Arms, the Department of Veterans' Affairs logo, photographs, images, signatures and where otherwise stated. The full licence terms are available from

<http://creativecommons.org/licenses/by/3.0/au/legalcode>.

CC by_grey

Use of Department of Veterans' Affairs material under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/deed.en) licence requires you to attribute the work (but not in any way that suggests that the Department of Veterans' Affairs endorses you or your use of the work).

Department of Veterans' Affairs *material used 'as supplied'*

Provided you have not modified or transformed Department of Veterans' Affairs material in any way including, for example, by changing the Department of Veterans' Affairs text; calculating percentage changes; graphing or charting data; or deriving new statistics from published Department of Veterans' Affairs statistics – then Department of Veterans' Affairs prefers the following attribution:

*Source: The Australian Government* Department of Veterans' Affairs

**Derivative material**

If you have modified or transformed Department of Veterans' Affairs material, or derived new material from those of the Department of Veterans' Affairs in any way, then Department of Veterans' Affairs prefers the following attribution:

*Based on The Australian Government* Department of Veterans' Affairs *data*

**Use of the Coat of Arms**

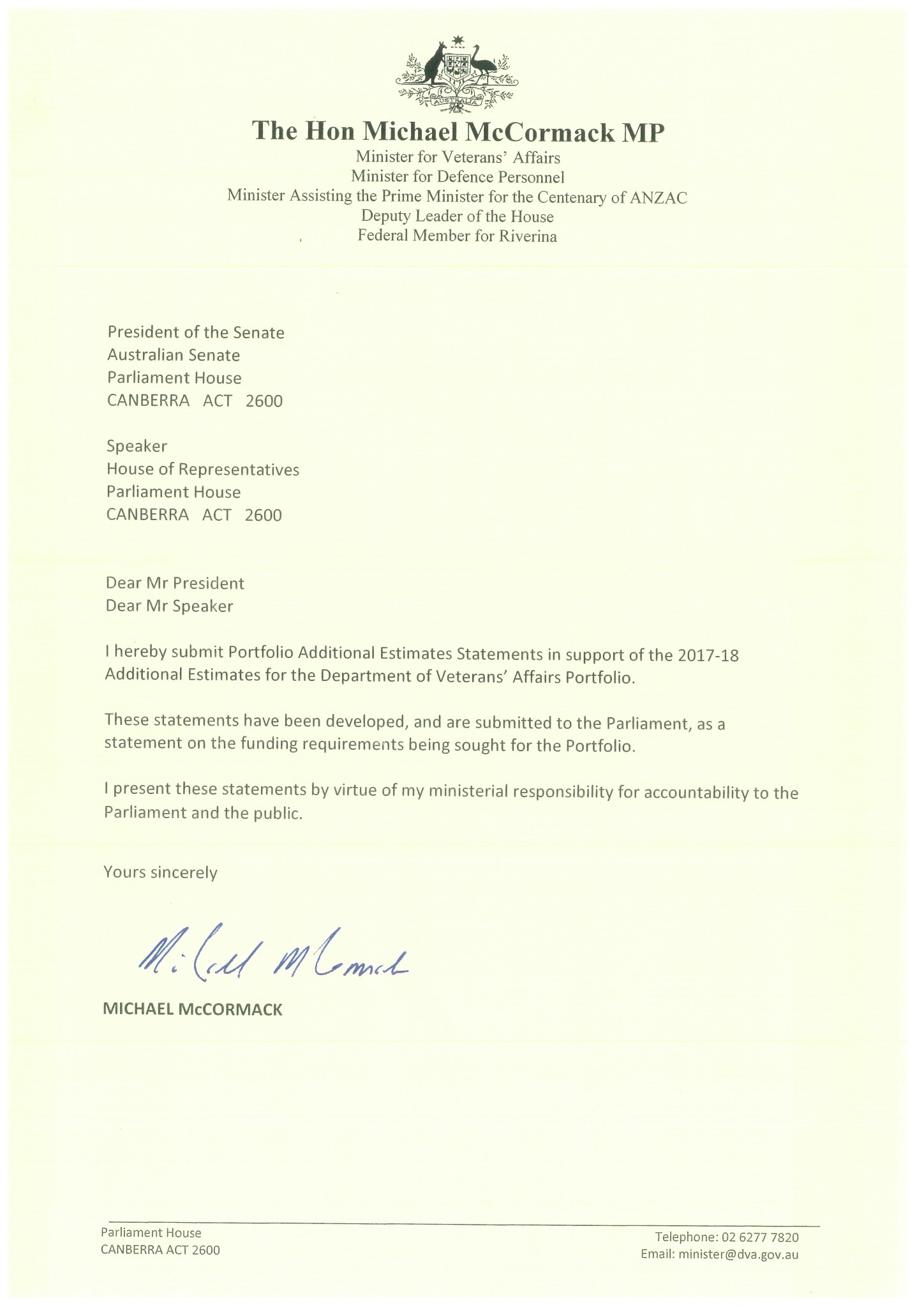
The terms under which the Coat of Arms can be used are set out on the It’s an Honour website (see [www.itsanhonour.gov.au](http://www.itsanhonour.gov.au))

**Other Uses**

Inquiries regarding this licence and any other use of this document are welcome at:

Graeme Rochow, Chief Finance Officer, Department of Veterans’ Affairs (02) 6289 6620

Printed by CanPrint Communications Pty Ltd



#### 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

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 Finance 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

DVA

# User Guide

The purpose of the 2017-18 Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament of the proposed allocation of resources to Government outcomes by entities within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(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 (Nos. 3 and 4) 2017-18*. 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) 2017-18* 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 entities 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 entities in the portfolio. | |
| Entity Additional Estimates Statements | |
| A statement (under the name of the entity) for each entity affected by Additional Estimates. | |
| Section 1: Entity Overview and Resources | This section details the total resources available to an entity, the impact of any measures since Budget, and impact on *Appropriation Bills Nos. 3* and *4*. |
| Section 2: Revisions to Outcomes and Planned Performance | This section details **changes** to Government outcomes and/or **changes** to the planned performance of entity programs. |
| Section 3: Special Account Flows and Budgeted Financial Statements | This section contains updated explanatory tables on special account flows and revisions to the budgeted financial statements. |
| Glossary | Explains key terms relevant to the portfolio. |

Contents

Portfolio Overview 3

Entity Additional Estimates Statements 6

Department of Veterans' Affairs 8

Australian War Memorial 59

Glossary 79

DVA

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 2017-18 Portfolio Budget Statements. A full outline of the Department of Veterans' Affairs (DVA) Portfolio Overview can be found in the 2017-18 Portfolio Budget Statements.

The portfolio is seeking, for the Department of Veterans' Affairs, net additional funding of   
$169.6 million, including $5.2 million for departmental expenses and $164.4 million for administered expenses. The new appropriation funding of $11,004.3 million being sought will provide the Department with $10,609.8 million in administered expenses and $394.5 million in total departmental expenses.

The Australian War Memorial is seeking additional funding of $5.6 million for a detailed business case for additional exhibition space.

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

**The Hon. Michael McCormack MP**

Minister for Veterans’ Affairs

Minister for Defence Personnel

Minister Assisting the Prime Minister for the Centenary of ANZAC

Deputy Leader of the House

DVA

Entity Additional Estimates Statements

Department of Veterans' Affairs 8

Australian War Memorial 59

DVA

Department of Veterans’

Affairs

Entity resources and planned performance

Department of Veterans' Affairs

SECTION 1: ENTITY OVERVIEW AND RESOURCES 11

1.1 Strategic direction statement 11

1.2 Entity resource statement 12

1.3 Budget measures 15

1.4 Additional estimates and variations 18

1.5 Breakdown of additional estimates by Appropriation Bill 21

SECTION 2: REVISIONS TO ENTITY OUTCOMES AND PLANNED PERFORMANCE 22

2.1 Resources and performance information 22

SECTION 3: SPECIAL ACCOUNT FLOWS AND BUDGETED FINANCIAL STATEMENTS 39

3.1 Special account flows 39

3.2.1 Budgeted financial statements 40

3.2.2 Budgeted financial statements tables 41

DVA

# Department of Veterans' Affairs

## Section 1: Entity 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 financial entitlements to support the health and wellbeing of Australia’s veterans, current serving men and women, war widows and widowers, dependants and eligible members of the Australian Federal Police.

There has been no change in the Department’s role, planned outcomes or programs structure since the 2017-18 Portfolio Budget Statements. A full outline of DVA’s strategic direction can be found in the 2017-18 Portfolio Budget Statements.

#### Administered expenses

The additional administered funding of $164.4 million is required for new measures and other estimate variations as set out in Table 1.1, 1.2, 1.3, pages 12 to 20.

#### Departmental expenses

The additional departmental funding of $5.2 million is required for new measures and other estimate variations as set out in Table 1.1, 1.2, and 1.3, pages 12 to 20.

### 1.2 Entity Resource Statement

The Entity 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 2017-18 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 2017-18 as at Additional Estimates February 2018

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | *Total* | Estimate |  | Proposed |  | Total |
|  |  |  | *available* | as at | + | Additional | = | estimate at |
|  |  |  | *appropriation* | Budget |  | Estimates |  | Additional |
|  |  |  |  |  |  |  |  | Estimates |
|  |  |  | *2016-17* | 2017-18 |  | 2017-18 |  | 2017-18 |
|  |  |  | *$'000* | $'000 |  | $'000 |  | $'000 |
| **Departmental** | | |  |  |  |  |  |  |
| Annual appropriations - ordinary annual servicesa | | |  |  |  |  |  |  |
|  | Prior year departmental appropriationb | | - | 22,440 |  | 26,028 |  | 48,468 |
|  | Departmental appropriation | | 306,494 | 366,349 |  | 1,997 |  | 368,346 |
|  | s74 Retained Revenue Receiptsc | | 6,659 | 6,905 |  | (476) |  | 6,429 |
|  | Departmental Capital Budgetd | | 13,282 | 13,634 |  | - |  | 13,634 |
| Annual appropriations - other services - non operating | | |  |  |  |  |  |  |
|  | Equity injectionse | | 19,562 | 9,336 |  | 3,190 |  | 12,526 |
| *Total departmental annual appropriations* | | | **345,997** | **418,664** |  | **30,739** |  | **449,403** |
| Special Accounts | | |  |  |  |  |  |  |
|  |  | Opening balancef | 2,171 | 2,391 |  | 251 |  | 2,642 |
|  |  | Appropriation Receiptsg | 120 | 120 |  | - |  | 120 |
|  |  | Non-Appropriation receipts to Special Accounts | 47,000 | 48,000 |  | (10,186) |  | 37,814 |
| *Total special account* | | | **49,291** | **50,511** |  | **(9,935)** |  | **40,576** |
| *less departmental appropriations drawn from annual/special appropriations and credited to special accounts* | | | 120 | 120 |  | - |  | 120 |
| ***Total departmental resourcing*** | | | **395,168** | **469,055** |  | **20,804** |  | **489,859** |
|  |  |  |  |  |  |  |  |  |
| **Administered** | | |  |  |  |  |  |  |
| Annual appropriations - ordinary annual services | | |  |  |  |  |  |  |
|  | Outcome 1 | | 49,972 | 50,230 |  | 3,496 |  | 53,726 |
|  | Outcome 2 | | 8,614 | 9,959 |  | 2,253 |  | 12,212 |
|  | Outcome 3 | | 48,950 | 53,437 |  | 446 |  | 53,883 |
|  | Payments to corporate entitiesh | | 42,699 | 47,389 |  | 5,651 |  | 53,040 |
| Annual appropriations - other services - non operating | | |  |  |  |  |  |  |
|  | Payments to corporate entities - non-operatingh | | 7,154 | 8,980 |  | - |  | 8,980 |
| **Total available annual appropriations** | | | **157,389** | **169,995** |  | **11,846** |  | **181,841** |
|  |  |  |  |  | Continued on next page | | | |

Table 1.1: Department of Veterans' Affairs Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018 (continued)

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
|  |  |  |  | *Total* | Estimate |  | Proposed |  | Total |
|  |  |  |  | *available* | as at | + | Additional | = | estimate at |
|  |  |  |  | *appropriation* | Budget |  | Estimates |  | Additional |
|  |  |  |  |  |  |  |  |  | Estimates |
|  |  |  |  | *2016-17* | 2017-18 |  | 2017-18 |  | 2017-18 |
|  |  |  |  | *$'000* | $'000 |  | $'000 |  | $'000 |
| **Special appropriations** | | |  |  |  |  |  |  |  |
|  | **Outcome 1** | |  |  |  |  |  |  |  |
|  | *Papua New Guinea (Members of the Forces Benefits) Act 1957* | |  | 11 | 14 |  | - |  | 14 |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  | 5,409,432 | 5,134,325 |  | 7,021 |  | 5,141,346 |
|  | *Compensation (Japanese Interment) Act 2001* | |  | - | 25 |  | - |  | 25 |
|  | *Defence Service Homes Act 1918* | |  | 837 | 758 |  | - |  | 758 |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  | 140,015 | 140,837 |  | 32,023 |  | 172,860 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  | 366,483 | 330,071 |  | 110,759 |  | 440,830 |
|  | **Total Outcome 1** | |  | **5,916,778** | **5,606,030** |  | **149,803** |  | **5,755,833** |
|  | **Outcome 2** | |  |  |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  | 4,503,525 | 4,558,516 |  | (25,596) |  | 4,532,920 |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  | 41,808 | 40,714 |  | 4,195 |  | 44,909 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  | 83,211 | 77,538 |  | 29,808 |  | 107,346 |
|  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | |  | 371 | 49,008 |  | - |  | 49,008 |
|  | *Public Governance, Performance and Accountability Act 2013 - s77 Repayments* | |  | - | 5 |  | - |  | 5 |
|  | **Total Outcome 2** | |  | **4,628,915** | **4,725,781** |  | **8,407** |  | **4,734,188** |
| **Total administered special appropriations** | | |  | **10,545,693** | **10,331,811** |  | **158,210** |  | **10,490,021** |
| *less payments to corporate entities from annual/special appropriations* | | |  | 49,853 | 56,369 |  | 5,651 |  | 62,020 |
| ***Total administered resourcing*** | | |  | **10,653,229** | **10,445,437** |  | **164,405** |  | **10,609,842** |
| **Total resourcing for DVA** | | |  | **11,048,397** | **10,914,492** |  | **185,209** |  | **11,099,701** |
|  |  |  |  |  |  |  | | | |
|  |  |  |  |  |  |  | *2016-17* |  | 2017-18 |
| **Average Staffing Level** | | |  |  |  |  | 1,889 |  | 1,896 |

1. *Appropriation Act (No. 1) 2017-18 and Appropriation Bill (No. 3) 2017-18.*
2. Estimated adjusted balance carried from previous year for annual appropriations
3. Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.
4. Departmental capital budgets are not separately identified in Appropriation Act (No.1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details.
5. *Appropriation Act (No. 2) 2017-18* and *Appropriation Bill (No. 4) 2017-18*.
6. Estimated opening balance for special accounts (less ‘Special Public Money’ held in a *Services for Other Entities and Trust Moneys Special Accounts (SOETM)*). For further information on Special Accounts see Table 3.1.
7. Appropriation receipts credited into DSHIS special account included in total departmental appropriation. For further information, see Table 3.1. (Note: Non-appropriation receipts other than those of the DSHIS special account are excluded as these represent Special Public Monies).
8. ‘Corporate Entities’ are Corporate Commonwealth Entities and Commonwealth Companies as defined under the *PGPA Act 2013*.

Reader note: All figures are GST exclusive.

Table 1.1: Department of Veterans' Affairs Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018 (continued)  
  
Third Party Payments from and on Behalf of Other Entities

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | *Actual* | Estimate |  | Proposed |  | Total |
|  |  | *payments* | as at | + | Additional | = | estimate at |
|  |  |  | Budget |  | Estimates |  | Additional |
|  |  |  |  |  |  |  | Estimates |
|  |  | 2016-17 | 2017-18 |  | 2017-18 |  | 2017-18 |
|  |  | *$'000* | $'000 |  | $'000 |  | $'000 |
| Receipts received from the Department of Defence for | |  |  |  |  |  |  |
|  | the provision of services (disclosed above in s74 |  |  |  |  |  |  |
|  | Retained Revenue Receipts section above) | 7,587 | 8,282 |  | (674) |  | 7,608 |
| Payments made to corporate entities within the Portfolio | |  |  |  |  |  |  |
|  | Australian War Memorial - Bill 1 | 42,699 | 47,389 |  | 5,651 |  | 53,040 |
|  | Australian War Memorial - Bill 2 | 7,154 | 8,980 |  | - |  | 8,980 |
| Payments made on behalf of Department of Social | |  |  |  |  |  |  |
|  | Services *Social Security (Administration) Act 1999* | 46,532 | 47,836 |  | (952) |  | 46,884 |
| Payments made on behalf of Department of Social | |  |  |  |  |  |  |
|  | Services *A New Tax System (Family Assistance)* |  |  |  |  |  |  |
|  | (Administration) Act 1999 | 583 | 1,158 |  | (1,154) |  | 4 |
| Payments made on behalf of Department of Social | |  |  |  |  |  |  |
|  | Services for the provision of services | 156 | 148 |  | 4 |  | 152 |
| Payments made by the Department of Human Services (DHS) on behalf of DVA | |  |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986*, | 3,503,478 | 3,422,952 |  | 19,039 |  | 3,441,991 |
|  | *Military Rehabilitation and Compensation Act 2004* | 55,698 | 60,529 |  | 5,240 |  | 65,769 |
|  | *Safety, Rehabilitation and Compensation Act 1988* | 13,429 | 12,375 |  | 1,532 |  | 13,907 |
|  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | 371 | 377 |  | 48,631 |  | 49,008 |
| Payments made to DHS for processing payment of | |  |  |  |  |  |  |
|  | health care provider treatment accounts and the |  |  |  |  |  |  |
|  | provision of IT services. | 35,736 | 27,260 |  | 37,740 |  | 65,000 |

### 1.3 Entity Measures Table

Table 1.2 summarises new Government measures taken since the 2017-18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Entity 2017-18 Measures since Budget

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Program | | | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  | | | $'000 | $'000 | $'000 | $'000 |
| **Expense measures** | |  |  |  |  |  |
| **Outcome 1** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Support for Veterans' Mental Health - additional funding | | 1.1 |  |  |  |  |
|  | Administered expenses |  | 354 | 7,408 | 3,776 | 4,119 |
|  | Departmental expenses |  | 1,715 | 1,096 | 51 | 51 |
| **Total** | |  | **2,069** | **8,504** | **3,827** | **4,170** |
|  |  |  |  |  |  |  |
| **Total Outcome 1** | |  |  |  |  |  |
|  | Administered expenses |  | 354 | 7,408 | 3,776 | 4,119 |
|  | Departmental expenses |  | 1,715 | 1,096 | 51 | 51 |
|  | **Total** |  | **2,069** | **8,504** | **3,827** | **4,170** |
|  |  |  |  |  |  |  |
| **Outcome 2** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Guaranteeing Medicare - Medicare Benefits Schedule Review - response to Taskforce recommendationsb | | 2.1 |  |  |  |  |
|  | Administered expenses |  | – | – | – | – |
| **Total** | |  | **–** | **–** | **–** | **–** |
|  |  |  |  |  |  |  |
| Guaranteeing Medicare - Medicare Benefits Schedule - new and amended listingsa | | 2.1 |  |  |  |  |
|  | Administered expenses |  | 364 | 240 | (97) | (332) |
| **Total** | |  | **364** | **240** | **(97)** | **(332)** |
|  |  |  |  |  |  |  |
| Making Private Health Insurance Simpler and More Affordablea | | 2.2 |  |  |  |  |
|  | Administered expenses |  | (3,460) | (9,822) | (11,599) | (14,502) |
| **Total** | |  | **(3,460)** | **(9,822)** | **(11,599)** | **(14,502)** |
|  |  |  | Continued on next page | | | |

Table 1.2: Entity 2017-18 Measures since Budget (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Program | | | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  | | | $'000 | $'000 | $'000 | $'000 |
| **Expense measures** | |  |  |  |  |  |
| **Outcome 2** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Repatriation Pharmaceutical Benefits Scheme - new listings and price amendments | | 2.3 |  |  |  |  |
|  | Administered expenses |  | 5 | 10 | 9 | 9 |
| **Total** | |  | **5** | **10** | **9** | **9** |
|  |  |  |  |  |  |  |
| Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listingsa | | 2.1 & 2.3 |  |  |  |  |
|  | Administered expenses |  | 6,112 | 7,315 | 6,542 | 6,148 |
| **Total** | |  | **6,112** | **7,315** | **6,542** | **6,148** |
|  |  |  |  |  |  |  |
| Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listingsc | | 2.1 &2.3 |  |  |  |  |
|  | Administered expenses |  | 467 | 813 | 719 | 704 |
| **Total** | |  | **467** | **813** | **719** | **704** |
|  |  |  |  |  |  |  |
| Support for Veterans' Mental Health - additional funding | | 2.1 & 2.6 |  |  |  |  |
|  | Administered expenses |  | 866 | 3,723 | 5,731 | 3,700 |
|  | Departmental expenses |  | 284 | 438 | 344 | 345 |
| **Total** | |  | **1,150** | **4,161** | **6,075** | **4,045** |
|  |  |  |  |  |  |  |
| **Total Outcome 2** | |  |  |  |  |  |
|  | Administered expenses |  | 4,354 | 2,279 | 1,305 | (4,273) |
|  | Departmental expenses |  | 284 | 438 | 344 | 345 |
|  | **Total** |  | **4,638** | **2,717** | **1,649** | **(3,928)** |
|  |  |  | Continued on next page | | | |

Table 1.2: Entity 2017-18 Measures since Budget (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| Program | | | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  | | | $'000 | $'000 | $'000 | $'000 |
| **Expense measures** | |  |  |  |  |  |
| **All Outcomes** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Department of Veterans' Affairs - travel efficiencies | | All |  |  |  |  |
|  | Departmental expenses |  | (398) | (531) | (531) | (531) |
| **Total** | |  | **(398)** | **(531)** | **(531)** | **(531)** |
| **Total Outcome All** | |  |  |  |  |  |
|  | Departmental expenses |  | (398) | (531) | (531) | (531) |
|  | **Total** |  | **(398)** | **(531)** | **(531)** | **(531)** |
| **Total expense measures** | |  |  |  |  |  |
|  | Administered |  | 4,708 | 9,687 | 5,081 | (154) |
|  | Departmental |  | 1,601 | 1,003 | (136) | (135) |
|  | **Total** |  | **6,309** | **10,690** | **4,945** | **(289)** |
| Support for Veterans' Mental Health - additional funding | | 1.1 & 2.6 |  |  |  |  |
|  | Departmental Capital |  | 2,460 | 769 | – | – |
| **Total** | |  | **2,460** | **769** | **–** | **–** |
|  |  |  |  |  |  |  |
| **Total capital measures** | |  |  |  |  |  |
|  | Departmental |  | 2,460 | 769 | – | – |
|  | **Total** |  | **2,460** | **769** | **–** | **–** |
| Prepared on a Government Finance Statistics (fiscal) basis. | | | | | | |

1. 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).
2. This measure relates to the Decisions taken but not yet announced and the lead agency is the Department of Health.
3. This measure relates to the decision taken post Mid Year Economic and Fiscal Outlook (MYEFO) and the lead agency is the Department of Health.

### 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 and other variations since the 2017-18 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional Estimates and Other Variations to Outcomes Since 2017-18 Budget**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  | impacted | $'000 | $'000 | $'000 | $'000 |
| **Outcome 1** | |  |  |  |  |  |
| **Administered** | |  |  |  |  |  |
|  | **Annual appropriation** |  |  |  |  |  |
|  | Change in price & wage indices | 1.1-1.6 | 24 | 8 | 8 | 37 |
|  | Program specific - beneficiary or rate changes | 1.1-1.6 | 4,474 | 453 | 600 | (1,076) |
|  | Movement of Funds | 1.6 | 250 | – | – | – |
|  | Self Balancing Trasfer | 1.1-1.6 | (1,252) | (1,003) | (1,001) | (1,001) |
|  | **Special appropriations** |  |  |  |  |  |
|  | Support for Veterans' Mental Health - additional funding | 1.1 | 354 | 7,408 | 3,776 | 4,119 |
|  | Change in price & wage indices | 1.1-1.6 | 1,424 | (7,240) | (17,714) | (51,180) |
|  | Program specific - beneficiary or rate changes | 1.1-1.6 | 143,232 | 35,252 | 22,728 | (8,998) |
|  | Legislative delays | 1.1-1.6 | 2,442 | – | – | – |
|  | Other variations | 1.1-1.6 | 248 | 209 | 217 | 225 |
| **Net impact on appropriations for Outcome 1 (administered)** | |  | **151,196** | **35,087** | **8,614** | **(57,874)** |
| **Departmental** | |  |  |  |  |  |
|  | **Annual appropriations** |  |  |  |  |  |
|  | Support for Veterans' Mental Health - additional funding (Expense) | 1.1 | 1,715 | 1,096 | 51 | 51 |
|  | Support for Veterans' Mental Health - additional funding (Capital) | 1.1 | 1,434 | 611 | – | – |
|  | Department of Veterans' Affairs - travel efficiencies | 1.1-1.6 | (256) | (341) | (341) | (341) |
|  | Changes in price & wage indices | 1.1-1.6 | – | 181 | 176 | 353 |
|  | Changes in price & wage indices (DCB) | 1.1-1.6 | – | 8 | 8 | 18 |
|  | Legislative delays (Expense) | 1.1-1.6 | 269 | 15 | 15 | 15 |
|  | Legislative delays (Capital) | 1.1-1.6 | 730 | – | – | – |
| **Net impact on appropriations for Outcome 1 (departmental)** | |  | **3,892** | **1,570** | **(91)** | **96** |
|  |  |  | Continued on next page | | | |

Table 1.3: Additional Estimates and Other Variations to Outcomes Since 2017-18 Budget (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  | impacted | $'000 | $'000 | $'000 | $'000 |
| **Outcome 2** | |  |  |  |  |  |
| **Administered** | |  |  |  |  |  |
|  | **Annual appropriation** |  |  |  |  |  |
|  | Change in price & wage indices | 2.1-2.6 | 1 | – | (5) | (4) |
|  | Movement of funds - between years | 2.5 | 1,000 | – | – | – |
|  | Self Balancing transfer | 2.1-2.6 | 1,252 | 1,003 | 1,001 | 1,001 |
|  | **Special appropriations** |  |  |  |  |  |
|  | Guaranteeing Medicare - Medicare Benefits Schedule Review - response to Taskforce recommendations | 2.1 | – | – | – | – |
|  | Guaranteeing Medicare - Medicare Benefits Schedule - new and amended listings | 2.1 | 364 | 240 | (97) | (332) |
|  | Making Private Health Insurance Simpler and More Affordable | 2.2 | (3,460) | (9,822) | (11,599) | (14,502) |
|  | Repatriation Pharmaceutical Benefits Scheme - new listings and price amendments | 2.3 | 5 | 10 | 9 | 9 |
|  | Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listings | 2.1 & 2.3 | 6,112 | 7,315 | 6,542 | 6,148 |
|  | Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listings | 2.1 & 2.3 | 467 | 813 | 719 | 704 |
|  | Support for Veterans' Mental Health - additional funding | 2.1 & 2.6 | 866 | 3,723 | 5,731 | 3,700 |
|  | Change in price & wage indices | 2.1-2.6 | 45 | 43 | (1,336) | 875 |
|  | Program specific - beneficiary or rate changes | 2.1-2.6 | (5,190) | 9,333 | 45,283 | 53,429 |
|  | Other variations | 2.1-2.6 | 8,365 | 281 | – | – |
| **Net impact on appropriations for Outcome 2 (administered)** | |  | **9,827** | **12,939** | **46,248** | **51,028** |
| **Departmental** | |  |  |  |  |  |
|  | **Annual appropriations** |  |  |  |  |  |
|  | Support for Veterans' Mental Health - additional funding (Expense) | 2.1 & 2.6 | 284 | 438 | 344 | 345 |
|  | Support for Veterans' Mental Health - additional funding (Capital) | 2.6 | 1,026 | 158 | – | – |
|  | Department of Veterans' Affairs - travel efficiencies | 2.1-2.6 | (110) | (147) | (147) | (147) |
|  | Changes in price & wage indices | 2.1-2.6 | – | 77 | 75 | 152 |
|  | Changes in price & wage indices (DCB) | 2.1-2.6 | – | 4 | 4 | 7 |
|  | Other Variations | 2.1-2.6 | 127 | – | – | – |
| **Net impact on appropriations for Outcome 2 (departmental)** | |  | **1,327** | **530** | **276** | **357** |
|  |  |  | Continued on next page | | | |

Table 1.3: Additional Estimates and Other Variations to Outcomes Since 2017-18 Budget (continued)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Program | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | impacted | $'000 | $'000 | $'000 | $'000 |
| **Outcome 3** | |  |  |  |  |  |  |
| **Administered** | |  |  |  |  |  |  |
|  | **Annual appropriation** |  |  |  |  |  |  |
|  | Approved movement of funds between years |  | 3.1 | 419 | – | – | – |
|  | Change in price & wage indices |  | 3.1-3.2 | 27 | 19 | 7 | 15 |
| **Net impact on appropriations for Outcome 3 (administered)** | |  |  | **446** | **19** | **7** | **15** |
| **Departmental** | |  |  |  |  |  |  |
|  | **Annual appropriations** |  |  |  |  |  |  |
|  | Department of Veterans' Affairs - travel efficiencies |  | 3.1-3.2 | (32) | (43) | (43) | (43) |
|  | Changes in price & wage indices |  | 3.1-3.2 | – | 23 | 22 | 44 |
|  | Changes in price & wage indices (DCB) |  | 3.1-3.2 | – | 1 | 1 | 2 |
| **Net impact on appropriations for Outcome 3 (departmental)** | |  |  | **(32)** | **(19)** | **(20)** | **3** |
|  |  |  |  |  |  |  |  |
| Prepared on a Government Financial Statistics (fiscal balance) | | | | | | | |

### 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 Nos. 3 and 4*.

Table 1.4: Appropriation Bill (No. 3) 2017-18

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2016-17 | 2017-18 | 2017-18 | Additional | Reduced |
| Available | Budget | Revised | Estimates | Estimates |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **ADMINISTERED ITEMS** |  |  |  |  |  |
| **Outcome 1** | 49,722 | 50,230 | 53,726 | 3,496 | – |
| **Outcome 2** | 7,614 | 9,959 | 12,212 | 2,253 | – |
| **Outcome 3** | 48,531 | 53,437 | 53,883 | 446 | – |
| **Total** | **105,867** | **113,626** | **119,821** | **6,195** | **–** |
|  |  |  |  |  |  |
| **DEPARTMENTAL PROGRAMS** |  |  |  |  |  |
| **Outcome 1** | 210,280 | 241,532 | 243,260 | 1,728 | – |
| **Outcome 2** | 84,516 | 99,374 | 99,675 | 301 | – |
| **Outcome 3** | 24,980 | 39,077 | 39,045 | – | (32) |
| **Total** | **319,776** | **379,983** | **381,980** | **2,029** | **(32)** |
| **Total administered and**  **departmental** | **425,643** | **493,609** | **501,801** | **8,224** | **(32)** |

Table 1.5: Appropriation Bill (No. 4) 2017-18

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2016-17 | 2017-18 | 2017-18 | Additional | Reduced |
| Available | Budget | Revised | Estimates | Estimates |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **DEPARTMENTAL PROGRAMS** |  |  |  |  |  |
| Equity Injections | 19,562 | 9,336 | 12,526 | 3,190 | – |
| **Total Departmental** | **19,562** | **9,336** | **12,526** | **3,190** | **–** |

## Section 2: Revisions to Entity Outcomes 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 2017-18 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 2017-18 Portfolio Budget Statements.

#### OUTCOME 1

**Outcome 1 Strategy**

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.

Table 2.1.1: Budgeted Expenses for Outcome 1

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Outcome 1:** | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 1.1: Veterans' Income Support and Allowances** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 2,329,596 | 2,189,186 | 2,150,692 | 2,110,182 | 2,034,608 |
|  | **Administered total** | **2,329,596** | **2,189,186** | **2,150,692** | **2,110,182** | **2,034,608** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 58,589 | 71,455 | 55,577 | 53,131 | 53,443 |
|  | Expenses not requiring appropriation in the Budget yearb | 5,426 | 5,217 | 5,224 | 4,890 | 4,787 |
|  | **Departmental total** | **64,015** | **76,672** | **60,801** | **58,021** | **58,230** |
| **Total expenses for program 1.1** | | **2,393,611** | **2,265,858** | **2,211,493** | **2,168,203** | **2,092,838** |
|  |  |  |  |  |  |  |
| **Program 1.2: Veterans' Disability Support** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 17,021 | 22,920 | 21,726 | 20,705 | 20,149 |
|  | Special Appropriations | 1,515,465 | 1,494,587 | 1,475,094 | 1,474,158 | 1,488,307 |
|  | **Administered total** | **1,532,486** | **1,517,507** | **1,496,820** | **1,494,863** | **1,508,456** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 43,055 | 51,230 | 40,020 | 38,992 | 39,219 |
|  | Expenses not requiring appropriation in the Budget yearb | 3,987 | 3,755 | 3,625 | 3,379 | 3,305 |
|  | **Departmental total** | **47,042** | **54,985** | **43,645** | **42,371** | **42,524** |
| **Total expenses for program 1.2** | | **1,579,528** | **1,572,492** | **1,540,465** | **1,537,234** | **1,550,980** |
|  |  |  |  |  | Continued on next page | |

Table 2.1.1: Budgeted Expenses for Outcome 1 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Outcome 1:** | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 1.3: Assistance to Defence Widow/ers and Dependants** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 1,561,710 | 1,448,748 | 1,346,500 | 1,229,717 | 1,162,515 |
|  | **Administered total** | **1,561,710** | **1,448,748** | **1,346,500** | **1,229,717** | **1,162,515** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 11,959 | 14,247 | 11,130 | 10,844 | 10,907 |
|  | Expenses not requiring appropriation in the Budget yearb | 1,107 | 1,041 | 1,005 | 937 | 917 |
|  | **Departmental total** | **13,066** | **15,288** | **12,135** | **11,781** | **11,824** |
| **Total expenses for program 1.3** | | **1,574,776** | **1,464,036** | **1,358,635** | **1,241,498** | **1,174,339** |
|  |  |  |  |  |  |  |
| **Program 1.4: Assistance and Other Compensation for Veterans and Dependants** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 6,926 | 8,439 | 8,100 | 8,690 | 8,900 |
|  | Special Appropriations | 30,112 | 11,916 | 10,188 | 8,708 | 7,419 |
|  | **Administered total** | **37,038** | **20,355** | **18,288** | **17,398** | **16,319** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 25,442 | 30,290 | 23,662 | 23,054 | 23,188 |
|  | Expenses not requiring appropriation in the Budget yearb | 2,356 | 2,220 | 2,143 | 1,998 | 1,954 |
|  | Special Accounts | 40,061 | 36,502 | 35,783 | 36,583 | 37,383 |
|  | **Departmental total** | **67,859** | **69,012** | **61,588** | **61,635** | **62,525** |
| **Total expenses for program 1.4** | | **104,897** | **89,367** | **79,876** | **79,033** | **78,844** |
|  |  |  |  |  |  |  |
| **Program 1.5: Veterans' Children Education Scheme** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 14,786 | 14,960 | 14,515 | 14,395 | 14,284 |
|  | **Administered total** | **14,786** | **14,960** | **14,515** | **14,395** | **14,284** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 3,686 | 4,375 | 3,418 | 3,330 | 3,349 |
|  | Expenses not requiring appropriation in the Budget yearb | 341 | 321 | 310 | 289 | 282 |
|  | **Departmental total** | **4,027** | **4,696** | **3,728** | **3,619** | **3,631** |
| **Total expenses for program 1.5** | | **18,813** | **19,656** | **18,243** | **18,014** | **17,915** |
|  |  |  |  |  | Continued on next page | |

Table 2.1.1: Budgeted Expenses for Outcome 1 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Outcome 1:** | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'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) | 5,971 | 7,444 | 7,891 | 8,528 | 8,898 |
|  | Special Appropriations | 520,148 | 614,921 | 493,995 | 497,255 | 516,986 |
|  | Special Accounts | 267 | 626 | 360 | 60 | 150 |
|  | **Administered total** | **526,386** | **622,991** | **502,246** | **505,843** | **526,034** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 59,205 | 70,451 | 55,035 | 53,621 | 53,934 |
|  | Expenses not requiring appropriation in the Budget yearb | 5,483 | 5,163 | 4,985 | 4,647 | 4,544 |
|  | **Departmental total** | **64,688** | **75,614** | **60,020** | **58,268** | **58,478** |
| **Total expenses for program 1.6** | | **591,074** | **698,605** | **562,266** | **564,111** | **584,512** |
| **Program 1.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Income Support and Compensation** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Expenses not requiring appropriation in the Budget year | 361,500 | 272,400 | 311,400 | 318,500 | 325,000 |
|  | **Administered total** | **361,500** | **272,400** | **311,400** | **318,500** | **325,000** |
| **Total expenses for program 1.7** | | **361,500** | **272,400** | **311,400** | **318,500** | **325,000** |
|  |  |  |  |  |  |  |
| **Outcome 1 Totals by appropriation type** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 44,704 | 53,763 | 52,232 | 52,318 | 52,231 |
|  | Special Appropriations | 5,957,031 | 5,759,358 | 5,476,469 | 5,320,020 | 5,209,835 |
|  | Special Accounts | 267 | 626 | 360 | 60 | 150 |
|  | Expenses not requiring appropriation in the Budget year | 361,500 | 272,400 | 311,400 | 318,500 | 325,000 |
|  | **Administered total** | **6,363,502** | **6,086,147** | **5,840,461** | **5,690,898** | **5,587,216** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 201,936 | 242,048 | 188,842 | 182,972 | 184,040 |
|  | Expenses not requiring appropriation in the Budget yearb | 18,701 | 17,717 | 17,292 | 16,140 | 15,789 |
|  | Special Accounts | 40,061 | 36,502 | 35,783 | 36,583 | 37,383 |
|  | **Departmental total** | **260,698** | **296,267** | **241,917** | **235,695** | **237,212** |
| **Total Expenses for Outcome 1** | | **6,624,200** | **6,382,414** | **6,082,378** | **5,926,593** | **5,824,428** |
|  |  |  |  |  | Continued on next page | |

Table 2.1.1: Budgeted Expenses for Outcome 1 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| **Movement of administered funds between years**c | | Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| Outcome 1 | |  |  |  |  |  |
|  | Program 1.6 Military Rehabilitation and Compensation Acts Payments - Income Support and Compensation: Support for veterans and their families | (250) | 250 | - | - | - |
| **Total movement of administered funds** | | **(250)** | **250** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |
|  |  | 2016-17 | 2017-18 |  |  |  |
| **Average Staffing Level (number)** | | 1,214 | 1,218 |  |  |  |

1. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Retained Revenue Receipts (s74)’.
2. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense, Audit Fees and Australian Tax Office data matching services.
3. Figures displayed as negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

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

Table 2.1.2: Program Components of Outcome 1

Program 1.1: Veterans' Income Support and Allowances

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Income support pensions | 2,324,815 | 2,184,124 | 2,145,773 | 2,105,365 | 2,029,891 |
|  |  | Other allowances | 4,781 | 5,062 | 4,919 | 4,817 | 4,717 |
|  | Program support | | 58,589 | 71,455 | 55,577 | 53,131 | 53,443 |
|  | Expenses not requiring appropriation in the Budget year | | 5,426 | 5,217 | 5,224 | 4,890 | 4,787 |
| **Total program expenses** | | | **2,393,611** | **2,265,858** | **2,211,493** | **2,168,203** | **2,092,838** |

Program 1.2: Veterans' Disability Support

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 16,106 | 22,050 | 20,900 | 19,951 | 19,445 |
|  |  | Vehicle Assistance Scheme | 915 | 870 | 826 | 754 | 704 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Disability pensions | 1,513,651 | 1,492,916 | 1,473,598 | 1,472,788 | 1,487,040 |
|  |  | Loss of earnings | 385 | 413 | 392 | 402 | 419 |
|  |  | Recreation transport allowance | 1,429 | 1,258 | 1,104 | 968 | 848 |
| Program support | | | 43,055 | 51,230 | 40,020 | 38,992 | 39,219 |
| Expenses not requiring appropriation in the Budget year | | | 3,987 | 3,755 | 3,625 | 3,379 | 3,305 |
| **Total program expenses** | | | **1,579,528** | **1,572,492** | **1,540,465** | **1,537,234** | **1,550,980** |

Program 1.3: Assistance to Defence Widow/ers and Dependants

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 1,561,710 | 1,448,748 | 1,346,500 | 1,229,717 | 1,162,515 |
| Program support | | | 11,959 | 14,247 | 11,130 | 10,844 | 10,907 |
| Expenses not requiring appropriation in the Budget year | | | 1,107 | 1,041 | 1,005 | 937 | 917 |
| **Total program expenses** | | | **1,574,776** | **1,464,036** | **1,358,635** | **1,241,498** | **1,174,339** |

Program 1.4: Assistance and Other Compensation for Veterans and Dependants

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 1,188 | 1,630 | 1,622 | 1,757 | 1,800 |
|  |  | Defective Administration | 93 | 570 | 246 | 255 | 261 |
|  |  | Payments to ESOs (BEST & TIP) | 5,090 | 5,045 | 5,039 | 5,425 | 5,555 |
|  |  | Veterans' Access to Community Information | 498 | 1,131 | 1,128 | 1,186 | 1,214 |
|  |  | Act of Grace | 57 | 63 | 65 | 67 | 70 |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Funeral benefits | 8,183 | 7,742 | 6,836 | 5,993 | 5,209 |
|  |  | POW (E) | 3,647 | 2,947 | 2,320 | 1,827 | 1,439 |
|  |  | Compensation payments for BCAL veterans | 486 | 430 | 355 | 305 | 263 |
|  |  | Energy Assistance Payment | 16,959 | - | - | - | - |
|  | *Compensation (Japanese Interment)*  *Act 2001* | |  |  |  |  |  |
|  |  | POW (J) | - | 25 | 25 | 25 | 25 |
|  | *Papua New Guinea (Members of the Forces Benefits) Act 1957* | |  |  |  |  |  |
|  |  | PNG pensions | 11 | 14 | 14 | 15 | 15 |
|  | *Defence Service Homes Act 1918* | |  |  |  |  |  |
|  |  | Interest subsidy | 826 | 758 | 638 | 543 | 468 |
| Special Account expenses: | | |  |  |  |  |  |
|  |  | DSHIS | 40,061 | 36,502 | 35,783 | 36,583 | 37,383 |
| Program support | | | 25,442 | 30,290 | 23,662 | 23,054 | 23,188 |
| Expenses not requiring appropriation in the Budget year | | | 2,356 | 2,220 | 2,143 | 1,998 | 1,954 |
| **Total program expenses** | | | **104,897** | **89,367** | **79,876** | **79,033** | **78,844** |

Program 1.5: Veterans' Children Education Scheme

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 14,786 | 14,960 | 14,515 | 14,395 | 14,284 |
| Program support | | | 3,686 | 4,375 | 3,418 | 3,330 | 3,349 |
| Expenses not requiring appropriation in the Budget year | | | 341 | 321 | 310 | 289 | 282 |
| **Total program expenses** | | | **18,813** | **19,656** | **18,243** | **18,014** | **17,915** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 2,527 | 3,977 | 4,222 | 4,507 | 4,702 |
|  |  | Other income support and compensation-related payments - MRCA | 3,444 | 3,467 | 3,669 | 4,021 | 4,196 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Permanent impairment | 56,202 | 74,850 | 40,300 | 38,500 | 36,700 |
|  |  | Benefits for eligible dependants | 14,542 | 15,647 | 14,684 | 13,698 | 16,035 |
|  |  | Incapacity payments | 63,990 | 70,731 | 72,000 | 73,000 | 74,042 |
|  |  | Medical examinations | 2,368 | 3,500 | 3,400 | 3,200 | 3,104 |
|  |  | Death payments | 2,669 | 2,848 | 2,650 | 2,500 | 2,405 |
|  |  | Other income support and compensation-related payments | 226 | 5,846 | 6,619 | 347 | 362 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  |  |  |  |  |
|  |  | Permanent impairment | 223,452 | 273,286 | 181,246 | 185,233 | 189,864 |
|  |  | Benefits for eligible dependants | 10,784 | 10,993 | 10,638 | 9,705 | 9,672 |
|  |  | Income maintenance payments | 130,270 | 143,380 | 148,200 | 156,527 | 169,639 |
|  |  | Medical examinations | 15,612 | 13,367 | 13,764 | 14,022 | 14,616 |
|  |  | Other income support and compensation-related payments | 33 | 473 | 494 | 523 | 547 |
| Special Account Expenses: | | |  |  |  |  |  |
|  |  | Military death claim compensation | 267 | 626 | 360 | 60 | 150 |
| Program support | | | 59,205 | 70,451 | 55,035 | 53,621 | 53,934 |
| Expenses not requiring appropriation in the Budget year | | | 5,483 | 5,163 | 4,985 | 4,647 | 4,544 |
| **Total program expenses** | | | **591,074** | **698,605** | **562,266** | **564,111** | **584,512** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Administered Expenses: | | |  |  |  |  |  |
| Expenses not requiring appropriation in the Budget year | | | 361,500 | 272,400 | 311,400 | 318,500 | 325,000 |
| **Total program expenses** | | | **361,500** | **272,400** | **311,400** | **318,500** | **325,000** |

#### OUTCOME 2

**Outcome 2 Strategy**

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.

Table 2.2.1: Budgeted Expenses for Outcome 2

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 2.1: General Medical Consultations and Services** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 806,743 | 790,280 | 762,920 | 740,705 | 720,739 |
|  | **Administered total** | **806,743** | **790,280** | **762,920** | **740,705** | **720,739** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 8,903 | 10,584 | 8,650 | 8,372 | 8,421 |
|  | Expenses not requiring appropriation in the Budget yearb | 824 | 773 | 752 | 709 | 693 |
|  | **Departmental total** | **9,727** | **11,357** | **9,402** | **9,081** | **9,114** |
| **Total expenses for program 2.1** | | **816,470** | **801,637** | **772,322** | **749,786** | **729,853** |
|  |  |  |  |  |  |  |
| **Program 2.2: Veterans' Hospital Services** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 1,487,194 | 1,460,189 | 1,417,487 | 1,379,079 | 1,341,934 |
|  | **Administered total** | **1,487,194** | **1,460,189** | **1,417,487** | **1,379,079** | **1,341,934** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 5,734 | 6,806 | 5,316 | 5,180 | 5,210 |
|  | Expenses not requiring appropriation in the Budget yearb | 531 | 497 | 479 | 446 | 436 |
|  | **Departmental total** | **6,265** | **7,303** | **5,795** | **5,626** | **5,646** |
| **Total expenses for program 2.2** | | **1,493,459** | **1,467,492** | **1,423,282** | **1,384,705** | **1,347,580** |
|  |  |  |  |  |  |  |
| **Program 2.3: Veterans' Pharmaceuticals Benefits** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 305,342 | 336,165 | 321,619 | 311,274 | 302,407 |
|  | **Administered total** | **305,342** | **336,165** | **321,619** | **311,274** | **302,407** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 3,458 | 4,114 | 3,213 | 3,131 | 3,149 |
|  | Expenses not requiring appropriation in the Budget yearb | 320 | 301 | 289 | 270 | 264 |
|  | **Departmental total** | **3,778** | **4,415** | **3,502** | **3,401** | **3,413** |
| **Total expenses for program 2.3** | | **309,120** | **340,580** | **325,121** | **314,675** | **305,820** |
|  |  |  |  |  | Continued on next page | |

Table 2.2.1: Budgeted Expenses for Outcome 2 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |
| **Outcome 2:** | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 2.4: Veterans' Community Care and Support** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 2,261 | 3,563 | 3,304 | 3,506 | 3,553 |
|  | Special Appropriations | 1,317,607 | 1,353,722 | 1,306,770 | 1,264,154 | 1,256,567 |
|  | **Administered total** | **1,319,867** | **1,357,285** | **1,310,074** | **1,267,660** | **1,260,120** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 16,550 | 19,709 | 15,393 | 14,998 | 15,085 |
|  | Expenses not requiring appropriation in the Budget yearb | 1,533 | 1,440 | 1,386 | 1,291 | 1,263 |
|  | **Departmental total** | **18,083** | **21,149** | **16,779** | **16,289** | **16,348** |
| **Total expenses for program 2.4** | | **1,337,950** | **1,378,434** | **1,326,853** | **1,283,949** | **1,276,468** |
|  |  |  |  |  |  |  |
| **Program 2.5: Veterans' Counselling and Other Health Services** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 3,384 | 8,649 | 6,297 | 5,424 | 4,527 |
|  | Special Appropriations | 583,378 | 656,662 | 691,358 | 696,518 | 701,410 |
|  | **Administered total** | **586,762** | **665,311** | **697,655** | **701,942** | **705,937** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 33,180 | 39,493 | 30,845 | 30,053 | 30,228 |
|  | Expenses not requiring appropriation in the Budget yearb | 3,073 | 2,886 | 2,777 | 2,588 | 2,530 |
|  | **Departmental total** | **36,253** | **42,379** | **33,622** | **32,641** | **32,758** |
| **Total expenses for program 2.5** | | **623,015** | **707,690** | **731,277** | **734,583** | **738,695** |
|  |  |  |  |  |  |  |
| **Program 2.6: Military Rehabilitation and Compensation Acts - Health and Other Care Services** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Special Appropriations | 126,299 | 152,258 | 132,343 | 142,608 | 150,253 |
|  | **Administered total** | **126,299** | **152,258** | **132,343** | **142,608** | **150,253** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 18,862 | 22,724 | 17,580 | 17,102 | 17,201 |
|  | Expenses not requiring appropriation in the Budget yearb | 1,747 | 1,713 | 1,692 | 1,631 | 1,599 |
|  | **Departmental total** | **20,609** | **24,437** | **19,272** | **18,733** | **18,800** |
| **Total expenses for program 2.6** | | **146,908** | **176,695** | **151,615** | **161,341** | **169,053** |
|  |  |  |  |  | Continued on next page | |

Table 2.2.1: Budgeted Expenses for Outcome 2 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |
| **Outcome 2:** | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 2.7: Adjustment to the Military Rehabilitation and Compensation Acts Liability Provision - Health and Other Care Services** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Expenses not requiring appropriation in the Budget year | 664,500 | 211,400 | 208,500 | 217,300 | 227,300 |
|  | **Administered total** | **664,500** | **211,400** | **208,500** | **217,300** | **227,300** |
| **Total expenses for program 2.7** | | **664,500** | **211,400** | **208,500** | **217,300** | **227,300** |
|  |  |  |  |  |  |  |
| **Outcome 2 Totals by appropriation type** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 5,644 | 12,212 | 9,601 | 8,930 | 8,080 |
|  | Special Appropriations | 4,626,562 | 4,749,276 | 4,632,497 | 4,534,338 | 4,473,310 |
|  | Expenses not requiring appropriation in the Budget year | 664,500 | 211,400 | 208,500 | 217,300 | 227,300 |
|  | **Administered total** | **5,296,706** | **4,972,888** | **4,850,598** | **4,760,568** | **4,708,690** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationa | 86,687 | 103,430 | 80,997 | 78,836 | 79,294 |
|  | Expenses not requiring appropriation in the Budget yearb | 8,028 | 7,610 | 7,375 | 6,935 | 6,785 |
|  | **Departmental total** | **94,715** | **111,040** | **88,372** | **85,771** | **86,079** |
| **Total expenses for Outcome 2** | | **5,391,421** | **5,083,928** | **4,938,970** | **4,846,339** | **4,794,769** |
|  |  |  |  |  |  |  |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| **Movement of administered funds between years** c | | Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| Outcome 2 | |  |  |  |  |  |
|  | Program 2.5 Veterans' Counselling and Other Health Services: Support for veterans and their families | (1,000) | 1,000 | - | - | - |
| **Total movement of administered funds** | | **(1,000)** | **1,000** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |
|  |  | 2016-17 | 2017-18 |  |  |  |
| **Average Staffing Level (number)** | | 521 | 523 |  |  |  |
|  |  |  |  |  |  |  |

1. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Retained Revenue Receipts (s74)’.
2. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense, Audit Fees and Australian Tax Office data matching services.
3. Figures displayed as negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

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

Table 2.2.2: Program Components of Outcome 2

Program 2.1: General Medical Consultations and Services

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | LMO consultations | 150,800 | 148,018 | 143,918 | 139,369 | 134,964 |
|  |  | Specialist consultations | 136,700 | 141,480 | 134,142 | 131,668 | 129,330 |
|  |  | Medical services | 431,209 | 418,249 | 406,041 | 394,241 | 383,119 |
|  |  | Dental | 88,034 | 82,533 | 78,819 | 75,427 | 73,326 |
| Program support | | | 8,903 | 10,584 | 8,650 | 8,372 | 8,421 |
| Expenses not requiring appropriation in the Budget year | | | 824 | 773 | 752 | 709 | 693 |
| **Total program expenses** | | | **816,470** | **801,637** | **772,322** | **749,786** | **729,853** |

#### Program 2.2: Veterans' Hospital Services

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Public hospitals | 662,266 | 658,363 | 652,217 | 646,256 | 641,565 |
|  |  | Private hospitals | 818,031 | 794,920 | 758,355 | 725,908 | 693,447 |
|  |  | Nursing homes (POW) | 6,897 | 6,906 | 6,915 | 6,915 | 6,922 |
| Program support | | | 5,734 | 6,806 | 5,316 | 5,180 | 5,210 |
| Expenses not requiring appropriation in the Budget year | | | 531 | 497 | 479 | 446 | 436 |
| **Total program expenses** | | | **1,493,459** | **1,467,492** | **1,423,282** | **1,384,705** | **1,347,580** |

#### Program 2.3: Veterans' Pharmaceuticals Benefits

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Pharmaceutical services | 305,342 | 336,165 | 321,619 | 311,274 | 302,407 |
| Program support | | | 3,458 | 4,114 | 3,213 | 3,131 | 3,149 |
| Expenses not requiring appropriation in the Budget year | | | 320 | 301 | 289 | 270 | 264 |
| **Total program expenses** | | | **309,120** | **340,580** | **325,121** | **314,675** | **305,820** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 138 | 145 | 145 | 145 | 145 |
|  |  | Community Care Grants | 633 | 640 | 637 | 713 | 727 |
|  |  | Joint Venture Grants | 1,119 | 1,130 | 1,125 | 1,220 | 1,244 |
|  |  | JV Day Clubs | 371 | 396 | 394 | 427 | 436 |
|  |  | Supporting Younger Veterans Grants Program | - | 1,252 | 1,003 | 1,001 | 1,001 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Residential care | 1,098,647 | 1,104,047 | 1,056,163 | 1,010,050 | 999,064 |
|  |  | Community nursing | 118,011 | 133,013 | 134,800 | 136,610 | 138,501 |
|  |  | Veterans' Home Care | 88,138 | 101,189 | 100,367 | 102,047 | 103,275 |
|  |  | In-home respite | 11,791 | 14,036 | 14,009 | 13,995 | 14,218 |
|  |  | Carer and volunteer support | 1,020 | 1,432 | 1,426 | 1,447 | 1,504 |
|  | *Public Governance, Performance and Accountability Act 2013 (PGPA)* | |  |  |  |  |  |
|  |  | Section 77 Repayments | - | 5 | 5 | 5 | 5 |
| Program support | | | 16,550 | 19,709 | 15,393 | 14,998 | 15,085 |
| Expenses not requiring appropriation in the Budget year | | | 1,533 | 1,440 | 1,386 | 1,291 | 1,263 |
| **Total program expenses** | | | **1,337,950** | **1,378,434** | **1,326,853** | **1,283,949** | **1,276,468** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 925 | 5,247 | 2,861 | 1,870 | 900 |
|  |  | Compensation and legal expenses | 3 | 57 | 57 | 61 | 63 |
|  |  | Veterans' employment & training | 671 | 787 | 783 | 704 | 719 |
|  |  | Health & medical research | 1,785 | 2,558 | 2,596 | 2,789 | 2,845 |
| Special Appropriations: | | |  |  |  |  |  |
|  | *Veterans' Entitlements Act 1986 (VEA)* | |  |  |  |  |  |
|  |  | Travel for treatment | 152,033 | 170,000 | 174,408 | 177,296 | 182,676 |
|  |  | Subsistence | 6,509 | 6,571 | 6,635 | 6,782 | 7,158 |
|  |  | Veterans and veterans' families counselling services | 31,549 | 38,172 | 38,989 | 40,160 | 41,096 |
|  |  | Non-institutional care - services | 183,351 | 187,288 | 193,233 | 197,401 | 201,880 |
|  |  | Non-institutional care - products | 55,274 | 52,374 | 49,490 | 47,878 | 47,196 |
|  |  | Rehabilitation appliances | 145,885 | 145,312 | 175,919 | 178,734 | 177,346 |
|  |  | Health treatment for BCAL veterans | 8,406 | 7,937 | 7,921 | 8,072 | 8,510 |
|  | *Australian Participants in British Nuclear Tests (Treatment) Act 2006* | |  |  |  |  |  |
|  |  | Nuclear test health care payments | 371 | 49,008 | 44,763 | 40,195 | 35,548 |
| Program support | | | 33,180 | 39,493 | 30,845 | 30,053 | 30,228 |
| Expenses not requiring appropriation in the Budget year | | | 3,073 | 2,886 | 2,777 | 2,588 | 2,530 |
| **Total program expenses** | | | **623,015** | **707,690** | **731,277** | **734,583** | **738,695** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| **Special Appropriations:** | | |  |  |  |  |  |
|  | *Safety, Rehabilitation and Compensation Act 1988* | |  |  |  |  |  |
|  |  | Medical services | 25,121 | 27,800 | 25,100 | 25,400 | 25,825 |
|  |  | Rehabilitation services | 6,821 | 7,782 | 7,713 | 7,347 | 7,087 |
|  |  | Other services | 9,800 | 9,328 | 8,417 | 8,072 | 7,941 |
|  | *Military Rehabilitation and Compensation Act 2004* | |  |  |  |  |  |
|  |  | Medical services | 63,891 | 75,500 | 63,500 | 71,700 | 80,279 |
|  |  | Rehabilitation services | 18,198 | 28,284 | 23,488 | 25,799 | 24,595 |
|  |  | Other services | 2,468 | 3,564 | 4,125 | 4,290 | 4,526 |
| Program support | | | 18,862 | 22,724 | 17,580 | 17,102 | 17,201 |
| Expenses not requiring appropriation in the Budget year | | | 1,747 | 1,713 | 1,692 | 1,631 | 1,599 |
| **Total program expenses** | | | **146,908** | **176,695** | **151,615** | **161,341** | **169,053** |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Administered Expenses | | |  |  |  |  |  |
| Expenses not requiring appropriation in the Budget year | | | 664,500 | 211,400 | 208,500 | 217,300 | 227,300 |
| **Total program expenses** | | | **664,500** | **211,400** | **208,500** | **217,300** | **227,300** |

#### OUTCOME 3

**Outcome 3 Strategy**

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.

Table 2.3.1: Budgeted Expenses for Outcome 3

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Program 3.1: War Graves**a | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 17,829 | 23,915 | 18,440 | 19,127 | 19,953 |
|  | Special Accounts | 119 | 72 | 72 | 72 | 72 |
|  | **Administered total** | **17,948** | **23,987** | **18,512** | **19,199** | **20,025** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationb | 9,901 | 11,763 | 9,199 | 8,962 | 9,015 |
|  | Expenses not requiring appropriation in the Budget yearc | 917 | 861 | 828 | 772 | 755 |
|  | **Departmental total** | **10,818** | **12,624** | **10,027** | **9,734** | **9,770** |
| **Total expenses for program 3.1** | | **28,766** | **36,611** | **28,539** | **28,933** | **29,795** |
|  |  |  |  |  |  |  |
| **Program 3.2: Commemorative Activities**a | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 28,311 | 29,968 | 22,865 | 11,037 | 11,370 |
|  | Special Accounts | 965 | 28,780 | 6,380 | 926 | - |
|  | **Administered total** | **29,276** | **58,748** | **29,245** | **11,963** | **11,370** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationb | 15,721 | 18,679 | 14,607 | 14,232 | 14,314 |
|  | Expenses not requiring appropriation in the Budget yearc | 1,456 | 1,366 | 1,315 | 1,225 | 1,198 |
|  | **Departmental total** | **17,177** | **20,045** | **15,922** | **15,457** | **15,512** |
| **Total expenses for program 3.2** | | **46,453** | **78,793** | **45,167** | **27,420** | **26,882** |
|  |  |  |  |  | Continued on next page | |

Table 2.3.1: Budgeted Expenses and Resources for Outcome 3 (continued)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **Outcome 3 Totals by appropriation type** | |  |  |  |  |  |
| Administered Expenses | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1 & 3) | 46,140 | 53,883 | 41,305 | 30,164 | 31,323 |
|  | Special Accounts | 1,084 | 28,852 | 6,452 | 998 | 72 |
|  | **Administered total** | **47,224** | **82,735** | **47,757** | **31,162** | **31,395** |
| Departmental Expenses | |  |  |  |  |  |
|  | Departmental appropriationb | 25,622 | 30,442 | 23,806 | 23,194 | 23,329 |
|  | Expenses not requiring appropriation in the Budget yearc | 2,373 | 2,227 | 2,143 | 1,997 | 1,953 |
|  | **Departmental total** | **27,995** | **32,669** | **25,949** | **25,191** | **25,282** |
| **Total expenses for Outcome 3** | | **75,219** | **115,404** | **73,706** | **56,353** | **56,677** |
|  |  |  |  |  |  |  |
|  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| **Movement of administered funds between years**d | | Actual | Revised | Forward | Forward | Forward |
| expenses | budget | estimate | estimate | estimate |
|  | | $'000 | $'000 | $'000 | $'000 | $'000 |
| Outcome 3 | |  |  |  |  |  |
|  | Program 3.1 War Graves: Refurbishment of war graves and memorials | (419) | 419 | - | - | - |
| **Total movement of administered funds** | | **(419)** | **419** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |
|  | | 2016-17 | 2017-18 |  |  |  |
| **Average Staffing Level (number)** | | 154 | 155 |  |  |  |

1. Program 3.1 and Program 3.2 have been restructured so that functions within each program are more clearly defined. Refer to Section 1.4 of the 2017-18 Portfolio Budget Statements for further detail.
2. Departmental Appropriation combines ‘Ordinary annual services (Appropriation Bills No. 1 & 3)’ and ‘Retained Revenue Receipts (s74)’.
3. Expenses not requiring appropriation in the Budget year are made up of Depreciation Expense, Amortisation Expense, Audit Fees and Australian Tax Office data matching services.
4. Figures displayed as negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

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

Table 2.3.2: Program Components of Outcome 3

Program 3.1: War Graves

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | 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 | 16,787 | 22,678 | 17,406 | 17,985 | 18,761 |
|  |  | OAWG refurbishment, reconstruction & relocation | 1,042 | 1,232 | 1,029 | 1,137 | 1,187 |
|  |  | Compensation and legal expenses | - | 5 | 5 | 5 | 5 |
| Special Account Expenses: | | |  |  |  |  |  |
|  |  | Services for Other Entities and Trust Moneys Special Account | 119 | 72 | 72 | 72 | 72 |
| Program support | | | 9,901 | 11,763 | 9,199 | 8,962 | 9,015 |
| Expenses not requiring appropriation in the Budget year | | | 917 | 861 | 828 | 772 | 755 |
| **Total program expenses** | | | **28,766** | **36,611** | **28,539** | **28,933** | **29,795** |

#### Program 3.2: Commemorative Activities

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
| $('000) | | | expenses | budget | year 1 | year 2 | year 3 |
| Annual administered expenses: | | |  |  |  |  |  |
|  | Appropriation Bill No. 1 & 3 | |  |  |  |  |  |
|  |  | Veterans' commemorative activities | 24,540 | 26,335 | 19,726 | 7,566 | 7,748 |
|  |  | Gallipoli-related activities | 3,771 | 3,633 | 3,139 | 3,471 | 3,622 |
| Special Account Expenses: | | |  |  |  |  |  |
|  |  | Australians at Wara | 295 | - | - | - | - |
|  |  | Anzac Centenary Public Fund | 670 | 28,780 | 6,380 | 926 | - |
| Program support | | | 15,721 | 18,679 | 14,607 | 14,232 | 14,314 |
| Expenses not requiring appropriation in the Budget year | | | 1,456 | 1,366 | 1,315 | 1,225 | 1,198 |
| **Total program expenses** | | | **46,453** | **78,793** | **45,167** | **27,420** | **26,882** |

1. The Australians at War special account sunsetted on 1 April 2017. The balance of this account and any future royalties will be received through Veterans’ Commemorative Activities.

## Section 3: Special Account Flows and Budgeted Financial Statements

### 3.1 Special account flows

#### Estimates of Special Account Flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department of Veterans' Affairs.

Table 3.1: Estimates of Special Account Flows and Balances

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Opening |  |  | Closing |
|  |  |  | balance | Receipts | Payments | balance |
|  |  |  | **2017-18** | **2017-18** | **2017-18** | **2017-18** |
|  |  |  | *2016-17* | *2016-17* | *2016-17* | *2016-17* |
|  | Outcome | | $'000 | $'000 | $'000 | $'000 |
| Military Death Claim | | 1 | **79** | **570** | **628** | **21** |
| Compensation Special | |  |  |  |  |  |
| Account (A) | |  | *165* | *1,651* | *1,737* | *79* |
| Defence Service Homes | | 1 | **2,642** | **37,934** | **38,076** | **2,500** |
| Insurance Account (D) | |  | *2,171* | *54,022* | *53,551* | *2,642* |
| Australians at War | | 3 | **-** | **-** | **-** | **-** |
| Special Account (A) | |  | *289* | *6* | *295* | *-* |
| Anzac Centenary Public Fund | |  | **20,866** | **9,530** | **28,780** | **1,616** |
| Special Account (A) | | 3 | *9,399* | *12,137* | *670* | *20,866* |
| Services for Other Entities and Trust Moneys Special | |  | **170** | **73** | **72** | **171** |
| Account (A) | | 3 | *216* | *73* | *119* | *170* |
| **Total Special Accounts** | |  |  |  |  |  |
|  | **2017-18 Budget estimate** |  | **23,757** | **48,107** | **67,556** | **4,308** |
| *Total Special Accounts* | |  |  |  |  |  |
|  | *2016-17 actual* |  | *12,240* | *67,889* | *56,372* | *23,757* |

(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 2017-18.

###### Budgeted Departmental Balance Sheet

The Department’s net asset (equity) position for the 2017-18 financial year is projected to be $42.4 million, which is an increase of $9.7 million from the estimated Budget figure of $32.7 million. This change in equity is a result of an increase in the estimated accumulated results of $4.5 million mainly due to changes in the opening accumulated results and the reduction in depreciation expense.

#### 3.2.2 Budgeted Financial Statements

Table 3.2a: Budgeted 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSE** | | |  |  |  |  |  |
|  | Employee benefits | | 196,214 | 187,772 | 174,048 | 171,339 | 171,904 |
|  | Supplier expenses | | 128,911 | 196,308 | 126,627 | 120,693 | 121,789 |
|  | Depreciation and amortisation | | 24,073 | 26,859 | 26,115 | 24,377 | 23,832 |
|  | Insurance claims | | 34,362 | 28,974 | 29,700 | 30,500 | 31,300 |
|  | Other expenses | | 367 | 315 | - | - | - |
| **Total expenses** | | | **383,927** | **440,228** | **356,490** | **346,909** | **348,825** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Revenue** | | |  |  |  |  |  |
|  | Net premium revenue | | 36,327 | 33,414 | 33,300 | 34,200 | 35,100 |
|  | Rendering of services | | 7,256 | 6,429 | 6,730 | 6,939 | 7,169 |
|  | Resources received free of charge | | 5,061 | 827 | 827 | 827 | 827 |
|  | Other revenue | | 4,303 | 4,400 | 4,500 | 4,600 | 4,700 |
| **Total revenue** | | | **52,947** | **45,070** | **45,357** | **46,566** | **47,796** |
|  |  |  |  |  |  |  |  |
|  | Reversals of previous assets write-downs and impairment | | 121 | - | - | - | - |
| **Total gains** | | | **121** | **-** | **-** | **-** | **-** |
| **Total own-source income** | | | **53,068** | **45,070** | **45,357** | **46,566** | **47,796** |
|  |  |  |  |  |  |  |  |
| **Net cost of services** | | | **330,859** | **395,158** | **311,133** | **300,343** | **301,029** |
|  | Revenue from Government | | 306,494 | 368,346 | 285,670 | 276,718 | 278,049 |
|  | | |  |  |  |  |  |
| **Surplus (Deficit) before income tax** | | | **(24,365)** | **(26,812)** | **(25,463)** | **(23,625)** | **(22,980)** |
|  |  |  |  |  | Continued on next page | | |

Table 3.2a: Budgeted 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| Income tax expense | | | - | - | - | - | - |
| **Surplus (Deficit) after income tax** | | | **(24,365)** | **(26,812)** | **(25,463)** | **(23,625)** | **(22,980)** |
|  |  |  |  |  |  |  |  |
| **OTHER COMPREHENSIVE INCOME** | | |  |  |  |  |  |
|  | Changes in assets revaluation | |  |  |  |  |  |
|  | reserve | | 2,004 | - | - | - | - |
| **Total other comprehensive income** | | | **2,004** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income/ (loss)** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(22,361)** | **(26,812)** | **(25,463)** | **(23,625)** | **(22,980)** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of operating result attributable to the agency** | | | | | | | |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(22,361)** | **(26,812)** | **(25,463)** | **(23,625)** | **(22,980)** |
| Plus non-appropriated expenses: | | |  |  |  |  |  |
|  | Depreciation and amortisation expenses | | 24,073 | 26,859 | 26,115 | 24,377 | 23,832 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **1,712** | **47** | **652** | **752** | **852** |
| Prepared on Australian Accounting Standards basis | | | |  |  | | |

Table 3.3a: Budgeted Departmental Balance Sheet (amalgamated)

(as at 30 June)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and equivalents | | 6,413 | 6,357 | 6,301 | 6,303 | 6,354 |
|  | Trade and other receivables | | 18,931 | 15,834 | 15,411 | 15,911 | 16,419 |
|  | Appropriation receivables | | 42,055 | 14,273 | 10,374 | 9,073 | 8,573 |
|  | Investments | | 62,169 | 62,000 | 65,000 | 67,000 | 69,000 |
| ***Total financial assets*** | | | **129,568** | **98,464** | **97,086** | **98,287** | **100,346** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Land and buildings | | 14,873 | 15,168 | 21,521 | 27,122 | 23,895 |
|  | Infrastructure, plant and equipment | | 1,076 | 2,253 | 3,357 | 4,258 | 4,860 |
|  | Intangibles | | 71,061 | 88,373 | 71,196 | 54,157 | 46,674 |
|  | Other non-financial assets | | 6,006 | 7,145 | 7,177 | 7,209 | 7,244 |
|  | Assets held for sale | | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 |
| ***Total non-financial assets*** | | | **94,366** | **114,289** | **104,601** | **94,096** | **84,023** |
| **Total assets** | | | **223,934** | **212,753** | **201,687** | **192,383** | **184,369** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Supplier payables | | 32,105 | 27,156 | 25,410 | 24,166 | 23,075 |
|  | Other payables | | 23,763 | 23,578 | 23,008 | 24,488 | 25,315 |
| ***Total payables*** | | | **55,868** | **50,734** | **48,418** | **48,654** | **48,390** |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Employee provisions | | 68,669 | 66,704 | 64,668 | 64,358 | 64,898 |
|  | Other provisions | | 22,114 | 18,685 | 21,038 | 21,594 | 22,560 |
| ***Total provisions*** | | | **90,783** | **85,389** | **85,706** | **85,952** | **87,458** |
| **Total liabilities** | | | **146,651** | **136,123** | **134,124** | **134,606** | **135,848** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **77,283** | **76,630** | **67,563** | **57,777** | **48,521** |
|  |  |  |  |  |  |  |  |
| **Equity\*** | | |  |  |  |  |  |
|  | Contributed equity | | 250,693 | 276,851 | 293,247 | 307,086 | 320,806 |
|  | Asset revaluation reserve | | 11,793 | 11,793 | 11,793 | 11,793 | 11,793 |
|  | Retained surplus (accumulated deficit) | | (185,203) | (212,014) | (237,477) | (261,102) | (284,078) |
| **Total equity** | | | **77,283** | **76,630** | **67,563** | **57,777** | **48,521** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |
|  |  |  |  |  |  |  |  |
| \* Equity is the residual interest in assets after the deduction of liabilities | | | | | | | |

Table 3.4a: Budgeted Departmental Statement of Cash Flows (amalgamated) (for the period ended 30 June)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  | budget | estimate | estimate | estimate |
|  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Appropriations | 293,782 | 396,128 | 289,569 | 278,019 | 278,549 |
|  | Sale of goods and services | 51,062 | 48,592 | 48,683 | 49,439 | 50,665 |
|  | Net GST received | 8,045 | 9,910 | 10,320 | 10,348 | 10,448 |
|  | Other | 4,577 | 6,829 | 4,727 | 4,600 | 4,700 |
| ***Total cash received*** | | **357,466** | **461,459** | **353,299** | **342,406** | **344,362** |
|  |  |  |  |  |  |  |
| **Cash used** | |  |  |  |  |  |
|  | Employees | 195,517 | 190,589 | 176,084 | 171,649 | 171,364 |
|  | Suppliers | 131,566 | 199,608 | 127,578 | 121,140 | 122,088 |
|  | Net GST paid | - | 9,830 | 10,077 | 10,348 | 10,452 |
|  | Other | 44,446 | 42,175 | 36,616 | 37,267 | 38,407 |
|  | ***Total cash used*** | **371,529** | **442,202** | **350,355** | **340,404** | **342,311** |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **operating activities** | **(14,063)** | **19,257** | **2,944** | **2,002** | **2,051** |
|  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Investments realised | 6,563 | 6,000 | 6,000 | 6,000 | 6,000 |
| ***Total cash received*** | | **6,563** | **6,000** | **6,000** | **6,000** | **6,000** |
|  |  |  |  |  |  |  |
| **Cash used** | |  |  |  |  |  |
|  | Purchase of property, plant |  |  |  |  |  |
|  | and equipment, and intangibles | 16,565 | 45,642 | 16,395 | 13,839 | 13,720 |
|  | Purchase of investments | 10,077 | 5,831 | 9,000 | 8,000 | 8,000 |
| ***Total cash used*** | | **26,642** | **51,473** | **25,395** | **21,839** | **21,720** |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **investing activities** | **(20,079)** | **(45,473)** | **(19,395)** | **(15,839)** | **(15,720)** |
|  |  |  |  |  |  |  |
| **FINANCING ACTIVITIES** | |  |  |  |  |  |
| **Cash received** | |  |  |  |  |  |
|  | Equity Injections | 32,844 | 26,160 | 16,395 | 13,839 | 13,720 |
| ***Total cash received*** | | **32,844** | **26,160** | **16,395** | **13,839** | **13,720** |
|  |  |  |  |  |  |  |
| **Net cash from or (used by)** | |  |  |  |  |  |
|  | **financing activities** | **32,844** | **26,160** | **16,395** | **13,839** | **13,720** |
| **Net increase or (decrease)** | |  |  |  |  |  |
|  | **in cash held** | **(1,298)** | **(56)** | **(56)** | **2** | **51** |
| Cash and cash equivalents at the | |  |  |  |  |  |
|  | beginning of the reporting period | 7,711 | 6,413 | 6,357 | 6,301 | 6,303 |
| **Cash and cash equivalents at the** | |  |  |  |  |  |
|  | **end of the reporting period** | **6,413** | **6,357** | **6,301** | **6,303** | **6,354** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |

Table 3.2b: 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSE** | | |  |  |  |  |  |
|  | Employee benefits | | 192,582 | 183,702 | 170,323 | 167,564 | 168,079 |
|  | Supplier expenses | | 126,668 | 192,673 | 124,092 | 118,208 | 119,354 |
|  | Depreciation and amortisation | | 23,998 | 26,784 | 26,040 | 24,302 | 23,757 |
|  | Other expenses | | 367 | 315 | - | - | - |
| **Total expenses** | | | **343,615** | **403,474** | **320,455** | **310,074** | **311,190** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Own-source revenue** | | |  |  |  |  |  |
|  | Rendering of services | | 8,530 | 7,694 | 8,095 | 8,404 | 8,734 |
|  | Resources received free of charge | | 5,005 | 770 | 770 | 770 | 770 |
| **Total own-source revenue** | | | **13,535** | **8,464** | **8,865** | **9,174** | **9,504** |
|  |  |  |  |  |  |  |  |
|  | Other gains | | 121 | - | - | - | - |
| **Total gains** | | | **121** | **-** | **-** | **-** | **-** |
| **Total own-source income** | | | **13,656** | **8,464** | **8,865** | **9,174** | **9,504** |
|  |  |  |  |  |  |  |  |
| **Net cost of (contribution by) services** | | | **329,959** | **395,010** | **311,590** | **300,900** | **301,686** |
|  | Revenue from Government | | 306,374 | 368,226 | 285,550 | 276,598 | 277,929 |
| **Surplus (Deficit) before** | | |  |  |  |  |  |
|  | **income tax** | | **(23,585)** | **(26,784)** | **(26,040)** | **(24,302)** | **(23,757)** |
|  |  |  |  |  | Continued on next page | | |

Table 3.2b: 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |  |
|  | Income tax expense (competitive neutrality) | | - | - | - | - | - |
| **Surplus (Deficit) after income tax** | | | **(23,585)** | **(26,784)** | **(26,040)** | **(24,302)** | **(23,757)** |
|  |  |  |  |  |  |  |  |
| **OTHER COMPREHENSIVE INCOME** | | |  |  |  |  |  |
|  | Changes in assets revaluation | |  |  |  |  |  |
|  | reserve | | 2,004 | - | - | - | - |
| **Total other comprehensive income** | | | **2,004** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income/ (loss)** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(21,581)** | **(26,784)** | **(26,040)** | **(24,302)** | **(23,757)** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of operating result attributable to agency** | | | | | | | |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income (loss)** | | |  |  |  |  |  |
|  | **Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(21,581)** | **(26,784)** | **(26,040)** | **(24,302)** | **(23,757)** |
| Plus non-appropriated expenses: | | |  |  |  |  |  |
|  | Depreciation and amortisation expenses | | 23,998 | 26,784 | 26,040 | 24,302 | 23,757 |
| **Total Comprehensive Income** | | |  |  |  |  |  |
|  | **(loss) Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **2,417** | **-** | **-** | **-** | **-** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

**Table 3.3b: Budgeted Departmental Balance Sheet (DVA excluding DSHIS) (as at 30 June)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 3,771 | 3,857 | 3,801 | 3,803 | 3,854 |
|  | Trade and other receivables | | 4,213 | 3,910 | 2,987 | 2,987 | 2,995 |
|  | Appropriation receivables | | 42,055 | 14,273 | 10,374 | 9,073 | 8,573 |
|  | Investments | | - | - | - | - | - |
| ***Total financial assets*** | | | **50,039** | **22,040** | **17,162** | **15,863** | **15,422** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Land and buildings | | 14,873 | 15,168 | 21,521 | 27,122 | 23,895 |
|  | Infrastructure, plant and equipment | | 1,076 | 2,253 | 3,357 | 4,258 | 4,860 |
|  | Intangibles | | 70,756 | 88,143 | 71,041 | 54,077 | 46,669 |
|  | Other non-financial assets | | 5,614 | 5,645 | 5,677 | 5,709 | 5,744 |
|  | Assets held fo sale | | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 |
| ***Total non-financial assets*** | | | **93,669** | **112,559** | **102,946** | **92,516** | **82,518** |
| **Total assets** | | | **143,708** | **134,599** | **120,108** | **108,379** | **97,940** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Supplier payables | | 26,859 | 22,755 | 21,020 | 19,676 | 18,485 |
|  | Other payables | | 1,924 | 944 | (126) | 854 | 1,181 |
| ***Total payables*** | | | **28,783** | **23,699** | **20,894** | **20,530** | **19,666** |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Employees provisions | | 68,669 | 66,704 | 64,668 | 64,358 | 64,898 |
|  | Other provisions | | 3,216 | 1,782 | 1,776 | 1,184 | 1,102 |
| ***Total provisions*** | | | **71,885** | **68,486** | **66,444** | **65,542** | **66,000** |
|  |  |  |  |  |  |  |  |
| **Total liabilities** | | | **100,669** | **92,185** | **87,338** | **86,072** | **85,666** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **43,039** | **42,414** | **32,770** | **22,307** | **12,274** |
|  |  |  |  |  |  |  |  |
| **Equity\*** | | |  |  |  |  |  |
|  | Contributed equity | | 250,693 | 276,851 | 293,247 | 307,086 | 320,806 |
|  | Asset revaluation reserve | | 11,793 | 11,793 | 11,793 | 11,793 | 11,793 |
|  | Retained surplus (accumulated deficit) | | (219,447) | (246,230) | (272,270) | (296,572) | (320,325) |
| **Total equity** | | | **43,039** | **42,414** | **32,770** | **22,307** | **12,274** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |
|  |  |  |  |  |  |  |  |
| \* Equity is the residual interest in assets after the deduction of liabilities | | | | | | | |

Table 3.4b: Budgeted Departmental Statement of Cash Flows (DVA excluding DSHIS) (for the period ended 30 June)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Appropriations | | 293,662 | 396,008 | 289,449 | 277,899 | 278,429 |
|  | Sale of goods and services | | 8,300 | 7,842 | 8,548 | 8,404 | 8,730 |
|  | Net GST received | | 8,045 | 9,910 | 10,320 | 10,348 | 10,448 |
|  | Other | | - | 75 | 227 | - | - |
| ***Total cash received*** | | | **310,007** | **413,835** | **308,544** | **296,651** | **297,607** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Employees | | 191,885 | 186,519 | 172,359 | 167,874 | 167,539 |
|  | Suppliers | | 128,915 | 195,185 | 125,089 | 118,812 | 119,810 |
|  | Net GST paid | | - | 9,830 | 10,077 | 10,348 | 10,452 |
|  | Other | | 7,255 | 2,733 | 1,075 | -385 | -245 |
| ***Total cash used*** | | | **328,055** | **394,267** | **308,600** | **296,649** | **297,556** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **(18,048)** | **19,568** | **(56)** | **2** | **51** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Purchase of property, plant | |  |  |  |  |  |
|  |  | and equipment, and intangibles | 16,565 | 45,642 | 16,395 | 13,839 | 13,720 |
| ***Total cash used*** | | | **16,565** | **45,642** | **16,395** | **13,839** | **13,720** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **investing activities** | | **(16,565)** | **(45,642)** | **(16,395)** | **(13,839)** | **(13,720)** |
| **FINANCING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Contributed equity | | 32,844 | 26,160 | 16,395 | 13,839 | 13,720 |
| ***Total cash received*** | | | **32,844** | **26,160** | **16,395** | **13,839** | **13,720** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **financing activities** | | **32,844** | **26,160** | **16,395** | **13,839** | **13,720** |
| **Net increase (decrease)** | | |  |  |  |  |  |
|  | **in cash held** | | **(1,769)** | **86** | **(56)** | **2** | **51** |
| Cash and cash equivalents at the | | |  |  |  |  |  |
|  | beginning of the reporting period | | 5,540 | 3,771 | 3,857 | 3,801 | 3,803 |
| **Cash and cash equivalents at the** | | |  |  |  |  |  |
|  | **end of the reporting period** | | **3,771** | **3,857** | **3,801** | **3,803** | **3,854** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

**Table 3.2c: 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSES** | | |  |  |  |  |  |
|  | Employee benefits | | 3,632 | 4,070 | 3,725 | 3,775 | 3,825 |
|  | Supplier expenses | | 3,517 | 4,900 | 3,900 | 3,950 | 4,000 |
|  | Depreciation and amortisation | | 75 | 75 | 75 | 75 | 75 |
|  | Insurance claims | | 34,362 | 28,974 | 29,700 | 30,500 | 31,300 |
| **Total expenses** | | | **41,586** | **38,019** | **37,400** | **38,300** | **39,200** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Own-source revenue** | | |  |  |  |  |  |
|  | Net premium revenue | | 36,327 | 33,414 | 33,300 | 34,200 | 35,100 |
|  | Resources received free of charge | | 56 | 57 | 57 | 57 | 57 |
|  | Other revenue | | 4,303 | 4,400 | 4,500 | 4,600 | 4,700 |
| **Total own-source revenue** | | | **40,686** | **37,871** | **37,857** | **38,857** | **39,857** |
|  |  |  |  |  |  |  |  |
| **Total own-source income** | | | **40,686** | **37,871** | **37,857** | **38,857** | **39,857** |
|  |  |  |  |  |  |  |  |
| **Net contribution by services** | | | **900** | **148** | **(457)** | **(557)** | **(657)** |
|  | Revenue from Government | | 120 | 120 | 120 | 120 | 120 |
|  | | |  |  |  |  |  |
| **Surplus (Deficit) after income tax** | | | **(780)** | **(28)** | **577** | **677** | **777** |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income/ (loss)** | | |  |  |  |  |  |
|  | **attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(780)** | **(28)** | **577** | **677** | **777** |
|  |  |  |  |  |  |  |  |
| **Note: Reconciliation of comprehensive income attributable to the agency** | | | | | | | |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total Comprehensive Income/ (loss)** | | |  |  |  |  |  |
|  | **Attributable to the** | |  |  |  |  |  |
|  | **Australian Government** | | **(780)** | **(28)** | **577** | **677** | **777** |
|  | Plus non-appropriated expenses: | |  |  |  |  |  |
|  |  | Depreciation and amortisation expenses | 75 | 75 | 75 | 75 | 75 |
| **Total Comprehensive Income/ (loss)** | | |  |  |  |  |  |
|  | **Attributable to the** | |  |  |  |  |  |
|  | **agency** | | **(705)** | **47** | **652** | **752** | **852** |
| Prepared on Australian Accounting Standards basis | | | | | | | |

Table 3.3c: Budgeted Departmental Balance Sheet (DSHIS) (as at 30 June)

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |  |
|  | Cash and cash equivalents | |  | 2,642 | 2,500 | 2,500 | 2,500 | 2,500 |
|  | Trade and other receivables | |  | 16,294 | 13,500 | 14,000 | 14,500 | 15,000 |
|  | Investments | |  | 62,169 | 62,000 | 65,000 | 67,000 | 69,000 |
| ***Total financial assets*** | | |  | **81,105** | **78,000** | **81,500** | **84,000** | **86,500** |
|  |  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |  |
|  | Intangibles | |  | 305 | 230 | 155 | 80 | 5 |
|  | Other non-financial assets | |  | 392 | 1,500 | 1,500 | 1,500 | 1,500 |
| ***Total non-financial assets*** | | |  | **697** | **1,730** | **1,655** | **1,580** | **1,505** |
| **Total assets** | | |  | **81,802** | **79,730** | **83,155** | **85,580** | **88,005** |
|  |  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |  |
|  | Supplier payables | |  | 6,822 | 5,977 | 5,966 | 6,066 | 6,166 |
|  | Other payables | |  | 21,839 | 22,634 | 23,134 | 23,634 | 24,134 |
| ***Total payables*** | | |  | **28,661** | **28,611** | **29,100** | **29,700** | **30,300** |
|  |  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |  |
|  | Other provisions | |  | 18,897 | 16,903 | 19,262 | 20,410 | 21,458 |
| ***Total provisions*** | | |  | **18,897** | **16,903** | **19,262** | **20,410** | **21,458** |
|  |  |  |  |  |  |  |  |  |
| **Total liabilities** | | |  | **47,558** | **45,514** | **48,362** | **50,110** | **51,758** |
|  |  |  |  |  |  |  |  |  |
| **Net assets** | | |  | **34,244** | **34,216** | **34,793** | **35,470** | **36,247** |
|  |  |  |  |  |  |  |  |  |
| **Equity\*** | | |  |  |  |  |  |  |
|  | Contributed equity | |  | - | - | - | - | - |
|  | Asset revaluation reserve | |  | - | - | - | - | - |
|  | Retained surplus | |  | 34,244 | 34,216 | 34,793 | 35,470 | 36,247 |
| **Total equity** | | |  | **34,244** | **34,216** | **34,793** | **35,470** | **36,247** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| \* Equity is the residual interest in assets after the deduction of liabilities | | | | | | | |  |

**Table 3.4c: Budgeted Departmental Statement of Cash Flows (DSHIS) (for the period ended 30 June)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Appropriations | | 120 | 120 | 120 | 120 | 120 |
|  | Sales of goods and services | | 42,762 | 42,015 | 41,500 | 42,500 | 43,500 |
|  | Other | | 4,577 | 6,754 | 4,500 | 4,600 | 4,700 |
| ***Total cash received*** | | | **47,459** | **48,889** | **46,120** | **47,220** | **48,320** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Employees | | 3,632 | 4,070 | 3,725 | 3,775 | 3,825 |
|  | Suppliers | | 2,651 | 5,688 | 3,854 | 3,793 | 3,843 |
|  | Other | | 37,191 | 39,442 | 35,541 | 37,652 | 38,652 |
| ***Total cash used*** | | | **43,474** | **49,200** | **43,120** | **45,220** | **46,320** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **3,985** | **(311)** | **3,000** | **2,000** | **2,000** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Investments realised | | 6,563 | 6,000 | 6,000 | 6,000 | 6,000 |
| ***Total cash received*** | | | **6,563** | **6,000** | **6,000** | **6,000** | **6,000** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Purchase of property, plant | |  |  |  |  |  |
|  | Investments | | 10,077 | 5,831 | 9,000 | 8,000 | 8,000 |
| ***Total cash used*** | | | **10,077** | **5,831** | **9,000** | **8,000** | **8,000** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **investing activities** | | **(3,514)** | **169** | **(3,000)** | **(2,000)** | **(2,000)** |
| **Net increase (decrease)** | | |  |  |  |  |  |
|  | **in cash held** | | **471** | **(142)** | **-** | **-** | **-** |
|  | Cash and cash equivalents at the | |  |  |  |  |  |
|  |  | beginning of the reporting period | 2,171 | 2,642 | 2,500 | 2,500 | 2,500 |
| **Cash and cash equivalents at the** | | |  |  |  |  |  |
|  | **end of the reporting period** | | **2,642** | **2,500** | **2,500** | **2,500** | **2,500** |
| Prepared on Australian Accounting Standards basis | | | | | | | |

Table 3.5: Departmental Statement of Changes in Equity – Summary of Movement (Budget Year 2017-18)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Retained | Asset | Contributed | Total |
|  |  |  | earnings | revaluation | equity/ | equity |
|  |  |  |  | reserve | capital |  |
|  |  |  | $'000 | $'000 | $'000 | $'000 |
| **Opening balance as at 1 July 2017** | | | **(185,203)** | **11,793** | **250,693** | **77,283** |
| **Comprehensive income** | | |  |  |  |  |
|  | Comprehensive income attributable to the Australian Government | | (26,812) | - | - | (26,812) |
| ***Total comprehensive income attributable to the Australian Government*** | | | **(26,812)** | **-** | **-** | **(26,812)** |
|  |  |  |  |  |  |  |
| **Transactions with owners** | | |  |  |  |  |
| **Distribution to owners:** | | |  |  |  |  |
| **Contribution by owners:** | | |  |  |  |  |
|  | Appropriation (equity injection) | | - | - | 12,526 | 12,526 |
|  | Departmental Capital Budget (DCBs) | | - | - | 13,634 | 13,634 |
|  | Other | | 1 | - | (2) | (1) |
| ***Sub-total transactions with owners*** | | | **1** | **-** | **26,158** | **26,159** |
| **Estimated closing balance** | | |  |  |  |  |
|  | **as at 30 June 2018** | | **(212,014)** | **11,793** | **276,851** | **76,630** |
| Prepared on Australian Accounting Standards | | | | |  |  |

Table 3.6: Departmental Capital Budget Statement (for the period ended 30 June)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |  |
| **CAPITAL APPROPRIATIONS** | | |  |  |  |  |  |
|  | Capital budget - Bill 1 and Bill 3 (Departmental Capital Budget) | | 13,282 | 13,634 | 13,601 | 13,642 | 13,720 |
|  | Equity injections - Bill 2 and Bill 4 | | 19,562 | 12,526 | 2,795 | 197 | - |
| **Total capital appropriations** | | | **32,844** | **26,160** | **16,396** | **13,839** | **13,720** |
| **Total new capital appropriations** | | |  |  |  |  |  |
| **Represented by:** | | |  |  |  |  |  |
|  | Purchase of non-financial assets | | 32,844 | 26,160 | 16,396 | 13,839 | 13,720 |
| **Total items** | | | **32,844** | **26,160** | **16,396** | **13,839** | **13,720** |
|  |  |  |  |  |  |  |  |
| **PURCHASE OF NON-FINANCIAL ASSETS** | | | |  |  |  |  |
|  | Funded by capital appropriationsa | | 19,562 | 19,347 | 2,795 | 197 | - |
|  | Funded by capital appropriations - Departmental Capital Budgetb | | 13,282 | 23,822 | 13,601 | 13,642 | 13,720 |
| **TOTAL** | | | **32,844** | **43,169** | **16,396** | **13,839** | **13,720** |
|  |  |  |  |  |  |  |  |
| **RECONCILIATION OF CASH** | | |  |  |  |  |  |
|  | **USED TO ACQUIRE ASSETS** | |  |  |  |  |  |
|  | **TO ASSET MOVEMENT TABLE** | |  |  |  |  |  |
|  | Total purchases | | 16,565 | 45,642 | 16,395 | 13,839 | 13,720 |
|  |  | less additions by finance lease | - | - | - | - | - |
|  |  | less additions by creditors / borrowings | - | - | - | - | - |
|  |  | plus borrowing / finance costs | - | - | - | - | - |
|  |  | plus Annual finance lease costs | - | - | - | - | - |
|  |  | less Gifted assets | - | - | - | - | - |
|  |  | less s32 / restructuring | - | - | - | - | - |
| **Total cash used to** | | |  |  |  |  |  |
|  | **acquire assets** | | **16,565** | **45,642** | **16,395** | **13,839** | **13,720** |
| Prepared on Australian Accounting Standards basis | | | |  |  |  |  |

1. Includes both current and prior Bill No. 4 and prior Act Nos. 2, 4/6 appropriations and special capital appropriations.
2. Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental Capital Budgets (DCBs).

Table 3.7: Statement of Asset Movements (2017-18 Budget year)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Land | Buildings | Other | Intangibles | L&B IP&E | Total |
|  |  |  |  | infrastructure, |  | held for |  |
|  |  |  |  | plant and |  | sale |  |
|  |  |  |  | equipment |  |  |  |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 |
| **As at 1 July 2017** | |  |  |  |  |  |  |
| Gross book value | | - | 15,135 | 3,602 | 203,565 | 1,350 | 223,652 |
| Accumulated depreciation/ | |  |  |  |  |  |  |
|  | amortisation and impairment | - | (262) | (2,526) | (132,504) | - | (135,292) |
| **Opening net book balance** | | **-** | **14,873** | **1,076** | **71,061** | **1,350** | **88,360** |
|  |  |  |  |  |  |  |  |
| **CAPITAL ASSET ADDITIONS** | |  |  |  |  |  |  |
| **Estimated expenditure on** | |  |  |  |  |  |  |
|  | **new or replacement assets** |  |  |  |  |  |  |
| By purchase or internally developed: | |  |  |  |  |  |  |
|  | Appropriation equitya | - | - | - | 12,526 | - | 12,526 |
|  | Appropriation ordinary annual servicesb | - | 5,485 | 1,678 | 8,944 | - | 16,107 |
|  | Other | - | - | - | 17,009 | - | 17,009 |
| **Total additions** | | **-** | **5,485** | **1,678** | **38,479** | **-** | **45,642** |
|  |  |  |  |  |  |  |  |
| **Other movements** | |  |  |  |  |  |  |
| Depreciation/amortisation expense | | - | (5,190) | (501) | (21,168) | - | (26,859) |
| **Total depreciation/amortisation** | | **-** | **(5,190)** | **(501)** | **(21,168)** | **-** | **(26,859)** |
|  |  |  |  |  |  |  |  |
| **As at 30 June 2018** | |  |  |  |  |  |  |
| Gross book value | | - | 20,620 | 5,280 | 242,045 | 1,350 | 269,295 |
| Accumulated depreciation/ | |  |  |  |  |  |  |
|  | amortisation and impairment | - | (5,452) | (3,027) | (153,672) | - | (162,151) |
| **Closing net book balance** | | **-** | **15,168** | **2,253** | **88,373** | **1,350** | **107,144** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

1. "Appropriation equity" refers to equity injections provided through Appropriation Bills (No. 2 & 4)   
   2017-18.
2. “Appropriation ordinary annual services” refers to funding provided through Appropriation   
   Bills (No. 1 & 3) 2017-18 for depreciation / amortisation expenses, DCBs or other operational expenses.
3. Net proceeds may be returned to the OPA.

Table 3.8: 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 |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSES ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
|  | Employee Benefits | | 8,980 | 8,809 | 8,985 | 9,165 | 9,348 |
|  | Grants | | 6,048 | 17,592 | 12,649 | 9,645 | 8,790 |
|  | Personal benefits | | 6,355,896 | 6,043,948 | 5,796,520 | 5,646,787 | 5,541,921 |
|  | Health Care Payments | | 5,286,482 | 4,988,907 | 4,871,571 | 4,782,303 | 4,732,172 |
|  | Payments to corporate entities | | 42,720 | 53,040 | 46,819 | 40,983 | 39,734 |
|  | Other | | 47,830 | 53,036 | 42,279 | 33,670 | 34,848 |
| **Total expenses administered** | | |  |  |  |  |  |
|  | **on behalf of government** | | **11,747,956** | **11,165,332** | **10,778,823** | **10,522,553** | **10,366,813** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **INCOME ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
| **Revenue** | | |  |  |  |  |  |
| **Non-taxation revenue** | | |  |  |  |  |  |
|  | Other revenue | | 20,381 | 20,981 | 20,981 | 20,981 | 20,981 |
| ***Total non-taxation revenue*** | | | **20,381** | **20,981** | **20,981** | **20,981** | **20,981** |
| **Total revenues administered** | | |  |  |  |  |  |
|  | **on behalf of government** | | **20,381** | **20,981** | **20,981** | **20,981** | **20,981** |
|  |  |  |  |  |  |  |  |
| **Net Cost of (contribution by)** | | |  |  |  |  |  |
|  | **services** | | **11,727,575** | **11,144,351** | **10,757,842** | **10,501,572** | **10,345,832** |
| **Surplus (Deficit)** | | | **(11,727,575)** | **(11,144,351)** | **(10,757,842)** | **(10,501,572)** | **(10,345,832)** |
|  |  |  |  |  |  |  |  |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

Table 3.9: Schedule of Budgeted Assets and Liabilities Administered on Behalf of Government (as at 30 June)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | Budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS ADMINISTERED ON** | | |  |  |  |  |  |
|  | **BEHALF OF GOVERNMENT** | | |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 77,960 | 77,960 | 77,960 | 77,960 | 77,960 |
|  | Other receivables | | 79,406 | 79,406 | 79,406 | 79,406 | 79,406 |
|  | Other investments | | 1,430,159 | 1,430,024 | 1,439,719 | 1,448,763 | 1,456,116 |
| ***Total financial assets*** | | | **1,587,525** | **1,587,390** | **1,597,085** | **1,606,129** | **1,613,482** |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Other | | 4,980 | 4,980 | 4,980 | 4,980 | 4,980 |
| ***Total non-financial assets*** | | | **4,980** | **4,980** | **4,980** | **4,980** | **4,980** |
| **Total assets administered** | | |  |  |  |  |  |
|  | **on behalf of government** | | **1,592,505** | **1,592,370** | **1,602,065** | **1,611,109** | **1,618,462** |
|  |  |  |  |  |  |  |  |
| **LIABILITIES ADMINISTERED** | | |  |  |  |  |  |
| **ON BEHALF OF GOVERNMENT** | | |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Personal benefits payables | | 173,478 | 166,710 | 162,017 | 157,848 | (28,377) |
|  | Grants payables | | - | - | 16 | 32 | 32 |
|  | Health and other payables | | 96,521 | 96,521 | 96,521 | 96,521 | 96,521 |
| **Provisions** | | |  |  |  |  |  |
|  | Employee provisions | | 2,132 | 2,132 | 2,132 | 2,132 | 2,132 |
|  | Personal benefits provisions | | 7,098,600 | 7,371,000 | 7,682,400 | 8,000,900 | 8,325,900 |
|  | Health and other provisions | | 4,090,232 | 4,316,822 | 4,531,970 | 4,755,539 | 4,988,987 |
| ***Total provisions and payables*** | | | **11,460,963** | **11,953,185** | **12,475,056** | **13,012,972** | **13,385,195** |
|  |  |  |  |  |  |  |  |
| **Total liabilities administered on** | | | |  |  |  |  |
| **behalf of the government** | | | **11,460,963** | **11,953,185** | **12,475,056** | **13,012,972** | **13,385,195** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

**Table 3.10: Schedule of Budgeted Administered Cash Flows (for the period ended 30 June)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Net GST received | | 47,953 | 48,000 | 48,000 | 48,000 | 48,000 |
|  | Other | | 16,819 | 20,981 | 20,981 | 20,981 | 20,981 |
| ***Total cash received*** | | | **64,772** | **68,981** | **68,981** | **68,981** | **68,981** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Personal benefits | | 5,989,054 | 5,778,316 | 5,489,813 | 5,332,456 | 5,403,146 |
|  | Health Payments | | 4,653,109 | 4,777,507 | 4,663,071 | 4,565,003 | 4,504,872 |
|  | Other | | 27,639 | 46,655 | 44,616 | 36,566 | 38,048 |
|  | Grant payments | | 6,202 | 17,592 | 12,633 | 9,629 | 8,790 |
|  | Net GST paid | | - | 48,000 | 48,000 | 48,000 | 48,000 |
|  | Payments to Corporate Entities | | 42,720 | 53,040 | 46,819 | 40,983 | 39,734 |
| ***Total cash used*** | | | **10,718,724** | **10,721,110** | **10,304,952** | **10,032,637** | **10,042,590** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **operating activities** | | **(10,653,952)** | **(10,652,129)** | **(10,235,971)** | **(9,963,656)** | **(9,973,609)** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Payments to Corporate Entities | | 7,154 | 8,980 | 9,695 | 9,044 | 7,353 |
| ***Total cash used*** | | | **7,154** | **8,980** | **9,695** | **9,044** | **7,353** |
| **Net cash from (used) by** | | | |  |  |  |  |
|  | **investing activities** | | **(7,154)** | **(8,980)** | **(9,695)** | **(9,044)** | **(7,353)** |
|  |  |  |  |  |  |  |  |
| **Net increase/decrease in cash held** | | | **(10,661,106)** | **(10,661,109)** | **(10,245,666)** | **(9,972,700)** | **(9,980,962)** |
|  | Cash and cash equivalents at beginning of reporting period | | 46,851 | 77,960 | 77,960 | 77,960 | 77,960 |
|  | Cash from Official Public Account | | 10,751,393 | 10,671,862 | 10,256,419 | 9,983,453 | 9,991,715 |
|  | Cash to Official Public Account | | (59,178) | (10,753) | (10,753) | (10,753) | (10,753) |
| **Cash and cash equivalents** | | |  |  |  |  |  |
| **at end of reporting period** | | | **77,960** | **77,960** | **77,960** | **77,960** | **77,960** |
| Prepared on Australian Accounting Standards basis | | | | |  |  |  |

Table 3.11: Statement of Administered Asset Movements (2017-18 Budget year)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Land | Buildings | Other | Intangibles | Total |
|  |  |  |  | infrastructure, | - Computer |  |
|  |  |  |  | plant and | Software |  |
|  |  |  |  | equipment |  |  |
|  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **As at 1 July 2017** | |  |  |  |  |  |
| Gross book value | | - | 4,980 | - | - | 4,980 |
| **Opening net book balance** | | **-** | **4,980** | **-** | **-** | **4,980** |
|  |  |  |  |  |  |  |
| **CAPITAL ASSET ADDITIONS** | |  |  |  |  |  |
| **Estimated expenditure on** | |  |  |  |  |  |
|  | **new or replacement assets** |  |  |  |  |  |
| By purchase or internally developed: | |  |  |  |  |  |
|  | Appropriation equitya | - | - | - | - | - |
|  | Appropriation ordinary annual servicesb | - | - | - | - | - |
| **Total additions** | | **-** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |
| **Other movements** | |  |  |  |  |  |
| **As at 30 June 2018** | |  |  |  |  |  |
| Gross book value | | - | 4,980 | - | - | 4,980 |
| **Closing net book balance** | | **-** | **4,980** | **-** | **-** | **4,980** |

Prepared on Australian Accounting Standards basis

1. "Appropriation equity" refers to equity injections provided through Appropriation Bills (No.2 & 4)   
   2017-18.
2. “Appropriation ordinary annual services” refers to funding provided through Appropriation   
   Bills (No. 1 & 3) 2017-18 for DCBs or other operational expenses.

**Australian War Memorial**

**Entity resources and planned performance**

DVA

Australian War Memorial

SECTION 1: ENTITY OVERVIEW AND RESOURCES 63

1.1 Strategic direction statement 63

1.2 Entity resource statement 64

1.3 Budget measures 65

1.4 Additional estimates and variations 66

1.5 Breakdown of additional estimates by Appropriation Bill 67

SECTION 2: REVISIONS TO ENTITY OUTCOMES AND PLANNED PERFORMANCE 68

2.1 Resources and performance information 68

SECTION 3: BUDGETED FINANCIAL STATEMENTS 69

3.1 Budgeted financial statements 69

3.2 Budgeted financial statements tables 70

DVA

Australian War Memorial

Section 1: Entity overview and resources

* 1. Strategic direction statement

The Australian Government’s outcome for the Australian War Memorial (the Memorial) includes all functions required under the Australian War Memorial Act 1980. One program and eight program components contribute to a single outcome:

*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.*

This outcome is consistent with the Memorial's purpose, to commemorate the sacrifice of those Australians who have died in war. In 2017-18, the Memorial will meet this outcome by delivering the priorities outlined in the Australian War Memorial Corporate Plan.

Additional appropriation has been sought to fund further development of master planning concepts for the main Memorial building (the Campbell site).

 The Mid-Year Economic Fiscal Outlook (MYEFO) budget update includes additional appropriation of $11.4m allocated over 2017-2019 for the Memorial to develop a detailed (second pass) business case for the AWM Redevelopment Project (Masterplan).

**1.2 Entity resource statement**

The Entity Resource Statement details the resourcing for the Australian War Memorial at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017‑18 Budget year, including variations through Appropriation Bills No. 3 and No. 4*,* Special Appropriations and Special Accounts.

Table 1.1: Australian War Memorial Resource Statement   
Additional Estimates for 2017-18 as at Additional Estimates February 2018

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |  |  | Total |
|  |  |  | *Total* | Estimate |  | Proposed |  | estimate at |
|  |  |  | *available* | as at | + | Additional | = | Additional |
|  |  |  | *appropriation* | Budget |  | Estimates |  | Estimates |
|  |  |  | *2016-17* | 2017-18 |  | 2017-18 |  | 2017-18 |
|  |  |  | *$'000* | $'000 |  | $'000 |  | $'000 |
|  |  |  |  |  |  |  |  |  |
| **Opening balance/Reserves at bank** | | | **73,943** | **68,762** |  | **4,049** |  | **72,811** |
|  |  |  |  |  |  |  |  |  |
| **Revenue from Government** | | |  |  |  |  |  |  |
|  | **Ordinary annual services** (a) | |  |  |  |  |  |  |
|  |  | Outcome 1 | 42,720 | 47,410 |  | 5,630 |  | 53,040 |
|  | **Total ordinary annual services** | | **42,720** | **47,410** |  | **5,630** |  | **53,040** |
|  | | |  |  |  |  |  |  |
| **Other services**(b) | | |  |  |  |  |  |  |
|  |  | Equity injection | 7,154 | 8,980 |  | - |  | 8,980 |
|  | **Total other services** | | **7,154** | **8,980** |  | **-** |  | **8,980** |
| **Total annual appropriations** | | | **49,874** | **56,390** |  | **5,630** |  | **62,020** |
|  |  |  |  |  |  |  |  |  |
| **Payments from related entities**(c) | | |  |  |  |  |  |  |
|  |  | Amounts from portfolio department | 10,689 | - |  | - |  | - |
|  |  | Amounts from other entities | 470 | - |  | - |  | - |
| **Total payments from related entities** | | | **11,159** | - |  | - |  | **-** |
|  |  |  |  |  |  |  |  |  |
| **Total funds from Government** | | | **61,033** | **56,390** |  | **5,630** |  | **62,020** |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| **Funds from other sources** | | |  |  |  |  |  |  |
|  | Interest | | 2,243 | 2,463 |  | (376) |  | 2,087 |
|  | Sale of goods and services | | 2,739 | 4,354 |  | - |  | 4,354 |
|  | Other | | 6,233 | 1,952 |  | 1,100 |  | 3,052 |
|  | **Total funds from other sources** | | **11,215** | **8,769** |  | **724** |  | **9,493** |
| **Total net resourcing for AWM** | | | **146,191** | **133,921** |  | **10,403** |  | **144,324** |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  | *Actual* |  |  |
|  |  |  |  |  |  | *2016-17* |  | 2017-18 |
| **Average staffing level** | | |  |  |  | *286* |  | 283 |

The Australian War Memorial is not directly appropriated as it is a Corporate Entity. Appropriations are made to the Department of Veteran's Affairs which are then paid to the AWM and are considered 'departmental' for all purposes.

(a) Appropriation Act (No. 1) 2017-2018 and Appropriation Bill (No. 3) 2017-2018.  
(b) Appropriation Act (No. 2) 2017-2018 and Appropriation Bill (No. 4) 2017-2018.  
(c) Amounts received from other entities within the portfolio, or from other portfolios

### 1.3 Budget measures

Table 1.2 summarises new Government measures taken since the 2017-18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Australian War Memorial 2017-18 measures since Budget

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Program | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  | $'000 | $'000 | $'000 | $'000 |
| **Expense measures** |  |  |  |  |  |
| Australian War Memorial —detailed business case for additional exhibition space | 1.2, 1.4 |  |  |  |  |
| Departmental expenses |  | 5,630 | 5,809 | - | - |
| **Total** |  | **5,630** | **5,809** | **-** | **-** |
|  |  |  |  |  |  |
| **Total expense measures** |  |  |  |  |  |
| Departmental |  | 5,630 | 5,809 | - | - |
| **Total** |  | **5,630** | **5,809** | **-** | **-** |

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

### 1.4 Additional Estimates and Variations

The following tables detail the changes to the resourcing for the Australian War Memorial at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures and other variations since the 2017-18 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional Estimates and Other Variations to Outcomes since 2017-18 Budget**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Program | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  | impacted | $'000 | $'000 | $'000 | $'000 |
| **Outcome 1** | |  |  |  |  |  |
| **Departmental** | |  |  |  |  |  |
|  | **Annual appropriation** |  |  |  |  |  |
|  | Australian War Memorial —detailed business case for additional exhibition space | 1.2, 1.4 | 5,630 | 5,809 | – | – |
|  | Changes in price & wage indices | 1.1-1.8 | – | 30 | 28 | 53 |
| **Net impact on appropriations for Outcome 1 (departmental)** | |  | **5,630** | **5,839** | **–** | **–** |
| **Total net impact on appropriations for Outcome 1** | |  | **5,630** | **5,839** | **–** | **–** |

### 1.5 Breakdown of additional estimates by appropriation bill

The following table details the Additional Estimates sought for the Australian War Memorial through *Appropriation Bills Nos. 3*.

Table 1.4: Appropriation Bill (No. 3) 2017-18

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 2016-17 | 2017-18 | 2017-18 | Additional | Reduced |
| Available | Budget | Revised | Estimates | Estimates |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **DEPARTMENTAL PROGRAMS** |  |  |  |  |  |
| **Outcome 1** | 42,720 | 47,410 | 53,040 | 5,630 | – |
| **Total departmental** | **42,720** | **47,410** | **53,040** | **5,630** | **–** |
| **Total administered and**  **departmental** | **42,720** | **47,410** | **53,040** | **5,630** | **–** |

Section 2: Revisions to Entity Outcomes and Planned Performance

2.1 Budgeted expenses and performance for Outcome 1

|  |
| --- |
| **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.** |

##### Budgeted expenses for Outcome 1

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

Table 2.1.1: Budgeted expenses for Outcome 1

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  | | Actual | Revised | Forward | Forward | Forward |
|  | | expenses | budget | estimate | estimate | estimate |
|  | | $'000 | $'000 | $'000 | $'000 | $'000 |
|  |  |  |  |  |  |  |
| **Program 1.1: Australian War Memorial** | |  |  |  |  |  |
|  |  |  |  |  |  |  |
| Revenue from Government | |  |  |  |  |  |
|  | Ordinary annual services (Appropriation Bill No. 1) | 42,720 | 53,040 | 46,819 | 40,983 | 39,734 |
|  | Payments from related entities | 11,159 | - | - | - | - |
|  | Expenses not requiring appropriation in the Budget year (a) | 10,838 | 12,055 | 12,105 | 12,167 | 12,268 |
|  | Revenues from other independent sources | 11,181 | 9,493 | 9,533 | 9,386 | 9,503 |
| **Total expenses for Program 1.1** | | **75,898** | **74,588** | **68,457** | **62,536** | **61,505** |
| **Total expenses for Outcome 1** | | **75,898** | **74,588** | **68,457** | **62,536** | **61,505** |
|  |  |  |  |  |  |  |
|  |  | 2016-17 | 2017-18 |  |  |  |
| **Average Staffing Level (number)** | | 286 | 283 |  |  |  |

1. Expenses not requiring appropriation in the Budget year are made up of depreciation expenses.

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

## Section 3: Budgeted financial statements

### 3.1 Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances, including the impact of budget measures and resourcing on financial statements.

#### 3.1.1 Analysis of budgeted financial statements

The major change to the 2017-18 budget year financial statements is the increase in appropriation revenue of $5.6m, and additional $5.8m in 2018-19. This is offset by the increase in supplier costs over the same years, reflecting the spend on further development of the master planning concepts for the main Memorial building (the Campbell site).

**3.1.2 Budgeted financial statements tables**

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EXPENSES** | | |  |  |  |  |  |
|  | Employee benefits | | 24,680 | 24,169 | 24,228 | 24,460 | 24,543 |
|  | Suppliers | | 29,435 | 28,343 | 20,780 | 13,447 | 11,776 |
|  | Depreciation and amortisation | | 21,701 | 22,076 | 23,449 | 24,629 | 25,186 |
|  | Write-down and impairment of assets | | 19 | - | - | - | - |
|  | Losses from asset sales | | 63 | - | - | - | - |
| **Total expenses** | | | **75,898** | **74,588** | **68,457** | **62,536** | **61,505** |
|  |  |  |  |  |  |  |  |
| **LESS:** | | |  |  |  |  |  |
| **OWN-SOURCE INCOME** | | |  |  |  |  |  |
| **Own-source revenue** | | |  |  |  |  |  |
|  | Sale of goods and rendering of services | | 4,168 | 4,133 | 4,133 | 4,133 | 4,133 |
|  | Interest | | 2,243 | 2,087 | 2,127 | 2,230 | 2,347 |
|  | Rental Income | | 221 | 221 | 221 | 221 | 221 |
|  | Royalties | | 10 | 150 | 150 | 150 | 150 |
|  | Other | | 15,698 | 2,102 | 2,102 | 1,852 | 1,852 |
| **Total own-source revenue** | | | **22,340** | **8,693** | **8,733** | **8,586** | **8,703** |
| **Gains** | | |  |  |  |  |  |
|  | Sale of assets | | 33 | **-** | - | - | - |
|  | Other | | 1 | **800** | 800 | 800 | 800 |
| **Total gains** | | | **34** | **800** | **800** | **800** | **800** |
|  |  |  |  |  |  |  |  |
| **Total own source income** | | | **22,374** | **9,493** | **9,533** | **9,386** | **9,503** |
|  |  |  |  |  |  |  |  |
| **Net cost of (contribution by)** | | |  |  |  |  |  |
| **services** | | | **(53,524)** | **(65,095)** | **(58,924)** | **(53,150)** | **(52,002)** |
|  |  |  |  |  |  |  |  |
|  | Revenue from Government | | 42,720 | 53,040 | 46,819 | 40,983 | 39,734 |
|  |  |  |  |  |  |  |  |
| **Surplus (Deficit) attributable to the** | | |  |  |  |  |  |
| **Australian Government** | | | **(10,804)** | **(12,055)** | **(12,105)** | **(12,167)** | **(12,268)** |
|  |  |  |  |  |  |  |  |
| **OTHER COMPREHENSIVE INCOME** | | |  |  |  |  |  |
|  | Changes in asset revaluation surplus | | 114,888 | **-** | - | - | - |
|  |  |  |  |  |  |  |  |
| **Total other comprehensive income** | | | **114,888** | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income (loss)** | | |  |  |  |  |  |
| **attributable to the Australian** | | |  |  |  |  |  |
| **Government** | | | **104,084** | **(12,055)** | **(12,105)** | **(12,167)** | **(12,268)** |
| Prepared on Australian Accounting Standards basis | | | |  |  | | |
|  |  |  |  |  | Table continued on next page | | |

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Note: Impact of net cash appropriation arrangements** | | | | | | | |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **Total comprehensive income/(loss)** | | |  |  |  |  |  |
| **excluding depreciation /amortisation** | | |  |  |  |  |  |
| **expenses previously funded through** | | |  |  |  |  |  |
| **revenue appropriations** | | | 115,728 | 314 | 345 | 355 | 327 |
|  |  |  |  |  |  |  |  |
| less heritage and cultural depreciation | | |  |  |  |  |  |
| expenses previously funded through | | |  |  |  |  |  |
| revenue appropriations a | | | 11,644 | 12,369 | 12,450 | 12,522 | 12,595 |
|  |  |  |  |  |  |  |  |
| **Total comprehensive income/(loss) -** | | |  |  |  |  |  |
| **as per the Statement of** | | |  |  |  |  |  |
| **Comprehensive Income** | | | **104,084** | **(12,055)** | **(12,105)** | **(12,167)** | **(12,268)** |
| Prepared on Australian Accounting Standards basis | | | | | | | |
|  |  |  |  |  |  |  |  |
| a) | From 2009-10, the Government replaced Appropriation Act No. 1 and Bill No. 3 revenue appropriations for the heritage and cultural depreciation expenses of Designated Collection Institutions, with a separate capital budget (the Collection Development Acquisition Budget, or CDAB) provided through Appropriation Act No. 2 and Bill No. 4 equity appropriations. For information regarding CDABs, please refer to Table 3.6 Departmental Capital Budget Statement. | | | | | | |

**Table 3.2: Budgeted departmental balance sheet (as at 30 June)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **ASSETS** | | |  |  |  |  |  |
| **Financial assets** | | |  |  |  |  |  |
|  | Cash and cash equivalents | | 1,811 | 2,931 | 2,434 | 2,275 | 2,203 |
|  | Trade and other receivables | | 846 | 867 | 888 | 888 | 888 |
|  | Investments accounted for under | |  |  |  |  |  |
|  | the equity method | | 71,000 | 63,000 | 54,000 | 58,000 | 61,000 |
|  | Other financial assets | | 930 | 930 | 930 | 930 | 930 |
| ***Total financial assets*** | | | **74,587** | **67,728** | **58,252** | **62,093** | **65,021** |
|  |  |  |  |  |  |  |  |
| **Non-financial assets** | | |  |  |  |  |  |
|  | Land and buildings | | 139,549 | 145,751 | 149,934 | 148,353 | 148,312 |
|  | Property, plant and equipment | | 1,220,646 | 1,217,215 | 1,218,680 | 1,213,663 | 1,207,917 |
|  | Intangibles | | 4,359 | 5,393 | 6,832 | 6,466 | 4,410 |
|  | Inventories | | 797 | 797 | 797 | 797 | 797 |
|  | Other | | 618 | 618 | 618 | 618 | 618 |
| ***Total non-financial assets*** | | | **1,365,969** | **1,369,774** | **1,376,861** | **1,369,897** | **1,362,054** |
| **Total assets** | | | **1,440,556** | **1,437,502** | **1,435,113** | **1,431,990** | **1,427,075** |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **LIABILITIES** | | |  |  |  |  |  |
| **Payables** | | |  |  |  |  |  |
|  | Suppliers | | 1,065 | 1,086 | 1,107 | 1,107 | 1,107 |
|  | Other payables | | 353 | 353 | 353 | 353 | 353 |
| ***Total payables*** | | | **1,418** | **1,439** | **1,460** | **1,460** | **1,460** |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| **Provisions** | | |  |  |  |  |  |
|  | Employee provisions | | 8,982 | 8,982 | 8,982 | 8,982 | 8,982 |
| ***Total provisions*** | | | **8,982** | **8,982** | **8,982** | **8,982** | **8,982** |
|  |  |  |  |  |  |  |  |
| **Total liabilities** | | | **10,400** | **10,421** | **10,442** | **10,442** | **10,442** |
|  |  |  |  |  |  |  |  |
| **Net assets** | | | **1,430,156** | **1,427,081** | **1,424,671** | **1,421,548** | **1,416,633** |

Prepared on Australian Accounting Standards basis

Table continued on next page

**Table 3.2: Budgeted departmental balance sheet (as at 30 June) (continued)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **EQUITY \*** | | |  |  |  |  |  |
| **Parent entity interest** | | |  |  |  |  |  |
|  | Contributed equity | | 110,778 | 119,758 | 129,453 | 138,497 | 145,850 |
|  | Reserves | | 769,051 | 769,051 | 769,051 | 769,051 | 769,051 |
|  | Retained surplus | |  |  |  |  |  |
|  |  | (accumulated deficit) | 550,327 | 538,272 | 526,167 | 514,000 | 501,732 |
| **Total Equity** | | | **1,430,156** | **1,427,081** | **1,424,671** | **1,421,548** | **1,416,633** |

\* Equity is the residual interest in assets after deduction of liabilities.

Prepared on Australian Accounting Standards basis.

**Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2017-18)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Retained | Asset | Other | Contributed | Total |
|  |  |  | earnings | revaluation | reserves | equity/ | equity |
|  |  |  | $'000 | reserve | $'000 | capital | $'000 |
|  |  |  |  | $'000 |  | $'000 |  |
| **Opening balance as at 1 July 2017** | | |  |  |  |  |  |
|  | Balance carried forward from | |  |  |  |  |  |
|  |  | previous period | 550,327 | 769,051 | - | 110,778 | 1,430,156 |
|  | Adjustment for changes in | |  |  |  |  |  |
|  |  | accounting policies | - | - | - | - | - |
| ***Adjusted opening balance*** | | | **550,327** | **769,051** | **-** | **110,778** | **1,430,156** |
|  |  |  |  |  |  |  |  |
| **Comprehensive income** | | |  |  |  |  |  |
|  | Other comprehensive income | |  |  |  |  |  |
| Surplus (deficit) for the period | | | (12,055) | - | - | - | (12,055) |
| ***Total comprehensive income*** | | | **(12,055)** | **-** | **-** | **-** | **(12,055)** |
| **Transactions with owners** | | |  |  |  |  |  |
|  | *Contributions by owners* | |  |  |  |  |  |
|  |  | Equity injection - Appropriation | - | - | - | 8,980 | 8,980 |
| ***Sub-total transactions with owners*** | | | **-** | **-** | **-** | **8,980** | **8,980** |
| **Closing balance attributable to the Australian Government** | | | **538,272** | **769,051** | **-** | **119,758** | **1,427,081** |

Prepared on Australian Accounting Standards basis

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **OPERATING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Appropriations | | 42,720 | 53,040 | 46,819 | 40,983 | 39,734 |
|  | Receipts from Government | | 11,159 | - | - | - | - |
|  | Sale of goods and rendering of services | | 4,288 | 4,354 | 4,354 | 4,354 | 4,354 |
|  | Interest | | 2,039 | 2,087 | 2,127 | 2,230 | 2,347 |
|  | Other | | 5,083 | 2,231 | 2,231 | 2,002 | 2,002 |
| ***Total cash received*** | | | **65,289** | **61,712** | **55,531** | **49,569** | **48,437** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Employees | | 23,921 | 24,169 | 24,228 | 24,460 | 25,543 |
|  | Suppliers | | 30,723 | 27,522 | 19,959 | 12,647 | 10,976 |
| ***Total cash used*** | | | **54,644** | **51,691** | **44,187** | **37,107** | **36,519** |
| **Net cash from (used by)** | | |  |  |  |  |  |
| **operating activities** | | | **10,645** | **10,021** | **11,344** | **12,462** | **11,918** |
|  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Proceeds from sales of property, plant and equipment | | (190) | - | - | - | - |
|  | Investments | | 115,500 | 82,000 | 85,000 | 69,000 | 74,000 |
| ***Total cash received*** | | | **115,310** | **82,000** | **85,000** | **69,000** | **74,000** |
|  |  |  |  |  |  |  |  |
| **Cash used** | | |  |  |  |  |  |
|  | Purchase of property, plant | |  |  |  |  |  |
|  |  | and equipment | 18,741 | 25,881 | 30,536 | 17,665 | 17,343 |
|  | Investments | | 115,500 | 74,000 | 76,000 | 73,000 | 77,000 |
| ***Total cash used*** | | | **134,241** | **99,881** | **106,536** | **90,665** | **94,343** |
| **Net cash from (used by)** | | |  |  |  |  |  |
|  | **investing activities** | | **(18,931)** | **(17,881)** | **(21,536)** | **(21,665)** | **(20,343)** |

Prepared on Australian Accounting Standards basis

Table continued on next page

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|  |  |  | Actual | Revised | Forward | Forward | Forward |
|  |  |  |  | budget | estimate | estimate | estimate |
|  |  |  | $'000 | $'000 | $'000 | $'000 | $'000 |
| **FINANCING ACTIVITIES** | | |  |  |  |  |  |
| **Cash received** | | |  |  |  |  |  |
|  | Contributed equity | | 7,154 | 8,980 | 9,695 | 9,044 | 7,353 |
| ***Total cash received*** | | | **7,154** | **8,980** | **9,695** | **9,044** | **7,353** |
|  |  |  |  |  |  |  |  |
| **Net cash from (used by) financing** | | |  |  |  |  |  |
|  | **activities** | | **7,154** | **8,980** | **9,695** | **9,044** | **7,353** |
|  |  |  |  |  |  |  |  |
| **Net increase (decrease) in cash held** | | | **(1,132)** | **1,120** | **(497)** | **(159)** | **(72)** |
|  | Cash and cash equivalents at the | |  |  |  |  |  |
|  |  | beginning of the reporting period | 2,943 | 1,811 | 2,931 | 2,434 | 2,275 |
| **Cash and cash equivalents at the** | | |  |  |  |  |  |
| **end of the reporting period** | | | **1,811** | **2,931** | **2,434** | **2,275** | **2,203** |

Prepared on Australian Accounting Standards basis

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

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | | | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
| Actual | Revised | Forward | Forward | Forward |
|  | budget | estimate | estimate | estimate |
| $'000 | $'000 | $'000 | $'000 | $'000 |
| **NEW CAPITAL APPROPRIATIONS** | | |  |  |  |  |  |
|  | Equity injections - Bill 2 and Bill 4 | | 7,154 | 8,980 | 9,695 | 9,044 | 7,353 |
| **Total new capital appropriations** | | | **7,154** | **8,980** | **9,695** | **9,044** | **7,353** |
|  |  |  |  |  |  |  |  |
| ***Provided for:*** | | |  |  |  |  |  |
|  | Purchase of non-financial assets | | 7,154 | 8,980 | 9,695 | 9,044 | 7,353 |
| ***Total items*** | | | **7,154** | **8,980** | **9,695** | **9,044** | **7,353** |
|  |  |  |  |  |  |  |  |
| **PURCHASE OF NON-FINANCIAL** | | |  |  |  |  |  |
|  | **ASSETS** | |  |  |  |  |  |
|  | Funded by capital appropriations a | | 7,154 | 8,980 | 9,695 | 9,044 | 7,353 |
|  | Funded internally from | |  |  |  |  |  |
|  |  | departmental resources b | 11,587 | 16,901 | 20,841 | 8,621 | 9,990 |
| **TOTAL** | | | **18,741** | **25,881** | **30,536** | **17,665** | **17,343** |
|  |  |  |  |  |  |  |  |
| **RECONCILIATION OF CASH** | | |  |  |  |  |  |
|  | **USED TO ACQUIRE ASSETS** | |  |  |  |  |  |
|  | **TO ASSET MOVEMENT TABLE** | |  |  |  |  |  |
|  | Total purchases | | 18,741 | 25,881 | 30,536 | 17,665 | 17,343 |
|  | **Total cash used to acquire assets** | | **18,741** | **25,881** | **30,536** | **17,665** | **17,343** |

Prepared on Australian Accounting Standards basis

1. Includes both current and prior Bill No. 4 and prior Act Nos. 2/4/6 appropriations and special capital appropriations
2. Includes the following sources of funding:

- current Bill 3 and prior year Act 1/3/5 appropriations.

- donations and contributions.

- gifts.

- internally developed assets.

**Table 3.6: Statement of asset movements (2017-18)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  | Land | Buildings | Other | Heritage | Intangibles | Total |
|  |  |  | $'000 | $'000 | property, | and | Computer | $'000 |
|  |  |  |  |  | plant and | cultural | Software |  |
|  |  |  |  |  | equipment | assets | $'000 |  |
|  |  |  |  |  | $'000 | $'000 |  |  |
| **As at 1 July 2017** | | |  |  |  |  |  |  |
|  | Gross book value | | 12,386 | 143,707 | 57,957 | 1,192,718 | 13,005 | 1,419,773 |
|  | Accumulated depreciation/amortisation | |  |  |  |  |  |  |
|  | and impairment | | - | (16,544) | (12,329) | (17,700) | (8,646) | (55,219) |
| **Opening net book balance** | | | **12,386** | **127,163** | **45,628** | **1,175,018** | **4,359** | **1,364,554** |
| **CAPITAL ASSET ADDITIONS** | | |  |  |  |  |  |  |
| **Estimated expenditure on new** | | |  |  |  |  |  |  |
| **or replacement assets** | | |  |  |  |  |  |  |
|  | By purchase | |  |  |  |  |  |  |
|  |  | Appropriation - equity a | - | - | - | 7,343 | 1,637 | 8,980 |
|  |  | Appropriation - ordinary |  |  |  |  |  |  |
|  |  | annual services b | - | 10,737 | 4,737 | 827 | 600 | 16,901 |
| **Total additions** | | | **-** | **10,737** | **4,737** | **8,170** | **2,237** | **25,881** |
| **Other movements** | | |  |  |  |  |  |  |
|  | Depreciation/amortisation | |  |  |  |  |  |  |
|  | expense | | - | (4,535) | (3,969) | (12,369) | (1,203) | (22,076) |
| **Total other movements** | | | **-** | **(4,535)** | **(3,969)** | **(12,369)** | **(1,203)** | **(22,076)** |
| **As at 30 June 2018** | | |  |  |  |  |  |  |
|  | Gross book value | | 12,386 | 154,444 | 62,694 | 1,200,888 | 15,242 | 1,445,654 |
|  | Accumulated depreciation/amortisation | |  |  |  |  |  |  |
|  | and impairment | | - | (21,079) | (16,298) | (30,069) | (9,849) | (77,295) |
| **Closing net book balance** | | | **12,386** | **133,365** | **46,396** | **1,170,819** | **5,393** | **1,368,359** |
| Prepared on Australian Accounting Standards basis | | | | | | | | |
|  |  |  |  |  |  |  |  |  |
| **Estimated operating expenditure in income statement for heritage and cultural assets** | | | | | | | |  |
|  | | | | | | |  |  |
| Operations and Maintenance | | |  |  |  | 612 |  |  |
| Preservation and Conservation | | |  |  |  | 16,930 |  |  |
| **Total operating expenditure on heritage and cultural assets** | | | | | | 17,542 |  |  |
|  |  |  |  |  |  |  |  |  |
| a. “Appropriation equity” refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No.2) 2017-2018 and Bill (No.4) 2017-2018, including CDABs. | | | | | | | | |
| b. “Appropriation ordinary annual services” refers to funding provided through Appropriation Act (No.1) 2017-18 and Bill (No.3) 2017-18 for depreciation/amortisation expenses, DCBs or other operational expenses. | | | | | | | | |

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 | Special Accounts allow money in the Consolidated Revenue Fund (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 (section 78 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*) or through an Act of Parliament (section 80 of the *PGPA Act 2013*). |
| 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. |