

Portfolio Additional Estimates Statements 2014-15

Treasury Portfolio

Explanations of Additional Estimates 2014-15



© Commonwealth of Australia 2015

ISBN 978-1-925220-34-6

This publication is available for your use under a Creative Commons BY Attribution 3.0 Australia licence, with the exception of the Commonwealth Coat of Arms, photographs, images, signatures and where otherwise stated. The full licence terms are available from <http://creativecommons.org/licenses/by/3.0/au/legalcode>.



Use of Treasury material under a Creative Commons BY Attribution 3.0 Australia licence requires you to attribute the work (but not in any way that suggests that the Treasury endorses you or your use of the work).

Treasury material used 'as supplied'

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

Source: The Treasury

Derivative material

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

Based on Treasury 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)

Other uses

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

Manager
Communications
The Treasury
Langton Crescent
PARKES ACT 2600
Email: medialiaison@treasury.gov.au



TREASURER

President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2014-15 Additional Estimates for the Treasury portfolio.

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

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

Yours sincerely

A handwritten signature in black ink, appearing to read 'J. B. Hockey', with a long horizontal flourish extending to the right.

HON J. B. HOCKEY MP

Abbreviations and conventions

The following notations may be used:

NEC/nec	not elsewhere classified
-	nil
..	not zero, but rounded to zero
na	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million

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

ENQUIRIES

Should you have any enquiries regarding this publication please contact Matthew King, Chief Finance Officer in the Department of the Treasury on (02) 6263 2111.

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

**USER GUIDE
TO THE
PORTFOLIO ADDITIONAL
ESTIMATE STATEMENTS**

USER GUIDE

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament 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 programmes supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in *Appropriation Bills (Nos. 3 and 4) 2014-15*. 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) 2014-15* 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 <i>Appropriation Bills Nos. 3 and 4</i> .
---	---

Section 2: Revisions to Outcomes and Planned Performance	This section details changes to Government outcomes and/or changes to the planned performance of entity programmes.
---	---

Section 3: Explanatory Tables and Budgeted Financial Statements	This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.
--	---

CONTENTS

Portfolio Overview	3
Agency Additional Estimates Statements	7
Department of the Treasury	9
Australian Securities and Investments Commission	33
Australian Taxation Office	61
Corporations and Markets Advisory Committee	87
Productivity Commission	101

PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

There has been no significant change to the portfolio overview, portfolio responsibilities or agency outcomes from that included in the Portfolio Budget Statements 2014-15 (pages 3-5).

Additional estimates are being sought for the Department of the Treasury, the Australian Securities and Investments Commission, the Australian Taxation Office, the Corporations and Markets Advisory Committee and the Productivity Commission. Explanations of additional estimates for these agencies are detailed in their respective section in the Portfolio Additional Estimates Statements.

There are no additional estimates for the Australian Bureau of Statistics, the Australian Competition and Consumer Commission, the Australian Office of Financial Management, the Australian Prudential Regulation Authority, the Clean Energy Finance Corporation, the Commonwealth Grants Commission, the Inspector-General of Taxation, the National Competition Council, the Office of the Auditing and Assurance Standards Board, the Office of the Australian Accounting Standards Board or the Royal Australian Mint.

Figure 1: Treasury Portfolio Structure and Outcomes



Figure 1: Treasury Portfolio Structure and Outcomes (continued)



Portfolio resources

Table 1 shows for those entities reporting in the PAES the additional resources provided to the portfolio in the 2014-15 budget year, by entity.

Table 1: Portfolio resources 2014-15

	Appropriation			Receipts	Total
	Bill No. 3 \$m	Bill No. 4 \$m	Special \$m	\$m	\$m
Department of the Treasury					
Administered appropriations	4,708	-	-	-	4,708
Departmental appropriations	620	-	-	-	620
Total:	5,328	-	-	-	5,328
Australian Securities and Investments Commission					
Administered appropriations	-	-	-	-	-
Departmental appropriations	-	3,415	-	-	3,415
Total:	-	3,415	-	-	3,415
Australian Taxation Office					
Administered appropriations	-	-	-	-	-
Departmental appropriations	14,831	594	-	-	15,425
Total:	14,831	594	-	-	15,425
Corporations and Markets Advisory Committee					
Administered appropriations	-	-	-	-	-
Departmental appropriations	179	-	-	-	179
Total:	179	-	-	-	179
Productivity Commission					
Administered appropriations	-	-	-	-	-
Departmental appropriations	289	-	-	-	289
Total:	289	-	-	-	289
Resources available within portfolio:					24,636

ENTITY ADDITIONAL ESTIMATES STATEMENTS

DEPARTMENT OF THE TREASURY

Section 1: Entity Overview and Resources	11
1.1 Strategic Direction	11
1.2 Entity Resource Statement	11
1.3 Entity measures table.....	14
1.4 Additional estimates and variations.....	15
1.5 Breakdown of additional estimates by appropriation bill.....	17
Section 2: Revisions to entity resources and planned performance	18
2.1 Resources and performance information	18
Outcome 1	18
Section 3: Explanatory tables and budgeted financial statements	22
3.1 Explanatory tables.....	22
3.2 Budgeted financial statements	23

DEPARTMENT OF THE TREASURY

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

There has been no significant change to the strategic direction of the Department of the Treasury (the Treasury) from that outlined in the *Portfolio Budget Statements 2014-15* (pages 15-17).

As a result of Administrative Arrangements Orders in December 2015 small business programmes were transferred to the Treasury from the Department of Industry.

The Treasury is seeking an additional \$0.62 million in departmental funding through *Appropriation Bill (No. 3) 2014-15*. This comprises an additional \$0.65 million for the Global Infrastructure Hub measure outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15*, offset by \$9,000 for the Communications and Public Affairs Functions – targeted savings measure outlined in Budget Paper No. 2, *Budget Measures 2014-15* and \$21,000 for the Internet Based Network Connection Services savings outlined in the *Mid-Year Economic and Fiscal Outlook 2009-10* and Budget Paper No. 2, *Budget Measures 2010-11*.

The Treasury is seeking an additional \$4.7 million in administered funding through *Appropriation Bill (No. 3) 2014-15*. This comprises \$3.4 million for the Global Infrastructure Hub measure outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15* and \$1.3 million for the International Monetary Fund (IMF) Poverty Reduction and Growth Trust.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Treasury at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill Nos. 3 and 4*, Special Appropriations and Special Accounts.

Table 1.1: Department of the Treasury resource statement — additional estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget ¹	Proposed Additional Estimate =	Total estimate at Additional Estimates
	2013-14 \$'000	2014-15 \$'000	2014-15 \$'000	2014-15 \$'000
Ordinary annual services(1)				
Departmental appropriation				
Prior year departmental appropriation(2)	60,240	60,384	-	60,384
Departmental appropriation(3)	176,769	177,780	620	178,400
s74 Retained Revenue Receipts(4)	15,228	8,488	-	8,488
Total	237,009	238,164	620	238,784
Administered expenses				
Outcome 1	8,804,526	38,804	4,708	43,512
Payments to corporate entities(5)	18,062	-	-	-
Total	8,804,526	38,804	4,708	43,512
Total ordinary annual services	A 9,041,535	276,968	5,328	282,296
Other services(6)				
Departmental non-operating				
Equity injections	1,775	2,613	-	2,613
Total	1,775	2,613	-	2,613
Administered non-operating				
Administered assets and liabilities	47,518	-	-	-
Total	47,518	-	-	-
Total other services	B 49,293	2,613	-	2,613
Total available annual appropriations	9,090,828	279,581	5,328	284,909
Special appropriations limited by amount				
<i>Asian Development Bank (Additional Subscription) Act 2009</i>	16,510	17,499	(520)	16,979
<i>Federal Financial Relations Act 2009</i>	70,346,721	72,271,989	571,412	72,843,401
<i>International Monetary Agreements Act 1947</i>	224,962	1,950,856	(188,875)	1,761,981
Total special appropriations	C 70,588,193	74,240,344	382,017	74,622,361
Total appropriations excluding Special Accounts	79,679,021	74,519,925	387,345	74,907,270

Table 1.1: Department of the Treasury resource statement — additional estimates for 2014-15 as at Additional Estimates February 2015 (continued)

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional = Estimate	Total estimate at Additional Estimates
	<i>2013-14</i>	<i>2014-15</i>	<i>2014-15</i>	<i>2014-15</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Special Accounts				
Opening balance(7)	2,823	871,219	(373)	870,846
Appropriation Receipts	15,684,519	13,813,745	928,217	14,741,962
Appropriation Receipts - other entities	1,797,952	-	-	-
Non-appropriation receipts to Special Accounts	-	476,339	16,023	492,362
Total Special Account	D 17,485,294	15,161,303	943,867	16,105,170
Total resourcing				
(A+B+C+D)	97,164,315	89,681,228	1,331,212	91,012,440
Less appropriations drawn from annual or special appropriations above and credited to special accounts	2,008,000	-	2,000,000	2,000,000
Total net resourcing for The Treasury(8)	99,172,315	89,681,228	3,331,212	93,012,440

1. Appropriation Act (No. 1) 2014-15 and Appropriation Bill (No. 3) 2014-15.
2. Estimated adjusted balance carried from previous year for annual appropriations.
3. Includes an amount of \$5.373m in 2014-15 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.
4. Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.
5. 'Corporate Entities' are Corporate Commonwealth Entities and Commonwealth Companies as defined under the *PGPA Act 2013*.
6. Appropriation Act (No. 2) 2014-15 and Appropriation Bill (No. 4) 2014-15.
7. 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 3.1.1.
8. Total resourcing for the Treasury will be effected by s. 75 transfers of appropriations (refer to table 1.4 for further details).

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures					
Global Infrastructure Hub					
Administered expenses	1.3	3,400	7,700	6,800	6,800
Departmental expenses	1.1	650	345	342	345
Total		4,050	8,045	7,142	7,145
Great Artesian Basin Sustainability Initiative	1.10	3,000	6,000	6,000	-
Indirect Tax Concession Scheme - diplomatic and consular concessions	1.4	(5,000)	(1,000)	(1,000)	(1,000)
Infrastructure Investment Programme - reduced funding	1.10	(1,029)	(4,289)	-	-
Introduction of Temporary Protection Visas and Safe Haven Enterprise Visas	1.5	-	2,327	4,786	7,633
National Immunisation Programme - listing of Trivalent Influenza Vaccine	1.10	18	38	29	30
National Partnership Agreement on Improving Health Services in Tasmania - additional elective surgery procedures	1.10	12,183	4,658	-	-
National Partnership Agreement on Universal Access to Early Childhood Education - extension	1.10	3,198	164,998	-	-
National School Chaplaincy Programme - National Partnership Agreement	1.10	60,587	60,587	60,587	60,587
Reintroduction of fuel excise indexation - change to start date	1.4	(2,000)	-	-	-
Total expense measures		75,007	241,364	77,544	74,395

Prepared on a Government Financial Statistics (fiscal) basis

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Treasury at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 Budget in *Appropriation Bill No. 3*. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (administered)					
Global Infrastructure Hub(1)	1.3	3,400	7,700	6,800	6,800
Net impact on estimates for Outcome 1 (administered)		3,400	7,700	6,800	6,800
Increase in estimates (departmental)					
Global Infrastructure Hub(1)	1.1	650	345	342	345
Net impact on estimates for Outcome 1 (departmental)		650	345	342	345

1. The Global Infrastructure Hub measure was outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15*.

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

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (administered)					
IMF Poverty Reduction and Growth Trust	1.2	1,308	-	-	-
Reallocation of funding from the Department of Industry and Science for small business programmes(1)	1.3	6,856	7,839	6,014	6,226
Net impact on estimates for Outcome 1 (administered)		8,164	7,839	6,014	6,226
Decrease in estimates (departmental)					
Communications and Public Affairs Functions targeted savings	1.1	(9)	(19)	(18)	(19)
Internet Based Network Connection Services Savings	1.1	(21)	(21)	(21)	(21)
Reallocation of funding to the Australian Securities and Investments Commission for the North Queensland Insurance Comparison Website(2)					
Departmental appropriation	1.1	(634)	(880)	(749)	(750)
Departmental capital appropriation	1.1	(2,613)	-	-	-
Net impact on estimates for Outcome 1 (departmental)		(3,277)	(920)	(788)	(790)

(1) As a result of Administrative Arrangement Orders in December 2014, small business programmes were transferred from the Department of Industry and Science to the Treasury.

(2) Relates to the transfer of funding from the Treasury to the Australian Securities and Investments Commission for the development and implementation of the North Queensland Insurance Comparison Website.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Treasury through *Appropriation Bill No. 3*.

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Outcome 1					
Informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations					
Departmental items	176,769	177,780	178,400	620	-
Administered items	8,804,526	38,804	43,512	4,708	-
Total	8,981,295	216,584	221,912	5,328	-

Section 2: Revisions to entity resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

OUTCOME 1

There has been no change to outcomes or the outcome strategy for the Treasury from that included in the *Portfolio Budget Statements 2014-15* (pages 23-24).

There has been no significant change to the program objective, expenses, deliverables or key performance indicators for programs 1.4 to 1.10 that affect *Appropriation Bills Nos. 3 and 4*.

Programs 1.4 to 1.10 relate to Australia's Federal Relations. Further details of Australia's Federal Relations are on pages 80 to 89 of the *Mid-Year Economic and Fiscal Outlook 2014-15*.

Table 2.1 Budgeted expenses and resources for Outcome 1

	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Outcome 1: Informed decisions on the implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations		
Programme 1.1: Department of The Treasury		
Administered expenses		
Ordinary annual services (<i>Appropriation Act No. 1 and Bill No. 3</i>)	8,800,529	465
Expenses not requiring appropriation in the Budget year(2)	150,000	-
Departmental expenses		
Departmental appropriation(1)	176,072	178,435
Special Accounts	2,194	2,446
Expenses not requiring appropriation in the Budget year(2)	12,491	9,247
Total for Programme 1.1	9,141,286	190,593
Program 1.2: Payments to International Financial Institutions		
Administered expenses		
Special appropriations	4,688	42,221
Expenses not requiring appropriation in the Budget year(2)	420,777	-
Total for Programme 1.2	425,465	42,221
Program 1.3: Support for Markets and Business		
Ordinary annual services (<i>Appropriation Act No. 1 and Bill No. 3</i>)	4,266	11,931
Special appropriations	8,000	-
Total for Programme 1.3	12,266	11,931
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (<i>Appropriation Act No. 1 and Bill No. 3</i>)	8,804,795	12,396
Expenses not requiring appropriation in the Budget year(2)	570,777	-
Special appropriations	12,688	42,221
Departmental expenses		
Departmental appropriation(1)	176,072	178,435
Special Accounts	2,194	2,446
Expenses not requiring appropriation in the Budget year(2)	12,491	9,247
Total expenses for Outcome 1	9,579,017	244,745
	2013-14	2014-15
Average Staffing Level (number)	898	848

(1) Departmental Appropriation combines 'Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)' and 'Retained Revenue Receipts under s 74 of the PGPA Act 2013'.

(2) Expenses not requiring appropriation includes Depreciation Expense, Amortisation Expense, and foreign exchange losses.

Programme Objective 1.1 — Department of the Treasury

There has been no significant change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

On 16 November 2014, G20 Leaders agreed to establish a Global Infrastructure Hub in Sydney to help implement the G20 multi-year infrastructure initiative. The Hub will work internationally to leverage greater private sector involvement in infrastructure. It will do this through information development, knowledge sharing, training and the implementation of leading practices. The Australian government will contribute

\$30 million to the establishment and operation of the Hub until 2018. Additional financial contributions, and in-kind resourcing, are also expected from other governments, international organisations, development banks and the private sector.

In December 2014 Treasury transferred funding for the development and implementation of the North Queensland Insurance Comparison Website to the Australian Securities and Investments Commission.

Programme expense 1.1

Table 2.2: Programme expenses 1.1

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
('000)	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Grant to the Reserve Bank of Australia	8,800,000	-	-	-	-
Other	529	465	486	600	1,154
Expenses not requiring appropriation in the Budget year(1)	150,000	-	-	-	-
Annual departmental expenses:					
Departmental items	176,072	178,435	154,384	150,325	151,534
Special accounts	2,194	2,446	2,446	2,446	2,446
Expenses not requiring appropriation in the Budget year(1)	12,491	9,247	7,667	6,336	6,928
Total programme expenses	9,141,286	190,593	164,983	159,707	162,062

(1) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, and foreign exchange losses.

Programme Objective 1.2 — Payments to international financial institutions

There has been no significant change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

In 2014-15 Treasury will provide a contribution to the IMF Poverty Reduction and Growth Trust.

Programme expenses 1.2

Table 2.3: Programme expenses 1.2

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
('000)	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Contribution to the IMF Poverty Reduction and Growth Trust	-	37,972	-	-	-
Special Appropriations: <i>International Monetary Agreements Act 1947</i>	4,688	4,249	2,648	2,658	2,685
Expenses not requiring appropriation in the Budget year(1)	420,777	-	-	-	-
Total programme expenses	425,465	42,221	2,648	2,658	2,685

(1) Expenses not requiring appropriation includes Depreciation Expense, Amortisation Expense, and foreign exchange losses.

Programme Objective 1.3 — Support for markets and business

There has been no significant change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

As a result of Administrative Arrangements Orders in December 2014, small business programmes were transferred to the Treasury from the Department of Industry and Science.

The Treasury is also contributing administered funds to the Global Infrastructure Hub as outlined under Programme 1.1 above.

Program expense 1.3

Table 2.4: Programme expenses 1.3

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
('000)	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Small Business Advisory Services	-	5,958	6,319	6,014	6,226
Small Business Support Line	-	742	1,300	-	-
Australian Small Business Commissioner	-	156	220	-	-
Housing Loans Insurance Company Limited - payments in respect of insurance claims	266	675	675	675	-
Centre for International Finance and Regulation	4,000	1,000	-	-	-
Global Infrastructure Hub	-	3,400	7,700	6,800	6,800
Grant to the Clean Energy Finance Corporation	8,000	-	-	-	-
Total programme expenses	12,266	11,931	16,214	13,489	13,026

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Treasury. The corresponding table in the 2014-15 PB Statements is Table 3.1.1.

Table 3.1.1: Estimates of special account flows and balances

		Opening balance 2014-15 2013-14	Receipts 2014-15 2013-14	Payments 2014-15 2013-14	Adjustments 2014-15 2013-14	Closing balance 2014-15 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Actuarial Services Special Account (D)	1	2,446 2,823	1,629 1,817	(1,629) (2,194)	- -	2,446 2,446
Clean Energy Finance Corporation Special Account (A)	1	868,400 -	2,492,362 2,000,000	- (1,131,600)	- -	3,360,762 868,400
COAG Reform Fund Special Account (A)	1	- -	12,740,333 15,482,471	(12,740,333) (15,482,471)	- -	- -
Financial System Stability Special Account (A)	1	- -	- -	- -	- -	- -
Services for Other Entities and Trust Moneys Special Account - Department of the Treasury (A/D)	1	- -	- -	- -	- -	- -
Total Special Accounts 2014-15 Budget estimate		870,846	15,234,324	(12,741,962)	-	3,363,208
<i>Total Special Accounts 2013-14 actual</i>		2,823	17,484,288	(16,616,265)	-	870,846

(A) = Administered

(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The Department of the Treasury is budgeting for a departmental breakeven operating result for 2014-15.

The Department of the Treasury has a sound financial position and currently has sufficient cash reserves to fund provisions and payables, and asset replacement, as they fall due.

3.2.2 Budgeted financial statements

Table 3.2.1: Budgeted departmental comprehensive income statement (showing net cost of services)

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	\$'000	2014-15	2015-16	2016-17	2017-18
		\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	133,136	126,603	122,205	119,365	119,360
Suppliers	46,421	52,604	32,928	32,772	33,975
Grants	1,314	2,224	2,247	1,184	1,195
Depreciation and amortisation	9,297	9,247	7,667	6,336	6,928
Finance costs	445	-	-	-	-
Write-down and impairment of assets	144	-	-	-	-
Total expenses	190,757	190,678	165,047	159,657	161,458
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	9,680	7,638	7,868	8,104	8,104
Other revenue	539	850	850	850	850
Total own-source revenue	10,219	8,488	8,718	8,954	8,954
Gains					
Other gains	3,045	550	550	550	550
Total gains	3,045	550	550	550	550
Total own-source income	13,264	9,038	9,268	9,504	9,504
Net cost of (contribution by) services	177,493	181,640	155,779	150,153	151,954
Revenue from Government	168,471	172,393	148,112	143,817	145,026
Total comprehensive income (loss)	(9,022)	(9,247)	(7,667)	(6,336)	(6,928)
Note: Impact of Net Cash Appropriation Arrangements					
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	275	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(1)	(9,297)	(9,247)	(7,667)	(6,336)	(6,928)
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(9,022)	(9,247)	(7,667)	(6,336)	(6,928)

Prepared on Australian Accounting Standards basis.

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

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	655	655	655	655	655
Trade and other receivables	63,048	65,048	69,657	71,637	73,616
Total financial assets	63,703	65,703	70,312	72,292	74,271
Non-financial assets					
Land and buildings	5,721	4,202	3,937	3,437	2,937
Infrastructure, plant and equipment	10,721	10,548	6,457	5,358	4,528
Intangibles	9,314	7,132	6,529	7,136	6,944
Other non-financial assets	2,614	2,614	2,614	2,614	2,614
Total non-financial assets	28,370	24,496	19,537	18,545	17,023
Assets held for sale					
Total assets	92,073	90,199	89,849	90,837	91,294
LIABILITIES					
Payables					
Suppliers	2,396	2,396	2,396	2,396	2,396
Other payables	6,326	6,326	6,326	6,326	6,326
Total payables	8,722	8,722	8,722	8,722	8,722
Provisions					
Employee provisions	48,973	50,973	52,973	54,973	56,973
Other provisions	953	953	953	953	953
Total provisions	49,926	51,926	53,926	55,926	57,926
Total liabilities	58,648	60,648	62,648	64,648	66,648
Net assets	33,425	29,551	27,201	26,189	24,646
EQUITY					
Parent entity interest					
Contributed equity	46,153	51,526	56,843	62,167	67,552
Reserves	5,186	5,186	5,186	5,186	5,186
Retained surplus					
(accumulated deficit)	(17,914)	(27,161)	(34,828)	(41,164)	(48,092)
Total parent entity interest	33,425	29,551	27,201	26,189	24,646

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	(17,914)	5,186		46,153	33,425
Adjusted opening balance	(17,914)	5,186	-	46,153	33,425
Comprehensive income					
Surplus (deficit) for the period	(9,247)				(9,247)
Total comprehensive income	(9,247)	-	-	-	(9,247)
Transactions with owners					
Contributions by owners					
Departmental Capital Budget (DCBs)				5,373	5,373
Sub-total transactions with owners	-	-	-	5,373	5,373
Estimated closing balance as at 30 June 2015	(27,161)	5,186	-	51,526	29,551

(1) The equity injection appropriation will be transferred to the Australian Securities and Investments Commission for the development and implementation of the North Queensland Insurance Comparison Website.

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted departmental statement of cash flows (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	171,375	168,557	146,118	141,837	143,047
Sale of goods and rendering of services	10,057	7,638	7,868	8,104	8,104
Net GST received	3,674	-	-	-	-
Other	1,841	850	850	850	850
Total cash received	186,947	177,045	154,836	150,791	152,001
Cash used					
Employees	133,069	124,603	120,205	117,365	117,360
Suppliers	46,797	50,218	32,384	32,242	33,446
Grants	1,314	2,224	2,247	1,184	1,195
s74 Retained Revenue Receipts transferred to OPA	1,934	-	-	-	-
Other	49	-	-	-	-
Total cash used	183,163	177,045	154,836	150,791	152,001
Net cash from (used by) operating activities	3,784	-	-	-	-
INVESTING ACTIVITIES					
Purchase of property, plant, equipment and intangibles	9,798	5,373	5,317	5,324	5,385
Total cash used	9,798	5,373	5,317	5,324	5,385
Net cash from (used by) investing activities	(9,798)	(5,373)	(5,317)	(5,324)	(5,385)
FINANCING ACTIVITIES					
Cash received					
Appropriations - equity injections	180	-	-	-	-
Appropriations - DCB	5,266	5,373	5,317	5,324	5,385
Total cash received	5,446	5,373	5,317	5,324	5,385
Net cash from financing activities	5,446	5,373	5,317	5,324	5,385
Net increase (decrease) in cash held	(568)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	1,223	655	655	655	655
Cash and cash equivalents at the end of the reporting period	655	655	655	655	655

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital budget statement — departmental

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	5,266	5,373	5,317	5,324	5,385
Equity injections - Act No. 2	1,775	-	-	-	-
Total new capital appropriations	7,041	5,373	5,317	5,324	5,385
Provided for:					
<i>Purchase of non-financial assets</i>	5,446	5,373	5,317	5,324	5,385
<i>Other</i>	1,595	-	-	-	-
Total Items	7,041	5,373	5,317	5,324	5,385
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	180	-	-	-	-
Funded by capital appropriation - DCB	5,266	5,373	5,317	5,324	5,385
TOTAL AMOUNT SPENT	5,446	5,373	5,317	5,324	5,385
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	5,446	5,373	5,317	5,324	5,385
Total cash used to acquire assets	5,446	5,373	5,317	5,324	5,385

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of asset movements (2014-15)

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2014				
Gross book value	15,042	17,431	17,819	50,292
Accumulated depreciation/amortisation and impairment	(9,321)	(6,710)	(8,505)	(24,536)
Opening net book balance	5,721	10,721	9,314	25,756
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation DCB	1,324	3,002	1,047	5,373
Total additions	1,324	3,002	1,047	5,373
Other movements				
Depreciation/amortisation expense	(2,843)	(3,175)	(3,229)	(9,247)
Total other movements	(2,843)	(3,175)	(3,229)	(9,247)
As at 30 June 2015				
Gross book value	16,366	20,433	18,866	55,665
Accumulated depreciation/amortisation and impairment	(12,164)	(9,885)	(11,734)	(33,783)
Closing net book balance	4,202	10,548	7,132	21,882

Prepared on Australian Accounting Standards basis.

Schedule of administered activity

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	93,200,193	84,047,762	89,931,545	95,148,781	95,086,297
Interest	4,688	4,249	2,648	2,658	2,685
Other	571,320	2,161	2,742	1,428	1,216
Total expenses administered on behalf of government	93,776,201	84,054,172	89,936,935	95,152,867	95,090,198
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Non-taxation revenue					
Goods and services	990,065	842,608	816,568	660,495	640,687
Levies	-	-	400,000	450,000	450,000
Interest	3,303	5,021	12,986	26,234	40,481
Dividends	1,310,000	94,510	552,000	795,000	1,035,000
Nation Building and COAG transfers	1,798,101	1,831,272	2,979,253	3,063,520	2,661,521
Other sources of non-taxation revenues	83,637	4,604	4,000	4,000	4,000
Total non-taxation revenue	4,185,106	2,778,015	4,764,807	4,999,249	4,831,689
Total own-source revenues administered on behalf of Government	4,185,106	2,778,015	4,764,807	4,999,249	4,831,689
Gains					
Foreign exchange	-	27,903	46,279	99,715	107,004
Total gains administered on behalf of government	-	27,903	46,279	99,715	107,004
Total own-sourced income administered on behalf of Government	4,185,106	2,805,918	4,811,086	5,098,964	4,938,693
Net Cost of (contribution by) services	89,591,095	81,248,254	85,125,849	90,053,903	90,151,505
Surplus (Deficit)	(89,591,095)	(81,248,254)	(85,125,849)	(90,053,903)	(90,151,505)

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	1,412	1,412	1,412	1,412	1,412
Advances and loans	1,027,323	1,011,929	892,420	755,464	616,702
Receivables	1,397,168	829,522	630,945	853,118	1,078,002
Investments	26,277,406	31,564,377	32,030,079	32,619,511	33,164,006
Total financial assets	28,703,309	33,407,240	33,554,856	34,229,505	34,860,122
Non-financial assets					
Other non-financial assets	462	-	-	-	-
Total non-financial assets	462	-	-	-	-
Total assets administered on behalf of government	28,703,771	33,407,240	33,554,856	34,229,505	34,860,122
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Interest bearing liabilities					
Loans	3,903,549	7,910,364	7,436,708	7,414,772	7,391,099
Other	5,054,379	5,092,215	5,121,628	5,193,404	5,265,274
Total interest bearing liabilities	8,957,928	13,002,579	12,558,336	12,608,176	12,656,373
Payables					
Grants and subsidies	4,219,694	1,954,834	168,607	88,457	84,067
Other payables	137,064	101,638	63,250	42,650	27,942
Total payables	4,356,758	2,056,472	231,857	131,107	112,009
Total liabilities administered on behalf of government	13,314,686	15,059,051	12,790,193	12,739,283	12,768,382
Net assets/(liabilities)	15,389,085	18,348,189	20,764,663	21,490,222	22,091,740

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	305,151	170,039	136,706	134,724	129,103
Levies	-	-	400,000	450,000	450,000
Interest	2,180	1,313	6,906	19,700	33,625
Dividends	150,000	617,755	711,755	552,000	795,000
COAG receipts from agencies	13,805,926	16,176,450	18,614,552	20,106,288	20,833,031
Other	90,968	4,604	4,000	4,000	4,000
Total cash received	14,354,225	16,970,161	19,873,919	21,266,712	22,244,759
Cash used					
Grant payments	106,649,281	99,976,121	106,672,771	111,745,699	112,750,197
Interest paid	4,878	3,137	2,651	2,660	2,691
Other	3,202	3,161	2,742	1,428	1,216
Total cash used	106,657,361	99,982,419	106,678,164	111,749,787	112,754,104
Net cash from or (used by) operating activities	(92,303,136)	(83,012,258)	(86,804,245)	(90,483,075)	(90,509,345)
INVESTING ACTIVITIES					
Cash received					
Advances and loans	230,861	492,362	56,871	73,508	138,892
Other investing activities	130,897	172,620	156,126	157,005	159,149
Total cash received	361,758	664,982	212,997	230,513	298,041
Cash used					
Purchase of investments	1,414,716	1,679,543	890,994	490,423	506,084
Advances and loans	209,461	146,280	25,000	-	-
Total cash used	1,624,177	1,825,823	915,994	490,423	506,084
Net cash from or (used by) investing activities	(1,262,419)	(1,160,841)	(702,997)	(259,910)	(208,043)
Net increase or (decrease) in cash held	(93,565,555)	(84,173,099)	(87,507,242)	(90,742,985)	(90,717,388)
Cash at beginning of reporting period	3,719	1,412	1,412	1,412	1,412
Cash from Official Public Account - appropriations	96,271,273	87,463,062	91,552,921	94,728,635	94,605,877
Cash to Official Public Account	2,708,025	3,289,963	4,045,679	3,985,650	3,888,489
Cash at end of reporting period	1,412	1,412	1,412	1,412	1,412

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of administered capital budget

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Administered assets and liabilities	47,518	-	-	-	-
Special appropriations	236,504	1,775,823	485,226	22,218	24,359
Total new capital appropriations	284,022	1,775,823	485,226	22,218	24,359
Provided for:					
International Financial Institutions	236,504	1,775,823	485,226	22,218	24,359
Other	47,518	-	-	-	-
Total items	284,022	1,775,823	485,226	22,218	24,359

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Notes to the financial statements

The Treasury's budgeted statements are prepared on an accrual basis in accordance with:

- the Government's financial budgeting and reporting framework; and
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board.

Under the Government's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that departments control (departmental transactions) are separately budgeted for, and reported on, from transactions departments do not have control over (administered transactions). This ensures that departments are only held accountable for the transactions over which they have control.

Departmental

Departmental assets, liabilities, revenues and expenses are controlled by the department. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the department in providing goods and services.

Administered

Administered items are revenues, expenses, assets or liabilities which are managed by the department on behalf of the Government according to set government directions. Administered expenses include subsidies, grants and personal benefit payments, and administered revenues include taxes, fines and excises.

AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

Section 1: Entity Overview and Resources	35
1.1 Strategic Direction	35
1.2 Entity Resource Statement	35
1.3 Entity Measures Table.....	38
1.4 Additional Estimates and Variations.....	39
1.5 Breakdown of Additional Estimates by Appropriation Bill	41
Section 2: Revisions to Entity Outcomes and Planned Performance	42
2.1 Resources and Performance Information	42
Section 3: Explanatory Tables and Budgeted Financial Statements.....	44
3.1 Explanatory Tables.....	44
3.2 Budgeted Financial Statements	45

AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION

There has been no significant change to the strategic direction of the Australian Securities and Investments Commission (ASIC) from that outlined in the Treasury *Portfolio Budget Statements 2014-15* (pages 153-154).

ASIC is seeking an additional \$3.42 million in equity injection through *Appropriation Bill (No. 4) 2014-15* for the Enhanced Public Register of Financial Advisors – Establishment measure outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15*.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for ASIC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill Nos. 3 and No. 4*, Special Appropriations and Special Accounts.

Table 1.1: ASIC resource statement — additional estimates for 2014-15 as at additional estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional =	Total estimate at Additional Estimates
	2013-14 \$'000	2014-15 \$'000	2014-15 \$'000	2014-15 \$'000
Ordinary annual services(1)				
Departmental appropriation				
Prior year departmental appropriation(2)	-	95,713	-	95,713
Departmental appropriation(3)	382,103	340,689	-	340,689
s74 Retained Revenue Receipts(4)	17,438	2,044	-	2,044
Total	399,541	438,446	-	438,446
Administered expenses				
Outcome 1 - Assetless				
Administration fund	2,132	3,571	-	3,571
Ordinary annual services	2,000	4,320	-	4,320
Total	4,132	7,891	-	7,891
Total ordinary annual services	A 403,673	446,337	-	446,337
Other services(5)				
Departmental non-operating				
Equity injections	11,791	5,950	3,415	9,365
Total	11,791	5,950	3,415	9,365
Total other services	B 11,791	5,950	3,415	9,365
Total available annual appropriations	415,464	452,287	3,415	455,702

Table 1.1: ASIC resource statement — additional estimates for 2014-15 as at additional estimates February 2015 (continued)

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional = Estimate	Total estimate at Additional Estimates
	<i>2013-14</i>	2014-15	2014-15	2014-15
	\$'000	\$'000	\$'000	\$'000
Special appropriations limited by amount				
<i>Banking Act 1959</i>	269,076	95,248	1,669	96,917
<i>Life Insurance Act 1995</i>	11,793	7,701	3,020	10,721
Total special appropriations	C 280,869	102,949	4,689	107,638
Total appropriations excluding Special Accounts	696,333	555,236	8,104	563,340
Special Accounts				
Opening balance(6)	-			-
Appropriation Receipts\	30,000	27,000	-	27,000
Non-appropriation receipts to Special Accounts	1,000	1,000	-	1,000
Total Special Account	D 31,000	28,000	-	28,000
Total resourcing (A+B+C+D)	727,333	583,236	8,104	591,340
Less appropriations drawn from annual or special appropriations above and credited to special accounts(7)	30,000	27,000	-	27,000
Total net resourcing for ASIC	757,333	610,236	8,104	618,340

1. *Appropriation Act (No. 1) 2014-15 and Appropriation Bill (No. 3) 2014-15.*
2. Estimated adjusted balance carried from previous year for annual appropriations
3. Includes an amount of \$15m in 2014-15 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.
4. Estimated retained revenue receipts under sections 74 and 75 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.
5. *Appropriation Act (No. 2) 2014-15 and Appropriation Bill (No. 4) 2014-15.*
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 3.1.1.
7. Appropriation receipts from other entities credited to entity ASIC's Special Accounts.

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Revenue measures					
Enhanced register of financial advisor					
Administered revenues(1)	1.1	2,620	1,199	1,200	1,302
Total		2,620	1,199	1,200	1,302
Expense measures					
Enhanced register of financial advisor	1.1				
Departmental expenses(1)		670	460	456	449
Total		670	460	456	449
Capital measures					
Enhanced register of financial advisor	1.1				
Departmental capital(1)		3,415	-	-	-
Total		3,415	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

(1) Measures published in the *Mid-Year Economic and Fiscal Outlook 2014-15*.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for ASIC at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 Budget in *Appropriation Bill No. 4*. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Enhanced register of financial advisor	1.1	3,415	-	-	-
Net impact on estimates for Outcome 1 (departmental)		3,415	-	-	-

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

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Reallocation of funding from the Department of the Treasury for the North Queensland Insurance Comparison Website(1)					
Departmental appropriation	1.1	634	880	749	750
Departmental capital appropriation	1.1	2,613	-	-	-
Decrease in estimates (departmental)					
Communications and Public Affairs					
Functions targeted savings	1.1	(65)	(128)	(128)	(129)
Internet Based Network Connection					
Services Savings	1.1	(1,236)	(1,236)	(1,236)	(1,236)
Net impact on estimates for Outcome 1 (departmental)					
		1,946	(484)	(615)	(615)

(1) Relates to the transfer of funding from the Treasury to the ASIC for the development and implementation of the North Queensland Insurance Comparison Website.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for ASIC through *Appropriation Bill No. 4*. ASIC is not seeking funding through *Appropriation Bill No. 3*.

Table 1.5: Appropriation Bill (No. 4) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	11,791	5,950	9,365	3,415	-
Total	11,791	5,950	9,365	3,415	-

Section 2: Revisions to Entity Resources and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There has been no change to outcomes or the outcome strategy for ASIC from that included in the *Portfolio Budget Statements 2014-15* (page 159).

Table 2.1 Budgeted expenses and resources for Outcome 1

Outcome 1: Improved confidence in Australia's financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.1		
Administered expenses		
Ordinary annual services (<i>Appropriation Act No. 1</i>)	4,132	5,828
Expenses not requiring appropriation in the budget year	44,588	45,091
Departmental expenses		
Departmental appropriation	349,464	321,255
Expenses not requiring appropriation in the Budget year	55,990	44,596
Total for Programme 1.1	454,174	416,770
Program 1.2: Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts		
Administered expenses		
Companies unclaimed monies - section 77 of the PGPA ACT	125,509	31,813
Ordinary annual services (<i>Appropriation Act No. 1</i>)	288	624
Other services (<i>Appropriation Act No. 2 and Bill No. 4</i>)		
Special appropriations		
Banking Act 1959 - Banking Unclaimed Moneys	109,205	70,061
Life Insurance Act 1995 - Life Unclaimed Moneys	7,846	6,091
Total for Programme 1.2	242,848	108,589
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (<i>Appropriation Act No. 1</i>)	4,420	6,452
Expenses not requiring appropriation in the budget year	44,588	45,091
Special appropriations	117,051	76,152
Departmental expenses		
Departmental appropriation	349,464	321,255
Companies unclaimed monies - section 77 of the PGPA ACT	125,509	31,813
Expenses not requiring appropriation in the Budget year	55,990	44,596
Total expenses for Outcome 1	697,022	525,359
	2013-14	2014-15
Average Staffing Level (number)	1,756	1,573

Programme Objective 1.1 – Australian Securities and Investments Commission

There has been no change to the programme objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.1

Table 2.2: Programme 1.1 expenses

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
('000)	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Administered items	4,132	5,828	6,101	4,189	4,274
Expenses not requiring appropriation	44,588	45,091	45,599	46,114	46,635
Annual departmental expenses:					
Departmental item	349,464	321,255	305,414	302,650	305,223
Expenses not requiring appropriation	55,990	44,596	39,071	32,107	26,176
Total programme expenses	454,174	416,770	396,185	385,060	382,308

Programme objective 1.2 *Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts*

There has been no change to the programme objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.2

Table 2.3: Programme 1.2 expenses

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Special appropriations	117,051	76,152	88,295	90,154	92,183
<i>Ordinary annual services</i>	288	624	727	805	871
Section 77 of the PGPA Act	125,509	31,813	32,118	35,354	35,863
Total program expenses	242,848	108,589	121,140	126,313	128,917

Section 3: Explanatory Tables and Budgeted Financial Statements

3.1 EXPLANATORY TABLES

Estimates of Special Account Flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by ASIC. The corresponding table in the *Portfolio Budget Statements 2014-15* is Table 3.1.2.

Table 3.1.1: Estimates of Special Account Flows and Balances

		Opening balance 2014-15 2013-14	Receipts 2014-15 2013-14	Payments 2014-15 2013-14	Adjustments 2014-15 2013-14	Closing balance 2014-15 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
ASIC Deregistered Companies						
Trust Moneys Special Account (D)	1	1,546 1,436	1,000 144	- -	1,000 34	1,546 1,546
ASIC Investigations, Legal Proceedings, Settlements and Court Orders Special Account (D)						
	1	11 11	- 809	- -	- 809	11 11
ASIC Security Deposits Special Account (D)						
	1	445 456	- 9	- -	- 20	445 445
Enforcement Special Account (D)						
	1	51,900 33,794	- 1,123	27,000 30,000	27,000 13,017	51,900 51,900
Total Special Accounts 2013-14 Budget estimate		53,902	1,000	27,000	28,000	53,902
<i>Total Special Accounts 2012-13 actual</i>						
		35,697	2,085	30,000	13,880	53,902

(A) = Administered
(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

ASIC is currently budgeting for a break-even operating result for 2014-15 and for the remainder of the forward estimates.

Total revenue and expenses (excluding depreciation) are estimated to be \$324.5 million for 2014-15. The expenditure will be used to fund activities that contribute towards achieving the outcome and program objectives outlined in Section 2.

Budgeted departmental balance sheet

This statement shows the financial position of ASIC. It helps decision makers to track the management of ASIC's assets and liabilities.

ASIC's budgeted equity (or net asset position) for 2014-15 is \$100.4 million.

The 2014-15 equity position reflects the cumulative effect of capital injections of \$12.0 million received during 2014-15.

Budgeted departmental statement of cash flows

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

Departmental statement of changes in equity — summary of movement

This statement shows the changes in the equity position of ASIC. It helps decision-makers to track the management of ASIC's equity.

Departmental capital budget statement

This statement shows details of capital appropriations received by ASIC. It helps decision-makers to track the acquisition of new non-financial assets.

Statement of asset movements — Departmental

This statement shows details of gross asset movements during the year. It helps decision-makers to analyse movements of non-financial assets.

Schedule of administered activity

Schedule of budgeted income and expenses administered on behalf of government

The schedule of budgeted income and expenses administered on behalf of government shows the revenue and expenses associated with the collection of revenue under the *Corporations Act 2001* and ASIC's responsibilities in administering unclaimed monies

under the *Banking Act 1959*, the *Life Insurance Act 1995* and section 77 of the *Public Governance, Performance and Accountability Act 2013* (PGPA ACT).

Other non-taxation revenue represents the amount of fees and charges budgeted to be levied under the *Corporations Act 2001* and estimated receipts of unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and the *Corporations Act 2001*.

Expenses represent budgeted payments of unclaimed monies, refund of overpaid fees and charges levied under the *Corporations Act 2001*, bad debt expense, administered advertising expenses and grant payments to registered insolvency practitioners to investigate breaches of directors' duties and fraudulent conduct.

Schedule of budgeted assets and liabilities administered on behalf of government

The amount shown for receivables in 2014-15 and in the forward estimates is the estimated amount of fees and charges under the *Corporations Act 2001* remaining unpaid at 30 June.

The amounts shown in other payables for 2014-15 and the forward estimates represent the estimated amount of refunds relating to the overpayments of annual review and other fees under the *Corporations Act 2001*, estimated claims payable under the *Banking Act 1959* and the *Life Insurance Act 1995* and companies unclaimed monies under section 77 of the PGPA Act.

Schedule of budgeted administered cash flows

Budgeted administered cash flows provide important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES					
Employee benefits	237,052	213,390	208,728	210,581	211,078
Suppliers	108,319	107,365	96,186	91,569	93,645
Depreciation and amortisation	55,990	44,596	39,071	32,107	26,176
Finance costs	896	500	500	500	500
Write-down and impairment of assets	31	-	-	-	-
Losses from asset sales	3,166	-	-	-	-
Total expenses	405,454	365,851	344,485	334,757	331,399
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	1,547	1,204	1,282	3,487	3,487
Other revenue	3,050	840	865	865	865
Total own-source revenue	4,597	2,044	2,147	4,352	4,352
Gains					
Other gains	434	172	172	172	180
Total gains	434	172	172	172	180
Total own-source income	5,031	2,216	2,319	4,524	4,532
Net cost of (contribution by) services	400,423	363,635	342,166	330,233	326,867
Revenue from Government	346,802	322,465	306,521	301,552	304,117
Surplus (Deficit) before income tax	(53,621)	(41,170)	(35,645)	(28,681)	(22,750)
Income tax expense					
Surplus (Deficit) after income tax	(53,621)	(41,170)	(35,645)	(28,681)	(22,750)
OTHER COMPREHENSIVE INCOME					
Items not subject to subsequent reclassification to profit or loss					
Changes in asset revaluation surplus	(2,847)	-	-	-	-
Total other comprehensive income after income tax	(2,847)	-	-	-	-
Total comprehensive income (loss)	(56,468)	(41,170)	(35,645)	(28,681)	(22,750)

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services) (continued)

Note: Impact of Net Cash Appropriation Arrangements					
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	(478)	3,426	3,426	3,426	3,426
less depreciation/amortisation expenses previously funded through revenue appropriations(1)	55,990	44,596	39,071	32,107	26,176
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(56,468)	(41,170)	(35,645)	(28,681)	(22,750)

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental Balance Sheet (as at 30 June)

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	15,129	15,129	15,129	15,129	15,129
Trade and other receivables	102,442	102,655	102,753	101,588	98,846
Total financial assets	117,571	117,784	117,882	116,717	113,975
Non-financial assets					
Land and buildings	41,422	36,290	27,920	24,923	31,898
Property, plant and equipment	23,269	24,912	24,734	25,893	28,192
Intangibles	98,171	84,995	76,269	69,860	57,020
Other non-financial assets	17,550	17,649	17,750	17,750	17,750
Total non-financial assets	180,412	163,846	146,673	138,426	134,860
Assets held for sale					
Total assets	297,983	281,630	264,555	255,143	248,835
LIABILITIES					
Payables					
Suppliers	39,025	39,538	40,062	40,062	40,062
Other payables	46,270	42,889	38,835	33,744	27,576
Total payables	85,295	82,427	78,897	73,806	67,638
Provisions					
Employee provisions	80,017	80,259	82,938	82,938	82,938
Other provisions	18,262	18,512	18,342	18,489	16,600
Total provisions	98,279	98,771	101,280	101,427	99,538
Total liabilities	183,574	181,198	180,177	175,233	167,176
Net assets	114,409	100,432	84,378	79,910	81,659
EQUITY					
Parent entity interest					
Contributed equity	164,511	191,704	211,295	235,508	260,007
Reserves	6,366	6,366	6,366	6,366	6,366
Retained surplus					
(accumulated deficit)	(56,468)	(97,638)	(133,283)	(161,964)	(184,714)
Total parent entity interest	114,409	100,432	84,378	79,910	81,659
Total Equity	114,409	100,432	84,378	79,910	81,659

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental Statement of Changes in Equity — Summary of Movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	(56,468)	6,366	-	164,511	114,409
Adjusted opening balance	(56,468)	6,366	-	164,511	114,409
Comprehensive income					
Surplus (deficit) for the period	(41,170)	-	-	-	(41,170)
Total comprehensive income	(41,170)	-	-	-	(41,170)
Transactions with owners					
Contributions by owners					
Equity Injection - Appropriation	-	-	-	11,978	11,978
Departmental Capital Budget (DCBs)	-	-	-	15,215	15,215
Sub-total transactions with owners	-	-	-	27,193	27,193
Estimated closing balance as at 30 June 2015	(97,638)	6,366	-	191,704	100,432

Prepared on Australian Accounting Standards basis

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	355,989	322,252	306,423	302,717	306,859
Sale of goods and rendering of services	1,560	1,204	1,282	3,487	3,487
Net GST received	13,488	13,941	12,501	12,188	13,972
Other	15,892	840	865	865	865
Total cash received	386,929	338,237	321,071	319,257	325,183
Cash used					
Employees	238,503	213,148	206,049	210,581	211,078
Suppliers	123,265	110,160	99,646	96,488	99,633
Borrowing costs	-	13,941	12,500	12,188	13,972
Other	8,739	250	670	353	2,389
Total cash used	370,507	337,499	318,865	319,610	327,072
Net cash from (used by) operating activities	16,422	738	2,206	(353)	(1,889)
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	32,887	27,931	21,797	23,860	22,610
Total cash used	32,887	27,931	21,797	23,860	22,610
Net cash from (used by) investing activities	32,887	27,931	21,797	23,860	22,610
FINANCING ACTIVITIES					
Cash received					
Contributed equity	30,532	27,193	19,591	24,213	24,499
Total cash received	30,532	27,193	19,591	24,213	24,499
Net cash used by financing activities	30,532	27,193	19,591	24,213	24,499
Net increase (decrease) in cash held	14,067	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	1,062	15,129	15,129	15,129	15,129
Cash and cash equivalents at the end of the reporting period	15,129	15,129	15,129	15,129	15,129

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	22,991	15,215	19,150	24,213	24,499
Equity injections - Act No. 2	9,896	11,978	441	-	-
Total new capital appropriations	32,887	27,193	19,591	24,213	24,499
Provided for:					
<i>Purchase of non-financial assets</i>	32,887	26,943	18,921	23,860	22,610
<i>Other Items</i>	-	250	670	353	1,889
Total Items	32,887	27,193	19,591	24,213	24,499
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations(1)	9,896	12,966	3,317	-	-
Funded by capital appropriation - DCB(2)	22,991	14,965	18,480	23,860	22,610
TOTAL AMOUNT SPENT	32,887	27,931	21,797	23,860	22,610
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	32,887	27,931	21,797	23,860	22,610
Total cash used to acquire assets	32,887	27,931	21,797	23,860	22,610

- (1) Includes current and prior Appropriation Act 2, Appropriation Bills 4 and 6 and special capital appropriations.
- (2) Does not include annual finance lease costs. Includes purchase from current and previous years' Departmental Capital Budgets (DCBs).

Consistent with information contained in the Statement of asset movements and the Budgeted statement of cash flows.

Table 3.2.6: Statement of Asset Movements (2014-15)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014				
Gross book value	80,384	58,793	247,548	386,725
Accumulated depreciation/amortisation and impairment	(38,962)	(35,524)	(149,377)	(223,863)
Opening net book balance	41,422	23,269	98,171	162,862
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	4,138	6,573	17,220	27,931
Total additions	4,138	6,573	17,220	27,931
Other movements				
Depreciation/amortisation expense	(9,270)	(4,930)	(30,396)	(44,596)
Total other movements	(9,270)	(4,930)	(30,396)	(44,596)
As at 30 June 2015				
Gross book value	84,522	65,366	264,768	414,656
Accumulated depreciation/amortisation and impairment	(48,232)	(40,454)	(179,773)	(268,459)
Closing net book balance	36,290	24,912	84,995	146,197

Prepared on Australian Accounting Standards basis.

Schedule of Administered Activity

Table 3.2.7: Schedule of Budgeted Income and Expenses Administered on Behalf of Government (for the period ended 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	-	2,257	2,517	580	590
Grants	2,132	3,571	3,584	3,609	3,678
Interest expense	-	4,086	4,103	4,752	5,043
Write-down and impairment of assets	44,588	45,091	45,599	46,114	46,635
Other expenses	244,848	104,503	117,037	121,561	123,874
Total expenses administered on behalf of Government	291,568	159,508	172,840	176,616	179,820
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Sale of goods and rendering of services	994,041	983,864	997,779	1,014,956	1,038,363
Total non-taxation revenue	994,041	983,864	997,779	1,014,956	1,038,363
Total own-source revenues administered on behalf of Government	994,041	983,864	997,779	1,014,956	1,038,363
Total own-sourced income administered on behalf of Government	994,041	983,864	997,779	1,014,956	1,038,363
Net Cost of (contribution by) services	(702,473)	(824,356)	(824,939)	(838,340)	(858,543)
Surplus (deficit)	(702,473)	(824,356)	(824,939)	(838,340)	(858,543)

Prepared on Australian Accounting Standards basis.

Table 3.2.8: Schedule of Budgeted Assets and Liabilities Administered on Behalf of Government (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	3,876	3,876	3,876	3,876	3,876
Taxation receivables	281	281	281	281	281
Trade and other receivables	112,588	119,631	121,081	122,655	124,696
Total financial assets	116,745	123,788	125,238	126,812	128,853
Total assets administered on behalf of Government	116,745	123,788	125,238	126,812	128,853
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	20,837	20,837	20,837	20,837	20,837
Other payables	435,848	401,373	402,943	407,759	415,872
Total payables	456,685	422,210	423,780	428,596	436,709
Total liabilities administered on behalf of Government	456,685	422,210	423,780	428,596	436,709
Net assets/(liabilities)	(339,940)	(298,422)	(298,542)	(301,784)	(307,856)

Prepared on Australian Accounting Standards basis.

Table 3.2.9: Schedule of Budgeted Administered Cash Flows (for the period ended 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	945,294	925,295	950,728	967,268	989,686
Net GST received	256	325	328	331	331
Total cash received	945,550	925,620	951,056	967,599	990,017
Cash used					
Grants	2,289	3,571	3,584	3,609	3,678
Suppliers	-	2,257	2,517	580	590
Net GST paid	-	325	328	331	331
Other	310,393	136,629	119,567	121,497	120,803
Total cash used	312,682	142,782	125,996	126,017	125,402
Net cash used by operating activities	312,682	142,782	125,996	126,017	125,402
Net increase (decrease) in cash held	632,868	782,838	825,060	841,582	864,615
Cash and cash equivalents at beginning of reporting period	3,560	3,876	3,876	3,876	3,876
Cash from Official Public Account for: - Appropriations	324,672	152,457	135,668	135,686	135,071
	324,672	152,457	135,668	135,686	135,071
Cash to Official Public Account for: - Appropriations	(957,224)	(935,295)	(960,728)	(977,268)	(999,686)
	(957,224)	(935,295)	(960,728)	(977,268)	(999,686)
Cash and cash equivalents at end of reporting period	3,876	3,876	3,876	3,876	3,876

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of administered capital budget

ASIC does not have any administered capital.

Table 3.2.11: Statement of administered asset movements (2014-15)

ASIC does not have any administered non-financial assets.

Notes to the Financial Statements

Basis of accounting

The budgeted financial statements have been prepared on an Australian Accounting Standards basis.

Budgeted agency financial statements

Under the Australian Government's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that agencies control (departmental transactions) are separately budgeted for and reported on from transactions that agencies do not have control over (administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

Departmental items are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs which are incurred by the agency in providing its goods and services.

Administered items are revenues, expenses, assets and liabilities that are managed by an agency or authority on behalf of the Australian Government according to set government directions. Administered expenses and administered revenues include fees, fines and expenses that have been earmarked for a specific purpose by the Australian Government.

Appropriations in the accrual budgeting framework

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

- departmental appropriations representing the Australian Government's purchase of programmes from agencies;
- departmental capital appropriations for investments by the Australian Government for either additional equity or loans in agencies;
- administered expense appropriations for the estimated administered expenses relating to an existing outcome or a new outcome; and
- administered capital appropriations for increases in administered equity through funding non-expense administered payments.

Departmental

Asset valuation

ASIC has adopted fair value as a basis for valuing its leasehold improvements and plant and equipment. Valuation is conducted with sufficient frequency to ensure that the carrying amounts of assets do not differ materially from the assets' fair values as at the reporting date.

Asset recognition threshold

Purchases of property, plant and equipment are recognised initially at cost in the balance sheet, except for purchases costing less than \$2,000, which are expensed in the year of acquisition.

Leases

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Where a non-current asset is acquired by means of a finance lease, the asset is capitalised at the lower of fair value or the present value of minimum lease payments at the inception of the lease and a liability recognised for the same amount. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are charged to the income statement on a basis that is representative of the pattern of benefits derived from the lease assets.

Depreciation and amortisation

Computer equipment and plant and equipment is depreciated using the straight-line method. Leasehold improvements are amortised on a straight-line basis over the lesser of the estimated life of the improvements or the unexpired period of the lease.

Depreciation/amortisation rates (useful lives) are reviewed at each balance date and necessary adjustments are recognised receivables.

Receivables

A provision is raised for any doubtful debts based on a review of the collectability of all outstanding accounts as at year-end.

Bad debts are written off during the year in which they are identified.

Provisions and payables

Provisions and payables represent liabilities for miscellaneous accruals and employee benefits, including accrued salary and leave entitlements, provisions for making good

leased premises and lease incentives. No provision for sick leave is required as all sick leave is non-vesting.

Administered

Schedule of budgeted revenues and expenses administered on behalf of government

Revenues

Non-taxation revenues are predominately comprised of *Corporations Act 2001* fees and charges, and collections of unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and the *Corporations Act 2001*.

Write-down and impairment of assets

Write-down and impairment of assets represents waivers and write-offs of corporations law fees.

Schedule of budgeted assets and liabilities administered on behalf of government

Financial assets

The financial assets include *Corporations Act 2001* debt invoiced and still outstanding at year-end.

Schedule of budgeted administered cash flows

All cash collected by ASIC for corporations law revenue is transferred to the Official Public Account (OPA) at the close of business each day. Cash collected for *Banking Act 1959* unclaimed monies, *Life Insurance Act 1995* unclaimed monies and *Corporations Act 2001* unclaimed monies is transferred to the OPA when received.

AUSTRALIAN TAXATION OFFICE

Section 1: Entity overview and resources	63
1.1 Strategic direction	63
1.2 Entity resource statement.....	63
1.3 Entity measures table	66
1.4 Additional estimates and variations	68
1.5 Breakdown of additional estimates by appropriation bill	69
Section 2: Revisions to entity resources and planned performance	71
2.1 Resources and performance information	71
Section 3: Explanatory tables and budgeted financial statements	74
3.1 Explanatory tables	74
3.2 Budgeted financial statements	75

AUSTRALIAN TAXATION OFFICE

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION

There has been no significant change to the strategic direction of the Australian Taxation Office (ATO) from that outlined in the *Portfolio Budget Statements 2014-15* (page 179).

The ATO is seeking an additional \$14.8 million in departmental funding through Appropriation Bill (No. 3) 2014-15. This relates to an additional \$15.8 million for the following measures as outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15*:

- Higher Education Reforms – amendments (\$0.4 million);
- Industry Innovation and Competitiveness Agenda – Employee Share Schemes (\$0.2 million); and
- Repeal of the Minerals Resource Rent Tax and related measures (the related measure is Low Income Superannuation Contribution extended for contributions made until 2016-17) (\$15.2 million).

This funding is offset by a reduction of \$1.0 million relating to the Communications and Public Affairs Functions – targeted savings measure outlined in Budget Paper No. 2, *Budget Measures 2014-15*.

The ATO is also seeking an additional \$0.6 million as an equity injection through Appropriation Bill (No. 4) 2014-15 for the Higher Education Reforms – amendments outlined in the *Mid-Year Economic and Fiscal Outlook 2014-15*.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Australian Taxation Office at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill Nos. 3 and No. 4*, Special Appropriations and Special Accounts.

Table 1.1: Australian Taxation Office resource statement — additional estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional Estimate =	Total estimate at Additional Estimates
	2013-14	2014-15	2014-15	2014-15
	\$'000	\$'000	\$'000	\$'000
Ordinary annual services⁽¹⁾				
Departmental appropriation				
Prior year departmental appropriation ⁽²⁾		506,096		506,096
Departmental appropriation ⁽³⁾	3,583,799	3,342,775	14,831	3,357,606
s74 Retained Revenue Receipts ⁽⁴⁾	238,881	73,572	6,445	80,017
Total	3,822,680	3,922,443	21,276	3,943,719
Administered expenses				
Outcome 1	5,690	284	-	284
Total	5,690	284	-	284
Total ordinary annual services	A 3,828,370	3,922,727	21,276	3,944,003
Other services⁽⁵⁾				
Departmental non-operating				
Equity injections	47,359	25,943	594	26,537
Total	47,359	25,943	594	26,537
Total other services	B 47,359	25,943	594	26,537
Total available annual appropriations	3,875,729	3,948,670	21,870	3,970,540
Special appropriations				
<i>Product Grants and Benefits Administration Act 2000 -</i>				
Cleaner fuel grants	82,000	132,000	-	132,000
Product stewardship for oil	47,000	50,000	3,000	53,000
<i>Superannuation Guarantee (Administration) Act 1992 Taxation Administration Act 1953 -</i>				
section 16 (Non-refund items) ⁽⁶⁾	9,165,400	9,552,650	821,399	10,374,049
Total special appropriations	C 9,723,400	10,202,650	824,399	11,027,049
Total appropriations excluding Special Accounts	13,599,129	14,151,320	846,269	14,997,589

Table 1.1: Australian Taxation Office resource statement — additional estimates for 2014-15 as at Additional Estimates February 2015 (continued)

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional = Estimate	Total estimate at Additional Estimates
	<i>2013-14</i>	2014-15	2014-15	2014-15
	<i>\$'000</i>	\$'000	\$'000	\$'000
Special Accounts				
Opening balance	86,048	92,774	21,315	114,089
Appropriation Receipts	16,409	55,339	5,514	60,853
Non-appropriation receipts to Special Accounts	467,101	1,779,010	(121,808)	1,657,202
Total Special Account	D 569,558	1,927,123	(94,979)	1,832,144
Total resourcing (A+B+C+D)	14,168,687	16,078,443	751,290	16,829,733
Less appropriations drawn from annual or special appropriations above and credited to special accounts	(16,409)	(55,339)	(5,514)	(60,853)
Total net resourcing for the ATO	14,152,278	16,023,104	745,776	16,768,880

1. Appropriation Act (No. 1) 2014-15 and Appropriation Bill (No. 3) 2014-15.
2. Estimated adjusted balance carried from previous year for annual appropriations.
3. Includes an amount of \$133.8m in 2014-15 for the Departmental Capital Budget (refer to table 3.2.5 for further details).
4. Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.
5. *Appropriation Act (No. 2) 2014-15* and *Appropriation Bill (No. 4) 2014-15*.
6. These figures relate to administered expenses such as fuel tax credits, research and development tax incentives, and interest on overpayment and early payment of tax. Tax refunds for 2013-14 were \$97.5 billion including (including \$123.2 million paid via the Australian Customs Service (ACS) on the ATO's behalf) and \$99.3 billion for 2014-15 (including \$160 million paid via the ACS on the ATO's behalf).

Reader note: All figures are GST exclusive

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures					
Higher Education Reforms					
– amendments					
Departmental expenses	1.1	345	735	388	392
Total		345	735	388	392
Industry Innovation and Competitiveness Agenda					
– Employee Share Schemes					
Departmental expenses	1.1	236	858	132	133
Total		236	858	132	133
New Commonwealth Building in Gosford, New South Wales					
Departmental expenses	1.1	0	0	1,200	(13,700)
Total		0	0	1,200	(13,700)
Reintroduction of fuel excise indexation					
– change to the start date					
Administered expenses	1.10	(30,000)	0	0	0
– rounding of excise rates					
Administered expenses	1.10	0	10,000	5,000	10,000
Total		(30,000)	10,000	5,000	10,000
Repeal of the Minerals Resource Rent Tax and related measures					
Administered expenses	1.18	922,700	908,400	896,400	0
Departmental expenses	1.1	15,204	27,111	25,780	25,780
Total		937,904	935,511	922,180	25,780
Superannuation					
– Superannuation Guarantee Charge					
Administered expenses	1.21	0	0	(26,300)	(27,700)
Departmental expenses	1.1	0	910	182	0
Total		0	910	(26,118)	(27,700)
Total expense measures					
Administered		892,700	918,400	875,100	(17,700)
Departmental		15,785	29,614	27,682	12,605
Total		908,485	948,014	902,782	(5,095)

Table 1.2: Entity measures since Budget (continued)

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Capital measures					
Higher Education Reform					
– amendments					
	1.1	594	0	0	0
		594	0	0	0
Industry Innovation and Competitiveness Agenda					
– Employee Share Schemes					
	1.1	0	2,209	0	0
		0	2,209	0	0
New Commonwealth Building in Gosford, New South Wales					
	1.1	0	3,750	8,750	0
		0	3,750	8,750	0
Repeal of the Minerals Resource Rent Tax and related measures					
	1.1	0	1,500	0	0
		0	1,500	0	0
Superannuation					
– Superannuation Guarantee Charge					
	1.1	0	1,089	0	0
		0	1,089	0	0
Total capital measures					
		594	8,548	8,750	0
	Total	594	8,548	8,750	0

Prepared on a Government Financial Statistics (fiscal) basis

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Australian Taxation Office at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 Budget in *Appropriation Bills Nos. 3 and 4*. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since the 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Higher Education Reforms					
– amendments	1.1	345	735	388	392
Industry Innovation and Competitiveness Agenda					
– Employee Share Schemes	1.1	236	858	132	133
Repeal of the Minerals Resource Rent Tax and related measures					
	1.1	15,204	27,111	25,780	25,780
Superannuation					
– Superannuation Guarantee Charge	1.1	-	910	182	-
Decrease in estimates (departmental)					
New Commonwealth Building in Gosford, New South Wales					
	1.1	-	-	1,200	(13,700)
Net impact on estimates for Outcome 1 (departmental)		15,785	29,614	27,682	12,605
Increase in estimates (capital)					
Higher Education Reforms					
– amendments	1.1	594	-	-	-
Industry Innovation and Competitiveness Agenda					
– Employee Share Schemes	1.1	-	2,209	-	-
New Commonwealth Building in Gosford, New South Wales					
	1.1	-	3,750	8,750	-
Repeal of the Minerals Resource Rent Tax and related measures					
	1.1	-	1,500	-	-
Superannuation					
– Superannuation Guarantee Charge	1.1	-	1,089	-	-
Net impact on estimates for Outcome 1 (capital)		594	8,548	8,750	-
Decisions taken but not yet announced					
		-	-	-	-

Note: Details of these measures are in the Mid-Year Economic and Fiscal Outlook 2014-15.

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

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Decrease in estimates (departmental)					
Adjustment to reflect movement in indices relating to prices and wages					
Departmental Expenses	1.1	(18,954)	(7,953)	(7,669)	(10,339)
Communications Targeted Savings					
Departmental Expenses	1.1	-	-	-	-
Transfer from operating to capital					
Departmental Expenses	1.1	(18,000)	-	-	-
Net impact on estimates for Outcome 1 (departmental)		(36,954)	(7,953)	(7,669)	(10,339)
Decrease in estimates (capital)					
Adjustment to reflect movement in indices relating to prices and wages					
Departmental Capital	1.1	-	-	-	-
Net impact on estimates for Outcome 1 (capital)		-	-	-	-

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Australian Taxation Office through *Appropriation Bills Nos. 3 and 4*.

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL PROGRAMMES					
Outcome 1: Confidence in the administration of aspects of Australia's taxation and superannuation systems through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law (Departmental)	3,583,799	3,342,775	3,357,606	14,831	-
Total	3,583,799	3,342,775	3,357,606	14,831	-

Table 1.6: Appropriation Bill (No. 4) 2014-15

	<i>2013-14 Available \$'000</i>	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating - departmental					
Equity injections	47,359	25,943	26,537	594	-
Total non-operating	47,359	25,943	26,537	594	-

Section 2: Revisions to entity resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There has been no change to the ATO's outcome or outcome strategy from that included in the *Portfolio Budget Statements 2014-15* (page 187).

There has been no change to the programme objective, expenses, deliverables or key performance indicators for programmes 1.6 to 1.24 that affect Appropriation Bills No. 3 and No. 4.

Table 2.1: Budgeted expenses and resources for Outcome 1

	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Outcome 1: Confidence in the administration of aspects of Australia's taxation and superannuation systems through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law		
Programme 1.1: Australian Taxation Office		
Departmental expenses		
Departmental appropriation	3,268,886	3,118,456
Expenses not requiring appropriation in the Budget year	74,917	161,172
Total for Programme 1.1	3,343,803	3,279,628
Programme 1.2: Tax Practitioners Board		
Departmental expenses		
Departmental appropriation	18,028	15,243
Total for Programme 1.2	18,028	15,243
Programme 1.3: Australian Business Register		
Departmental expenses		
Departmental appropriation	139,779	143,362
Total for Programme 1.3	139,779	143,362
Programme 1.5: Australian Charities and Not-for-profits Commission		
Departmental expenses		
Special account	13,918	14,953
Total for Programme 1.5	13,918	14,953
Departmental expenses		
Departmental appropriation	3,286,914	3,133,699
Special Accounts	13,918	14,953
Expenses not requiring appropriation in the Budget year	74,917	161,172
Total expenses for Outcome 1	3,375,749	3,309,824
	2013-14	2014-15
Average Staffing Level (number)	21,342	18,546

Programme Objective 1.1 Australian Taxation Office

There has been no change to the programme objective, deliverables or key performance indicators included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.1

Table 2.2: Programme 1.1 expenses

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	3,268,886	3,118,456	3,007,528	2,867,065	2,769,315
Expenses not requiring appropriation in the Budget year ⁽¹⁾	74,917	161,172	160,390	153,995	149,085
Total programme expenses	3,343,803	3,279,628	3,167,918	3,021,060	2,918,400

Programme Objective 1.2 Tax Practitioners Board

There has been no change to the programme objective, deliverables or key performance indicators included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.2

Table 2.3: Programme 1.2 expenses

	2013-14 Actual (\$'000)	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	18,028	15,243	15,093	15,001	14,895
Total programme expenses	18,028	15,243	15,093	15,001	14,895

Programme Objective 1.3 Australian Business Register

There has been no change to the programme objective, deliverables or key performance indicators included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.3

Table 2.4: Programme 1.3 expenses

	2013-14 Actual (\$'000)	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	139,779	143,362	142,257	141,672	141,374
Total programme expenses	139,779	143,362	142,257	141,672	141,374

Programme Objective 1.5 Australian Charities and Not-for-Profits Commission

There has been no change to the programme objective, deliverables or key performance indicators included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.5

Table 2.5: Programme 1.5 expenses

	2013-14 Actual	2014-15 Revised budget	2015-16 Forward year 1	2016-17 Forward year 2	2017-18 Forward year 3
('000)	\$'000	\$'000	\$'000	\$'000	\$'000
Special Account Expenses:					
Australian Charities and Not-for-Profits Commission	13,918	14,953	14,812	14,716	14,519
Total programme expenses	13,918	14,953	14,812	14,716	14,519

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the ATO. The corresponding table in the 2104-15 portfolio budget statements is Table 3.1.2.

Table 3.1.1: Estimates of special account flows and balances

		Opening balance 2014-15 2013-14	Receipts 2014-15 2013-14	Payments 2014-15 2013-14	Adjustments 2014-15 2013-14	Closing balance 2014-15 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Excise Security Deposits Account (A)	1	355 586	100 (231)	- -	- -	455 355
Services for Other Entities and Trust Moneys Special Account (A)	1	2,596 2,246	10,000 8,557	(10,000) (8,207)	- -	2,596 2,596
Superannuation Clearing House Special Account (A)	1	20,005 4,801	1,645,000 359,375	(1,655,000) (344,171)	- -	10,005 20,005
Superannuation Holding Accounts Special Account (A)	1	74,583 63,770	38,500 69,010	(13,800) (58,197)	- -	99,283 74,583
Australian Charities and Not-for-profits Commission Special Account(D)	1	5,341 2,637	14,953 16,385	(15,068) (13,681)	- -	5,226 5,341
Valuation Services Special Account (D)	1	11,209 12,008	9,502 30,414	(20,711) (31,213)	- -	- 11,209
Total Special Accounts						
2014-15 Budget estimate		114,089	1,718,055	(1,714,579)	-	117,565
<i>Total Special Accounts</i>						
<i>2013-14 actual</i>		<i>86,048</i>	<i>483,510</i>	<i>(455,469)</i>	<i>-</i>	<i>114,089</i>

(A) Administered

(D) Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

Budgeted departmental comprehensive income statement

The ATO is budgeting for a balanced budget in 2014-15. This excludes the impact of Operation Sunlight changes to funding whereby depreciation and amortisation expenses are not funded by appropriation from 2010-11 onward.

The budgeted departmental comprehensive income statement also reflects changes arising from Budget measures as outlined in Table 1.2.

Budgeted departmental balance sheet

The ATO's assets are predominantly non-financial assets.

The ATO's liabilities continue to be predominantly employee entitlements.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

Table 3.2.1: Budgeted departmental comprehensive income statement (showing net cost of services)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES					
Employee benefits	2,258,988	2,073,285	1,966,840	1,878,379	1,816,498
Suppliers	1,154,427	1,224,359	1,218,480	1,165,705	1,129,235
Depreciation and amortisation	138,226	155,542	154,760	148,365	143,455
Income tax	2,866	-	-	-	-
Total expenses	3,554,507	3,453,186	3,340,080	3,192,449	3,089,188
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	106,854	76,815	73,122	74,622	70,818
Interest	299	-	-	-	-
Other revenue	2,757	2,500	2,500	2,500	2,500
Total own-source revenue	109,910	79,315	75,622	77,122	73,318
Gains					
Other gains	3,130	3,130	3,130	3,130	3,130
Total gains	3,130	3,130	3,130	3,130	3,130
Total own-source income	113,040	82,445	78,752	80,252	76,448
Net cost of (contribution by) services	3,441,467	3,370,741	3,261,328	3,112,197	3,012,740
Revenue from Government	3,363,966	3,215,199	3,106,568	2,963,832	2,869,285
Surplus (Deficit) before income tax	(77,501)	(155,542)	(154,760)	(148,365)	(143,455)
Income tax expense					
Surplus (Deficit) after income tax	(77,501)	(155,542)	(154,760)	(148,365)	(143,455)
Total comprehensive income (loss)	(77,501)	(155,542)	(154,760)	(148,365)	(143,455)

Note: Impact of Net Cash Appropriation Arrangements

	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	61,189	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations	138,690	155,542	154,760	148,365	143,455
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(77,501)	(155,542)	(154,760)	(148,365)	(143,455)

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental balance sheet (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	44,478	43,268	43,268	43,268	43,268
Trade and other receivables	508,528	378,446	322,776	325,968	323,358
Total financial assets	553,006	421,714	366,044	369,236	366,626
Non-financial assets					
Land and buildings	202,496	232,377	251,440	261,780	250,996
Property, plant and equipment	55,938	35,199	21,272	11,115	10,214
Investment property					
Intangibles	494,374	492,670	459,611	434,398	420,147
Inventories					
Tax assets					
Other non-financial assets	91,738	88,200	78,185	73,627	69,644
Total non-financial assets	844,546	848,446	810,508	780,920	751,001
Total assets	1,397,552	1,270,160	1,176,552	1,150,156	1,117,627
LIABILITIES					
Payables					
Suppliers	211,730	209,975	208,001	204,712	203,249
Employees	113,493	70,990	11,845	18,184	17,166
Other payables	2,997	2,993	2,964	2,917	2,896
Total payables	328,220	283,958	222,810	225,813	223,311
Interest bearing liabilities					
Leases	124,016	113,714	102,479	91,345	80,421
Total interest bearing liabilities	124,016	113,714	102,479	91,345	80,421
Provisions					
Employee provisions	740,541	670,201	676,899	683,664	690,497
Other provisions	8,345	8,337	8,337	8,337	8,337
Total provisions	748,886	678,538	685,236	692,001	698,834
Total liabilities	1,201,122	1,076,210	1,010,525	1,009,159	1,002,566
Net assets	196,430	193,950	166,027	140,997	115,061
EQUITY					
Parent entity interest					
Contributed equity	979,871	1,140,203	1,267,040	1,390,375	1,507,894
Reserves	101,624	101,553	101,553	101,553	101,553
Retained surplus (accumulated deficit)	(885,065)	(1,047,806)	(1,202,566)	(1,350,931)	(1,494,386)
Total parent entity interest	196,430	193,950	166,027	140,997	115,061
Total Equity	196,430	193,950	166,027	140,997	115,061

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014				
Balance carried forward from previous period	(892,264)	101,553	979,871	189,160
Adjusted opening balance	(892,264)	101,553	979,871	189,160
Comprehensive income				
Surplus (deficit) for the period	(155,542)			(155,542)
Total comprehensive income	(155,542)	-	-	(155,542)
of which:				
Attributable to the Australian Government	(155,542)	-	-	(155,542)
Transactions with owners				
Contributions by owners				
Equity Injection - Appropriation			26,537	26,537
Departmental Capital Budget (DCBs)			133,795	133,795
Sub-total transactions with owners	-	-	160,332	160,332
Estimated closing balance as at 30 June 2015	(1,047,806)	101,553	1,140,203	193,950
Closing balance	(1,047,806)	101,553	1,140,203	193,950

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted Departmental statement of cash flows (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	3,347,176	3,358,833	3,299,989	3,061,896	2,971,216
Sale of goods and rendering of services	110,385	80,017	76,630	77,738	74,435
Interest	289	-	-	-	-
Receipts transferred from the OPA	234,759	234,759	240,628	252,810	268,265
Net GST received	122,029	111,610	108,625	103,095	99,761
Other	83	-	-	-	-
Total cash received	3,814,721	3,785,219	3,725,872	3,495,539	3,413,677
Cash used					
Employees	2,249,851	2,195,620	2,162,627	1,983,245	1,932,572
Suppliers	1,304,759	1,343,131	1,322,617	1,259,484	1,212,840
Receipts transferred from the OPA	238,882	234,759	240,628	252,810	268,265
Taxes paid	225	-	-	-	-
Total cash used	3,793,717	3,773,510	3,725,872	3,495,539	3,413,677
Net cash from (used by) operating activities	21,004	11,709	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	24	-	-	-	-
Total cash received	24	-	-	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	188,314	163,042	126,837	123,335	117,519
Total cash used	188,314	163,042	126,837	123,335	117,519
Net cash from (used by) investing activities	(188,290)	(163,042)	(126,837)	(123,335)	(117,519)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	180,580	160,332	126,837	123,335	117,519
Total cash received	180,580	160,332	126,837	123,335	117,519
Cash used					
Dividends paid	400	-	-	-	-
Total cash used	400	-	-	-	-
Net cash from (used by) financing activities	180,180	160,332	126,837	123,335	117,519
Net increase (decrease) in cash held	12,894	8,999	-	-	-
Cash and cash equivalents at the beginning of the reporting period	31,584	34,269	43,268	43,268	43,268
Cash and cash equivalents at the end of the reporting period	44,478	43,268	43,268	43,268	43,268

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	111,032	133,795	109,746	110,214	115,565
Equity injections - Act No. 2	47,359	26,537	17,091	13,121	1,954
Total new capital appropriations	158,391	160,332	126,837	123,335	117,519
Provided for:					
<i>Purchase of non-financial assets</i>	158,391	159,945	126,837	123,335	117,519
<i>Other Items</i>	-	387	-	-	-
Total Items	158,391	160,332	126,837	123,335	117,519
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	55,215	28,276	17,091	13,121	1,954
Funded by capital appropriation - DCB	105,923	133,795	109,746	110,214	115,565
Funded internally from departmental resources	11,434	971	-	-	-
TOTAL AMOUNT SPENT	172,572	163,042	126,837	123,335	117,519
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	172,572	163,042	126,837	123,335	117,519
Total cash used to acquire assets	172,572	163,042	126,837	123,335	117,519

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of asset movements (2014-15)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014				
Gross book value	236,072	80,299	1,079,390	1,395,761
Accumulated depreciation/amortisation and impairment	(33,576)	(24,361)	(585,016)	(642,953)
Opening net book balance	202,496	55,938	494,374	752,808
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	-	28,276	28,276
By purchase - appropriation ordinary annual services	61,531	2,541	69,723	133,795
By purchase - other	971	-	-	971
Total additions	62,502	2,541	97,999	163,042
Other movements				
Depreciation/amortisation expense	(32,621)	(23,219)	(99,702)	(155,542)
Other	-	(61)	(1)	(62)
Total other movements	(32,621)	(23,280)	(99,703)	(155,604)
As at 30 June 2015				
Gross book value	298,574	82,779	1,177,388	1,558,741
Accumulated depreciation/amortisation and impairment	(66,197)	(47,580)	(684,718)	(798,495)
Closing net book balance	232,377	35,199	492,670	760,246

Prepared on Australian Accounting Standards basis.

Schedule of administered activity
Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	5,627	284	31	31	-
Subsidies	8,863,561	8,910,089	9,372,002	9,891,226	10,311,229
Personal benefits	1,095,588	1,144,160	1,121,400	1,111,400	404,000
Finance costs	230,209	500,000	500,000	500,000	500,000
Write-down and impairment of assets	8,277,943	7,181,996	7,640,110	8,110,000	8,709,000
Other expenses	362,125	472,800	507,900	490,900	479,200
Total expenses administered on behalf of Government	18,835,053	18,209,329	19,141,443	20,103,557	20,403,429
LESS:					
OWN-SOURCE INCOME					
Own-source revenue	-	-	-	-	-
Taxation revenue	248,944,473	265,796,042	286,126,222	307,620,351	329,078,128
Income tax	82,366,478	83,390,000	88,580,000	93,130,000	97,940,000
Indirect tax	-	-	-	-	-
Other taxes	-	-	-	-	-
Total taxation revenue	331,310,951	349,186,042	374,706,222	400,750,351	427,018,128
Non-taxation revenue					
Fees and fines	-	-	-	-	-
Other revenue	-	-	-	-	-
Total non-taxation revenue	-	-	-	-	-
Total own-source revenues administered on behalf of Government	331,310,951	349,186,042	374,706,222	400,750,351	427,018,128
Net Cost of (contribution by) services	(312,475,898)	(330,976,713)	(355,564,779)	(380,646,794)	(406,614,699)
Surplus (Deficit)	312,475,898	330,976,713	355,564,779	380,646,794	406,614,699
Total comprehensive income (loss)	312,475,898	330,976,713	355,564,779	380,646,794	406,614,699

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	443,078	443,078	443,078	443,078	443,078
Taxation receivables	17,922,723	19,874,769	22,184,881	24,446,932	26,908,060
Accrued revenues	12,698,642	13,468,642	14,288,642	14,958,642	15,623,642
Total financial assets	31,064,443	33,786,489	36,916,601	39,848,652	42,974,780
Total assets administered on behalf of Government	31,064,443	33,786,489	36,916,601	39,848,652	42,974,780
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Provisions					
Taxation refunds provided	2,130,946	2,130,946	2,130,946	2,130,946	2,130,946
Other provisions	838,061	866,061	1,186,061	1,398,961	1,356,361
Total provisions	2,969,007	2,997,007	3,317,007	3,529,907	3,487,307
Payables					
Subsidies	3,472,232	3,602,067	3,795,640	3,909,164	3,982,967
Personal benefits payable	1,356,495	1,333,755	1,314,155	1,305,055	599,455
Other payables	934,303	959,003	1,005,303	1,021,103	1,009,103
Total payables	5,763,030	5,894,825	6,115,098	6,235,322	5,591,525
Total liabilities administered on behalf of government	8,732,037	8,891,832	9,432,105	9,765,229	9,078,832
Net assets/(liabilities)	22,332,406	24,894,657	27,484,496	30,083,423	33,895,948
Total liabilities administered on behalf of Government	25,301,413	27,891,664	30,801,503	33,613,330	37,383,255
Net assets/(liabilities)	5,763,030	5,894,825	6,115,098	6,235,322	5,591,525

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Taxes	412,019,786	339,570,000	364,340,000	390,050,000	415,490,000
Other	988,653	807,560	1,312,119	1,175,155	765,700
Total cash received	413,008,439	340,377,560	365,652,119	391,225,155	416,255,700
Cash used					
Borrowing costs	529,571	500,000	500,000	500,000	500,000
Subsidies paid	8,165,278	8,780,254	9,178,429	9,777,702	10,237,426
Personal benefits	1,164,038	1,166,900	1,141,000	1,120,500	1,109,600
Payments to suppliers	5,392	284	31	31	-
Other	445,955	397,600	434,100	404,300	405,200
Total cash used	10,310,234	10,845,038	11,253,560	11,802,533	12,252,226
Net cash from or (used by) operating activities	402,698,205	329,532,522	354,398,559	379,422,622	404,003,474
FINANCING ACTIVITIES					
Cash received					
Cash from Official Public Account	10,310,234	10,845,038	11,253,560	11,802,533	12,252,226
Total cash received	10,310,234	10,845,038	11,253,560	11,802,533	12,252,226
Cash used					
Cash to Official Public Account	412,711,231	340,377,560	365,652,119	391,225,155	416,255,700
Total cash used	412,711,231	340,377,560	365,652,119	391,225,155	416,255,700
Net cash from or (used by) financing activities	(402,400,997)	(329,532,522)	(354,398,559)	(379,422,622)	(404,003,474)
Net increase (decrease) in cash held	297,208	-	-	-	-
Cash and cash equivalents at beginning of reporting period	393,600	690,808	690,808	690,808	690,808
Cash and cash equivalents at end of reporting period	690,808	690,808	690,808	690,808	690,808

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of Administered Capital Budget

The ATO does not have any administered capital.

Table 3.2.11: Schedule of Administered Asset Movements (2014-15)

The ATO does not have any administered non-financial assets.

Notes to the Financial Statements

Basis of accounting

The budgeted financial statements have been prepared on an accrual basis.

Departmental

The departmental financial statements, included in Tables 3.2.1 to 3.2.6 have been prepared on the basis of Australian Accounting Standards and Department of Finance guidance for the preparation of financial statements.

The budget statements and estimated forward years have been prepared to reflect the following matters.

Cost of administering goods and services tax

Departmental statements include the estimated costs of administering the goods and services tax (GST) under the Intergovernmental Agreement on Federal Financial Relations. The GST revenue is collected on behalf of the States and Territories which agree to compensate the Australian Government for the agreed GST administration costs.

The recoveries of GST administration costs are reported under the Treasury.

Administered

The administered financial statements at Tables 3.2.7 to 3.2.9 have been prepared on the basis of Australian Accounting Standards and Department of Finance guidance for the preparation of financial statements.

The standards require that taxation revenues are recognised on an accrual basis when the following conditions apply:

- the taxpayer or the taxpayer group can be identified in a reliable manner;
- the amount of tax or other statutory charge is payable by the taxpayer or taxpayer group under legislative provisions; and
- the amount of the tax or statutory charge payable by the taxpayer or taxpayer group can be reliably measured, and it is probable that the amount will be collected.

The amount of taxation revenue recognised takes account of legislative steps, discretion to be exercised and any refunds and/or credit amendments to which the taxpayers may become entitled.

Recognition of taxation revenue

Taxation revenue is recognised when the Government, through the application of legislation by the ATO and other relevant activities, gains control over the future economic benefits that flow from taxes and other statutory charges. This methodology, known as the Economic Transaction Method (ETM), relies on the estimation of probable flows of taxes from transactions which have occurred in the economy, but have not yet been reported, and are likely to be reported to the ATO through an assessment or disclosure.

However, in circumstances when there is an ‘inability to reliably measure tax revenues when the underlying transactions or events occur’, the accounting standards permit an alternative approach known as the Taxation Liability Method (TLM). Under this basis, taxation revenue is recognised at the earlier of when an assessment of a tax liability is made or payment is received by the ATO. This recognition policy means that taxation revenue is generally measured at a later time than would be the case if it were measured under the ETM method.

In accordance with the above revenue recognition approach, the ATO uses ETM as the basis for revenue recognition, except for income tax for individuals, companies, superannuation funds, superannuation surcharge and the minerals resource rent tax (repealed September 2014) which are recognised on a TLM basis.

Items recognised as reductions to taxation revenue

The following items are recognised as reductions (increases) to taxation revenue and not as an expense:

- refunds of revenue; and
- increase (decrease) in movement of provision for credit amendments.

CORPORATIONS AND MARKETS ADVISORY COMMITTEE

- Section 1: Entity Overview and Resources 89**
 - 1.1 Strategic Direction 89
 - 1.2 Entity Resource Statement..... 89
 - 1.3 Entity Measures table 91
 - 1.4 Additional Estimates and variations 92
 - 1.5 Breakdown of additional estimates by appropriation bill 93

- Section 2: Revisions to Entity Resources and Planned Performance 94**
 - 2.1 Resources and performance information 94

- Section 3: Explanatory Tables and Budgeted Financial Statements..... 95**
 - 3.1 Explanatory tables 95
 - 3.2 Budgeted financial statements 95

CORPORATIONS AND MARKETS ADVISORY COMMITTEE

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

The Government announced the cessation of the Corporations and Markets Advisory Committee (CAMAC) as part of its measures to reduce duplication and increase efficiency in how public funds are used to deliver services to the community in the 2014-15 Budget, as outlined in the *Treasury Portfolio Budget Statements 2014-15* on pages 263.

CAMAC has ceased operations pending passage of the Australian Securities and Investments Commission Amendment (Corporations and Markets Advisory Committee Abolition) Bill 2014 which is currently before Parliament.

CAMAC's report to the Government on the annual general meeting and shareholder engagement was discontinued and CAMAC's working papers on this reference were provided to the Treasury.

CAMAC is seeking an additional \$0.18 million in departmental funding through *Appropriation Bill (No. 3) 2014-15* for redundancy funding as a result of the cessation of the entity.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for CAMAC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill No. 3*.

Table 1.1: CAMAC resource statement — additional estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional = Estimate	Total estimate at Additional Estimates
	<i>2013-14</i>	<i>2014-15</i>	<i>2014-15</i>	<i>2014-15</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Ordinary annual services(1)				
Departmental appropriation				
Prior year departmental appropriation(2)	-	-	-	-
Departmental appropriation	986	977	179	1,156
Total net resourcing for CAMAC	986	977	179	1,156

(1) *Appropriation Act (No. 1) 2014-15 and Appropriation Bill (No. 3) 2014-15.*

(2) Estimated adjusted balance carried from previous year for annual appropriations

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

There have been no new Government measures taken since the 2014-15 Budget that relate to CAMAC.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table details the changes to the resourcing for CAMAC at Additional Estimates, by outcome. Table 1.2 details the Additional Estimates or variations through other factors, such as parameter adjustments.

Table 1.2: Additional Estimates and variations to outcomes from other variations

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Abolish Agency Redundancy					
Funding	1.1	179	-	-	-
Net impact on estimates for Outcome 1 (departmental)		179	-	-	-

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for CAMAC through *Appropriation Bill No. 3*.

Table 1.3: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Outcome 1					
Informed decisions by Government on issues relating to corporations regulation and financial products, services and markets through independent and expert advice					
Departmental items	1,029	977	1,156	179	-
Total	1,029	977	1,156	179	-

Section 2: Revisions to Entity Resources and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

CAMAC has ceased operations pending passage of the Australian Securities and Investments Commission Amendment (Corporations and Markets Advisory Committee Abolition) Bill 2014 which is currently before Parliament, noting the Government's decision in the 2014-15 Budget to abolish the agency before 1 July 2015.

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1: Informed decisions by Government on issues relating to corporations regulation and financial products, services and markets through independent and expert advice	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.1: (Insert programme name)		
Departmental expenses		
Departmental appropriation	908	496
Expenses not requiring appropriation in the Budget year	5	-
Total for Programme 1.1	913	496
	2013-14	2014-15
Average Staffing Level (number)	3	1

Programme Objective 1.1 Corporations and Markets Advisory Committee

CAMAC has ceased operations pending passage of the Australian Securities and Investments Commission Amendment (Corporations and Markets Advisory Committee Abolition) Bill 2014 which is currently before Parliament, noting the Government's decision in the 2014-15 Budget to abolish the agency before 1 July 2015.

Program expenses 1.1

Table 2.2: Programme expenses 1.1

('000)	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	908	496	-	-	-
Expenses not requiring appropriation in the budget year	5	-	-	-	-
Total programme expenses	913	496	-	-	-

Section 3: Explanatory Tables and Budgeted Financial Statements

3.1 EXPLANATORY TABLES

3.1.1 Movement of administered funds between years

CAMAC does not have any administered funds.

3.1.2 Special accounts

CAMAC does not have any special accounts.

3.1.3 Australian Government Indigenous Expenditure

CAMAC does not have any Australian Government Indigenous Expenditure.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

The financial statements have been prepared on an Australian Accounting Standards basis.

CAMAC is expected to be abolished during 2014-15.

3.2.2 Budgeted Financial Statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (showing net cost of services)

	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	615	356	-	-	-
Suppliers	266	140	-	-	-
Depreciation and amortisation	5	-	-	-	-
Finance costs	11	-	-	-	-
Losses from asset sales	16	-	-	-	-
Total expenses	913	496	-	-	-
LESS:					
OWN-SOURCE INCOME					
Gains					
Other gains	16	16	-	-	-
Total gains	16	16	-	-	-
Total own-source income	16	16	-	-	-
Net cost of (contribution by) services	897	480	-	-	-
Revenue from Government	986	1,156	-	-	-
Surplus (Deficit) after income tax	89	676	-	-	-

Note: Impact of Net Cash Appropriation Arrangements

	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	94	676	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations	5	-	-	-	-
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	89	676	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental balance sheet (as at 30 June)

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	\$'000	2014-15	2015-16	2016-17	2017-18
		\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	169	-	-	-	-
Trade and other receivables	857	-	-	-	-
Total financial assets	1,026	-	-	-	-
Total assets	1,026	-	-	-	-
LIABILITIES					
Payables					
Suppliers	3	-	-	-	-
Total payables	3	-	-	-	-
Provisions					
Employee provisions	387	-	-	-	-
Total provisions	387	-	-	-	-
Total liabilities	390	-	-	-	-
Net assets	636	-	-	-	-
EQUITY					
Parent entity interest					
Contributed equity	423	(763)	-	-	-
Reserves	12	12	-	-	-
Retained surplus (accumulated deficit)	89	765	-	-	-
Total parent entity interest	524	14	-	-	-
Total Equity	524	14	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	89	12	-	423	524
Adjusted opening balance	89	12	-	423	524
Comprehensive income					
Surplus (deficit) for the period	676	-	-	(1,186)	(510)
Total comprehensive income	676	-	-	(1,186)	(510)
Estimated closing balance as at 30 June 2015	765	12	-	(763)	14

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted departmental statement of cash flows (as at 30 June)

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	994	2,022	-	-	-
Net GST received	32	49	-	-	-
Total cash received	1,026	2,071	-	-	-
Cash used					
Employees	628	753	-	-	-
Suppliers	286	122	-	-	-
Net GST paid	-	39	-	-	-
Total cash used	914	914	-	-	-
Net cash from (used by) operating activities	112	1,157	-	-	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	57	-	-	-	-
Total cash used	57	-	-	-	-
Net cash from (used by) investing activities	57	-	-	-	-
FINANCING ACTIVITIES					
Cash received					
Contributed equity	44	-	-	-	-
Total cash received	44	-	-	-	-
Net cash used by financing activities	44	-	-	-	-
Net increase (decrease) in cash held	99	1,157	-	-	-
Cash and cash equivalents at the beginning of the reporting period	70	169	-	-	-
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	-	-	-	-	-
Manual Allocations	-	(1,326)	-	-	-
Cash and cash equivalents at the end of the reporting period	169	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget statement — Departmental

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	\$'000	2014-15	2015-16	2016-17	2017-18
		\$'000	\$'000	\$'000	\$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	44	-	-	-	-
Total new capital appropriations	44	-	-	-	-
Provided for:					
Purchase of non-financial assets	57	-	-	-	-
Total Items	57	-	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB(2)	44	-	-	-	-
TOTAL AMOUNT SPENT	44	-	-	-	-
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	44	-	-	-	-
Total cash used to acquire assets	44	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements (2014-15)

	Buildings	Other infrastructure, plant and equipment	Intangibles	L&B, IP&E held for sale	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014					
Gross book value	-	3	-	-	3
Accumulated depreciation/amortisation and impairment	-	(3)	-	-	(3)
Opening net book balance	-	-	-	-	-
As at 30 June 2015					
Gross book value	-	3	-	-	3
Accumulated depreciation/amortisation and impairment	-	(3)	-	-	(3)
Closing net book balance	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

PRODUCTIVITY COMMISSION

Section 1: Entity Overview and Resources	103
1.1 Strategic Direction	103
1.2 Entity Resource Statement.....	103
1.3 Entity Measures table	105
1.4 Additional Estimates and variations	106
1.5 Breakdown of additional estimates by appropriation bill	107
Section 2: Revisions to Entity Resources and Planned Performance	108
2.1 Resources and performance information	108
Section 3: Explanatory Tables and Budgeted Financial Statements.....	109
3.2 Budgeted financial statements	109

PRODUCTIVITY COMMISSION

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

There has been no significant change to the strategic direction of the Productivity Commission (the Commission) from that outlined in the *Portfolio Budget Statements 2014-15* (pages 339-340).

The Commission is seeking an additional \$0.29 million in departmental funding through *Appropriation Bill (No. 3) 2014-15*. This comprises an additional \$0.293 million which is offset by savings of \$4,000.

The additional \$0.293 million relates to undertaking triennial assessments of progress on implementation of the National Water Initiative, and five-yearly audits of the implementation of the Murray Darling Basin Plan and associated water resource plans, as part of a reallocation of responsibilities of the National Water Commission. This measure was outlined in Budget Paper No. 2, *Budget Measures 2014-15*.

The savings of \$4,000 relates to the Communications and Public Affairs Functions – targeted savings measure outlined in Budget Paper No. 2, *Budget Measures 2014-15*.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Commission at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill No. 3*.

Table 1.1: Productivity Commission Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget *	Proposed Additional Estimate =	Total estimate at Additional Estimates
	<i>2013-14 \$'000</i>	<i>2014-15 \$'000</i>	<i>2014-15 \$'000</i>	<i>2014-15 \$'000</i>
Ordinary annual services(1)				
Departmental appropriation				
Prior year departmental appropriation(2)	-	23,900	-	23,900
Departmental appropriation(3)	36,077	34,118	289	34,407
s74 Retained Revenue Receipts(4)	972	1,204	-	1,204
Total net resourcing for the Productivity Commission	37,049	59,222	289	59,511

(1) *Appropriation Act (No. 1) 2014-15 and Appropriation Bill (No. 3) 2014-15.*

(2) Estimated adjusted balance carried from previous year for annual appropriations

(3) Includes an amount of \$0.9m in 2014-15 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

(4) Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget.

Table 1.2: Entity 2014-15 Measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures (Departmental)					
Smaller Government - National Water					
Commission - cessation (1)	1.1	293	583	1,568	1,580
Communications and Public Affairs					
Functions - targeted savings (1)	1.1	(4)	(7)	(7)	(7)
Total expense measures		289	576	1,561	1,573

Prepared on a Government Financial Statistics (fiscal) basis.

- (1) This measure was included in Budget Paper No. 2, Budget Measures 2014-15 and has not previously appeared in a portfolio statement.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table detail the changes to the resourcing for the Commission at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 Budget in *Appropriation Bill No. 3*.

Table 1.3: Additional Estimates and variations to outcomes from measures since 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Smaller Government - National Water Commission - cessation (1)	1.1	293	583	1,568	1,580
Decrease in estimates (departmental)					
Communications and Public Affairs Functions - targeted savings (1)	1.1	(4)	(7)	(7)	(7)
Net impact on estimates for Outcome 1 (departmental)					
		289	576	1,561	1,573

(1) This measure was included in Budget Paper No. 2, Budget Measures 2014-15 and has not previously appeared in a portfolio statement.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for the Productivity Commission through *Appropriation Bill No. 3*.

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Outcome 1					
Well-informed policy decision-making and public understanding on matters relating to Australia's productivity and living standards, based on independent and transparent analysis from a community-wide perspective					
Departmental items	36,077	34,118	34,407	289	-
Total	36,077	34,118	34,407	289	-

Section 2: Revisions to Entity Resources and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There has been no change to the outcome or outcome strategy for the Commission from that included in the *Portfolio Budget Statements 2014-15* (page 342).

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1: Well-informed policy decision-making and public understanding on matters relating to Australia's productivity and living standards, based on independent and transparent analysis from a community-wide perspective	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.1: Productivity Commission		
Departmental expenses		
Departmental appropriation(1)	36,178	34,756
Expenses not requiring appropriation in the Budget year(2)	1,121	1,100
Total expenses for Outcome 1	37,299	35,856
	2013-14	2014-15
Average Staffing Level (number)	185	166

(1) Departmental Appropriation combines 'Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)' and 'Retained Revenue Receipts under s74 of the PGPA Act 2013'.

(2) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, and Audit Fees.

Programme Objective 1.1 Productivity Commission

There has been no significant change to the program objective, deliverables or key performance indicators from that included in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.1

Table 2.2 Programme 1.1 Expenses

('000)	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	36,178	34,756	34,150	34,314	33,566
Expenses not requiring appropriation in the Budget year(1)	1,121	1,100	1,100	1,100	1,080
Total programme expenses	37,299	35,856	35,250	35,414	34,646

(1) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, and Audit Fees.

Section 3: Explanatory Tables and Budgeted Financial Statements

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

The Commission is budgeting for a breakeven result in 2014-15.

3.2.2 Budgeted Financial Statements

Table 3.2.1: Budgeted Departmental comprehensive income statement (showing net cost of services)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES					
Employee benefits	29,544	27,348	26,273	25,880	25,879
Suppliers	6,667	7,441	7,909	8,465	7,718
Depreciation and amortisation	1,071	1,050	1,050	1,050	1,030
Finance costs	17	17	18	19	19
Total expenses	37,299	35,856	35,250	35,414	34,646
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	885	1,204	1,188	666	10
Total own-source revenue	885	1,204	1,188	666	10
Gains					
Other gains	50	50	50	50	50
Total gains	50	50	50	50	50
Total own-source income	935	1,254	1,238	716	60
Net cost of (contribution by) services	36,364	34,602	34,012	34,698	34,586
Revenue from Government	36,359	33,552	32,962	33,648	33,556
Surplus (Deficit) after income tax	(5)	(1,050)	(1,050)	(1,050)	(1,030)

Note: Impact of Net Cash Appropriation Arrangements

	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	1,066	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(1)	1,071	1,050	1,050	1,050	1,030
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(5)	(1,050)	(1,050)	(1,050)	(1,030)

(1) From 2010-11, the Government introduced net cash appropriation arrangements where *Appropriation Act No. 1* or *Bill No. 3* revenue appropriations for the depreciation/amortisation expenses of Non-Corporate Commonwealth Entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through *Appropriation Act No. 1* or *Bill No. 3* equity appropriations. For information regarding DCBs, please refer to Table 3.2.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted Departmental balance sheet (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	335	335	335	335	335
Trade and other receivables	24,356	24,507	24,579	22,099	22,387
Total financial assets	24,691	24,842	24,914	22,434	22,722
Non-financial assets					
Land and buildings	4,142	3,324	2,506	4,533	3,733
Property, plant and equipment	558	632	825	676	741
Intangibles	148	122	97	72	47
Other non-financial assets	275	275	275	275	275
Total non-financial assets	5,123	4,353	3,703	5,556	4,796
Total assets	29,814	29,195	28,617	27,990	27,518
LIABILITIES					
Payables					
Suppliers	415	415	415	415	415
Other payables	2,983	2,694	2,300	1,861	1,548
Total payables	3,398	3,109	2,715	2,276	1,963
Provisions					
Employee provisions	12,687	12,535	12,535	12,535	12,535
Other provisions	497	514	532	551	570
Total provisions	13,184	13,049	13,067	13,086	13,105
Total liabilities	16,582	16,158	15,782	15,362	15,068
Net assets	13,232	13,037	12,835	12,628	12,450
EQUITY					
Contributed equity	2,714	3,569	4,417	5,260	6,112
Reserves	2,771	2,771	2,771	2,771	2,771
Retained surplus (accumulated deficit)	7,747	6,697	5,647	4,597	3,567
Total Equity	13,232	13,037	12,835	12,628	12,450

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	7,747	2,771	-	2,714	13,232
Adjusted opening balance	7,747	2,771	-	2,714	13,232
Comprehensive income					
Surplus (deficit) for the period	(1,050)	-	-	-	(1,050)
Total comprehensive income	(1,050)	-	-	-	(1,050)
Transactions with owners					
Contributions by owners					
Departmental Capital Budget (DCBs)	-	-	-	855	855
Sub-total transactions with owners	-	-	-	855	855
Estimated closing balance as at 30 June 2015	6,697	2,771	-	3,569	13,037

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted Departmental statement of cash flows (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	36,500	33,401	32,890	36,128	33,268
Sale of goods and rendering of services	843	1,204	1,188	666	10
Net GST received	640	-	-	-	-
Total cash received	37,983	34,605	34,078	36,794	33,278
Cash used					
Employees	30,236	27,500	26,273	25,880	25,879
Suppliers	6,908	7,680	8,253	8,854	7,981
s74 Retained Revenue Receipts transferred to OPA	972	-	-	-	-
Total cash used	38,116	35,180	34,526	34,734	33,860
Net cash from (used by) operating activities	(133)	(575)	(448)	2,060	(582)
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	87	280	400	2,903	270
Total cash used	87	280	400	2,903	270
Net cash from (used by) investing activities	(87)	(280)	(400)	(2,903)	(270)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	87	855	848	843	852
Total cash received	87	855	848	843	852
Net cash used by financing activities	87	855	848	843	852
Net increase (decrease) in cash held	(133)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	468	335	335	335	335
Cash and cash equivalents at the end of the reporting period	335	335	335	335	335

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget statement — Departmental

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	279	855	848	843	852
Total new capital appropriations	279	855	848	843	852
Provided for:					
<i>Purchase of non-financial assets</i>	87	280	400	843	270
<i>Other Items</i>	192	575	448	-	582
Total Items	279	855	848	843	852
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB(1)	87	280	400	2,697	270
Funded internally from departmental resources(2)	-	-	-	206	-
TOTAL AMOUNT SPENT	87	280	400	2,903	270
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	87	280	400	2,903	270
Total cash used to acquire assets	87	280	400	2,903	270

(1) Include purchase from current and previous years' Departmental Capital Budgets (DCBs).

(2) Includes the following sources of funding current and prior year Act 1 and Bills 3/5 appropriations (excluding amounts from the DCB) and s74 Retained Revenue Receipts.

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of asset movements (2014-15)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014				
Gross book value	4,921	769	734	6,424
Accumulated depreciation/amortisation and impairment	(779)	(211)	(586)	(1,576)
Opening net book balance	4,142	558	148	4,848
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation ordinary annual services(1)	-	260	20	280
Total additions	-	260	20	280
Other movements				
Depreciation/amortisation expense	(818)	(186)	(46)	(1,050)
Total other movements	(818)	(186)	(46)	(1,050)
As at 30 June 2015				
Gross book value	4,921	1,029	754	6,704
Accumulated depreciation/amortisation and impairment	(1,597)	(397)	(632)	(2,626)
Closing net book balance	3,324	632	122	4,078

(1) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act No. 1 and Bill No. 3 2014-15 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.