

**PORTFOLIO ADDITIONAL
ESTIMATES STATEMENTS 2011-12**

PRIME MINISTER AND CABINET PORTFOLIO

EXPLANATIONS OF ADDITIONAL ESTIMATES 2011-12

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SENATOR THE HON KATE LUNDY

PARLIAMENTARY SECRETARY TO THE PRIME MINISTER PARLIAMENTARY
SECRETARY FOR IMMIGRATION AND MULTICULTURAL AFFAIRS
SENATOR FOR THE A.C.T.

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 2011-12 Additional Estimates for the Prime Minister and Cabinet Portfolio.

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

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

Yours sincerely


Kate Lundy

Abbreviations and conventions

The following notation may be used:

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nfp	not for publication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

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

Enquiries

Should you have any enquiries regarding this publication please contact Mr Matthew King, Chief Financial Officer, Department of the Prime Minister and Cabinet on (02) 6271 5652.

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

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

USER GUIDE

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

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (No. 3 and No. 4) 2011-12. In this sense the PAES are 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 2011-12* is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for agencies within the portfolio.

STRUCTURE OF THE PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS

The PAES are presented in three parts with subsections.

User Guide

Provides a brief introduction explaining the purpose of the PAES.

Portfolio Overview

Provides an overview of the portfolio, including a chart that outlines the outcomes for agencies in the portfolio.

Agency Additional Estimates Statements

A statement (under the name of the agency) for each agency affected by Additional Estimates.

Section 1: Agency Overview and Resources	This section details the total resources available to an agency, the impact of any measures since the Budget, and impact on Appropriation Bills No. 3 and No. 4.
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Section 2: Revisions to Outcomes and Planned Performance	This section details changes to government outcomes and/or changes to the planned performance of agency programs.
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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.
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Glossary	Explains key terms relevant to the portfolio.
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PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

The Prime Minister and Cabinet Portfolio has a unique and privileged role at the forefront of public and government administration. Significant changes have occurred within the Prime Minister and Cabinet Portfolio since the publication of the 2011-12 PB Statements. These changes have been as a result of machinery government changes reflected in the Administrative Arrangements Orders (AAO) of 19 October 2011, and 7 and 14 December 2011 and are described in detail below:

- Transfer of the privacy and freedom of information (FOI) policy function from the Department of the Prime Minister and Cabinet to the Attorney-General's Department including responsibility for the *Freedom of Information Act 1982* and the *Privacy Act 1988*.
- Transfer of the Office of the Australian Information Commissioner from the Prime Minister and Cabinet Portfolio to the Attorney-General's Portfolio including responsibility for the *Australian Information Commissioner Act 2010*.
- Transfer of the Australian Institute of Family Studies (AIFS) from the Prime Minister and Cabinet Portfolio to the Families, Housing, Community Services and Indigenous Affairs (FaHCSIA) Portfolio including responsibility for the *Family Law Act 1975*, Part XIVA effective from 1 January 2012.
- Transfer of the Department of Regional Australia, Regional Development and Local Government and its related entity the National Capital Authority from the Prime Minister and Cabinet Portfolio to a new separately established portfolio, the Regional Australia, Local Government, Arts and Sport Portfolio.
- Transfer of responsibility for cultural affairs, including moveable cultural heritage and support for the arts from the Prime Minister and Cabinet Portfolio to the Regional Australia, Local Government, Arts and Sport Portfolio.
- Transfer of responsibility for sport and recreation from the Prime Minister and Cabinet Portfolio to the Regional Australia, Local Government, Arts and Sport Portfolio.
- Transfer of the national security science and innovation function from the Department of the Prime Minister and Cabinet to the Department of Defence.
- Transfer of the cyber security policy function from the Attorney-General's Department to the Department of the Prime Minister and Cabinet.

- Transfer of the National Archives of Australia from the Prime Minister and Cabinet Portfolio to the Regional Australia, Local Government, Arts and Sport Portfolio.
- Transfer of Old Parliament House from the Prime Minister and Cabinet Portfolio to the Regional Australia, Local Government, Arts and Sport Portfolio.
- Establishment of the National Mental Health Commission on 1 January 2012 as an executive agency in the Prime Minister and Cabinet Portfolio.

Since the changes annotated above, the principal responsibilities of the Prime Minister and Cabinet Portfolio are now best described in the Administrative Arrangements Order (AAO) of 14 December 2011 and comprise:

- advice to the Prime Minister across government on policy and implementation
- assistance to the Prime Minister in managing the Cabinet program
- work and family policy co-ordination
- national security policy co-ordination
- counter terrorism policy co-ordination
- cyber policy co-ordination
- intergovernmental relations and communications with state and territory governments
- social inclusion, non-profit sector and volunteering
- coordination of government administration
- Australian Government employment workplace relations policy, including equal employment opportunity and administration of the framework for agreement making and remuneration and conditions
- Australian honours and symbols policy
- government ceremonial and hospitality

The legislation now administered by the portfolio includes:

- *Administrative Arrangements Act 1987*
- *Auditor-General Act 1997*

Portfolio Overview

- *Australia Council Act 1975***
- *Australian Capital Territory Government Service (Consequential Provisions) Act 1994*
- *Defence Act 1903, Part IIIAAA insofar as it relates to the powers or functions of the Prime Minister as an authorising minister and sections 58F to 58Q, 61, 61A, 61B, 61C, 118A and 118B*
- *Equal Employment Opportunity (Commonwealth Authorities) Act 1987*
- *Film Licensed Investment Company Act 2005*
- *Film Licensed Investment Company (Consequential Provision) Act 2005*
- *Flags Act 1953*
- *Governor-General Act 1974, except to the extent administered by the Minister for Finance and Deregulation*
- *House of Representatives (Quorum) Act 1989*
- *Independent National Security Legislation Monitor Act 2010*
- *Inspector-General of Intelligence and Security Act 1986*
- *Judicial and Statutory Officers (Remuneration and Allowances) Act 1984*
- *Long Service Leave (Commonwealth Employees) Act 1976*
- *Maternity Leave (Commonwealth Employees) Act 1973*
- *Office of National Assessments Act 1977*
- *Ombudsman Act 1976*
- *Parliamentary Commission of Inquiry (Repeal) Act 1986*
- *Parliamentary Presiding Officers Act 1965*
- *Public Lending Right Act 1985*
- *Public Service Act 1999*
- *Remuneration and Allowances Act 1990*
- *Remuneration and Allowances Alteration Act 1986*

** Reader Note: Ministerial responsibility for the *Australia Council Act 1975* will be transferred from the Prime Minister and Cabinet Portfolio to the Regional Australia Portfolio consistent with the announcement by the Prime Minister on 12 December 2011. This will be reflected in the next update of the AAO's.

- *Remuneration Tribunal Act 1973*
- *Resource Assessment Commission Act 1989*
- *Royal Commissions Act 1902*
- *Royal Powers Act 1953*
- *Royal Style and Titles Act 1973*
- *Senate (Quorum) Act 1991*

The structure and outcomes of the portfolio are depicted in diagrammatic form on pages 8-9.

The portfolio now comprises one Department of State, one Commonwealth Company and seven Prescribed Agencies.

Department of State:

- Department of the Prime Minister and Cabinet (PM&C)

Commonwealth Company:

- National Australia Day Council Limited

Prescribed Agencies:

- Australian National Audit Office
- Australian Public Service Commission
- Office of National Assessments
- Office of the Commonwealth Ombudsman
- Office of the Inspector-General of Intelligence and Security
- Office of the Official Secretary to the Governor-General
- National Mental Health Commission

The PM&C PAES demonstrate the change in resourcing of the portfolio since the 2011-12 PB Statements. Portfolio resources have been modified as a result of new measures announced at the *Mid Year Economic and Fiscal Outlook (MYEFO)* and the AAO changes of 19 October 2011, and 7 and 14 December 2011.

Portfolio Overview

The following two agencies in the PM&C Portfolio have been affected by resourcing changes since the 2011-12 PB Statements:

- Department of the Prime Minister and Cabinet
- Office of the Official Secretary to the Governor General

No other agencies in the PM&C Portfolio are required to report in the PAES, as no additional funding is provided through Appropriation Bills (No. 3 or No. 4) 2011-12. Further detail on agency responsibilities can be sourced from the 2011-12 PB Statements.

The following agencies have been transferred from the portfolio since the 2011-12 PB Statements:

- Department of Regional Australia, Regional Development and Local Government (since renamed to the Department of Regional Australia, Local Government, Arts and Sport (DRALGAS))
- Australia Business Arts Foundation Limited
- Australia Council**
- Australian Film, Television and Radio School
- Australian Institute of Family Studies
- Australian National Maritime Museum
- Australian Sports Anti-Doping Authority
- Australian Sports Commission
- Australian Sports Foundation Limited
- Bundanon Trust
- National Archives of Australia
- National Capital Authority
- National Film and Sound Archive of Australia
- National Gallery of Australia
- National Library of Australia
- National Museum of Australia
- Office of the Australian Information Commissioner
- Old Parliament House
- Screen Australia

** Reader Note: Ministerial responsibility for the *Australia Council Act 1975* will be transferred from the Prime Minister and Cabinet Portfolio to the Regional Australia Portfolio consistent with the announcement by the Prime Minister on 12 December 2011. This will be reflected in next update of the AAO's.

Figure 1: Prime Minister and Cabinet Portfolio structure and outcomes**

<p style="text-align: center;">Prime Minister — The Hon Julia Gillard MP</p> <p style="text-align: center;">Minister Assisting the Prime Minister on Digital Productivity — Senator the Hon Stephen Conroy Minister for Social Inclusion — The Hon Mark Butler MP Minister Assisting the Prime Minister on Mental Health Reform — The Hon Mark Butler MP Minister Assisting the Prime Minister on the Centenary of ANZAC — The Hon Warren Snowdon MP Minister for the Public Service and Integrity — The Hon Gary Gray AO MP Parliamentary Secretary to the Prime Minister — Senator the Hon Kate Lundy Cabinet Secretary — The Hon Mark Dreyfus QC MP</p>	
<p>Department of the Prime Minister and Cabinet</p> <p>Outcome: Coordination of government activities; policy development; advice and program delivery to support and inform the Prime Minister, Cabinet and the Cabinet Secretary.</p>	<p style="text-align: right;"><i>Secretary: Dr Ian J Watt AO</i></p>
<p>National Australia Day Council</p> <p>Outcome: A shared celebration of Australia and Australians through promoting the meaning of and participation in Australia Day and the Australian of the Year Awards.</p>	<p style="text-align: right;"><i>Chief Executive Officer: Mr Warren Pearson AM</i></p>
<p>Australian National Audit Office</p> <p>Outcome 1: To provide assurance on the fair presentation of financial statements of Australian Government entities by providing independent audit opinions and related reports for the information of Parliament and the Executive.</p> <p>Outcome 2: To improve the efficiency and effectiveness of the administration of Australian Government programs and entities by undertaking a program of independent performance audits and assurance reviews for the information of Parliament and the Executive.</p>	<p style="text-align: right;"><i>Auditor-General: Mr Ian McPhee PSM</i></p>
<p>Australian Public Service Commission</p> <p>Outcome: Increased awareness and adoption of best practice public administration by the public service through leadership, promotion, advice and professional development, drawing on research and evaluation.</p>	<p style="text-align: right;"><i>Commissioner: Mr Stephen Sedgwick</i></p>
<p>Office of National Assessments</p> <p>Outcome: Advancement of Australia's national interests through increased government awareness of international developments affecting Australia.</p>	<p style="text-align: right;"><i>Director-General: Mr Allan Gyngell AO</i></p>

continued on next page

Office of the Commonwealth Ombudsman

Acting Ombudsman: Ms Alison Larkins

Outcome: Fair and accountable administrative action by Australian Government agencies by investigating complaints, reviewing administrative action and inspecting statutory compliance by law enforcement agencies.

Office of the Inspector-General of Intelligence and Security

Inspector-General: Dr Vivienne Thom

Outcome: Independent assurance for the Prime Minister, senior ministers and Parliament as to whether Australia's intelligence and security agencies act legally and with propriety by inspecting, inquiring into and reporting on their activities.

Office of the Official Secretary to the Governor-General

Official Secretary: Mr Stephen Brady

Outcome: The performance of the Governor-General's role is facilitated through organisation and management of official duties, management and maintenance of the official household and property and administration of the Australian Honours and Awards system.

National Mental Health Commission

Chief Executive Officer: Ms Robyn Kruk AM

Outcome: Provide expert advice to the Australian Government and cross-sectoral leadership on the policy, programs, services and systems that support mental health in Australia, including through administering the Annual National Report Card on Mental Health and Suicide Prevention, undertaking performance monitoring and reporting, and engaging consumers and carers.

** Reader Note: Ministerial responsibility for the *Australia Council Act 1975* will be transferred from the Prime Minister and Cabinet Portfolio to the Regional Australia Portfolio consistent with the announcement by the Prime Minister on 12 December 2011. This will be reflected in the next update of the AAO's.

PORTFOLIO RESOURCES

Table 1 shows for those agencies reporting in the PAES the additional resources provided to the portfolio in the 2011-12 Budget year, by agency.

Table 1: Portfolio Resources 2011-12

	Appropriation			Receipts	Total
	Bill No. 3 \$'000	Bill No. 4 \$'000	Special \$'000	\$'000	\$'000
Department of the Prime Minister and Cabinet					
Administered appropriations	2,770	175	-	-	2,945
Departmental appropriations	-	-	-	-	-
Total:	2,770	175	-	-	2,945
Office of the Official Secretary to the Governor-General					
Administered appropriations	158	-	-	-	158
Departmental appropriations	467	-	-	-	467
Total:	625	-	-	-	625
Portfolio total	3,395	175	-	-	3,570
Less amounts transferred within portfolio	-	-	-	-	-
	Resources available within portfolio:				3,570

The Prime Minister and Cabinet Portfolio have the following new measures since the 2011-12 Budget (Table 2 refers):

- **National Police Service Medal and National Emergency Medal**

The Government will provide \$2.6m over four years to introduce a National Emergency Medal and a National Police Service Medal in the Australian system of honours and awards. The National Emergency Medal will recognise extraordinary or sustained services to others in national emergencies such as the Victorian bushfires and the Queensland floods. The National Police Service Medal will recognise police officers who have provided the highest standards of ethical and diligent service over a period of 15 years or more.

- **Transfer of the Australian Institute of Family Studies**

The Australian Institute of Family Studies (AIFS) has been transferred from the portfolio of the Prime Minister and Cabinet to the Families, Housing, Community Services and Indigenous Affairs (FaHCSIA) Portfolio. The work of AIFS is more aligned with the work of the FaHCSIA Portfolio now that families policy is a well-established government agenda.

- **Reducing the cost of Government administration – one-off efficiency dividend**

The Government will apply an additional one-off efficiency dividend of 2.5 per cent in 2012-13 to departmental appropriations excluding departmental capital funding. This measure will not apply to: public sector entities already exempt from the ongoing efficiency dividend, the Australian Communications and Media Authority or to specific cultural agencies; courts and tribunals; and Aboriginal and Torres Strait Islander organisations exempted by the Government.

- **Departmental Capital Budget - Savings**

The Government will deliver savings of \$710.0m over three years by reducing departmental capital funding by 20 per cent in those agencies that are subject to departmental capital budgeting arrangements. This reduction will take effect from the 2012-13 financial year onwards.

Funding provided under departmental capital budget arrangements is intended to meet the costs associated with the replacement of minor assets (assets valued at \$10.0m or less) and costs that are eligible to be capitalised. Affected agencies will accommodate the reduction in funding by reprioritising the replacement or maintenance of IT systems or by delaying activities such as property, plant and equipment works and replacement.

Table 2: Changes to portfolio agencies' funding from new measures since the 2011-12 Budget

	Program	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Expense measures					
Reducing the cost of Government administration - one-off efficiency dividend					
Department of the Prime Minister and Cabinet¹					
Departmental expenses	All	-	(3,700)	(3,633)	(3,666)
Total		-	(3,700)	(3,633)	(3,666)
Australian National Audit Office					
Departmental expenses	All	-	(1,893)	(1,905)	(1,914)
Total		-	(1,893)	(1,905)	(1,914)
Australian Public Service Commission					
Departmental expenses	All	-	(584)	(556)	(561)
Total		-	(584)	(556)	(561)
Office of National Assessments					
Departmental expenses	All	-	(735)	(745)	(759)
Total		-	(735)	(745)	(759)
Office of the Commonwealth Ombudsman					
Departmental expenses	All	-	(469)	(468)	(470)
Total		-	(469)	(468)	(470)
Office of the Inspector-General of Intelligence and Security					
Departmental expenses	All	-	(56)	(57)	(57)
Total		-	(56)	(57)	(57)
Office of the Official Secretary to the Governor-General					
Departmental expenses	All	-	(289)	(292)	(294)
Total		-	(289)	(292)	(294)
Measure Total					
Departmental		-	(7,726)	(7,656)	(7,721)
Total		-	(7,726)	(7,656)	(7,721)
National Police Service Medal and National Emergency Medal					
Office of the Official Secretary to the Governor-General					
Departmental expenses	1.1	467	472	477	483
Administered expenses		-	162	246	334
Total		467	634	723	817
Total expense measures					
Departmental		467	(7,254)	(7,179)	(7,238)
Administered		-	162	246	334
Total		467	(7,092)	(6,933)	(6,904)

continued on next page

Table 2: Changes to portfolio agencies' funding from new measures since the 2011-12 Budget (continued)

Program	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000	
Capital measures					
Departmental Capital Budget - Savings					
Department of the Prime Minister and Cabinet²					
Departmental capital	All	-	(1,309)	(1,370)	(1,435)
Total		-	(1,309)	(1,370)	(1,435)
Australian National Audit Office					
Departmental capital	All	-	(225)	(225)	(258)
Total		-	(225)	(225)	(258)
Australian Public Service Commission					
Departmental capital	All	-	(93)	(168)	(108)
Total		-	(93)	(168)	(108)
Office of National Assessments					
Departmental capital	All	-	(708)	(714)	(954)
Total		-	(708)	(714)	(954)
Office of the Commonwealth Ombudsman					
Departmental capital	All	-	(153)	(153)	(194)
Total		-	(153)	(153)	(194)
Office of the Inspector-General of Intelligence and Security					
Departmental capital	All	-	-	(17)	(7)
Total		-	-	(17)	(7)
Office of the Official Secretary to the Governor-General					
Departmental capital	All	-	(92)	(93)	(102)
Total		-	(92)	(93)	(102)
Total capital measures					
Departmental		-	(2,580)	(2,740)	(3,058)
Total		-	(2,580)	(2,740)	(3,058)
Decisions taken but not yet announced					
		-	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

1. Reflects the impact of the "Reducing the cost of Government administration – one-off efficiency dividend" measure on the PM&C structure prior to the AAO change of 14 December 2011. The measure was announced in the 2011-12 MYEFO.
2. Reflects the impact of the "Departmental Capital Budget – Savings" measure on the PM&C structure prior to the AAO change of 14 December 2011. The measure was announced in the 2011-12 MYEFO.

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DEPARTMENT OF THE PRIME MINISTER AND CABINET

Section 1: Agency Overview and Resources

1.1 STRATEGIC DIRECTION

There have been a number of changes to the department's functions and outcome structure since the publication of the 2011-12 PB Statements. As a result of the Administrative Arrangements Order (AAO) of 14 December 2011, the department now has one outcome and supports seven ministers.

Outcome 1: Coordination of government activities; policy development; advice and program delivery to support and inform the Prime Minister, Cabinet and the Cabinet Secretary.

The following outcomes have transferred to the Department of Regional Australia, Local Government, Arts and Sport.

Outcome 2: Participation in, and access to, Australia's arts and culture through developing and supporting cultural expression.

Outcome 3: Improved opportunities for community participation in sport and recreation, and excellence in high-performance athletes, including through investment in sport infrastructure and events, research and international cooperation.

Changes to programs delivered under Outcome 1 since the 2011-12 PB Statements are as follows:

- The privacy and freedom of information (FOI) policy function transferred from the 'Support Services for Government Operations' program component to the Attorney-General's Department following the AAO change of 19 October 2011.
- The 'National Security and International Policy' program component will gain responsibility for the cyber security policy function, transferring from the Attorney-General's Department following the AAO change of 14 December 2011.
- The national security science and innovation function transferred from the 'National Security and International Policy' program component to the Department of Defence following the AAO change of 14 December 2011.

Agency Additional Estimates Statements – PM&C

- On 1 January 2012 the National Mental Health Commission (NMHC) was established as an executive agency in the Prime Minister and Cabinet Portfolio under the *Public Service Act 1999*. The NMHC operated within the department until the date of establishment. Funding notionally allocated to the 'Domestic Policy' program component in the 2011-12 Budget transferred to the NMHC under a Section 32 determination.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for PM&C at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2011-12 Budget year, including variations through Appropriation Bills (No. 3) and special accounts.

Table 1.1: PM&C Resource Statement — Additional Estimates for 2011-12 as at Additional Estimates February 2012

	Estimate as at Budget ⁺	Proposed Additional ⁼ Estimate	Total estimate at Additional Estimates	Total available appropriation
	2011-12 \$'000	2011-12 \$'000	2011-12 \$'000	2010-11 \$'000
Ordinary annual services¹				
Departmental appropriation				
Prior year departmental appropriation ²	39,968	(11,415)	28,553	34,131
Departmental appropriation ³	200,358	(24,882)	175,476	156,770
s. 31 relevant agency receipts ⁴	16,679	5,736	22,415	19,636
Total	257,005	(30,561)	226,444	210,537
Administered expenses⁵				
Outcome 1: Policy & Support	18,188	1,239	19,427	10,241
Outcome 2: Arts & Cultural Development	201,365	(71,662)	129,703	91,396
Outcome 3: Sport & Recreation	37,853	(14,131)	23,722	44,930
Payments to CAC Act bodies	654,845	(190,357)	464,488	269,630
Total	912,251	(274,911)	637,340	416,197
Total ordinary annual services	A 1,169,256	(305,472)	863,784	626,734
Other services				
Administered expenses				
Specific payments to States, ACT, NT and local government	-	-	-	250
Total	-	-	-	250
New administered expenses				
Total	-	-	-	250
Departmental non-operating				
Equity injections ⁶	735	3,253	3,988	5,041
Previous years' programs	-	-	-	-
Total	735	3,253	3,988	5,041
Administered non-operating				
Administered assets and liabilities	-	175	175	-
Payments to CAC Act bodies - non-operating	30,356	(4,768)	25,588	7,038
Total	30,356	(4,593)	25,763	7,038
Total other services	B 31,091	(1,340)	29,751	12,329
Total available annual appropriations⁷	1,200,347	(306,812)	893,535	639,063
Special appropriations				
Total special appropriations	C -	-	-	-
Total appropriations excluding Special Accounts	1,200,347	(306,812)	893,535	639,063

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Table 1.1: PM&C Resource Statement — Additional Estimates for 2011-12 as at Additional Estimates February 2012 (continued)

	Estimate as at Budget ⁺	Proposed Additional ⁼ Estimate	Total estimate at Additional Estimates 2011-12 \$'000	Total available appropriation 2010-11 \$'000
Special Accounts				
Opening balance ⁸	10,743	(10,743)	-	10,081
Appropriation receipts ⁹	1,373	(270)	1,103	1,290
Non-appropriation receipts to Special Accounts	4,959	(2,338)	2,621	2,794
Total Special Account	D 17,075	(13,351)	3,724	14,165
Total resourcing				
A+B+C+D	1,217,422	(320,163)	897,259	653,228
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or CAC Act bodies through annual appropriations	686,574	(195,395)	491,179	277,958
Total net resourcing for agency	530,848	(124,768)	406,080	375,270

1. Appropriation Bill (No. 1 & No. 3).
2. Estimated adjusted balance carried from previous year for annual appropriations.
3. Includes an amount of \$4.0m in 2011-12 for the Departmental Capital Budget. Refer to Table 3.2.5 for further details.
4. Section 31 relevant agency receipts — estimate.
5. Includes an amount of \$1.4m in 2011-12 for the Administered Capital Budget. Refer to Table 3.2.10 for further details.
6. Appropriation Bill (No. 2 & No. 4).
7. Adjustment to annual appropriation as a result of s. 32 transfers was \$304.6m.
8. Estimated opening balance for special accounts (less 'Special Public Money' held in accounts like Other Trust Monies (OTM)). Refer to Table 3.1.1 for further details.
9. Includes appropriation receipts from PM&C annual and departmental appropriation for 2011-12.

All figures are GST exclusive.

Table 1.1: PM&C Resource Statement — Additional Estimates for 2011-12 as at Additional Estimates February 2011 (continued)

Third Party Drawdowns from and on behalf of other agencies

	Estimate at Budget 2011-12 \$'000	Estimate at Additional Estimates 2011-12 \$'000
Receipts received from other agencies for the provision of services (disclosed above within Departmental section 31)	5,644	14,043
Payments made to CAC Act bodies within the Portfolio		
Administered Bill 1		
Australia Council	176,681	176,681
Australian Film Television & Radio School	24,140	14,082
Australian National Maritime Museum	21,692	16,090
Australian Sports Commission	268,693	152,000
National Film & Sound Archive	24,980	14,572
National Gallery of Australia	29,609	17,422
National Library	48,989	28,574
National Museum of Australia	40,280	29,091
Screen Australia	19,781	15,977
Total Administered Bill 1	654,845	464,488
Administered Bill 2		
Australian National Maritime Museum	1,668	973
National Film & Sound Archive	766	766
National Gallery of Australia	16,219	16,219
National Library	9,779	5,706
National Museum of Australia	1,924	1,924
Total Administered Bill 2	30,356	25,588
Total CAC Act body payments	685,201	490,076

Note: The estimates reflect the period PM&C was responsible for administering CAC Act body payments. Ministerial responsibility for the *Australia Council Act 1975* will be transferred from the Prime Minister and Cabinet Portfolio to the DRALGAS Portfolio consistent with the announcement by the Prime Minister on 12 December 2011. This will be reflected in the next update of the AAO's.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2011-12 Budget. The table is split into expense and capital measures, with the affected program identified.

Table 1.2: Agency 2011-12 Measures since Budget

	Program	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Expense measures					
Reducing the cost of Government administration one-off efficiency dividend ¹					
Departmental expenses	All	-	(3,700)	(3,633)	(3,666)
Total		-	(3,700)	(3,633)	(3,666)
Total expense measures					
Departmental		-	(3,700)	(3,633)	(3,666)
Total		-	(3,700)	(3,633)	(3,666)
Capital measures					
Departmental Capital Budget - Savings ²					
Departmental capital	All	-	(1,309)	(1,370)	(1,435)
Total		-	(1,309)	(1,370)	(1,435)
Total Capital measures					
Departmental		-	(1,309)	(1,370)	(1,435)
Total		-	(1,309)	(1,370)	(1,435)
Decisions taken but not yet announced					
		-	-	-	-

1. Reflects the impact of the "Reducing the cost of Government administration – one-off efficiency dividend" measure on the PM&C structure prior to the AAO change of 14 December 2011. The measure was announced in the 2011-12 MYEFO.

2. Reflects the impact of the "Departmental Capital Budget – Savings" measure on the PM&C structure prior to the AAO change of 14 December 2011. The measure was announced in the 2011-12 MYEFO.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for PM&C at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2011-12 Budget in Appropriation Bills (No. 3) and (No. 4). Table 1.4 details Additional Estimates or variations through other factors, such parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2011-12 Budget

No funding is being received through Appropriation Bill (No. 3) as a result of new measures since the 2011-12 Budget.

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

	Program impacted	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Outcome 1					
Increase in estimates (administered)					
Parliament House Briefing Room transfer from AGD	1.1.2	175	-	-	-
Governors-General - ACB ¹	1.2	-	-	183	-
State occasions and official visits - Royal visit					
	1.2	2,618	-	-	-
Movement of Funds - ACB ¹	1.2	152	-	-	-
Parameter adjustments	All	-	25	31	18
Decrease in estimates (administered)					
s. 32 National Mental Health Commission	1.1.1	(1,531)	(4,170)	(4,028)	(4,133)
Net impact on estimates for Outcome 1 (administered)		1,414	(4,145)	(3,814)	(4,115)
Increase in estimates (departmental)					
s. 32 Cyber Security Policy	1.1.2	555	1,307	1,316	1,328
Parameter updates	All	-	146	278	233
Decrease in estimates (departmental)					
s. 32 National Mental Health Commission	1.1.1	(788)	(2,352)	(2,377)	(2,408)
s. 32 National Security Grants Program	1.1.2	(2,233)	(300)	(300)	(300)
s. 32 Freedom of Information and Privacy Transfer	1.1.4	(777)	(1,175)	(1,183)	(1,194)
Net impact on estimates for Outcome 1 (departmental)		(3,243)	(2,374)	(2,266)	(2,341)
Outcome 2					
Increase in estimates (administered)					
Prime Minister's History Prize transfer from DBCDE ²	2.1	33	140	142	145
Parameter adjustments	2.1	-	120	132	33
Decrease in estimates (administered)					
s. 32 DRALGAS	2.1	(69,318)	(195,759)	(195,555)	(198,308)
s. 32 DRALGAS - ACB ¹	2.1	(663)	(1,702)	(1,702)	(1,698)
s. 32 CAC Payments	2.1	(78,432)	(242,538)	(247,047)	(249,193)
Net impact on estimates for Outcome 2 (administered)		(148,380)	(439,739)	(444,030)	(449,021)
Increase in estimates (departmental)					
Prime Minister's History Prize transfer from DBCDE ²	2.1	51	51	52	52
Parameter adjustment	2.1	-	58	115	99
Decrease in estimates (departmental)					
s. 32 DRALGAS	2.1	(14,905)	(37,349)	(37,618)	(37,962)
s. 32 DRALGAS - DCB ³	2.1	(2,697)	(2,328)	(2,326)	(2,321)
s. 32 Indigenous Broadcasting program transfer to DBCDE ²	2.1	(594)	(594)	(599)	(604)
Movement of funds - DCB ³	2.1	(1,000)	-	-	-
Net impact on estimates for Outcome 2 (departmental)		(19,145)	(40,162)	(40,376)	(40,736)

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Agency Additional Estimates Statements – PM&C

	Program impacted	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Outcome 3					
Increase in estimates (administered)					
Parameter adjustments	3.1	-	43	57	50
Decrease in estimates (administered)					
s. 32 DRALGAS	3.1	(14,131)	(32,367)	(32,413)	(34,087)
s. 32 CAC Payments	3.1	(116,693)	(249,101)	(229,625)	(229,375)
Net impact on estimates for Outcome 3 (administered)		(130,824)	(281,425)	(261,981)	(263,412)
Increase in estimates (departmental)					
Parameter adjustment	3.1	-	9	18	14
Decrease in estimates (departmental)					
s. 32 DRALGAS	3.1	(2,494)	(6,249)	(6,294)	(6,352)
s. 32 DRALGAS - DCB ³	3.1	-	(38)	(38)	(38)
Net impact on estimates for Outcome 3 (departmental)		(2,494)	(6,278)	(6,314)	(6,376)

1. ACB refers to the Administered Capital Budget.
2. DBCDE refers to the Department of Broadband, Communications and the Digital Economy.
3. DCB refers to the Departmental Capital Budget.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for PM&C through Appropriation Bills (No. 3) and (No. 4).

Table 1.5: Appropriation Bill (No. 3) 2011-12

	2010-11 Available \$'000	2011-12 Budget \$'000	2011-12 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
ADMINISTERED ITEMS					
Outcome 1					
Coordination of government activities; policy development advice and program delivery to support and inform the Prime Minister, Cabinet and the Cabinet Secretary	10,241	18,188	19,427	2,770	(1,531)
Total	10,241	18,188	19,427	2,770	(1,531)
Total administered and departmental	10,241	18,188	19,427	2,770	(1,531)

Table 1.6: Appropriation Bill (No. 4) 2011-12

	2010-11 Available \$'000	2011-12 Budget \$'000	2011-12 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Administered assets and liabilities	-	-	175	175	-
Total non-operating	-	-	175	175	-
Total	-	-	175	175	-

Section 2: Revisions to Agency Resources and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

Overview

Since the 2011-12 PB Statements, PM&C has transferred two outcomes and two programs to the Department of Regional Australia, Local Government, Arts and Sport (DRALGAS). Other functions transferred into the department have been incorporated under the existing outcome statement. Alterations to each outcome are discussed on the following pages in each of the program contributions.

Only those program elements that have changed since the PB Statements have been reproduced in the PAES. Complete details of PM&C's outcome and performance information can be found in the 2011-12 PB Statements.

OUTCOME 1

Outcome 1: Coordination of government activities; policy development; advice and program delivery to support and inform the Prime Minister, Cabinet and the Cabinet Secretary.

Outcome 1 strategy

PM&C, through Outcome 1, provides advice for, and support to, the Prime Minister, the Cabinet, portfolio ministers and parliamentary secretaries to achieve a coordinated and innovative approach to the development and implementation of government policies.

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1: Coordination of government activities; policy development; advice and program delivery to support and inform the Prime Minister, Cabinet and the Cabinet Secretary	2010-11 Actual expenses \$'000	2011-12 Revised estimated expenses \$'000
Program 1.1: Prime Minister & Cabinet		
1.1.1 Domestic Policy		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	75	6,001
Departmental expenses		
Departmental appropriation ¹	48,358	46,387
Expenses not requiring appropriation in the Budget year ²	2,382	1,099
Total for Program 1.1.1	50,815	53,487
Program 1.1.2: National security and international policy		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	90	111
Departmental expenses		
Departmental appropriation ¹	34,086	22,956
Expenses not requiring appropriation in the Budget year ²	3,342	4,285
Total for Program 1.1.2	37,518	27,352
Program 1.1.3: Strategic policy and implementation		
Departmental expenses		
Departmental appropriation ¹	9,555	10,223
Expenses not requiring appropriation in the Budget year ²	737	760
Total for Program 1.1.3	10,292	10,983
Program 1.1.4: Support services for government operations		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	3,576	4,093
Departmental expenses		
Departmental appropriation ¹	32,035	32,157
Expenses not requiring appropriation in the Budget year ²	1,542	927
Total for Program 1.1.4	37,153	37,177
Program 1.1.5: Commonwealth Heads of Government Meeting		
Departmental expenses		
Departmental appropriation ¹	11,213	39,409
Expenses not requiring appropriation in the Budget year ²	41	688
Total for Program 1.1.5	11,254	40,097

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

Program 1.2: Official and ceremonial support	2010-11	2011-12
1.2 Official and ceremonial support	Actual expenses	Revised estimated expenses
	\$'000	\$'000
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	5,860	8,342
Departmental expenses		
Departmental appropriation ¹	2,163	3,238
Expenses not requiring appropriation in the Budget year ²	138	81
Total for Program 1.2	8,161	11,662
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	9,601	18,547
Departmental expenses		
Departmental appropriation ¹	137,410	154,370
Expenses not requiring appropriation in the Budget year ²	8,182	7,840
Total expenses for Outcome 1	155,193	180,757
	2010-11	2011-12
Average Staffing Level (number)³	636	640

1. Departmental appropriation combines "Ordinary annual services (Appropriation Bills No. 1 & 3)" and "Revenue from independent sources (s. 31)".
2. "Expenses not requiring appropriation in the Budget year" is made up of depreciation expense and resources received free of charge including audit fees and staff resources seconded to PM&C.
3. Average Staffing Level (ASL) in 2011-12 has decreased from 648 (2011-12 PB Statements) to 640. The reduction reflects the AAO changes and establishment of the National Mental Health Commission.

Contributions to Outcome 1

Program 1.1: Prime Minister and Cabinet

Program component 1.1.1: Domestic Policy

Program component 1.1.1 objectives, deliverables and key performance indicators

This program component is delivered through the Domestic Policy Group. There have been no changes to the program objectives, deliverables and key performance indicators since the 2011-12 Budget.

Program component 1.1.1 expenses

Change in funding since the 2011-12 PB Statements:

- Decrease in funding due to an additional one-off efficiency dividend of 2.5 per cent from 2012-13.
- Decrease in funding as a result of the National Mental Health Commission (NMHC) established as a separate entity on 1 January 2012. Funding notionally allocated to the 'Domestic Policy' program component at the 2011-12 Budget transferred to the NMHC under a Section 32 determination.

	2010-11 Actuals \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
Annual administered expenses:					
National Compact, Philanthropy & Volunteering	75	6,001	5,529	5,544	5,562
Mental Health Commission ¹	-	-	-	-	-
Annual departmental expenses:					
Domestic Policy	48,358	46,387	49,465	48,466	49,029
Expenses not requiring appropriation in the Budget year	2,382	1,099	2,368	2,031	1,939
Total program expenses	50,815	53,487	57,362	56,041	56,530

1. Annual administered and departmental expenses reduced as a result of the establishment of the National Mental Health Commission as a separate agency within the PM&C Portfolio.

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

Program component 1.1.2: National Security and International Policy

Program component 1.1.2 objectives

This program component is delivered through the National Security and International Policy Group. Changes to the program objectives since the 2011-12 PB Statements are:

- Removal of the Objective: Provision of advice, coordination and leadership on national security science and innovation policy and programs. This responsibility has transferred to the Department of Defence as a result of the AAO change of 14 December 2011.
- Addition of the Objective: Provides advice, coordination and leadership in the development of a secure, coordinated and effective national security information management environment and the strategic leadership and coordination of whole-of-government cyber policy, including cyber security policy. This responsibility for cyber security policy transferred to PM&C from the Attorney-General's Department as a result of AAO change of 14 December 2011.

Program component 1.1.2 expenses

Change in funding since the 2011-12 PB Statements:

- Decrease in funding due to an additional one-off efficiency dividend of 2.5 per cent from 2012-13.
- Decrease in funding as a result of the transfer of the national security science and innovation function from the Department of the Prime Minister and Cabinet to the Department of Defence.
- Increase in funding as a result of the transfer of the cyber security policy function from the Attorney-General's Department to the Department of the Prime Minister and Cabinet.

	2010-11 Actuals	2011-12 Revised budget	2012-13 Forward year 1	2013-14 Forward year 2	2014-15 Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
National counter-terrorism committee secretariat	90	111	111	109	112
Annual departmental expenses:					
National Security and International Policy ¹	24,086	21,764	20,725	20,359	20,643
New Zealand earthquake - contribution to recovery effort	5,000	-	-	-	-
Research support for counter-terrorism grants program ²	5,000	1,192	-	-	-
Expenses not requiring appropriation in the Budget year	3,342	4,285	4,851	4,755	4,798
Total program expenses	37,518	27,352	25,687	25,223	25,552

1. Funding for the Australian Government Management of Border Security and Maritime People Smuggling measure lapsed on 30 June 2011 and the Review into the Intelligence Community will be completed during 2011-12. The cyber security policy function transferred from the Attorney-General's Department as a result of the AAO change of 14 December 2011.
2. The research support for counter-terrorism grants program transferred to the Department of Defence as a result of the AAO change of 14 December 2011.

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

Program component 1.1.2 deliverables

Changes to the program deliverables since the 2011-12 PB Statements are:

- Removal of the deliverable: Administration of the Research Support for National Security grants program and the review of its future resourcing requirements. This responsibility transferred to the Department of Defence as a result of the AAO change of 14 December 2011.
- Addition of the deliverable: Policy advice, briefing and support to the Prime Minister and Parliamentary Secretary to the Prime Minister on coordination and leadership in the development of a secure, coordinated and effective national security environment, including information management and strategic leadership and coordination of whole-of-government cyber policy, including cyber security policy, non-proliferation, disarmament, counter-terrorism, border protection, critical infrastructure protection, security of hazardous materials and law enforcement matters. This responsibility for cyber security policy transferred to PM&C from AGD the AAO change of 14 December 2011.
- A new deliverable: Deliver the Cyber White Paper.

Program component 1.1.2 key performance indicators

Changes to the program key performance indicators since the 2011-12 PB Statements are:

- Removal of the KPI: Successful development and management of domestic and international collaborative national security science and innovation research programs. This responsibility has transferred to the Department of Defence as a result of the AAO change of 14 December 2011.
- Addition of the KPI: Successful strategic leadership and coordination of a whole-of-government approach to cyber policy, including cyber security policy. This responsibility for cyber security policy transferred to PM&C from AGD as a result of the AAO change of 14 December 2011.
- A new KPI: Successful delivery of the Cyber White Paper.

Program 1.1.3: Strategic Policy and Implementation

Program component 1.1.3 objectives, deliverables and key performance indicators

This program component is delivered through the Strategic Policy and Implementation Group. There have been no changes to the program objectives, deliverables and key performance indicators since the 2011-12 Budget.

Program component 1.1.3 expenses

Change in funding since the 2011-12 PB Statements:

- Decrease in funding due to an additional one-off efficiency dividend of 2.5 per cent from 2012-13.

	2010-11 Actuals \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
Annual departmental expenses:					
Strategic Policy and Implementation	9,555	10,223	10,954	10,711	10,815
Expenses not requiring appropriation in the Budget year	737	760	986	932	927
Total program expenses	10,292	10,983	11,940	11,644	11,742

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

Program component 1.1.4: Support Services for Government Operations

Program component 1.1.4 objective

This program component is delivered through the government operations and takes a leadership role in providing advice on public governance and reform across the APS.

Changes to the program objectives since the 2011-12 PB Statements are:

- Removal of the Objective: Privacy, access to government information (including freedom of information). This responsibility has transferred to the Attorney-General's Department as a result of the AAO change of 19 October 2011.

Program component 1.1.4 expenses

Change in funding since the 2011-12 PB Statements:

- Decrease in funding due to an additional one-off efficiency dividend of 2.5 per cent from 2012-13.
- Decrease in funding as a result of the transfer privacy and freedom of information (FOI) policy function from the Department of the Prime Minister and Cabinet to the Attorney-General's Department including responsibility for the *Freedom of Information Act 1982* and the *Privacy Act 1988*.

	2010-11 Actuals	2011-12 Revised budget	2012-13 Forward year 1	2013-14 Forward year 2	2014-15 Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Parliament House Briefing Room	-	592	421	428	435
National Australia Day Council	3,380	3,388	3,404	3,440	3,473
Compensation and legal expenses	196	113	114	118	118
Annual departmental expenses:					
Support services for government operations	32,035	32,157	33,408	32,712	33,107
Expenses not requiring appropriation in the Budget year	1,542	927	1,716	1,488	1,427
Total program expenses	37,153	37,177	39,063	38,186	38,560

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

Program component 1.1.4 deliverables

Changes to the program deliverables since the 2011-12 PB Statements are:

- Removal of the deliverable: Advice and support to portfolio ministers and government on policies relating to certain Acts, particularly *Australian Information Commissioner Act 2010*, *Freedom of Information Act 1982* and the *Privacy Act 1988*.

Program component 1.1.4 key performance indicators

There have been no changes to the key performance indicators since the 2011-12 Budget.

Program component 1.1.5: Commonwealth Heads of Government Meeting

Program component 1.1.5 objectives, expenses, deliverables and key performance indicators

There have been no changes to the program objectives, program expenses, deliverables and key performance indicators since the 2011-12 Budget.

Program 1.2: Official and Ceremonial Support

Program 1.2 Objectives, deliverables and key performance indicators

There have been no changes to the program objectives, deliverables and key performance indicators since the 2011-12 Budget.

Program 1.2 expenses

Change in funding since the 2011-12 PB Statements:

- Increase in funding for Program 1.2 to facilitate the official visit of Her Majesty The Queen in October 2011.
- Decrease in funding due to an additional one-off efficiency dividend of 2.5 per cent from 2012-13.

	2010-11 Actuals \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
Annual administered expenses: ¹					
Prime Minister's official residences	1,943	1,807	1,673	1,696	1,804
Support to the former Governors-General	794	675	663	3,805	615
State occasions and official visits	3,122	5,860	3,269	3,306	3,464
Annual departmental expenses:					
Official and ceremonial support	1,642	2,396	2,501	2,414	2,431
Support for official establishments	521	842	879	848	854
Expenses not requiring appropriation in the Budget year	138	81	157	134	126
Total program expenses	8,160	11,662	9,142	12,203	9,294

1. Annual administered expense increased in 2011-12 as a result of the estimates variation of \$2.6m to facilitate the official visit of Her Majesty The Queen in October 2011.

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

OUTCOME 2

Outcome 2: Participation in, and access to, Australia’s arts and culture through developing and supporting cultural expression.

As a result of the AAO change of 14 December 2011, responsibility for cultural affairs, including moveable cultural heritage and support for the arts transferred to the Department of Regional Australia, Local Government, Arts and Sport.

Table 2.1 Budgeted Expenses and Resources for Outcome 2

Outcome 2: Participation in, and access to, Australia's arts and culture through developing and supporting cultural expression	2010-11 Actual expenses \$'000	2011-12 Revised estimated expenses \$'000
Program 2.1: Arts & Cultural Development		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	72,476	129,686
Special Accounts	245	-
Departmental expenses		
Departmental appropriation ¹	23,841	31,895
Special Accounts	1,462	3,059
Expenses not requiring appropriation in the Budget year ²	1,790	3,837
Total for Program 2.1	99,814	168,477
Outcome 2 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	72,476	129,686
Special Accounts	245	-
Departmental expenses		
Departmental appropriation ¹	23,841	31,895
Special Accounts	1,462	3,059
Expenses not requiring appropriation in the Budget year ²	1,790	3,837
Total expenses for Outcome 2	99,814	168,477
	2010-11	2011-12
Average Staffing Level (number)³	117	155

1. Departmental appropriation combines "Ordinary annual services (Appropriation Bills No. 1 & 3)" and "Revenue from independent sources (s. 31)".
2. "Expenses not requiring appropriation in the Budget year" is made up of depreciation expense and resources received free of charge including audit fees and staff resources seconded to PM&C.
3. The ASL reflects the impact of the AAO changes.

Contributions to Outcome 2

Program 2.1: Arts & Cultural Development

Program objective, deliverables and key performance indicators

As a result of the AAO change of 14 December 2011, the responsibility for the program objective, deliverables and key performance indicators for Arts & Cultural Development transferred to the Department of Regional Australia, Local Government, Arts and Sport.

Program 2.1 expenses

As a result of the AAO change of 14 December 2011, responsibility for cultural affairs, including moveable cultural heritage and support for the arts transferred to the Department of Regional Australia, Local Government, Arts and Sport. Program expenses for Outcome 2 reflect the impact of the transfer as at 1 February 2012.

	2010-11 Actuals \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
Annual administered expenses:					
Arts & Cultural Development	72,721	129,686	-	-	-
Special Account Expenses:					
National Portrait Gallery	6	458	-	-	-
Cultural Ministers' Council	472	-	-	-	-
Art Rental	903	1,983	-	-	-
Return of Indigenous Cultural Property	33	486	-	-	-
National Collections	49	132	-	-	-
Annual departmental expenses:					
Program support	23,841	31,895	-	-	-
Expenses not requiring appropriation in the Budget year	1,790	3,837	-	-	-
Total program expenses¹	99,814	168,477	-	-	-

1. The Actuals and Revised budget reflects the period PM&C was responsible for the Arts and Cultural Development program.

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

OUTCOME 3

Outcome 3: Improved opportunities for community participation in sport and recreation, and excellence in high-performance athletes, including through investment in sport infrastructure and events, research and international cooperation.

As a result of the AAO change of 14 December 2011, responsibility for sport and recreation transferred to the Department of Regional Australia, Local Government, Arts and Sport.

Table 2.1 Budgeted Expenses and Resources for Outcome 3

Outcome 3: Improved opportunities for community participation in sport and recreation, and excellence in high-performance athletes, including through investment in sport and infrastructure and events, research and international cooperation	2010-11 Actual expenses \$'000	2011-12 Revised estimated expenses \$'000
Program 3.1: Sport & Recreation		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	48,249	23,722
Other services (Appropriation Bill No. 2 & 4)	250	-
Special Accounts	259	296
Departmental expenses		
Departmental appropriation ¹	4,148	4,582
Expenses not requiring appropriation in the Budget year ²	97	147
Total for Program 3.1	53,003	28,748
Outcome 3 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	48,249	23,722
Other services (Appropriation Bill No. 2 & 4)	250	-
Special Accounts	259	296
Departmental expenses		
Departmental appropriation ¹	4,148	4,582
Expenses not requiring appropriation in the Budget year ²	97	147
Total expenses for Outcome 3	53,003	28,748
	2010-11	2011-12
Average Staffing Level (number)³	25	29

1. Departmental appropriation combines "Ordinary annual services (Appropriation Bills No. 1 & 3)" and "Revenue from independent sources (s. 31)".
2. "Expenses not requiring appropriation in the Budget year" is made up of depreciation expense and resources received free of charge including audit fees and staff resources seconded to PM&C.
3. The ASL reflects the impact of the AAO changes.

Contributions to Outcome 3

Program 3.1: Sport & Recreation

Program objective, deliverables and key performance indicators

As a result of the AAO change of 14 December 2011, the responsibility for the program objective, deliverables and key performance indicators for sport and recreation transferred to the Department of Regional Australia, Local Government, Arts and Sport.

Program 3.1 expenses

As a result of the AAO change of 14 December 2011, responsibility for sport and recreation transferred to the Department of Regional Australia, Local Government, Arts and Sport. The 2011-12 revised estimates and the forward estimates for Outcome 3 now reflect the transfer as at 31 January 2012.

	2010-11 Actuals \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
Annual administered expenses:					
Sport & Recreation	48,249	23,722	-	-	-
Administered Special Purpose Payment	250	-	-	-	-
Special Account Expenses:					
Sport & Recreation	259	296	-	-	-
Annual departmental expenses:					
Sport & Recreation	4,148	4,582	-	-	-
Expenses not requiring appropriation in the Budget year	97	147	-	-	-
Total program expenses ¹	53,003	28,748	-	-	-

1. The Actuals and Revised budget reflects the period PM&C was responsible for the Sport and Recreation program.

Reader note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the Budget year as government priorities change. Corporate support costs are allocated across program components, based on average staffing levels, to reflect the full cost of delivery.

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 PM&C. The corresponding table in the 2011-12 PB Statements is Table 3.1.2.

Table 3.1.1: Estimates of special account flows

		Opening balance 2011-12	Receipts 2011-12	Payments 2011-12	Adjustments 2011-12	Closing balance 2011-12
	Outcome	2010-11 \$'000	2010-11 \$'000	2010-11 \$'000	2010-11 \$'000	2010-11 \$'000
Service for other entities and trust monies - s. 20 FMA Act Det 2008/13 (D)	1	-	-	-	-	-
		5	20	25	-	-
National Cultural Heritage Account - s. 21 FMA Act [Protection of Movable Cultural Heritage Act 1986] (A)	2	255	-	-	(255)	-
		36	464	245	-	255
Art Rental Special Account - s. 20 FMA Act Det 2006/18 (D)	2	1,888	1,925	1,983	(1,830)	-
		1,880	1,289	1,281	-	1,888
Cultural Special Account - s. 20 FMA Act Det 2011/18 (D)	2	551	-	-	(551)	-
		160	486	95	-	551
National Collections Special Account - s. 20 FMA Act Det 2005/42 (D)	2	227	-	132	(95)	-
		276	-	49	-	227
National Portrait Gallery Special Account - s. 20 FMA Act Det 2005/42 (D)	2	5,547	646	458	(5,735)	-
		5,626	373	452	-	5,547
Return of Indigenous Cultural Property Special Account - s. 20 FMA Act Det 2005/45 (D)	2	2,363	836	488	(2,711)	-
		1,570	826	33	-	2,363
Sport and Recreation Special Account - s. 20 FMA Act Det 2006/20 (A)	3	920	317	296	(941)	-
		533	646	259	-	920
Total Special Accounts 2011-12 Budget estimate		11,751	3,724	3,357	(12,118)	-
<i>Total Special Accounts 2010-11 actual</i>		<i>10,086</i>	<i>4,104</i>	<i>2,439</i>	<i>-</i>	<i>11,751</i>

(A) = Administered
(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Differences in agency resourcing and financial statements

Departmental items

The agency resource statement (Table 1.1) provides a consolidated overview of all the resources available to the agency in 2011-12. For departmental items this includes equity injections and appropriation receivable that is yet to be drawn down to cover payables and provisions on the balance sheet. The income statement (Table 3.2.1) shows only the operating appropriation provided each year.

Administered items

The 2011-12 administered expense figure of \$18.2m in Table 1.1 includes the cash appropriation for payments of former Governors-General entitlements. A provision for the total estimated value of these entitlements is recognised in the financial statements at the time each Governor-General retires. Accordingly, payment of these entitlements results in a reduction to the provision rather than an operating expense.

The Schedule of budgeted income and expenses administered on behalf of government (Table 3.2.7) includes non-cash appropriation items including depreciation and amortisation expense, makegood and the unwinding of the discount on the provision for former Governors-General entitlements. The following table shows the reconciliation between the 2011-12 appropriation, as per Table 1.1, and the expense shown in Table 3.2.7.

Reconciliation of Table 1.1 to Table 3.2.7

		Additional Estimate 2011-12 \$'000
Table 3.2.7	Operating expenses	636,739
	<i>Less</i>	
	Depreciation and amortisation expense	(1,552)
	Unwinding of discount on former Governors-General entitlements provision	(542)
	Sport and Recreation Special Account	(296)
	<i>plus</i>	
	Capital budget	1,394
	Payments from the former Governors-General entitlement provision	1,597
Table 1.1	Administered expenses - total ordinary annual services	637,340

3.2.2 Analysis of budgeted financial statements

There have been a number of changes to the department's budgeted financial statements since the publication of the 2011-12 PB Statements. As outlined through-out the PAES document, there has been a significant change to PM&C functions and responsibilities as a result of the Administrative Arrangements Orders (AAO) of 19 October 2011, and 7 and 14 December 2011. Responsibility for delivering on two government outcomes has transferred from the Department of the Prime Minister and Cabinet (PM&C) to the Department of Regional Australia, Local Government and Arts and Sport (DRALGAS).

Departmental

Comprehensive income statement

Revenue from government in 2011-12 will decrease from \$192.7m at Budget to \$171.5m. The decrease of \$21.2m since the 2011-12 PB Statements reflects:

- the transfer of the Office for the Arts and Office for Sport from PM&C to DRALGAS (\$17.3m)
- the transfer of the national security science and innovation function from PM&C to the Department of Defence (\$2.2m)
- the transfer of the privacy and freedom of information function from PM&C to the Attorney-General's Department (AGD) (\$0.8m)
- the transfer of the Indigenous Broadcasting function to the Department of Broadband, Communications and the Digital Economy (DBCDE) (\$0.6m)
- the establishment of the National Mental Health Commission as separate agency (\$0.8m)
- offset by the transfer of the cyber security function from AGD to PM&C (\$0.6m).

Expenses in 2011-12 have decreased in line with the transfer of the funding.

The decrease in revenue and expenses from 2011-12 to 2012-13 primarily reflects the full year transfer of the AAO changes, the completion of the Commonwealth Heads of Government Meeting in 2011-12 and the impact of the efficiency dividend. Details of the changes in the forward estimates can be found in Table 1.4.

Balance sheet

The revised budgeted net asset position of \$39.7m reflects the transfer of assets and liabilities as a result of the AAOs.

Non-financial assets have decreased to \$41.8m since the 2011-12 PB Statements, reflecting the transfer of the National Portrait Gallery Building (\$81.1m) and heritage and cultural assets (\$59.4m).

Liabilities decreased to \$38.3m reflecting the transfer of employee provisions to DRALGAS.

Administered

Schedule of budgeted income and expenses administered on behalf of government

Expenses administered on behalf of the government for 2011-12 have decreased from \$911.7m to \$636.7m**. The \$275.0m decrease since the 2011-12 PB Statements primarily reflects the transfer of the Office for the Arts and Office for Sport administered programs and the *Commonwealth Authorities and Companies Act 1997* (CAC Act) body payments following the AAO change of 14 December 2011.

The decrease in expenses administered on behalf of the government in 2012-13 primarily reflects the full year impact of the AAO changes.

Schedule of budgeted assets and liabilities administered on behalf of government

The revised budgeted total administered assets for 2011-12 of \$23.2m** has significantly decreased from the position published in the 2011-12 PB Statements. The changes are attributable to the transfer of CAC Act bodies (Administered investments) and the National Institute of Dramatic Arts Building to DRALGAS following the AAO change of 14 December 2011.

**Reader Note: Ministerial responsibility for the *Australia Council Act 1975* will be transferred from the Prime Minister and Cabinet Portfolio to the Regional Australia Portfolio consistent with the announcement by the Prime Minister on 12 December 2011. This will be reflected in the next update of the AAO's.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
ASSETS					
Financial assets					
Cash and equivalents	8,013	1,000	1,000	1,000	1,000
Trade and other receivables	52,385	30,681	30,211	29,892	30,737
Other	6,189	4,613	4,611	4,612	4,612
Total financial assets	66,587	36,294	35,822	35,504	36,349
Non-financial assets					
Land and buildings	81,079	-	-	-	-
Property, plant and equipment	35,604	36,792	34,247	32,167	30,505
Intangibles	3,235	3,040	2,819	2,654	2,544
Heritage and cultural	59,464	-	-	-	-
Inventories	53	-	-	-	-
Prepayments	3,899	1,980	2,029	2,171	2,265
Total non-financial assets	183,334	41,812	39,095	36,992	35,314
Total assets	249,921	78,106	74,917	72,496	71,663
LIABILITIES					
Payables					
Suppliers	13,874	7,796	7,928	8,028	8,319
Grants	5,703	-	-	-	-
Other	3,669	1,659	1,659	1,659	1,659
Total payables	23,246	9,455	9,587	9,687	9,978
Interest bearing liabilities					
Loans					
Leases	5,233	5,258	5,463	5,459	5,418
Total interest bearing liabilities	5,233	5,258	5,463	5,459	5,418
Provisions					
Employee provisions	32,000	23,610	22,850	22,578	23,271
Total provisions	32,000	23,610	22,850	22,578	23,271
Total liabilities	60,479	38,323	37,900	37,724	38,667
Net assets	189,442	39,783	37,017	34,772	32,996
EQUITY*					
Parent entity interest					
Contributed equity	158,119	15,799	18,672	21,790	25,173
Reserves	8,175	8,175	8,175	8,175	8,175
Retained surplus (accumulated deficit)	23,148	15,809	10,169	4,805	(354)
Total parent entity interest	189,442	39,783	37,016	34,770	32,994
Total equity	189,442	39,783	37,016	34,770	32,994

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
ASSETS					
Financial assets					
Cash and equivalents	8,013	1,000	1,000	1,000	1,000
Trade and other receivables	52,385	30,681	30,211	29,892	30,737
Other	6,189	4,613	4,611	4,612	4,612
Total financial assets	66,587	36,294	35,822	35,504	36,349
Non-financial assets					
Land and buildings ²	81,079	-	-	-	-
Property, plant and equipment	35,604	36,792	34,247	32,167	30,505
Intangibles	3,235	3,040	2,819	2,654	2,544
Heritage and cultural	59,464	-	-	-	-
Inventories	53	-	-	-	-
Prepayments	3,899	1,980	2,029	2,171	2,265
Total non-financial assets	183,334	41,812	39,095	36,992	35,314
Total assets	249,921	78,106	74,917	72,496	71,663
LIABILITIES					
Payables					
Suppliers ³	13,874	7,796	7,928	8,028	8,319
Grants	5,703	-	-	-	-
Other	3,669	1,659	1,659	1,659	1,659
Total payables	23,246	9,455	9,587	9,687	9,978
Interest bearing liabilities					
Loans					
Leases	5,233	5,258	5,463	5,459	5,418
Total interest bearing liabilities	5,233	5,258	5,463	5,459	5,418
Provisions					
Employee provisions	32,000	23,610	22,850	22,578	23,271
Total provisions	32,000	23,610	22,850	22,578	23,271
Total liabilities	60,479	38,323	37,900	37,724	38,667
Net assets	189,442	39,783	37,017	34,772	32,996
EQUITY*					
Parent entity interest					
Contributed equity	158,119	15,799	18,672	21,790	25,173
Reserves	8,175	8,175	8,175	8,175	8,175
Retained surplus (accumulated deficit)	23,148	15,809	10,169	4,805	(354)
Total parent entity interest	189,442	39,783	37,016	34,770	32,994
Total equity	189,442	39,783	37,016	34,770	32,994

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget year 2011-12)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2011				
Balance carried forward from previous period	23,148	8,175	158,119	189,442
Adjustment for changes in accounting policies	-	-	-	-
Adjusted opening balance	23,148	8,175	158,119	189,442
Comprehensive income				
Surplus (deficit) for the period	(7,339)	-	-	(7,339)
Total comprehensive income recognised directly in equity	(7,339)	-	-	(7,339)
Attributable to the Australian Government	(7,339)	-	-	(7,339)
Transactions with owners				
<i>Distributions to owners</i>				
Returns of capital				
Restructuring	-	-	(146,868)	(146,868)
Other				
<i>Contributions by owners</i>				
Appropriation (equity injection)	-	-	563	563
Departmental Capital Budget (DCB)	-	-	3,985	3,985
Sub-total transactions with owners	-	-	(142,320)	(142,320)
Transfers between equity components	-	-	-	-
Estimated closing balance as at 30 June 2012	15,809	8,175	15,799	39,783
Closing balance attributable to the Australian Government	15,809	8,175	15,799	39,783

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	20,335	23,945	18,690	19,077	19,577
Appropriations	138,688	180,481	99,689	96,728	96,430
Net GST received	5,907	-	-	-	-
Total cash received	164,930	204,426	118,379	115,805	116,007
Cash used					
Employees	85,067	98,072	75,535	72,473	72,061
Suppliers	66,149	99,263	42,702	43,190	43,804
Grants	9,725	7,091	142	142	142
Total cash used	160,941	204,426	118,379	115,805	116,007
Net cash from (used by) operating activities	3,989	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	27	-	-	-	-
Total cash received	27	-	-	-	-
Cash used					
Purchase of property, plant and equipment	9,296	7,973	2,873	3,118	3,383
Total cash used	9,296	7,973	2,873	3,118	3,383
Net cash from (used by) investing activities	(9,269)	(7,973)	(2,873)	(3,118)	(3,383)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	5,103	7,973	2,873	3,118	3,383
Total cash received	5,103	7,973	2,873	3,118	3,383
Cash used					
Total cash used	-	-	-	-	-
Net cash from (used by) financing activities	5,103	7,973	2,873	3,118	3,383
Net increase (decrease) in cash held	(177)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	739	8,013	1,000	1,000	1,000
Cash received - restructuring	7,451	(7,013)	-	-	-
Cash and cash equivalents at the end of the reporting period	8,013	1,000	1,000	1,000	1,000

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	2010-11	2011-12	2012-13	2013-14	2014-15
	\$'000	\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	3,570	3,985	2,873	3,118	3,383
Equity injections - Bill 2	718	563	-	-	-
Total capital appropriations	4,288	4,548	2,873	3,118	3,383
Total new capital appropriations					
Represented by:					
Purchase of non-financial assets	4,288	4,548	2,873	3,118	3,383
Total Items	4,288	4,548	2,873	3,118	3,383
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations ¹	718	3,988	-	-	-
Funded by capital appropriation - DCB ²	3,570	3,985	2,873	3,118	3,383
TOTAL	4,288	7,973	2,873	3,118	3,383
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	4,288	7,973	2,873	3,118	3,383
Total cash used to acquire assets	4,288	7,973	2,873	3,118	3,383

1. Includes the following sources of funding: annual departmental capital appropriations and prior year appropriations.
2. DCB refers to the Departmental Capital Budget.

Table 3.2.6: Statement of Asset Movements (2011-12)

	Buildings	Other property, plant and equipment	Heritage and cultural assets	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2011					
Gross book value	85,596	41,846	59,675	6,354	193,471
Accumulated depreciation/amortisation and impairment	4,517	6,242	211	3,119	14,089
Opening net book balance	81,079	35,604	59,464	3,235	179,382
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase - appropriation equity	-	3,988	-	-	3,988
By purchase - appropriation ordinary annual services	850	2,510	143	483	3,985
Total additions	850	6,498	143	483	7,973
Other movements					
Depreciation/amortisation expense	1,245	5,310	106	678	7,339
Disposals					
From disposal of entities or operations (including restructuring)	(80,684)	-	(59,501)	-	(140,185)
As at 30 June 2012					
Gross book value	-	48,344	-	6,837	55,180
Accumulated depreciation/amortisation and impairment	-	11,552	-	3,797	15,349
Closing net book balance	-	36,792	-	3,040	39,831

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation revenue					
Interest ¹	165	101	-	-	-
Other	1,473	299	-	-	-
Total non-taxation revenue	1,638	400	-	-	-
Total revenues administered on behalf of Government	1,638	400	-	-	-
Gains					
Other	1,000	-	-	-	-
Total gains administered on behalf of Government	1,000	-	-	-	-
Total revenues administered on behalf of Government	2,638	400	-	-	-
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Employee benefits	887	907	931	954	974
Supplier expenses	25,739	21,373	4,481	7,607	4,757
Grants	85,126	147,877	9,044	9,093	9,147
Depreciation and amortisation	922	1,552	244	391	252
Finance costs	570	542	484	401	453
CAC Act body payment item ²	287,263	464,488	177,981	178,837	181,746
Total expenses administered on behalf of Government	400,507	636,739	193,165	197,283	197,329

1. Interest revenue is attributable to the Australian Sports Commission loan.
2. Funding for payment to the Australia Council will be transferred from the Prime Minister and Cabinet Portfolio to the RALGAS Portfolio when responsibility for the *Australia Council Act 1975* is transferred to DRALGAS.

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 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	148	-	-	-	-
Receivables	10,304	276	268	268	274
Other investments ¹	7,285,929	20,998	20,998	20,998	20,998
Total financial assets	7,296,381	21,274	21,266	21,266	21,272
Non-financial assets					
Land and buildings ²	33,879	-	-	-	-
Property, plant and equipment	1,930	1,931	1,931	1,931	1,931
Total non-financial assets	35,808	1,931	1,931	1,931	1,931
Total assets administered on behalf of Government	7,332,189	23,205	23,197	23,197	23,203
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	3,926	492	381	381	452
Grants	3,361	185	180	180	183
Other	94	29	29	29	29
Total payables	7,381	706	590	590	664
Provisions					
Employee provisions	344	358	362	366	370
Other	10,772	9,625	8,235	9,361	7,604
Total provisions	11,116	9,983	8,597	9,727	7,974
Liabilities included in disposal groups held for sale	-	-	-	-	-
Total liabilities administered on behalf of Government	18,497	10,689	9,187	10,317	8,638

1. Represents investment in CAC Act bodies, which transferred to DRALGAS. Funding for payment to the Australia Council will be transferred from the Prime Minister and Cabinet Portfolio to the RALGAS Portfolio when responsibility for the *Australia Council Act 1975* is transferred to DRALGAS. PM&C will continue to hold an investment in the National Australia Day Council.

2. Reflects the National Institute of Dramatic Arts building, which transferred to DRALGAS.

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	2,956	11,996	-	-	-
Net GST received	4,365	266	-	-	-
Total cash received	7,321	12,262	-	-	-
Cash used					
Grant payments	105,986	147,313	9,049	9,093	9,144
Personal benefits	-	1,609	1,865	2,203	2,211
Suppliers	25,443	20,683	4,117	4,278	4,232
Employees	802	893	927	950	970
CAC Act body payment item	287,263	464,488	177,981	178,837	181,746
Other	6,295	-	-	-	-
Total cash used	425,789	634,986	193,939	195,361	198,303
Net cash from (used by) operating activities	(418,468)	(622,724)	(193,939)	(195,361)	(198,303)
INVESTING ACTIVITIES					
Cash received					
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	1,560	2,033	244	391	252
CAC Act body investments	7,039	25,587	-	-	-
Total cash used	8,599	27,620	244	391	252
Net cash from (used by) investing activities	(8,599)	(27,620)	(244)	(391)	(252)
FINANCING ACTIVITIES					
Net cash from (used by) financing activities					
	-	-	-	-	-
Net increase (decrease) in cash held					
Cash and cash equivalents at beginning of reporting period	12	148	-	-	-
Cash from Official Public Account for:					
- Appropriations	427,203	621,154	194,183	195,752	198,555
	427,215	621,302	194,183	195,752	198,555
Cash to Official Public Account for:					
- Appropriations	-	(12,410)	-	-	-
	-	(12,410)	-	-	-
Cash and cash equivalents at end of reporting period	148	-	-	-	-

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of Administered Capital Budget

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (ACB)	284	1,394	244	391	252
Administered assets and liabilities - Bill 2	-	175	-	-	-
Total capital appropriations	284	1,569	244	391	252
Total new capital appropriations					
Represented by:					
Purchase of non-financial assets	284	1,569	244	391	252
Total Items	284	1,569	244	391	252
PURCHASE OF NON-FINANCIAL ASSETS					
ASSETS					
Funded by capital appropriations	-	175	-	-	-
Funded by capital appropriation - ACB	284	1,394	244	391	252
Funded internally from prior year depreciation funding	-	464	-	-	-
TOTAL	284	2,033	244	391	252
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	284	2,033	244	391	252
Total cash used to acquire assets	284	2,033	244	391	252

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

Table 3.2.11: Statement of Administered Asset Movements (2011-12)

	Buildings	Other property, plant and equipment	Total
	\$'000	\$'000	\$'000
As at 1 July 2011			
Gross book value	40,930	2,431	43,361
Accumulated depreciation/amortisation and impairment	(7,051)	(500)	(7,551)
Opening net book balance	33,879	1,931	35,810
CAPITAL ASSET ADDITIONS			
Estimated expenditure on new or replacement assets			
By purchase - appropriation ordinary annual services	1,503	530	2,033
Total additions	1,503	530	2,033
Other movements			
Depreciation/amortisation expense	(1,022)	(530)	(1,552)
Disposals			
From disposal of entities or operations (including restructuring)	(34,360)	-	(34,360)
As at 30 June 2012			
Gross book value	-	2,961	2,961
Accumulated depreciation/amortisation and impairment	-	(1,030)	(1,030)
Closing net book balance	-	1,931	1,931

Prepared on Australian Accounting Standards basis.

OFFICE OF THE OFFICIAL-SECRETARY TO THE GOVERNOR-GENERAL

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OFFICE OF THE OFFICIAL-SECRETARY TO THE GOVERNOR-GENERAL

Section 1: Agency Overview and Resources

1.1 STRATEGIC DIRECTION

The planned outcome for the Office of the Official Secretary to the Governor-General (OOSGG) is to facilitate the performance of the Governor-General's role through the organisation and management of official duties, management and maintenance of the official household and property, and administration of the Australian Honours and Awards system.

Since the 2011-12 PB Statements, the Government has agreed that it will provide OOSGG with \$3.5m over five years to administer the National Emergency Medal and the National Police Service Medal.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for OOSGG at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2011-12 Budget year, including variations through Appropriation Bill No. 3 and special accounts.

Table 1.1: OOSGG Resource Statement — Additional Estimates for 2011-12 as at Additional Estimates February 2012

	Estimate as at Budget ⁺	Proposed Additional ⁼ Estimate	Total estimate at Additional Estimates	Total available appropriation
	2011-12 \$'000	2011-12 \$'000	2011-12 \$'000	2010-11 \$'000
Ordinary annual services¹				
Departmental appropriation				
Prior year departmental appropriation ²	4,360	-	4,360	3,620
Departmental appropriation ³	11,417	467	11,884	11,589
s. 31 Relevant agency receipts ⁴	14	-	14	551
Total	15,791	467	16,258	15,760
Administered expenses				
Outcome 1	1,739	158	1,897	932
Total	1,739	158	1,897	932
Total ordinary annual services	A 17,530	625	18,155	16,692
Departmental non-operating				
Equity injections ⁵	2,634	3,704	6,338	5,156
Total	2,634	3,704	6,338	5,156
Total other services	B 2,634	3,704	6,338	5,156
Total available annual appropriations	20,164	4,329	24,493	21,848
Special appropriations				
Special appropriations limited by criteria/entitlement				
<i>Salary to the Governor-General: Governor-General Act 1974</i>	394	-	394	394
Total special appropriations	C 394	-	394	394
Total appropriations excluding Special Accounts	20,558	4,329	24,887	22,242
Special Accounts				
Total Special Account	D -	-	-	-
Total resourcing				
A+B+C+D	20,558	4,329	24,887	22,242
Total net resourcing for agency	20,558	4,329	24,887	22,242

1. Appropriation Bill (No. 1 & 3) 2011-12.
 2. Estimated adjusted balance carried forward from previous year for annual appropriations.
 3. Includes an amount of \$0.5m in 2011-12 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. s. 31 Relevant Agency receipts - estimate.
 5. Includes an amount of \$3.7m of Previous Years Equity funding moved into 2011-12.
- All figures are GST exclusive.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2011-12 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

Table 1.2: Agency 2011-12 Measures since Budget

	Program	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Expense measures					
Establishment of the National Police Services Medal and National Emergency Medal	1.1.2				
Administered expenses		-	162	246	334
Departmental expenses		467	472	477	483
Total		467	634	723	817
Reducing the cost of Government administration one-off efficiency dividend					
	All				
Administered expenses		-	-	-	-
Departmental expenses		-	(289)	(292)	(294)
Total		-	(289)	(292)	(294)
Total expense measures					
Administered		-	162	246	334
Departmental		467	183	185	189
Total		467	345	431	523
Capital measures					
Reduction in Departmental Capital Budget	All				
Departmental capital		-	(92)	(93)	(102)
Total		-	(92)	(93)	(102)
Total capital measures					
Departmental		-	(92)	(93)	(102)
Total		-	(92)	(93)	(102)

Prepared on a Government Financial Statistics (fiscal) basis

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for OOSGG at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2011-12 Budget in Appropriation Bills No. 3 and No. 4. Table 1.4 details Additional Estimates or variations through other factors, such parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2011-12 Budget

	Program impacted	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Outcome 1					
Increase in estimates (administered)					
Establishment of the National Police Services Medal and National Emergency Medal	1.1.2	-	162	246	334
Net impact on estimates for Outcome 1 (administered)		-	162	246	334
Increase in estimates (departmental)					
Establishment of the National Police Services Medal and National Emergency Medal	1.1.2	467	472	477	483
Decrease in estimates (departmental)					
Reducing the cost of Government administration one-off efficiency dividend	All	-	(289)	(292)	(294)
Reduction in Departmental Capital Budget	All	-	(92)	(93)	(102)
Net impact on estimates for Outcome 1 (departmental)		467	91	92	87

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

	Program impacted	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Outcome 1					
Increase in estimates (administered)					
Parameter adjustments	All	-	9	11	13
Net impact on estimates for Outcome 1 (administered)		-	9	11	13
Increase in estimates (departmental)					
Parameter adjustments	All	-	11	11	-
Net impact on estimates for Outcome 1 (departmental)		-	11	11	-

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

Table 1.5: Appropriation Bill (No. 3) 2011-12

	2010-11 Available \$'000	2011-12 Budget \$'000	2011-12 Revised \$'000	Additional Estimates \$'000
ADMINISTERED ITEMS				
Outcome 1				
The performance of the Governor-General's role is facilitated through organisation and management of official duties, management and maintenance of the official household and property and administration of the Australian Honours and Awards system	1,326	2,133	2,291	158
Total	1,326	2,133	2,291	158
DEPARTMENTAL PROGRAMS				
Outcome 1				
The performance of the Governor-General's role is facilitated through organisation and management of official duties, management and maintenance of the official household and property and administration of the Australian Honours and Awards system	20,916	18,425	18,892	467
Total	20,916	18,425	18,892	467
Total administered and departmental	22,242	20,558	21,183	625

Section 2: Revisions to agency resources and planned performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

Overview

Since the 2011-12 PB Statements, the Government has agreed that it will provide OOSGG with \$3.5m over five years to administer the National Emergency Medal and the National Police Service Medal.

Only those program elements that have changed since the 2011-12 PB Statements have been reproduced in the PAES. Existing details of OOSGG's outcome and performance information can be found in the 2011-12 PB Statements.

OUTCOME 1

Outcome 1: The performance of the Governor-General's role is facilitated through organisation and management of official duties, management and maintenance of the official household and property and administration of the Australian Honours and Awards system.

Outcome 1 strategy

The OOSGG Outcome strategy published in the 2011-12 PB Statements has not changed.

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1: The performance of the Governor-General's role is facilitated through organisation and management of official duties, management and maintenance of the official household and property and administration of the Australian Honours and Awards system	2010-11	2011-12
	Actual expenses	Revised estimated expenses
	\$'000	\$'000
Program 1.1: Support for the Governor-General		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	1,489	1,897
Special appropriations	394	394
Departmental expenses		
Departmental appropriation ¹	11,190	11,485
Expenses not requiring appropriation in the Budget year ²	370	414
Total for Program 1.1	13,443	14,190
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bill No. 1 & 3)	1,489	1,897
Special appropriations	394	394
Departmental expenses		
Departmental appropriation ¹	11,190	11,485
Expenses not requiring appropriation in the Budget year ²	370	414
Total expenses for Outcome 1	13,443	14,190
	2010-11	2011-12
Average Staffing Level (number)	87	86

1. Departmental appropriation combines "Ordinary annual services (Appropriation Bills No. 1 & 3)" and "Revenue from independent sources (s. 31)".
2. "Expenses not requiring appropriation in the Budget year" is made up of Depreciation Expense, Amortisation Expense & Audit Fees.

Contributions to Outcome 1

Program 1.1: Support for the Governor-General and Official Functions

Program 1.1 objective

The program comprises two components:

- Support for the Governor-General.
- Administration of the Australian Honours and Awards system.

Changes in the objectives of this program since the 2011-12 PB Statements:

- Administer, on behalf of the Governor-General, Australia's Honours and Awards system, including all civilian honours and awards for members of the Australian Defence Force.
- Undertake research and prepare nominations for consideration by the Council for the Order of Australia, the Australian Bravery Decorations Council and the National Emergency Medal Committee.
- Undertake the efficient procurement of Australian honours medals and insignia, warrants and investiture items.

Program 1.1 expenses

Since the 2011-12 PB Statements, the Government has agreed that it will provide OOSGG with \$3.5m over five years to administer the National Emergency Medal and the National Police Service Medal.

	2010-11 Actual	2011-12 Revised budget	2012-13 Forward year 1	2013-14 Forward year 2	2014-15 Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Administered item	1,489	1,897	1,985	2,100	2,207
Special Appropriations:					
Salary to the Governor-General: Governor General Act 1974	394	394	394	394	394
Annual departmental expenses:					
Program Support	11,190	11,485	11,285	11,406	11,522
Expenses not requiring appropriation in the Budget year ¹	370	414	439	404	435
Total program expenses	13,443	14,190	14,103	14,304	14,558

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

Program 1.1 components

There are two primary components under this program.

	2010-11 Actual \$'000	2011-12 Revised budget \$'000	2012-13 Forward year 1 \$'000	2013-14 Forward year 2 \$'000	2014-15 Forward year 3 \$'000
1.1.1 - Component 1: Support for the Governor-General					
Annual administered expenses:					
Depreciation and Amortisation	687	866	1,084	1,224	1,284
Special appropriations:					
Salary to the Governor-General: Governor General Act 1974	394	394	394	394	394
Annual departmental expenses:					
Program Support	6,358	6,544	6,448	6,496	6,576
Total component expenses	7,439	7,804	7,926	8,114	8,254
1.1.2 - Component 2: Administration of the Australian Honours and Awards System					
Annual administered expenses:					
Administered item	802	1,031	901	876	923
Annual departmental expenses:					
Program Support	5,202	5,355	5,276	5,315	5,381
Total component expenses	6,004	6,386	6,177	6,191	6,304
Total program expenses	13,443	14,190	14,103	14,304	14,558

Program 1.1 Deliverables

Changes to the program deliverables since the 2011-12 PB Statements are:

Component 2: Administration of the Australian Honours and Awards system

- Providing secretariat support for the Council for the Order of Australia, the Australian Bravery Decorations Council and the National Emergency Medal Committee.
- Undertaking research and preparation of nominations for consideration by the Australian honours advisory bodies and contributing to the Australian Government's promotional campaigns to increase awareness of the Australian honours system.

Program 1.1 Key Performance Indicators

The key performance indicators for this program are primarily a qualitative measure of the effectiveness of the program in achieving the objective of the outcome. The key performance indicators focus on the level of the recipient and stakeholder satisfaction with services provided under this program.

Changes in the key performance indicators since the 2011-12 PB Statements are:

Component 2: Administration of the Australian Honours and Awards system

- The Order of Australia, the Australian Bravery Decorations and the National Emergency Medal advisory bodies are satisfied with the quality of research and administrative support provided.
- The medals and insignia meet design specifications.
- 95 per cent of researched nominations for bravery awards are presented to the Australian Bravery Decorations Council within 6 months.
- Following a declaration of a nationally-significant emergency, 95 per cent of researched nominations for the National Emergency Medal - Significant Service, are presented to the National Emergency Medal Committee within 6 months.
- Following a declaration of a nationally-significant emergency, 90 per cent of nominations received for the National Emergency Medal - Sustained Service, are processed within 2 months.

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

Estimates of special account flows

The 'Other Trust Account (Special Public Account)' administered by OOSGG was abolished by the Minister for Finance and Deregulation under Determination 2010/13 on 19 October 2010. OOSGG has no remaining Special Accounts.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

There have been no major changes in the budgeted departmental financial statements of OOSGG since the 2011-12 PB Statements.

3.2.2 Budgeted financial statements

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
EXPENSES					
Employee benefits	7,805	8,017	8,048	8,096	8,147
Supplier expenses	3,424	3,506	3,275	3,348	3,413
Depreciation and amortisation	331	376	401	366	397
Total expenses	11,560	11,899	11,724	11,810	11,957
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Rental income	15	14	14	14	14
Other	1	-	-	-	-
Total own-source revenue	16	14	14	14	14
Gains					
Sale of assets	46	36	4	12	30
Other	39	38	38	38	38
Total gains	85	74	42	50	68
Total own-source income	101	88	56	64	82
Net cost of (contribution by) services	11,459	11,811	11,668	11,746	11,875
Revenue from Government	11,128	11,435	11,267	11,380	11,478
Surplus (Deficit)	(331)	(376)	(401)	(366)	(397)
Surplus (Deficit) attributable to the Australian Government	(331)	(376)	(401)	(366)	(397)
Note: Reconciliation of comprehensive income attributable to the agency					
	2010-11 \$'000	2011-12 \$'000	2012-13 \$'000	2013-14 \$'000	2014-15 \$'000
Total Comprehensive Income (loss) Attributable to the Australian Government	(331)	(376)	(401)	(366)	(397)
plus non-appropriated expenses depreciation and amortisation expenses	331	376	401	366	397
Total Comprehensive Income (loss) Attributable to the agency	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	146	146	146	146	146
Trade and other receivables	9,806	8,640	7,930	7,273	7,074
Total financial assets	9,952	8,786	8,076	7,419	7,220
Non-financial assets					
Land and buildings	546	3,306	1,446	1,187	1,287
Property, plant and equipment	843	925	855	803	817
Intangibles	256	220	232	211	185
Other	15	15	15	15	15
Total non-financial assets	1,660	4,466	2,548	2,216	2,304
Total assets	11,612	13,252	10,624	9,635	9,524
LIABILITIES					
Payables					
Suppliers	447	605	641	666	681
Total payables	447	605	641	666	681
Provisions					
Employee provisions	2,144	2,357	2,588	2,829	3,091
Total provisions	2,144	2,357	2,588	2,829	3,091
Total liabilities	2,591	2,962	3,229	3,495	3,772
Net assets	9,021	10,290	7,395	6,140	5,752
EQUITY					
Parent entity interest					
Contributed equity	7,016	8,661	6,167	5,278	5,287
Reserves	107	107	107	107	107
Retained surplus	1,898	1,522	1,121	755	358
(accumulated deficit)	-	-	-	-	-
Total parent entity interest	9,021	10,290	7,395	6,140	5,752
Total Equity	9,021	10,290	7,395	6,140	5,752

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget year 2011-12)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2011				
Balance carried forward from previous period	1,898	107	7,016	9,021
Adjusted opening balance	1,898	107	7,016	9,021
Comprehensive income				
Surplus (deficit) for the period	(376)	-	-	(376)
Total comprehensive income	(376)	-	-	(376)
of which:				
Attributable to the Australian Government	(376)	-	-	(376)
Transactions with owners				
<i>Distributions to owners</i>				
Returns of capital				
Restructuring	-	-	(3,578)	(3,578)
<i>Contributions by owners</i>				
Appropriation (equity injection)	-	-	4,774	4,774
Departmental Capital Budget (DCB)	-	-	449	449
Sub-total transactions with owners	-	-	1,645	1,645
Estimated closing balance as at 30 June 2012	1,522	107	8,661	10,290
Closing balance attributable to the Australian Government	1,522	107	8,661	10,290

Prepared on Australian Accounting Standards basis

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	-	14	14	14	14
Appropriations	11,875	11,009	11,965	12,036	11,673
Net GST received	435	448	328	306	263
Other	17	-	-	-	-
Total cash received	12,327	11,471	12,307	12,356	11,950
Cash used					
Employees	7,802	7,804	7,817	7,855	7,885
Suppliers	3,599	3,297	3,201	3,285	3,360
Net GST paid	-	454	316	305	259
Other	931	-	-	-	-
Total cash used	12,332	11,555	11,334	11,445	11,504
Net cash from (used by) operating activities	(5)	(84)	973	911	446
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	84	84	27	89	54
Total cash received	84	84	27	89	54
Cash used					
Purchase of property, plant and equipment	1,502	6,808	1,366	1,370	909
Total cash used	1,502	6,808	1,366	1,370	909
Net cash from (used by) investing activities	(1,418)	(6,724)	(1,339)	(1,281)	(855)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	1,417	6,808	366	370	409
Total cash received	1,417	6,808	366	370	409
Cash used					
Total cash used	-	-	-	-	-
Net cash from (used by) financing activities	1,417	6,808	366	370	409
Net increase (decrease) in cash held	(6)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	152	146	146	146	146
Cash and cash equivalents at the end of the reporting period	146	146	146	146	146

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual	Revised	Forward	Forward	Forward
	2010-11	budget	estimate	estimate	estimate
	2010-11	2011-12	2012-13	2013-14	2014-15
	\$'000	\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	244	449	366	370	409
Equity injections - Bill 2	1,172	1,070	-	-	-
Total capital appropriations	1,416	1,519	366	370	409
Total new capital appropriations					
Represented by:					
Purchase of non-financial assets	1,502	1,519	366	370	409
Total Items	1,502	1,519	366	370	409
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	1,060	6,338	-	-	-
Funded by capital appropriation - DCB ¹	244	470	366	370	409
Funded internally from departmental resources ²	198	-	1,000	1,000	500
TOTAL	1,502	6,808	1,366	1,370	909
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	1,502	6,808	1,366	1,370	909
Total cash used to acquire assets	1,502	6,808	1,366	1,370	909

1. Includes purchases from current and previous years Departmental Capital Budget.
2. Includes the following sources of funding: annual and prior year appropriations, donations and contributions, gifts, internally developed assets, s. 31 relevant agency receipts and proceeds from the sale of assets.

Table 3.2.6: Statement of Asset Movements (2011-12)

	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2011				
Gross book value	546	1,053	638	2,237
Accumulated depreciation/amortisation and impairment	-	210	382	592
Opening net book balance	546	843	256	1,645
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	6,338	-	-	6,338
By purchase - appropriation ordinary annual services	-	406	64	470
Total additions	6,338	406	64	6,808
Other movements				
Depreciation/amortisation expense	-	276	100	376
Disposals				
From disposal of entities or operations (including restructuring)	(3,578)	(260)	-	(3,838)
Other				
As at 30 June 2012				
Gross book value	3,306	1,305	702	5,313
Accumulated depreciation/amortisation and impairment	-	380	482	862
Closing net book balance	3,306	925	220	4,451

Prepared on Australian Accounting Standards basis.

Schedule of administered activity

There have been no major changes in the administered activity of OOSGG since the 2011-12 PB Statements.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation revenue					
Sale of goods and rendering of services	26	20	20	20	20
Total non-taxation revenue	26	20	20	20	20
Total revenues administered on behalf of Government	26	20	20	20	20
Total income administered on behalf of Government	26	20	20	20	20
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Supplier expenses	732	1,031	901	876	923
Personal benefits	394	394	394	394	394
Depreciation and amortisation	687	866	1,084	1,224	1,284
Write-down and impairment of assets	70	-	-	-	-
Total expenses administered on behalf of Government	1,883	2,291	2,379	2,494	2,601

Prepared on Australian Accounting Standards basis.

Table3.2.8: Schedule of budgeted assets and liabilities administered on behalf of government (as at 30 June)

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	1	1	1	1	1
Taxation receivables	24	24	24	24	24
Total financial assets	25	25	25	25	25
Non-financial assets					
Land and buildings	84,571	87,323	89,110	89,163	88,306
Property, plant and equipment	1,756	1,716	1,705	1,687	1,660
Inventories	1,372	1,372	1,372	1,372	1,372
Total non-financial assets	87,699	90,411	92,187	92,222	91,338
Total assets administered on behalf of Government	87,724	90,436	92,212	92,247	91,363
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	205	205	205	205	205
Other	5	5	5	5	5
Total payables	210	210	210	210	210
Total liabilities administered on behalf of Government	210	210	210	210	210

Prepared on Australian Accounting Standards basis.

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

	Actual 2010-11 \$'000	Revised budget 2011-12 \$'000	Forward estimate 2012-13 \$'000	Forward estimate 2013-14 \$'000	Forward estimate 2014-15 \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	26	20	20	20	20
Net GST received	75	-	-	-	-
Total cash received	101	20	20	20	20
Cash used					
Personal benefits	394	394	394	394	394
Suppliers	845	1,031	901	876	923
Total cash used	1,239	1,425	1,295	1,270	1,317
Net cash from (used by) operating activities	(1,138)	(1,405)	(1,275)	(1,250)	(1,297)
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of property, plant and equipment	41	-	-	-	-
Total cash received	41	-	-	-	-
Cash used					
Purchase of property, plant and equipment	5	-	-	-	-
Total cash used	5	-	-	-	-
Net cash from (used by) investing activities	36	-	-	-	-
Net increase (decrease) in cash held					
Cash and cash equivalents at beginning of reporting period	1	1	1	1	1
Cash from Official Public Account for:					
- Appropriations	1,243	1,425	1,295	1,270	1,317
	1,244	1,426	1,296	1,271	1,318
Cash to Official Public Account for:					
- Appropriations	(141)	(20)	(20)	(20)	(20)
	(141)	(20)	(20)	(20)	(20)
Cash and cash equivalents at end of reporting period	1	1	1	1	1

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of Administered Capital Budget

	Actual	Revised	Forward	Forward	Forward
	2010-11	budget	estimate	estimate	estimate
	\$'000	2011-12	2012-13	2013-14	2014-15
		\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
PURCHASE OF NON-FINANCIAL ASSETS					
Funded internally from departmental resources ¹	684	3,578	2,860	1,259	400
TOTAL	684	3,578	2,860	1,259	400
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	684	3,578	2,860	1,259	400
less s32 / restructuring	(679)	(3,578)	(2,860)	(1,259)	(400)
Total cash used to acquire assets	5	-	-	-	-

1. Includes the following sources of funding: annual and prior year appropriations, donations and contributions, gifts, internally developed assets and proceeds from the sale of assets.

Table 3.2.11: Statement of Administered Asset Movements (2011-12)

	Land	Buildings	Other property, plant and equipment	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2011				
Gross book value	62,000	23,857	1,838	87,695
Accumulated depreciation/amortisation and impairment	-	1,286	82	1,368
Opening net book balance	62,000	22,571	1,756	86,327
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
From acquisition of entities or operations (including restructuring)	-	3,528	50	3,578
Total additions	-	3,528	50	3,578
Other movements				
Depreciation/amortisation expense	-	776	90	866
As at 30 June 2012				
Gross book value	62,000	27,385	1,888	91,273
Accumulated depreciation/amortisation and impairment	-	2,062	172	2,234
Closing net book balance	62,000	25,323	1,716	89,039

Prepared on Australian Accounting Standards basis.

GLOSSARY

GLOSSARY

Accumulated depreciation	The aggregate depreciation recorded for a particular depreciating asset.
Actual available appropriation	The actual available appropriation indicates the total appropriations available to the agency. It includes all appropriations made available to the agency in the year (+/- Section 32 transfers, formal reductions, advance to the Finance Minister and movements of funds). It is the same as the comparator figure included in the Appropriation Bills and, as such, provides a comparison with the appropriation proposed for the Budget year.
Additional estimates	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Appropriation Estimates Acts.
Administered item	Appropriation that consists of funding managed on behalf of the Commonwealth. This funding is not at the discretion of the agency and any unspent appropriation is returned to the CRF at the end of the financial year. An administered item is a component of an administered program. It may be a measure but will not constitute a program in its own right.
Agency	Generic term for Australian Government General Government Sector entities, including those governed by the FMA Act or CAC Act and the High Court of Australia.
Appropriation	An amount of public money parliament authorises for spending (i.e. funds to be withdrawn from the CRF). Parliament makes laws for appropriating money under the Annual Appropriation Acts and under Special Appropriations, with spending restricted to the purposes specified in the Appropriation Acts.
Appropriation Acts Nos 1 & 3	These appropriation Acts provide for matters that are considered to be the ordinary annual services of the government. Bills proposing appropriations for ordinary annual services cannot be amended by the Senate under section 53 of the Constitution.

Glossary

Budget Paper 1 (BP1)	Budget Strategy and Outlook. Provides information and analysis on whole-of-government expenditure and revenue.
Budget Paper 2 (BP2)	Budget Measures. Provides a description of each budget measure by portfolio.
Budget Paper 3 (BP3)	Australia's Federal Relations. Provides information and analysis on federal funding provided to the states and territories.
Budget Paper 4 (BP4)	Agency Resourcing. Details total resourcing available to agencies.
Capital expenditure	Expenditure by an agency on capital projects; for example, purchasing a building.
Consolidated Revenue Fund (CRF)	The principal operating fund from which money is drawn to pay for the activities of the Government. Section 81 of the Australian Constitution provides that all revenue raised or monies received by the Executive Government forms one consolidated revenue fund from which appropriations are made for the purposes of the Australian Government.
Departmental capital budget (DCB)	Net cash appropriation arrangements involve the cessation of funding for depreciation, amortisation and makegood expenses. Funding for these expenses has been replaced with a collection development and acquisition budget (CDAB) for designated collection institutions (DCIs), and departmental capital budgets (DCBs) for FMA Act agencies.
Departmental item	Resources (assets, liabilities, revenues and expenses) that agency chief executive officers control directly. This includes outsourced activities funded and controlled by the agency. Examples of departmental items include agency running costs, accrued employee entitlements and net appropriations. A departmental item is a component of a departmental program.
Depreciation	Apportionment of an asset's capital value as an expense over its estimated useful life to take account of normal usage, obsolescence, or the passage of time.
Equity or net assets	Residual interest in the assets of an entity after deduction of its liabilities.

Entity	A department or agency under the <i>Financial Management and Accountability Act 1997</i> (FMA Act), a company or authority under the <i>Commonwealth Authorities and Companies Act 1997</i> (CAC Act) or any other Commonwealth statutory authority.
Estimated actual expenses	Details of the current year's estimated final figures as included in the Budget documentation. As the Budget is released in May each year, but the financial year does not close off until 30 June, the current year numbers that are used for comparison with Budget amounts can only be estimates.
Expenditure	Spending money from the Consolidated Revenue Fund or a notional payment to an FMA agency.
Expense	Decreases in economic benefits in the form of outflows or depletions of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants.
Expenses not requiring appropriation in the Budget year	Expenses not involving a cash flow impact are not included within the calculation of an appropriation. An example of such an event is goods or services received free of charge that are then expensed; for example, Australian National Audit Office (ANAO) audit services. The ANAO does not charge for audit services; however, the expense must be recognised. Similarly, bad debts are recognised as an expense but are not recognised for the purpose of calculating appropriation amounts to be sought from parliament.
<i>Financial Management and Accountability Act 1997</i> (FMA Act)	The FMA Act sets out the financial management, accountability and audit obligations of agencies (including departments) that are financially part of the Commonwealth (and form part of the General Government Sector).
Forward estimates period	The three years following the Budget year. For example if 2011-12 is the Budget year, 2012-13 is forward year 1, 2013-14 is forward year 2 and 2014-15 is forward year 3. This period does not include the current or Budget year.
Funds	Money that has been appropriated but not drawn from the Consolidated Revenue Fund (CRF).
Income	Total value of resources earned or received to cover the production of goods and services.

Glossary

Make good	Make good is the cost of dismantling and removing an item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period. A common example of make good in the public sector is the restoration of office premises at the end of a lease period.
Measure	A new policy or savings decision of the government with financial impacts on the government's underlying cash balance, fiscal balance, operating balance, headline cash balance, net debt or net worth. Such proposals are normally made in the context of the annual Budget, and are typically published in Budget Paper No. 2, in the Mid-Year Economic and Fiscal Outlook (MYEFO).
Mid-Year Economic and Fiscal Outlook (MYEFO)	The MYEFO provides an update of the government's Budget estimates by examining expenses and revenues in the year to date, as well as provisions for new decisions that have been taken since the Budget. The report provides updated information to allow the assessment of the government's fiscal performance against the fiscal strategy set out in its current fiscal strategy statement.
'Movement of funds' between years	A 'movement of funds' process is carried out twice each year in relation to unexpensed administered operating appropriations. This involves portfolio Ministers submitting requests to the Finance Minister advising of timing changes to funding requirements. If agreed by the Finance Minister, there will be an increase in the amount appropriated in later year(s).
Net cash framework	<p>The net cash framework, implemented from the 2010-11 Budget, replaces funding for depreciation and amortisation expenses with a departmental capital budget (DCB) and the funding of make good expenses will cease to be paid in advance.</p> <p>The net cash framework applies to general government sector agencies that receive funding from annual appropriations directly or via a special account, with the exception of CAC Act bodies and the Department of Defence and the Defence Materiel Organisation.</p>
Non-operating	Sometimes called 'capital' costs.

Official Public Account (OPA)	The OPA is the Australian Government's central bank account held within the Reserve Bank of Australia. The OPA reflects the operations of the Consolidated Revenue Fund.
Operating	Normally related to ongoing, or recurring expenses, such as paying salaries or making program payments.
Operating result	Equals income less expenses.
Outcome	An outcome is the intended result, consequence or impact of government actions on the Australian community.
Portfolio Budget Statements (PBS)	Budget related paper detailing Budget initiatives and explanations of appropriations specified by outcome and program by each agency within a portfolio.
Program	Activity that delivers benefits, services or transfer payments to individuals, industry and/or the community as a whole, with the aim of achieving the intended result specified in an outcome statement.
Program support	The agency running costs allocated to a program. This is funded as part of the agency's departmental appropriations.
Special account	Balances existing within the CRF that are supported by standing appropriations (<i>Financial Management and Accountability Act 1997</i> , ss. 20 and 21). Special accounts allow money in the CRF to be acknowledged as set-aside (hypothecated) for a particular purpose. Amounts credited to a special account may only be spent for the purposes of the special account. Special accounts can only be established by a written determination of the Finance Minister (s. 20 of the FMA Act) or through an Act of Parliament (referred to in s. 21 of the FMA Act).
Special appropriations (including standing appropriations)	An amount of money appropriated by a particular Act of Parliament for a specific purpose and number of years. For special appropriations, the authority to withdraw funds from the CRF does not generally cease at the end of the financial year. Standing appropriations are a subcategory consisting of ongoing special appropriations – the amount appropriated will depend on circumstances specified in the legislation.