AUSTRALIAN INSTITUTE OF HEALTH AND WELFARE

Agency Resources and Planned Performance
Section 1: Agency Overview and Resources .................................................. 408
1.1: Agency Overview ........................................................................................ 408
1.2: Agency Resources ...................................................................................... 409
1.3: Budget Measures ........................................................................................ 410
1.4: Transition from Outcomes and Outputs to Outcomes and Programs ........ 411

Section 2: Outcomes and Planned Performance ............................................ 412
2.1: Outcomes and Performance Information ................................................... 412

Section 3: Explanatory Tables and Budgeted Financial Statements ............. 419
3.1: Explanatory Tables ...................................................................................... 419
3.2: Budgeted Financial Statements .................................................................. 420
Section 1: Agency Overview and Resources

1.1 Agency Overview

The Australian Institute of Health and Welfare (AIHW) is an independent statutory authority within the Health and Ageing Portfolio. The Australian Government funds the AIHW to meet the statutory responsibilities specified in Section 5 of the Australian Institute of Health and Welfare Act 1987. These responsibilities are to: collect health and welfare related information and statistics; develop specialised statistical standards and classifications relevant to health, health services and welfare services in consultation with the Australian Bureau of Statistics; and analyse and report on the nation’s health and welfare.

In collaboration with stakeholders and partners, the AIHW develops, maintains and promotes statistical information standards for the health, community services and housing assistance sectors, and publishes comprehensive biennial reports on Australia’s health and welfare. The AIHW publishes extensive policy-related health and welfare information reports to support informed decision-making by consumers, providers, researchers and all levels of government. This enables governments and the community to make informed decisions to improve the health and welfare of Australians.
1.2 Agency Resources

Table 1.2.1 shows the total resources from all origins. The table summarises how resources will be applied by outcome and by departmental classifications.

<table>
<thead>
<tr>
<th></th>
<th>Estimate of prior year amounts available in 2009-10</th>
<th>Proposed at Budget 2009-10</th>
<th>Total estimate 2009-10</th>
<th>Estimated available appropriation 2008-09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening balance/reserves at bank</td>
<td>$5,972</td>
<td></td>
<td>$5,972</td>
<td>$7,778</td>
</tr>
<tr>
<td>FUNDS FROM GOVERNMENT</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ordinary annual services*</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Outcome 1</td>
<td>-</td>
<td>18,778</td>
<td>18,778</td>
<td>9,325</td>
</tr>
<tr>
<td>Total ordinary annual services</td>
<td>-</td>
<td>18,778</td>
<td>18,778</td>
<td>9,325</td>
</tr>
<tr>
<td>Other services#</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity injections</td>
<td>-</td>
<td>1,610</td>
<td>1,610</td>
<td>-</td>
</tr>
<tr>
<td>Previous years' outputs</td>
<td>-</td>
<td>696</td>
<td>696</td>
<td>-</td>
</tr>
<tr>
<td>Total other services</td>
<td>-</td>
<td>2,306</td>
<td>2,306</td>
<td>-</td>
</tr>
<tr>
<td>Total annual appropriations</td>
<td>-</td>
<td>21,084</td>
<td>21,084</td>
<td>9,325</td>
</tr>
<tr>
<td>Payments from related entities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amounts from the portfolio department</td>
<td>-</td>
<td>12,045</td>
<td>12,045</td>
<td>11,555</td>
</tr>
<tr>
<td>Amounts from other agencies</td>
<td>-</td>
<td>745</td>
<td>745</td>
<td>2,635</td>
</tr>
<tr>
<td>Total payments</td>
<td>-</td>
<td>12,790</td>
<td>12,790</td>
<td>14,190</td>
</tr>
<tr>
<td>Total funds from Government</td>
<td>-</td>
<td>33,874</td>
<td>33,874</td>
<td>23,515</td>
</tr>
<tr>
<td>FUNDS FROM OTHER SOURCES</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>-</td>
<td>267</td>
<td>267</td>
<td>728</td>
</tr>
<tr>
<td>Donations</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Sale of goods and services</td>
<td>-</td>
<td>6,213</td>
<td>6,213</td>
<td>6,082</td>
</tr>
<tr>
<td>Other</td>
<td>-</td>
<td>170</td>
<td>170</td>
<td>70</td>
</tr>
<tr>
<td>Total other sources</td>
<td>-</td>
<td>6,650</td>
<td>6,650</td>
<td>6,880</td>
</tr>
<tr>
<td>Total net resourcing for AIHW</td>
<td>5,972</td>
<td>40,524</td>
<td>46,496</td>
<td>38,173</td>
</tr>
</tbody>
</table>

Notes: All figures are GST exclusive. CRF – Consolidated Revenue Fund.

The AIHW is not directly appropriated as it is a CAC Act body. Appropriations are made to the Department of Health and Ageing which are then paid to the AIHW and are considered ‘departmental’ for all purposes.

* Appropriation Bill (No.1) 2009-10.
# Appropriation Bill (No.2) 2009-10.
1.3 Budget Measures

Budget measures relating to the AIHW are detailed in Budget Paper No. 2 and are summarised below.

Table 1.3.1: AIHW Budget Measures

<table>
<thead>
<tr>
<th>Program</th>
<th>2008-09</th>
<th>2009-10</th>
<th>2010-11</th>
<th>2011-12</th>
<th>2012-13</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td><strong>Australian Institute of Health and Welfare - improving access to data and analysis</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental expenses</td>
<td>-</td>
<td>559</td>
<td>680</td>
<td>687</td>
<td>694</td>
</tr>
<tr>
<td>Departmental capital</td>
<td>-</td>
<td>300</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>-</td>
<td>859</td>
<td>680</td>
<td>687</td>
<td>694</td>
</tr>
<tr>
<td><strong>Council of Australian Governments' decision - Commonwealth investment in closing Indigenous data gaps</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental expenses</td>
<td>-</td>
<td>nfp</td>
<td>nfp</td>
<td>nfp</td>
<td>nfp</td>
</tr>
<tr>
<td>Total</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Council of Australian Governments' decision - implementing the Council of Australian Governments' federal financial framework - expanded roles</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental expenses</td>
<td>696</td>
<td>8,945</td>
<td>9,729</td>
<td>4,902</td>
<td>4,769</td>
</tr>
<tr>
<td>Departmental capital</td>
<td>-</td>
<td>1,310</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>696</td>
<td>10,255</td>
<td>9,729</td>
<td>4,902</td>
<td>4,769</td>
</tr>
<tr>
<td><strong>World Class Cancer Care - cancer data to improve cancer survival</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental expenses</td>
<td>-</td>
<td>518</td>
<td>523</td>
<td>506</td>
<td>511</td>
</tr>
<tr>
<td>Cancer Australia</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Departmental expenses</td>
<td>-</td>
<td>138</td>
<td>140</td>
<td>141</td>
<td>142</td>
</tr>
<tr>
<td>Administered expenses</td>
<td>-</td>
<td>371</td>
<td>394</td>
<td>401</td>
<td>409</td>
</tr>
<tr>
<td>Total</td>
<td>-</td>
<td>1,027</td>
<td>1,057</td>
<td>1,048</td>
<td>1,062</td>
</tr>
</tbody>
</table>

Prepared on a Government Financial Statistics (fiscal) basis.
1.4 Transition from Outcomes and Outputs to Outcomes and Programs

From the 2009-10 Budget, all General Government Sector (GGS) entities will be reporting on a Program basis. The table below outlines the transition from the 2008-09 Budget year (as at Additional Estimates), which was presented in administered items, outputs and output groups, to the program reporting framework used for the 2009-10 Budget. The table also captures revisions made to GGS Outcome Statements under the Operation Sunlight Outcome Statements Review.

Figure 1: Transition Table

<table>
<thead>
<tr>
<th>2008-09 Budget Year</th>
<th>2009-10 Budget Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Outcome 1:</strong></td>
<td><strong>Outcome 1:</strong></td>
</tr>
<tr>
<td>Better health and well-being for Australians through better health and welfare statistics and information</td>
<td>A robust evidence-base for the health, housing and community sectors, including through developing and disseminating comparable health and welfare information and statistics</td>
</tr>
<tr>
<td><strong>Output Group 1:</strong></td>
<td><strong>Program 1.1:</strong></td>
</tr>
<tr>
<td>Develop, collect, analyse and report high quality national health and welfare information and statistics for governments and the community</td>
<td>Develop, collect, analyse and report high quality national health and welfare information and statistics for governments and the community</td>
</tr>
</tbody>
</table>

Note: Under the previous performance reporting structure, departmental activity was reported under departmental outputs. Under the new structure, departmental costs are reported as Programs.
Section 2: Outcomes and Planned Performance

2.1 Outcomes and Performance Information

Outcome 1 – A robust evidence-base for the health, housing and community sectors, including through developing and disseminating comparable health and welfare information and statistics

Outcome Strategy

The Australian Government places a high priority on sound, evidence-based policy and programs. This is to ensure that policies and programs are based on accurate, up-to-date information which can lead to improved health and well-being for the community and to address specific issues for particular target groups, including Aboriginal and Torres Strait people, people with a disability, the aged, children and youth, the homeless and those at risk of homelessness.

To help achieve this outcome, the Government funds the AIHW to undertake a range of activities which involve leading and collaborating with a range of stakeholders and partners, including the Australian, State and Territory Governments, and the Australian Bureau of Statistics.

The AIHW supports informed decision-making by consumers, providers, researchers and all levels of government through the publication of policy relevant reports which enable governments and the community to make informed decisions to improve the health and welfare of Australians. Statistics are produced on areas such as: population health; health services; mental health; and disability services. The AIHW also produces statistics on Aboriginal and Torres Strait Islander health and welfare; community services, including those for children and aged care; drug and alcohol use and services; and on housing and homelessness.

The AIHW will have a leading role in supplying the national data for reporting on a range of performance indicators and output measures for the new National Agreements announced by the Council of Australian Governments (COAG). These are part of the new performance framework for federal financial relations.

The AIHW will also establish a new cancer monitoring centre, which is expected to substantially improve information relating to the effectiveness of national screening and intervention programs.

Refer to discussions under Program 1.1: Develop, collect, analyse and report high quality national health and welfare information and statistics for governments and the community for further information on these Government initiatives.
**AIHW Budgeted Expenses and Resources**

Table 2.1.1 provides an overview of the total expenses for the AIHW by Program.

Table 2.1.1: Budgeted Expenses and Resources for the AIHW

<table>
<thead>
<tr>
<th>2008-09</th>
<th>2009-10</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Estimated actual expenses</strong></td>
<td><strong>Estimated expenses</strong></td>
</tr>
<tr>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td>Program 1.1: Develop, collect, analyse and report high quality national health and welfare information and statistics for governments and the community</td>
<td></td>
</tr>
<tr>
<td>Funds from Government</td>
<td>9,325</td>
</tr>
<tr>
<td>Revenues from other sources</td>
<td>21,070</td>
</tr>
<tr>
<td>Unfunded expenses*</td>
<td>457</td>
</tr>
<tr>
<td><strong>Subtotal for Program 1.1</strong></td>
<td>30,852</td>
</tr>
<tr>
<td><strong>Total expenses for the AIHW</strong></td>
<td>30,852</td>
</tr>
</tbody>
</table>

Note: * Loss attributable to the effect of the decreased bond rate on employment entitlements.

<table>
<thead>
<tr>
<th>2008-09</th>
<th>2009-10</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Average staffing level (number)</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>228</td>
</tr>
</tbody>
</table>
Contributions to the AIHW

Program 1.1: Develop, collect, analyse and report high quality national health and welfare information and statistics for governments and the community

Program Objective

The Australian Government aims to improve the health and welfare of Australians through this Program, by ensuring there is a sound evidence-base underpinning community discussion and policy making. The following discusses the key strategic directions the Australian Government will take through the AIHW to help achieve this objective.

Key Strategic Directions

This Program aims to:

- support the Australian Government’s COAG policy reform agenda by contributing to the development and collection of high quality and consistent data on health care to enhance the accountability of governments to the community;
- capitalise on the new information environment to maintain and enhance the quality of Australia’s health and welfare statistics;
- enhance data access to support research, policy and program development in the public interest, while ensuring that the personal information of every Australian is protected; and
- improve the communication of key messages from information and statistics to support informed public debate about health and welfare services and their delivery.

Major Activities

Assisting the COAG Policy Reform Agenda

The AIHW will work with all governments and other stakeholders to ensure that high quality and consistent data and information are available to underpin the COAG reform agenda in areas including health, housing, homelessness, disability and child protection, particularly for Indigenous Australians. This reform agenda will also increase the transparency of Government reporting, resulting in more transparent public performance reporting for the delivery of human services.

Performance Reporting and Analysis

The Australian Government is committed to collaborating with State and Territory Governments on policy development and facilitating economic and social reforms to improve the well-being of all Australians. Over the next four years, the AIHW will supply data on performance indicators and output measures across areas specified in the Intergovernmental Agreement on Federal Financial Relations and related National Partnership Agreements. The AIHW’s expertise will be used to ensure the objective measurement of Australian and State and Territory Government performance, and to provide a reliable evidence-base for national performance information. In some cases, this may involve developing new data items for collection across states and territories, and ensuring that consistent definitions are applied.
The AIHW will highlight patterns of service use across a range of areas, including social inclusion, child protection and cancer monitoring. The AIHW will also redevelop data standards on national housing, homelessness and disability data to measure governments’ performance through the National Affordable Housing Agreement and its associated National Partnership payments.

**Cancer Data**

A priority for the Australian Government is to tackle the impact of cancer on the health and well-being of Australians. The AIHW will work closely with peak bodies responsible for cancer control to provide data on cancer prevalence and survival rates, and to monitor cancer screening programs. Over the next four years, the Australian Government, through the AIHW and Cancer Australia,\(^1\) will establish a national cancer monitoring centre to reduce the health, social and economic inequalities of cancer through better coordination and timely access to national data.

**Maintaining and Enhancing the Quality of Australia’s Health and Welfare Statistics**

The Australian Government supports the collection of meaningful national statistics on the health and well-being of Australians, and on the health and welfare services they receive. Public debate is enhanced by continuing to provide high quality information and analysis across the health and welfare sectors, via reports published in hard copy and online. The AIHW will continue to support the production of national data standards, data sets and metadata, and make these standards and metadata freely available through the internet via METeOR. METeOR is the national repository for metadata standards for the health, community services and housing assistance sectors.

The AIHW will, where possible, work to improve statistical reporting, through changes to the information environment over coming years. Specific developments include e-Health (the electronic exchange of clinical and administrative information), revisions of international classifications, the development and uptake of terminologies, emerging data sources, and changed regulatory approaches especially in the field of privacy.

During 2009-10, the AIHW will work with jurisdictions, national information committees, the National E-Health Transition Authority and other stakeholders to develop a framework for the statistical and analytical uses of data. The AIHW will ensure that data standards for health and welfare statistics are maintained and are inclusive of developments in the broader national and international standards, and information management.

**Enhancing Data Access, While Protecting Privacy**

The Australian Government is committed to improving the use of data to inform policy directions, research and evaluation. In line with its legislative obligations, the AIHW will work towards improving the use of its data, with a particular focus on protecting Australians’ privacy.

Over the next four years, the AIHW will ensure that its custodial and ethics approval processes continue to conform with national human research ethics arrangements, national privacy legislation (including any changes to these arrangements and legislation), policy directions for national health and welfare information, and any new custodial arrangements

\(^1\) For further discussion on this Government initiative, refer to the Cancer Australia chapter located later in these Portfolio Budget Statements.
that might arise from national information agreements. In addition to publishing extensive summary statistics on health and welfare, the AIHW in 2009-10 will support ethical research by providing controlled access to data sets for specific research.

**Improved Communication of Key Messages**

The Australian Government’s objectives for evidence-based policy and community engagement are dependent on the availability of easy to understand information. In 2009-10, the AIHW will introduce new methods for assessing the effectiveness of its reports and will work with all governments to continuously improve the user-friendliness of AIHW reporting. The AIHW will produce plain English analyses of key health and welfare issues, easy to use statistical products and targeted education materials which will help improve community understanding and use of health and welfare statistics. In relation to health, this includes the production of community-friendly booklets on national health priority areas such as arthritis and osteoporosis. The AIHW will also publish more products in formats that are accessible to the visually impaired.

**Program 1.1: Deliverables**

To inform government and community discussion, and policy-making on health, housing and community sector issues, funding under Program 1.1 will enable the AIHW to develop, collect, analyse and report high quality information and statistics. The AIHW undertakes a national leadership role in facilitating accurate, valuable and timely data collection and analysis work, and encouraging access to AIHW data and publications. The AIHW has overall responsibility for the ‘deliverables’ that contribute to the Program.

**Qualitative Deliverables**

**Assisting the COAG Policy Reform Agenda**

- *Australia’s Welfare 2009, Australia’s Health 2010* and the AIHW’s annual report are published within legislated timeframes to the satisfaction of the Minister. This will be measured by adherence to the timetable for preparation and publication, and Ministerial feedback.
Maintaining and Enhancing the Quality of Australia's Health and Welfare Statistics

- The Health Data Dictionary and Community Services Data Dictionary are published in hard copy biennially.

- The quality of the AIHW’s leadership in identifying ways in which Australia’s system for health and welfare statistics can capitalise on the changing information environment. This will be measured by feedback from the jurisdictions and their continued participation in relevant committees and AIHW-led consultative processes.

Table 2.1.3: Quantitative Deliverable for Program 1.1

<table>
<thead>
<tr>
<th>Quantitative Deliverable</th>
<th>2008-09 Revised Budget</th>
<th>2009-10 Budget</th>
<th>2010-11 Forward Year 1</th>
<th>2011-12 Forward Year 2</th>
<th>2012-13 Forward Year 3</th>
</tr>
</thead>
<tbody>
<tr>
<td>Percentage of national data standards available online in the Health Data Dictionary and Community Services Data Dictionary within 30 days of committee endorsement.</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
</tr>
</tbody>
</table>

Program 1.1: Key Performance Indicators

The following ‘key performance indicators’ measure the impact of the Program.

Table 2.1.4: Quantitative Key Performance Indicators for Program 1.1

<table>
<thead>
<tr>
<th>Quantitative Indicators</th>
<th>2008-09 Revised Budget</th>
<th>2009-10 Revised Target</th>
<th>2010-11 Forward Year 1</th>
<th>2011-12 Forward Year 2</th>
<th>2012-13 Forward Year 3</th>
</tr>
</thead>
<tbody>
<tr>
<td>Improved Communication of Key Messages</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>The provision of free, high quality information measured by the:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- minimum number of website visits for published reports.</td>
<td>7,804,672</td>
<td>7,804,672</td>
<td>7,804,672</td>
<td>7,804,672</td>
<td>7,804,672</td>
</tr>
</tbody>
</table>
Quantitative Indicators | 2008-09 Revised Budget | 2009-10 Budget Estimate | 2010-11 Forward Year 1 | 2011-12 Forward Year 2 | 2012-13 Forward Year 3
--- | --- | --- | --- | --- | ---
The provision of high quality information measured by the:
- minimum number of references to published reports in the media and to the Parliament.

2,547 | 2,547 | 2,547 | 2,547 | 2,547
Section 3: Explanatory Tables and Budgeted Financial Statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of agency finances for the Budget year 2009-10. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations and Program expenses, movements in administered funds, special accounts and Government Indigenous expenditure.

3.1 Explanatory Tables

3.1.1 Movement of Administered Funds Between Years

Section 3.1.1 is not applicable to the AIHW.

3.1.2 Special Accounts

Section 3.1.2 is not applicable to the AIHW.

3.1.3 Australian Government Indigenous Expenditure

Table 3.1.3: Australian Government Indigenous Expenditure

<table>
<thead>
<tr>
<th>Outcome</th>
<th>Appropriations</th>
<th>Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Bill No. 1</td>
<td>Bill No. 2</td>
<td>Special</td>
</tr>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
</tbody>
</table>

**Australian Institute of Health and Welfare**

**Program 1.1**

Administered 2009-10

- - - - - -

Administered 2008-09

- - - - - -

Departmental 2009-10

<table>
<thead>
<tr>
<th>Departmental 2009-09</th>
<th>168</th>
<th>-</th>
<th>-</th>
<th>168</th>
<th>-</th>
<th>168</th>
</tr>
</thead>
</table>

Total Outcome 2009-10

<table>
<thead>
<tr>
<th>Total Outcome 2009-10</th>
<th>168</th>
<th>-</th>
<th>-</th>
<th>168</th>
<th>-</th>
<th>168</th>
</tr>
</thead>
</table>

Total departmental 2009-10

<table>
<thead>
<tr>
<th>Total departmental 2009-09</th>
<th>168</th>
<th>-</th>
<th>-</th>
<th>168</th>
<th>-</th>
<th>168</th>
</tr>
</thead>
</table>

Total AGIE 2009-10

<table>
<thead>
<tr>
<th>Total AGIE 2009-09</th>
<th>168</th>
<th>-</th>
<th>-</th>
<th>168</th>
<th>-</th>
<th>168</th>
</tr>
</thead>
</table>

Total AGIE 2008-09

| Total AGIE 2008-09 | 162 | - | - | 162 | - | 162 |
3.2  Budgeted Financial Statements

3.2.1  Differences in Agency Resourcing and Financial Statements

Section 3.2.1 is not applicable to the AIHW.

3.2.2  Analysis of Budgeted Financial Statements

An analysis of AIHW’s budgeted financial statements for 2009-10 is provided below.

Departmental Resources

Comprehensive Income Statement

The AIHW is budgeting for an operating loss of $457,000 in 2008-09. This loss is entirely due to the non-cash impact of the decrease in the 10 year government bond rate since 30 June 2008 on the valuation of long service leave liabilities.

Funds from Government will increase in 2009-10 and subsequent years due to the following new Budget measures, which are set out in Table 1.3.1:

- Australian Institute of Health and Welfare – improving access to data and analysis;
- Council of Australian Governments’ decision – implementing the Council of Australian Governments’ federal financial framework – expanded roles;
- Council of Australian Governments’ decision – Commonwealth investment in closing Indigenous data gaps; and
- World Class Cancer Care – cancer data to improve cancer survival.

Expenses will increase correspondingly. The AIHW is budgeting to break-even in 2009-10 and in the following years.

Balance Sheet

The AIHW’s cash balance is expected to fall slightly in 2008-09 and increase again in 2009-10. This is mainly due to the timing of receiving new appropriation funding for COAG reform expenditure incurred in 2008-09. The equity balance will increase in 2009-10 due to new capital funding as set out in Table 1.3.1. The value of land and buildings is expected to decrease due to the depreciation of fit out costs over the term of the remaining lease. No other significant changes in balance sheet items are expected.
### 3.2.3 Budgeted Financial Statements Tables

**Table 3.2.1: Budgeted Departmental Comprehensive Income Statement**
*(for the period ended 30 June)*

<table>
<thead>
<tr>
<th></th>
<th>Estimated actual</th>
<th>Budget estimate</th>
<th>Forward estimate</th>
<th>Forward estimate</th>
<th>Forward estimate</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2008-09 2009-10</td>
<td>2010-11 2011-12</td>
<td>2012-13</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>$'000   $'000</td>
<td>$'000  $'000</td>
<td>$'000  $'000</td>
<td>$'000  $'000</td>
<td>$'000  $'000</td>
</tr>
<tr>
<td><strong>EXPENSES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee benefits</td>
<td>21,344 25,107</td>
<td>26,318 24,220</td>
<td>24,753</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Supplier</td>
<td>8,868 12,591</td>
<td>13,041 11,372</td>
<td>11,557</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortisation</td>
<td>640 520</td>
<td>898 849</td>
<td>810</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Finance costs</td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>30,852 38,218</td>
<td>40,257 36,441</td>
<td>37,120</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>LESS:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>OWN-SOURCE INCOME</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenue</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sale of goods and rendering of services</td>
<td>20,272 19,003</td>
<td>19,763 20,554</td>
<td>21,376</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fees and fines</td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>728 267</td>
<td>278 287</td>
<td>295</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other revenue</td>
<td>70 170</td>
<td>70 170</td>
<td>70</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total revenue</strong></td>
<td>21,070 19,440</td>
<td>20,111 21,011</td>
<td>21,741</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gains</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sale of assets</td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other gains</td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total gains</strong></td>
<td>- -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total own-source income</strong></td>
<td>21,070 19,440</td>
<td>20,111 21,011</td>
<td>21,741</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Net cost of (contribution by) services</strong></td>
<td>9,782 18,778</td>
<td>20,146 15,430</td>
<td>15,379</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Funds from Government</td>
<td>9,325 18,778</td>
<td>20,146 15,430</td>
<td>15,379</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Surplus (Deficit)</strong></td>
<td>(457) -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Surplus (Deficit) attributable to the Australian Government</strong></td>
<td>(457) -</td>
<td>- -</td>
<td>- -</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Prepared on Australian Accounting Standards basis.
Table 3.2.2: Budgeted Departmental Balance Sheet (as at 30 June)

<table>
<thead>
<tr>
<th></th>
<th>Estimated actual</th>
<th>Budgeted estimate</th>
<th>Forward estimate</th>
<th>Forward estimate</th>
<th>Forward estimate</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2008-09</td>
<td>2009-10</td>
<td>2010-11</td>
<td>2011-12</td>
<td>2012-13</td>
</tr>
<tr>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
</tbody>
</table>

**ASSETS**

**Financial assets**

- Cash and cash equivalents: 5,972, 6,938, 7,183, 7,379, 7,537
- Receivables: 6,237, 5,541, 5,944, 6,347, 6,750
- Investments: -

**Total financial assets**: 12,209, 12,479, 13,127, 13,726, 14,287

**Non-financial assets**

- Land and buildings: 1,376, 1,251, 1,006, 811, 653
- Infrastructure, plant and equipment: 816, 816, 816, 816, 816
- Inventories: 66, 66, 66, 66, 66
- Intangibles: 145, 1,610, 1,207, 804, 401
- Other: 415, 415, 415, 415, 415

**Total non-financial assets**: 2,818, 4,158, 3,510, 2,912, 2,351

**Total assets**: 15,027, 16,637, 16,637, 16,638, 16,638

**LIABILITIES**

**Payables**

- Suppliers: 1,071, 1,071, 1,071, 1,071, 1,071

**Total payables**: 8,442, 8,442, 8,442, 8,443, 8,443

**Provisions**

- Employees: 5,205, 5,205, 5,205, 5,205, 5,205
- Other provisions: 423, 423, 423, 423, 423

**Total provisions**: 5,628, 5,628, 5,628, 5,628, 5,628

**Total liabilities**: 14,070, 14,070, 14,070, 14,071, 14,071

**Net Assets**: 957, 2,567, 2,567, 2,567, 2,567

**EQUITY**

- Contributed equity: 1,146, 2,756, 2,756, 2,756, 2,756
- Reserves: 1,600, 1,600, 1,600, 1,600, 1,600
- Retained surpluses or accumulated deficits: (1,789), (1,789), (1,789), (1,789), (1,789)

**Total equity**: 957, 2,567, 2,567, 2,567, 2,567

**Current assets**: 12,690, 12,960, 13,608, 14,207, 14,768
**Non-current assets**: 2,337, 3,677, 3,029, 2,431, 1,870
**Current liabilities**: 12,606, 12,606, 12,606, 12,607, 12,607
**Non-current liabilities**: 1,464, 1,464, 1,464, 1,464, 1,464

Prepared on Australian Accounting Standards basis.
Table 3.2.3: Budgeted Departmental Statement of Cash Flows  
(for the period ended 30 June)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
</tbody>
</table>

**OPERATING ACTIVITIES**

**Cash received**
- Goods and services: 20,466, 20,848, 21,671, 22,539, 23,440
- Funds from Government: 8,629, 19,474, 19,743, 15,027, 14,976
- Interest: 728, 267, 278, 287, 295
- Net GST received: -
- Other cash received: 150, 170, 70, 170, 70

**Total cash received**: 29,973, 40,759, 41,762, 38,023, 38,781

**Cash used**
- Employees: 20,887, 25,107, 26,318, 24,220, 24,753
- Suppliers: 9,763, 13,533, 13,991, 12,371, 12,094
- Net GST paid: 879, 903, 958, 986, 1,016
- Other cash used: -

**Total cash used**: 31,529, 39,543, 41,267, 37,577, 37,863

**Net cash from (or used by) operating activities**: (1,556), 1,216, 495, 446, 918

**INVESTING ACTIVITIES**

**Cash used**
- Purchase of property, plant and equipment: 250, 1,860, 250, 250, 760

**Total cash used**: 250, 1,860, 250, 250, 760

**Net cash from (or used by) investing activities**: (250), (1,860), (250), (250), (760)

**FINANCING ACTIVITIES**

**Cash received**
- Appropriations - contributed equity: - 1,610 - - -

**Total cash received**: - 1,610 - - -

**Cash used**
- Dividends paid: - - - - -
- Other cash used: - - - - -

**Total cash used**: - - - - -

**Net cash from (or used by) financing activities**: - 1,610 - - -

**Net increase (or decrease) in cash held**: (1,806), 966, 245, 196, 158

- Cash at the beginning of the reporting period: 7,778, 5,972, 6,938, 7,183, 7,379
- Cash at the end of the reporting period: 5,972, 6,938, 7,183, 7,379, 7,537

Prepared on Australian Accounting Standards basis.
<table>
<thead>
<tr>
<th></th>
<th>Retained earnings</th>
<th>Asset revaluation reserve</th>
<th>Other reserves</th>
<th>Contributed equity/capital</th>
<th>Total equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening balance as at 1 July 2009</td>
<td>(1,789)</td>
<td>1,600</td>
<td>-</td>
<td>1,146</td>
<td>957</td>
</tr>
<tr>
<td>Net operating result</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Appropriation (equity injection)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,610</td>
<td>1,610</td>
</tr>
<tr>
<td>Estimated closing balance as at 30 June 2010</td>
<td>(1,789)</td>
<td>1,600</td>
<td>-</td>
<td>2,756</td>
<td>2,567</td>
</tr>
</tbody>
</table>
### Table 3.2.5: Departmental Capital Budget Statement

<table>
<thead>
<tr>
<th></th>
<th>Estimated actual 2008-09</th>
<th>Budget estimate 2009-10</th>
<th>Forward estimate 2010-11</th>
<th>Forward estimate 2011-12</th>
<th>Forward estimate 2012-13</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
<td>$'000</td>
</tr>
<tr>
<td><strong>CAPITAL APPROPRIATIONS</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total equity injections</td>
<td>-</td>
<td>1,610</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total loans</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Appropriations of previous year accrued revenue</td>
<td>-</td>
<td>696</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total capital appropriations</td>
<td>-</td>
<td>2,306</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Represented by:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of non-financial assets</td>
<td>-</td>
<td>1,610</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>-</td>
<td>696</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total represented by</td>
<td>-</td>
<td>2,306</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>ACQUISITION OF NON-FINANCIAL ASSETS</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Funded by capital appropriations</td>
<td>-</td>
<td>1,610</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Funded internally from Departmental resources*</td>
<td></td>
<td></td>
<td>250</td>
<td>250</td>
<td>250</td>
</tr>
<tr>
<td>Assets received due to restructure (FMA s32)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total acquisitions of non-financial assets</td>
<td></td>
<td></td>
<td>250</td>
<td>250</td>
<td>250</td>
</tr>
</tbody>
</table>

Note:* Includes the following sources of funding:
- annual and prior year appropriations;
- donations and contributions;
- gifts;
- finance leases;
- internally developed assets;
- s31 relevant agency receipts; and
- proceeds from the sale of assets.
### Table 3.2.6: Statement of Asset Movements – Departmental

<table>
<thead>
<tr>
<th></th>
<th>Land $'000</th>
<th>Buildings $'000</th>
<th>Other infrastructure, plant &amp; equipment $'000</th>
<th>Intangibles $'000</th>
<th>Other non-financial assets $'000</th>
<th>Total $'000</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>as at 1 July 2009</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross book value</td>
<td>-</td>
<td>1,594</td>
<td>1,616</td>
<td>767</td>
<td>481</td>
<td>4,458</td>
</tr>
<tr>
<td>Accumulated depreciation/amortisation</td>
<td>-</td>
<td>218</td>
<td>800</td>
<td>622</td>
<td>-</td>
<td>1,640</td>
</tr>
<tr>
<td><strong>Opening net book balance</strong></td>
<td>-</td>
<td>1,376</td>
<td>816</td>
<td>145</td>
<td>481</td>
<td>2,818</td>
</tr>
<tr>
<td><strong>CAPITAL ASSET ADDITIONS</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Estimated expenditure on new or replacement assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>by purchase or internally developed</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>by finance lease</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>by contribution/donation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>by gift</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Sub-total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>1,860</td>
</tr>
<tr>
<td>Other Movements</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation/amortisation expense</td>
<td>-</td>
<td>125</td>
<td>250</td>
<td>145</td>
<td>-</td>
<td>520</td>
</tr>
<tr>
<td>Disposals</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>as at 30 June 2010</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross book value</td>
<td>-</td>
<td>1,594</td>
<td>1,866</td>
<td>2,377</td>
<td>481</td>
<td>6,318</td>
</tr>
<tr>
<td>Accumulated depreciation/amortisation</td>
<td>-</td>
<td>343</td>
<td>1,050</td>
<td>767</td>
<td>-</td>
<td>2,160</td>
</tr>
<tr>
<td><strong>Closing net book balance</strong></td>
<td>-</td>
<td>1,251</td>
<td>816</td>
<td>1,610</td>
<td>481</td>
<td>4,158</td>
</tr>
</tbody>
</table>

Note: * Proceeds may be returned to the Official Public Account.
3.2.4 Notes to the Financial Statements

The budgeted financial statements for the AIHW are prepared for the Budget year, previous year and three forward years.

Departmental Financial Statements

Budgeted Departmental Comprehensive Income Statement (for the period ended 30 June)

This statement provides a picture of the expected financial results for the AIHW by identifying full accrual expenses and revenues.

Budgeted Departmental Balance Sheet (as at 30 June)

The statement shows the financial position of the AIHW. It enables decision-makers to track the management of the AIHW’s assets and liabilities.

Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

Budgeted cash flows as reflected in the statement of cash flows, provides important information on the extent and nature of cash flows by characterising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2009-2010)

This table shows the movements in equity during the Budget year.