Independent Health and Aged Care Pricing Authority

Entity resources and planned performance

# Independent Health and Aged Care Pricing Authority

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## Section 1: Entity overview and resources

### Strategic direction statement[[1]](#footnote-1)

The Independent Health and Aged Care Pricing Authority (IHACPA) is an independent government agency. It was established and originally named the Independent Hospital Pricing Authority under the *National Health Reform Act 2011* (Cwlth), as part of the National Health Reform Agreement reached by all Australian governments in 2011.

On 12 August 2022, amendments to the *National Health Reform Act 2011* and the *Aged Care Act 1997* came into effect, changing the name of the Independent Hospital Pricing Authority to the Independent Health and Aged Care Pricing Authority and expanding its role to include the provision of costing and pricing advice on aged care.

IHACPA is responsible for determining the National Efficient Price (NEP) for public hospital services through the analysis of data on the actual activities and costs of public hospital services. IHACPA also determines the National Efficient Cost (NEC), which is used when activity based funding is not suitable for funding, such as in the case of small rural public hospitals. IHACPA is also responsible for the provision of advice on aged care pricing and costing matters to the Minister for Health and Aged Care, and the performance of certain functions conferred by the *Aged Care Act 1997*.

IHACPA is responsible for developing national classifications for health care and other services delivered by public hospitals. IHACPA also has responsibility for developing national classifications for aged care that support the provision of advice on aged care pricing and costing matters to the Minister for Health and Aged Care.

IHACPA has responsibility for resolving disputes on cost‑shifting and cross-border issues as required and provides advice and reports to the Australian Government and the public.

IHACPA publishes an annual Pricing Framework for Australian Public Hospital Services that outlines the principles, criteria and methodology used by IHACPA to determine the NEP for services provided by hospitals on an activity basis, and the NEC for services that are block funded. IHACPA also publishes an annual Pricing Framework for Australian Aged Care Services that underpins IHACPA’s approach to providing aged care costing and pricing advice to the Australian Government, outlining how IHACPA develops aged care pricing advice.

As prescribed in the *National Health Reform Act 2011*, the Clinical Advisory Committee, Jurisdictional Advisory Committee, Aged Care Advisory Committee, and other advisory committees advise on matters relating to the functions of IHACPA. These committees ensure the underlying principles applied to setting the NEP and NEC, and provision of aged care costing and pricing advice, are both clinically relevant and technically appropriate.

IHACPA is independent of the Commonwealth and state and territory governments. The role and functions of IHACPA are set out in the *National Health Reform Act 2011* and the *Aged Care Act 1997*. IHACPA is a corporate Commonwealth entity under the *Public Governance, Performance and Accountability Act 2013*.

### 1.2 Entity resource statement

Table 1.1 shows the total funding from all sources available to the entity for its operations and to deliver programs and services on behalf of the Government.

The table summarises how resources will be applied by outcome (government strategic policy objectives) and by administered (on behalf of the Government or the public) and departmental (for the entity’s operations) classification.

For more detailed information on special accounts and special appropriations, refer to *Budget Paper No. 4 – Agency Resourcing*.

Information in this table is presented on a resourcing (that is, appropriations/cash available) basis, whilst the ‛Budgeted expenses by Outcome’ tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: IHACPA resource statement – Budget estimates for 2023–24 as at Budget May 2023

|  |  |  |
| --- | --- | --- |
|  | **2022–23Estimated actual$'000** | **2023–24Estimate$'000** |
| **Opening balance/cash reserves at 1 July** | 16,079 | 15,145 |
| **Funds from Government** |  |   |
| **Annual appropriations** |  |   |
| Ordinary annual services (a) |  |   |
| Outcome 1 | - | - |
| Other services (b) |  |   |
| Equity injection | - | - |
| **Total annual appropriations** | **-** | **-** |
| **Amounts received from related entities (c)** |  |   |
| Amounts from the Portfolio Department | 36,332 | 42,869 |
| Amounts from other entities | - | - |
| **Total amounts received from related entities** | **36,332** | **42,869** |
| **Total funds from Government** | **36,332** | **42,869** |
| **Funds from other sources** |  |   |
| Interest | 150 | 450 |
| Sale of goods and services | 800 | 800 |
| **Total funds from other sources** | **950** | **1,250** |
| **Total net resourcing for IHACPA** | **53,361** | **59,264** |
|  |  |  |
|   | **2022–23** | **2023–24** |
| **Average staffing level (number)** | 1 | 1 |

All figures are GST exclusive.

(a) Appropriation Bill (No. 1) 2023–24.

(b) Appropriation Bill (No. 2) 2023–24.

(c) Funding provided by a Government entity that is not specified within the annual appropriation bills as a payment to the corporate entity.

### 1.3 Budget measures

Budget measures in Part 1 relating to IHACPA are detailed in *Budget Paper No. 2* and are summarised below.

Table 1.2: IHACPA 2023–24 Budget measures

Part 1: Measures announced since the 2022–23 October Budget

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|   | Program | **2022–23 $'000** | **2023–24 $'000** | **2024–25 $'000** | **2025–26 $'000** | **2026–27 $'000** |
| **Implementing Aged Care Reform – home care (a)** |
| Independent Health and Aged Care Pricing Authority  |  |  |  |  |
| Departmental payments | 1.1 | - | - | - | - | - |
| **Total payments** |  | **-** | **-** | **-** | **-** | **-** |
| **Improving Aged Care Support (a)** |
| Independent Health and Aged Care Pricing Authority  |  |  |  |  |
| Departmental payments | 1.1 | - | - | - | - | - |
| **Total payments** |   | **-** | **-** | **-** | **-** | **-** |

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

(a) IHACPA is not the lead entity for this measure. As a corporate Commonwealth entity, IHACPA does not get appropriated directly. Full details of this measure are published under Table 1.2: Department of Health and Aged Care 2023–24 May Budget Measures.

## Section 2: Outcomes and planned performance

Government outcomes are the intended results, impacts or consequences of actions by the Government on the Australian community. Commonwealth programs are the primary vehicle by which government entities achieve the intended results of their outcome statements. Entities are required to identify the programs that contribute to government outcomes over the Budget and forward years.

Each outcome is described within this section, together with its related programs. The following provides detailed information on expenses for each outcome and program, further broken down by funding source.

**Note:**

Performance reporting requirements in the Portfolio Budget Statements are part of the Commonwealth Performance Framework established by *the Public Governance, Performance and Accountability Act 2013*. It is anticipated that the performance measures described in Portfolio Budget Statements will be read with broader information provided in an entity’s Corporate Plan and Annual Performance Statement – included in Annual Reports – to provide an entity’s complete performance story.

IHACPA’s most recent Corporate Plan and Annual Performance Statement are available at: www.ihacpa.gov.au/about-ihacpa/who-we-are/corporate-information

### 2.1 Budgeted expenses and performance

**Outcome 1**

Support public hospitals and aged care services to improve efficiency in, and access to, services through the provision of independent pricing determinations and advice and designing pricing systems that promote sustainable and high-quality care.

#### Program contributing to Outcome 1

**Program 1.1: Development of Pricing Advice and Annual Determinations**

#### Linked programs

| Other Commonwealth entities that contribute to Outcome 1 |
| --- |
| Australian Commission on Safety and Quality in Health Care (ACSQHC)[[2]](#footnote-2) |
| Program 1.1: Safety and Quality in Health CareACSQHC works with IHACPA through a joint working party to consider options on approaches to ensuring safety and quality in the provision of healthcare services to fulfil the relevant requirements of the National Health Reform Agreement. |
| Australian Institute of Health and Welfare (AIHW)[[3]](#footnote-3) |
| Program 1.1: Develop, Collect, Analyse and Report High Quality National Health and Welfare Information and Statistics for Governments and the CommunityThe AIHW works with other national bodies on a range of National Health Reform Agreement-related activities, including hospital performance reporting and funding. This includes assisting and working with IHACPA to ensure an accurate and consistent approach to the classification of information about hospital activities and expenditures. |
| Department of Health and Aged Care |
| Program 1.1: Health Research, Coordination and AccessProgram 3.2: Aged Care ServicesThe Department of Health and Aged Care has policy responsibility for public and private hospital services, including the Commonwealth Government’s funding contribution for public hospital services. This includes policy responsibility for the implementation of activity based funding under the National Health Reform Agreement (1.1).The Department of Health and Aged Care has policy responsibility for ageing and aged care services, including funding for residential aged care (3.2). |
| National Health Funding Body (NHFB)[[4]](#footnote-4) |
| Program 1.1: National Health Funding Pool Administration The NHFB works with IHACPA to provide transparent and efficient administration of Commonwealth, state and territory funding of the Australian public hospital system, and supports the Administrator in enabling and supporting more transparent and efficient public hospital funding and reporting. |
| National Health Funding Pool (the Administrator)[[5]](#footnote-5) |
| Program 1.1: National Health Funding Pool AdministrationThe Administrator, with support from the NHFB, is responsible for calculating and advising the Commonwealth Treasurer of the Commonwealth Government’s contribution to the National Health Funding Pool under the National Health Reform Agreement. |

*Budgeted expenses for Outcome 1*

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

Table 2.1.1: Budgeted expenses for Outcome 1

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **Program 1.1: Development of Pricing Advice and Annual Determinations** |  |
| Revenue from Government |  |   |  |  |  |
| Amounts from related entities | 36,332  | 42,869  | 44,349  | 44,102  | 42,059  |
| Income from other sources | 950  | 1,250  | 1,250  | 1,250  | 1,250  |
| Expenses not requiring appropriation in the Budget year (a) | 14,755 | 16,925 | 17,159 | 17,313 | 17,457 |
| Operating deficit (surplus) | 424 | 364  | 300 | 234 | 58 |
| **Total for Program 1.1** | **52,461**  | **61,408**  | **63,058**  | **62,899**  | **60,824**  |
| **Total expenses for Outcome 1** | **52,461**  | **61,408**  | **63,058**  | **62,899**  | **60,824**  |
|  |  |   |  |  |  |
|   | **2022–23** | **2023–24** |  |  |  |
| **Average staffing level (number)** | 1  | 1  |  |  |  |

(a) Expenses not requiring appropriation in the budget year are primarily comprised of staff salary and shared services received free of charge from the Department of Health and Aged Care.

#### Performance measures for Outcome 1

Table 2.1.2 details the performance measures for each program associated with Outcome 1. It also provides the related key activities as expressed in the current corporate plan where further detail is provided about the delivery of the activities related to the program, the context in which these activities are delivered and how the performance of these activities will be measured. Where relevant, details of the 2023–24 Budget measures that have created new programs or materially changed existing programs are provided.

Table 2.1.2: Performance measures for IHACPA

IHACPA’s expanded role includes the provision of costing and pricing advice on aged care to the Minister for Health and Aged Care and to the Minister for Aged Care and Minister for Sport. Advice to Ministers will inform the price of residential aged care from 1 July 2023.

|  |
| --- |
| Outcome 1 |
| Support public hospitals and aged care services to improve efficiency in, and access to, services through the provision of independent pricing determinations and advice and designing pricing systems that promote sustainable and high-quality care. |
| Program Objective – Program 1.1: Development of Pricing Advice and Annual Determinations |
| IHACPA promotes improved efficiency in, and access to, public hospital and aged care services by providing independent advice to the Commonwealth and state and territory governments regarding pricing of healthcare and aged care services, and by developing and implementing robust systems to support activity based funding for those services. |
| Key Activities |
| * Perform pricing functions
* develop and publish the Pricing Framework for Australian Public Hospital Services following public consultation, and determine the National Efficient Price (NEP) and National Efficient Cost (NEC) for public hospital services
* develop and publish the Pricing Framework for Australian Aged Care Services following public consultation, and provide independent advice to the Minister for Health and Aged Care on aged care pricing. [[6]](#footnote-6)
* Refine and develop hospital and aged care activity classification systems
* refine and develop hospital classification systems and support implementation for admitted acute, subacute and non-acute, non-admitted, emergency, mental health, and teaching, training and research
* refine and develop aged care classification systems for residential and in-home aged care. [[7]](#footnote-7)
* Refine and improve hospital and aged care costing
* establish and maintain national costing standards, costing studies and ensure effective collection and processing of costing information to support activity based funding outcomes for hospitals and aged care. [[8]](#footnote-8)
* Determine data requirements and collect data
* develop and maintain standards for hospital and aged care data collections.[[9]](#footnote-9) Requirements will be outlined and published through a 3 year rolling data plan.
* Investigate and make recommendations concerning cost-shifting disputes and cross-border disputes between states and territories.
* Conduct independent and transparent decision making, and engage with stakeholders.
 |
| Performance Measures |
| Develop the annual Pricing Framework for Australian Public Hospital Services and the annual Pricing Framework for Australian Aged Care Services to communicate IHACPA’s pricing decisions and underpinning methodologies.  |
| Current Year2022–23 Expected Performance Results | Budget Year2023–24 Planned Performance Results  | Forward Estimates2024–27 Planned Performance Results |
| Published the Public Hospital Pricing Framework on 7 December 2022.Publish the Aged Care Pricing Framework by 31 March. | Publish the Public Hospital Pricing Framework annually by 31 December.Publish the Aged Care Pricing Framework annually by 31 March. | As per 2023–24. |
| Develop the annual National Efficient Price (NEP) and National Efficient Cost (NEC) Determinations for public hospital services, and the annual pricing advice for aged care. |
| Current Year2022–23 Expected Performance Results | Budget Year2023–24 Planned Performance Results  | Forward Estimates2024–27 Planned Performance Results |
| Published the NEP and NEC Determinations by 31 March.Provide the annual pricing advice for aged care to government by 31 March. | Publish the NEP and NEC Determinations annually by 31 March.Provide the annual pricing advice for aged care to government by 31 March. | As per 2023–24. |

|  |
| --- |
| Develop and refine the activity based funding classifications, data collections and coding standards for public hospital services and aged care. |
| Current Year2022–23 Expected Performance Results | Budget Year2023–24 Planned Performance Results  | Forward Estimates2024–27 Planned Performance Results |
| Commenced the development of the:* Australian classifications used for reporting diseases (ICD-10-AM) and interventions (ACHI), Thirteenth Edition
* Australian Refined Diagnosis Related Groups Version 12.0.
 | Finalise the:* Australian Mental Health Care Classification Version 1.1
* Australian Emergency Care Classification Version 1.1.

Continue development of the:* Australian classifications used for reporting diseases (ICD-10-AM) and interventions (ACHI), Thirteenth Edition
* Australian Refined Diagnosis Related Groups Version 12.0
* Australian Mental Health Care Classification
* Australian Emergency Care Classification
* Australian National Subacute and Non-acute Patient Classification
* Australian Non-admitted Care Classification
* Australian Teaching and Training Classification.
 | Finalise the:* Australian classifications used for reporting diseases (ICD-10-AM) and interventions (ACHI), Thirteenth Edition in 2025
* Australian Refined Diagnosis Related Groups Version 12.0 in 2025.

Continue development of the:* Australian Mental Health Care Classification
* Australian Emergency Care Classification
* Australian National Subacute andNon-acute Patient Classification
* Australian Non-admitted Care Classification
* Australian Teaching and Training Classification.

Commence development of proposed refinements to the Australian National Aged Care Classification.  |
| **Ensure effective collection and processing of costing information to support activity based funding outcomes for public hospital and aged care services**. |
| Current Year2022–23 Expected Performance Results | Budget Year2023–24 Planned Performance Results  | Forward Estimates2024–27 Planned Performance Results |
| Completed the annual National Hospital Cost Data Collection by 31 March.Commenced the Residential Aged Care Costing Study. | Complete the annual National Hospital Cost Data Collection and Report by 31 March.Complete the Residential Aged Care Costing Study.Develop the Australian Aged Care Costing Standards. Commence a costing study of in-home aged care. | Complete the annual National Hospital Cost Data Collection and Report by 31 March.Complete required Residential Aged Care Costing studies. Complete costing study of in-home aged care. |
| Material changes to Program 1.1 resulting from the following measures:There are no material changes to Program 1.1 resulting from measures. |

## Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2023–24 Budget year, including the impact of budget measures and resourcing on financial statements.

### 3.1 Budgeted financial statements

#### 3.1.1 Differences between entity resourcing and financial statements

This section is not applicable to IHACPA.

#### 3.1.2 Explanatory notes and analysis of budgeted financial statements

**Departmental Resources**

**Comprehensive Income Statement**

The operational functions of IHACPA were transferred to the Department of Health and Aged Care (the Department) on 1 July 2016, with the Board, Chief Executive Officer (CEO) and functions retained.

Under a memorandum of understanding (MOU) arrangement executed in June 2016, the Department’s staff are seconded to IHACPA under direct control of IHACPA’s CEO to support its functions. The cost of these services are provided to IHACPA as resources free of charge.

In the 2023–24 financial year IHACPA’s total budget expenditure estimate increased to $61.4 million, reflecting the impact of additional funding due to government decisions. IHACPA is funded through both payments from the Department and funds from own source income. Own source income is primarily derived from sales of intellectual property relating to the Australian Refined Diagnosis Related Groups (AR-DRG) classification systems.

**Balance Sheet**

IHACPA’s net assets are expected to remain stable over the forward estimates.

### 3.2 Budgeted financial statements tables

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|   | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **EXPENSES** |  |   |  |  |  |
| Employee benefits | 15,256 | 17,086 | 17,140 | 17,193 | 17,224 |
| Supplier expenses | 35,269 | 42,443 | 44,054 | 43,855 | 41,765 |
| Depreciation and amortisation | 1,761 | 1,715 | 1,715 | 1,715 | 1,715 |
| Interest on RoU | 175 | 164 | 149 | 136 | 120 |
| Net losses from sale of assets | - | - | - | - | - |
| **Total expenses** | **52,461** | **61,408** | **63,058** | **62,899** | **60,824** |
| **LESS:**  |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering of services (a) | 37,132 | 43,669 | 45,149 | 44,902 | 42,859 |
| Interest | 150 | 450 | 450 | 450 | 450 |
| **Total revenue** | **37,282** | **44,119** | **45,599** | **45,352** | **43,309** |
| **Gains** |  |  |  |  |  |
| Other (b) | 14,755 | 16,925 | 17,159 | 17,313 | 17,457 |
| Gains from sale of assets | - | - | - | - | - |
| **Total gains** | **14,755** | **16,925** | **17,159** | **17,313** | **17,457** |
| **Total own-source income** | **52,037** | **61,044** | **62,758** | **62,665** | **60,766** |
| **Net cost of (contribution by) services**  | **424** | **364** | **300** | **234** | **58** |
| Revenue from Government | - | - | - | - | - |
| **Surplus (deficit)** | **(424)** | **(364)** | **(300)** | **(234)** | **(58)** |
| **Surplus (deficit) attributable to the Australian Government** | **(424)** | **(364)** | **(300)** | **(234)** | **(58)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation reserves | - | - | - | - | - |
| **Total other comprehensive income (loss)** | **-** | **-** | **-** | **-** | **-** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **(424)** | **(364)** | **(300)** | **(234)** | **(58)** |

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

|  |
| --- |
| **Note: Impact of net cash appropriation arrangements** |
|   | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **(424)** | **(364)** | **(300)** | **(234)** | **(58)** |
| plus depreciation and amortisation expenses for RoU | 1,258 | 1,258 | 1,258 | 1,258 | 1,258 |
| less lease principal repayments | (834) | (894) | (958) | (1,024) | (1,200) |
| **Total comprehensive income (loss) attributable to the agency** | **-** | **-** | **-** | **-** | **-** |

Prepared on Australian Accounting Standards basis.

RoU = Right-of-Use asset

(a) Payments from Department of Health and Aged Care and funds from own sources.

(b) Primarily comprised of staff salary and shared services received free of charge from Department of Health and Aged Care.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|   | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **ASSETS** |   |   |   |   |   |
| **Financial assets** |  |   |  |  |  |
| Cash and cash equivalents | 15,145 | 15,566 | 15,991 | 16,416 | 16,831 |
| Receivables | 529 | 529 | 529 | 529 | 529 |
| **Total financial assets** | **15,674** | **16,095** | **16,520** | **16,945** | **17,360** |
| **Non-financial assets** |  |   |  |  |  |
| Land and buildings | 13,225 | 11,677 | 10,129 | 8,581 | 7,033 |
| Property, plant and equipment | - | - | - | - | - |
| Intangibles | 848 | 682 | 515 | 348 | 181 |
| Prepayments | 308 | 308 | 308 | 308 | 308 |
| **Total non-financial assets** | **14,381** | **12,667** | **10,952** | **9,237** | **7,522** |
| **Total assets** | **30,055** | **28,762** | **27,472** | **26,182** | **24,882** |
| **LIABILITIES** |  |   |  |  |  |
| **Payables** |  |   |  |  |  |
| Suppliers | 2,176 | 2,131 | 2,089 | 2,047 | 2,005 |
| Other payables | 235 | 235 | 235 | 235 | 235 |
| **Total payables** | **2,411** | **2,366** | **2,324** | **2,282** | **2,240** |
| **Interest bearing liabilities** |  |   |  |  |  |
| Leases | 11,698 | 10,804 | 9,846 | 8,822 | 7,622 |
| **Total interest bearing liabilities** | **11,698** | **10,804** | **9,846** | **8,822** | **7,622** |
| **Provisions** |  |   |  |  |  |
| Employees | 10 | 20 | 30 | 40 | 40 |
| **Total provisions** | **10** | **20** | **30** | **40** | **40** |
| **Total liabilities** | **14,119** | **13,190** | **12,200** | **11,144** | **9,902** |
| **Net Assets** | **15,936** | **15,572** | **15,272** | **15,038** | **14,980** |
| **EQUITY** |  |   |  |  |  |
| Contributed equity | 400 | 400 | 400 | 400 | 400 |
| Reserves | - | - | - | - | - |
| Retained surpluses or (accumulated deficits) | 15,536 | 15,172 | 14,872 | 14,638 | 14,580 |
| **Total equity** | **15,936** | **15,572** | **15,272** | **15,038** | **14,980** |

Prepared on Australian Accounting Standards basis.

**Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2023–24)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|   | **Retained earnings $'000** | **Asset revaluation reserve $'000** | **Contributed equity/capital $'000** | **Total equity $'000** |
| **Opening balance as at 1 July 2023** |  |  |  |  |
| Balance carried forward from previous period | 15,536 | - | 400 | **15,936** |
| Surplus (deficit) for the period | (364) | - | - | **(364)** |
| Appropriation (equity injection) | - | - | - | **-** |
| **Estimated closing balance as at****30 June 2024** | **15,172** | **-** | **400** | **15,572** |

Prepared on Australian Accounting Standards basis.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|   | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **OPERATING ACTIVITIES** |   |   |   |   |   |
| **Cash received** |  |   |  |  |  |
| Amounts from the Portfolio Department | 36,332 | 42,869 | 44,349 | 44,102 | 42,059 |
| Goods and services | 860 | 879 | 860 | 860 | 860 |
| Interest | 150 | 450 | 450 | 450 | 450 |
| Net GST received | 2,679 | 3,187 | 3,307 | 3,292 | 3,136 |
| **Total cash received** | **40,021** | **47,385** | **48,966** | **48,704** | **46,505** |
| **Cash used** |  |   |  |  |  |
| Employees | 858 | 884 | 910 | 938 | 966 |
| Suppliers | 38,088 | 45,022 | 46,524 | 46,181 | 43,804 |
| Interest payments on lease liability | 175 | 164 | 149 | 136 | 120 |
| **Total cash used** | **39,121** | **46,070** | **47,583** | **47,255** | **44,890** |
| **Net cash from (or used by) operating activities** | **900** | **1,315** | **1,383** | **1,449** | **1,615** |
| **INVESTING ACTIVITIES** |  |   |  |  |  |
| **Cash used** |  |   |  |  |  |
| Purchase of property, plant and equipment | 1,000 | - | - | - | - |
| **Total cash used** | **1,000** | **-** | **-** | **-** | **-** |
| **Net cash from (or used by) investing activities** | **(1,000)** | **-** | **-** | **-** | **-** |
| **FINANCING ACTIVITIES** |  |   |  |  |  |
| **Cash received** |  |   |  |  |  |
| Contributed equity | - | - | - | - | - |
| **Total cash received** | **-** | **-** | **-** | **-** | **-** |
| **Cash used** |  |  |  |  |  |
| Lease principal repayments | 834 | 894 | 958 | 1,024 | 1,200 |
| **Total cash used** | **834** | **894** | **958** | **1,024** | **1,200** |
| **Net cash from (or used by) financing activities** | **(834)** | **(894)** | **(958)** | **(1,024)** | **(1,200)** |
| **Net increase (or decrease) in cash held** | **(934)** | **421** | **425** | **425** | **415** |
| Cash and cash equivalents at the beginning of the reporting period | 16,079 | 15,145 | 15,566 | 15,991 | 16,416 |
| **Cash and cash equivalents at the end of the reporting period** | **15,145** | **15,566** | **15,991** | **16,416** | **16,831** |

Prepared on Australian Accounting Standards basis.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|   | **2022–23Estimated actual$'000** | **2023–24Budget $'000** | **2024–25Forward estimate$'000** | **2025–26Forward estimate$'000** | **2026–27Forward estimate$'000** |
| **CAPITAL APPROPRIATIONS** |   |   |   |   |   |
| Equity injections - Bill 2 | - | - | - | - | - |
| **Total capital appropriations** | **-** | **-** | **-** | **-** | **-** |
| **Total new capital appropriations represented by:** |  |   |  |   |   |
| Purchase of non-financial assets | - | - | - | - | - |
| **Total items** | **-** | **-** | **-** | **-** | **-** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |   |  |   |   |
| Funded by capital appropriations - equity injection (a) | - | - | - | - | - |
| Funded internally from departmental resources | 1,000 | - | - | - | - |
| **Total acquisitions of non-financial assets** | **1,000** | **-** | **-** | **-** | **-** |
| **RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE** |  |   |  |  |  |
| Total purchases | 1,000 | - | - | - | - |
| **Total cash used to acquire assets** | **1,000** | **-** | **-** | **-** | **-** |

Prepared on Australian Accounting Standards basis.

(a) Includes both current Bill 2 and prior Act 2, 4, 6 appropriations.

**Table 3.6: Statement of departmental asset movements
(Budget year 2023–24)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Buildings $'000** | **Property, plant and equipment $'000** | **Intangibles $'000** | **Total $'000** |
| **As at 1 July 2023** |  |  |  |  |
| Gross book value  | 2,480 | - | 975 | **3,455** |
| Gross book value - RoU | 12,801 | - | - | **12,801** |
| Accumulated depreciation/amortisation and impairment | (371) | - | (126) | **(497)** |
| Accumulated depreciation/amortisation and impairment - RoU | (1,685) | - | - | **(1,685)** |
| **Opening net book balance** | **13,225** | **-** | **849** | **14,074** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |
| By purchase - appropriation equity | - | - | - | **-** |
| By purchase - internal resources | - | - | - | **-** |
| By purchase - RoU | - | - | - | **-** |
| **Total additions** | **-** | **-** | **-** | **-** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | (290) | - | (167) | **(457)** |
| Depreciation/amortisation expense - RoU | (1,258) | - | - | **(1,258)** |
| **Total other movements** | **(1,548)** | **-** | **(167)** | **(1,715)** |
| **As at 30 June 2024** |  |  |  |  |
| Gross book value | 2,480 | - | 975 | **3,455** |
| Gross book value - RoU | 12,801 | - | - | **12,801** |
| Accumulated depreciation/amortisation and impairment | (661) | - | (293) | **(954)** |
| Accumulated depreciation/amortisation and impairment - RoU | (2,943) | - | - | **(2,943)** |
| **Closing net book balance** | **11,677** | **-** | **682** | **12,359** |

Prepared on Australian Accounting Standards basis.

RoU = Right-of-Use asset

1. For more information about the strategic direction of IHACPA, refer to the current Corporate Plan, available at: www.ihacpa.gov.au/resources/ihpa-work-program-and-corporate-plan-2022-23 [↑](#footnote-ref-1)
2. Refer to the ACSQHC chapter in these Portfolio Budget Statements (PB Statements) for further information on the work of this entity. [↑](#footnote-ref-2)
3. Refer to the AIHW chapter in these PB Statements for further information on the work of this entity. [↑](#footnote-ref-3)
4. Refer to the NHFB chapter in these PB Statements for further information on the work of this entity. [↑](#footnote-ref-4)
5. Ibid. [↑](#footnote-ref-5)
6. Refers to updated key activities that will be reflected in IHACPA’s Work Program and Corporate Plan 2023–24. [↑](#footnote-ref-6)
7. Ibid. [↑](#footnote-ref-7)
8. Ibid. [↑](#footnote-ref-8)
9. Ibid. [↑](#footnote-ref-9)