

Portfolio Additional Estimates Statements 2017-18

Health Portfolio

Explanations of Additional Estimates 2017-18

© Commonwealth of Australia as represented by the Department of Health 2018

ISBN: 978-1-76007-354-1

Online ISBN: 978-1-76007-353-4

Publications Number: 12121

Creative Commons Licence



This publication is licensed under the Creative Commons Attribution 4.0 International Public License available at <https://creativecommons.org/licenses/by/4.0/legalcode> ("Licence"). You must read and understand the Licence before using any material from this publication.

Restrictions

The Licence may not give you all the permissions necessary for your intended use. For example, other rights (such as publicity, privacy and moral rights) may limit how you use the material found in this publication.

The Licence does not cover, and there is no permission given for, use of any of the following material found in this publication:

- the Commonwealth Coat of Arms (by way of information, the terms under which the Coat of Arms may be used can be found at www.itsanhonour.gov.au);
- any logos (including the Department of Health's logo) and trademarks;
- any photographs and images;
- any signatures; and
- any material belonging to third parties.

Attribution

Without limiting your obligations under the Licence, the Department of Health requests that you attribute this publication in your work. Any reasonable form of words may be used provided that you:

- include a reference to this publication and where, practicable, the relevant page numbers;
- make it clear that you have permission to use the material under the Creative Commons Attribution 4.0 International Public License;
- make it clear whether or not you have changed the material used from this publication;
- include a copyright notice in relation to the material used. In the case of no change to the material, the words "© Commonwealth of Australia (Department of Health) 2018" may be used. In the case where the material has been changed or adapted, the words: "Based on Commonwealth of Australia (Department of Health) material" may be used; and
- do not suggest that the Department of Health endorses you or your use of the material.

Enquiries

Enquiries regarding any other use of this publication should be addressed to the Branch Manager, Communication Branch, Department of Health, GPO Box 9848, Canberra ACT 2601, or via e-mail to corporatecomms@health.gov.au.



The Hon Greg Hunt MP
Minister for Health

Senator the Hon Scott Ryan
President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

The Hon Tony Smith MP
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 2017-18 Additional Estimates for the Health 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 mine and Senator the Hon Bridget McKenzie's ministerial responsibilities for accountability to the Parliament and, through it, the public.

Yours sincerely

A handwritten signature in blue ink, reading 'greg hunt'.

Greg Hunt

CONTENTS

User Guide to the Portfolio Additional Estimates Statements	viii
Portfolio Overview	1
Ministerial Changes.....	2
Portfolio Structure	2
Portfolio Resources.....	6
Department of Health	7
Section 1: Entity Overview and Resources	8
1.1 Strategic Direction Statement	8
1.2 Entity Resource Statement	12
1.3 Entity Measures.....	16
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	22
1.5 Breakdown of Additional Estimates by Appropriation Bill	23
Section 2: Revisions to Outcomes and Planned Performance	25
Cross Outcome Variations	25
Budgeted Expenses and Performance for:	
2.1 Outcome 1: Health System Policy, Design and Innovation.....	27
2.2 Outcome 2: Health Access and Support Services	33
2.3 Outcome 3: Sport and Recreation.....	41
2.4 Outcome 4: Individual Health Benefits	43
2.5 Outcome 5: Regulation, Safety and Protection	51
2.6 Outcome 6: Ageing and Aged Care	57
Section 3: Special Account Flows and Budgeted Financial Statements	63
3.1 Special Account Flows	63
3.2 Budgeted Financial Statements	64

Australian Sports Commission.....	77
Section 1: Entity Overview and Resources	78
1.1 Strategic Direction Statement	78
1.2 Entity Resource Statement	79
1.3 Entity Measures.....	80
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	81
1.5 Breakdown of Additional Estimates by Appropriation Bill	82
Section 2: Revisions to Outcomes and Planned Performance	83
2.1 Budgeted Expenses and Performance for Outcome 1	83
Section 3: Special Account Flows and Budgeted Financial Statements	84
3.1 Special Account Flows	84
3.2 Budgeted Financial Statements	84
National Blood Authority.....	91
Section 1: Entity Overview and Resources	92
1.1 Strategic Direction Statement	92
1.2 Entity Resource Statement	93
1.3 Entity Measures.....	95
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	95
1.5 Breakdown of Additional Estimates by Appropriation Bill	96
Section 2: Revisions to Outcomes and Planned Performance	97
2.1 Budgeted Expenses and Performance for Outcome 1	97
Section 3: Special Account Flows and Budgeted Financial Statements	99
3.1 Special Account Flows	99
3.2 Budgeted Financial Statements	99
Portfolio Glossary	111

**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, is to inform Senators and Members of Parliament of the proposed allocation of resources to Government outcomes by entities within the Portfolio. The focus of the PAES differs from the Portfolio Budget Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES 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) and Appropriation (Parliamentary Departments) Bill (No. 2) 2017-18. In this sense the PAES is declared by the Additional Estimates Appropriation Bills to be a 'relevant document' to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the *Mid-Year Economic and Fiscal Outlook 2017-18* (MYEFO) is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the Portfolio.

Abbreviations and conventions

The following notations may be used:

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

Figures in tables and in the text may be rounded. Discrepancies in tables between totals and sums of components are due to rounding.

Enquiries

Should you have any enquiries regarding this publication contact the Director, Performance Reporting Section, Financial Management Division, Department of Health on (02) 6289 7181.

Links to Portfolio Budget Statements (including Portfolio Additional Estimates Statements and Portfolio Supplementary Additional Estimates Statements) can be located on the Australian Government Budget website at: www.budget.gov.au

Structure of the Portfolio Additional Estimates Statements

The Portfolio Additional Estimates Statements are presented in three parts with subsections.

User Guide	
Provides a brief introduction explaining the purpose of the PAES.	
Portfolio Overview	
Provides an overview of the Portfolio, including a chart that outlines the outcomes for entities in the Portfolio.	
Entity Additional Estimates Statements	
A statement (under the name of the entity) for each entity affected by Additional Estimates.	
Section 1: Entity Overview and Resources	This section details the changes in total resources available to an entity, the impact of any measures since Budget, and impact on Appropriation Bills No. 3 and No. 4.
Section 2: Revisions to Outcomes and Planned Performance	This section details changes to Government outcomes and/or changes to the planned performance of entity programs.
Section 3: Special Account Flows and Budgeted Financial Statements	This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.
Portfolio Glossary	
Explains key terms relevant to the Portfolio.	

PORTFOLIO OVERVIEW

HEALTH PORTFOLIO OVERVIEW

The Health Portfolio works towards achieving better health and wellbeing for all Australians, now and for future generations.

Since the 2017-18 Budget the Australian Government has continued to implement initiatives to support an improved health system that will deliver better health outcomes and access to care for all Australians.

For more information refer Section 1.1 Strategic Direction Statement on page 8.

Ministerial Changes

On 19 December 2017, Senator the Hon Bridget McKenzie was sworn in as the Minister for Sport, Minister for Rural Health and Minister for Regional Communications (within the Communications and the Arts Portfolio).

The Hon Greg Hunt MP will continue as Minister for Health and the Hon Ken Wyatt AM, MP will continue as Minister for Aged Care and Minister for Indigenous Health.

Portfolio Structure

Minister and Portfolio responsibilities, and a list of the 17 entities currently within the Health Portfolio, can be found in Figure 1.

Figure 1: Health Portfolio Structure and Outcomes

<p>The Hon Greg Hunt MP Minister for Health</p> <p><u>Portfolio Responsibilities</u> <i>Department of Health:</i> Outcomes: 1, 2, 4, 5 and 6</p> <p><i>Entities:</i> ACSQHC, AIHW, CA, Digital Health Agency, IHPA, NHFB, NHMRC, NMHC and PSR</p>	<p>Senator the Hon Bridget McKenzie Minister for Sport Minister for Rural Health</p> <p><u>Portfolio Responsibilities</u> <i>Department of Health:</i> Outcomes: 2 and 3</p> <p><i>Entities:</i> ARPANSA, ASADA, ASC, ASF, FSANZ and NBA</p>	<p>The Hon Ken Wyatt AM, MP Minister for Aged Care Minister for Indigenous Health</p> <p><u>Portfolio Responsibilities</u> <i>Department of Health:</i> Outcomes: 1, 2, 4 and 6</p> <p><i>Entities:</i> OTA and Quality Agency</p>
---	--	--

Department of Health

Glenys Beauchamp PSM, Secretary

Outcome 1. Health System Policy, Design and Innovation

Australia's health system is better equipped to meet current and future health needs by applying research, evaluation, innovation, and use of data to develop and implement integrated, evidence-based health policies, and through support for sustainable funding for health infrastructure.

Outcome 2. Health Access and Support Services

Support for sustainable funding for public hospital services and improved access to high quality, comprehensive and coordinated preventive, primary and mental health care for all Australians, with a focus on those with complex health care needs and those living in regional, rural and remote areas, including through access to a skilled health workforce.

Outcome 3. Sport and Recreation

Improved opportunities for community participation in sport and recreation, excellence in high-performance athletes, and protecting the integrity of sport through investment in sport infrastructure, coordination of Commonwealth involvement in major sporting events, and research and international cooperation on sport issues.

Outcome 4. Individual Health Benefits

Access to cost-effective medicines, medical, dental and hearing services, and improved choice in health services, including through the Pharmaceutical Benefits Scheme, Medicare, targeted assistance strategies and private health insurance.

Outcome 5. Regulation, Safety and Protection

Protection of the health and safety of the Australian community and preparedness to respond to national health emergencies and risks, including through immunisation, initiatives, and regulation of therapeutic goods, chemicals, gene technology, and blood and organ products.

Outcome 6. Ageing and Aged Care

Improved wellbeing for older Australians through targeted support, access to quality care and related information services.

Figure 1: Health Portfolio Structure and Outcomes (continued) – Portfolio Entities

Australian Aged Care Quality Agency

Nick Ryan Chief Executive Officer

Outcome 1. High-quality care for persons receiving Australian Government subsidised residential aged care and aged care in the community through the accreditation of residential aged care services, the quality review of aged care services including services provided in the community, and the provision of information, education and training to the aged care sector.

Australian Commission on Safety and Quality in Health Care

Adjunct Professor Debora Picone AM
Chief Executive Officer

Outcome 1. Improved safety and quality in health care across the health system, including through the development, support for implementation, and monitoring of national clinical safety and quality guidelines and standards.

Australian Digital Health Agency

Tim Kelsey Chief Executive Officer

Outcome 1. To deliver national digital healthcare systems to enable and support improvement in health outcomes for Australians.

Australian Institute of Health and Welfare

Barry Sandison Director

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.

Australian Radiation Protection and Nuclear Safety Agency

Dr Carl-Magnus Larsson Chief Executive Officer

Outcome 1. Protection of people and the environment through radiation protection and nuclear safety research, policy, advice, codes, standards, services and regulation.

Australian Sports Anti-Doping Authority

David Sharpe Chief Executive Officer

Outcome 1. Protection of the health of athletes and the integrity of Australian sport including through engagement, deterrence, detection and enforcement to minimise the risk of doping.

Australian Sports Commission

Kate Palmer Chief Executive Officer

Outcome 1. Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport.

Australian Sports Foundation Limited

Patrick Walker Chief Executive Officer

Outcome 1. Improved Australian sporting infrastructure through assisting eligible organisations to raise funds for registered sporting projects.

Cancer Australia

Professor Helen Zorbas AO Chief Executive Officer

Outcome 1. Minimised impacts of cancer, including through national leadership in cancer control with targeted research, cancer service development, education and consumer support.

Food Standards Australia New Zealand

Mark Booth Chief Executive Officer

Outcome 1. A safe food supply and well-informed consumers in Australia and New Zealand, including through the development of food regulatory measures and the promotion of their consistent implementation, coordination of food recall activities and the monitoring of consumer and industry food practices.

Independent Hospital Pricing Authority

James Downie Chief Executive Officer

Outcome 1. Promote improved efficiency in, and access to, public hospital services primarily through setting efficient national prices and levels of block funding for hospital activities.

National Blood Authority

John Cahill Chief Executive

Outcome 1. Access to a secure supply of safe and affordable blood products, including through national supply arrangements and coordination of best practice standards within agreed funding policies under the national blood arrangements.

Figure 1: Portfolio Structure and Outcomes (continued) – Portfolio Entities**National Health Funding Body****Svetlana Angelkoska** A/g Chief Executive Officer

Outcome 1. Provide transparent and efficient administration of Commonwealth, State and Territory funding of the Australian public hospital system, and support the obligations and responsibilities of the Administrator of the National Health Funding Pool.

National Health and Medical Research Council**Professor Anne Kelso AO**

Chief Executive Officer

Outcome 1. Improved health and medical knowledge, including through funding research, translating research findings into evidence-based clinical practice, administering legislation governing research, issuing guidelines and advice for ethics in health and the promotion of public health.

National Mental Health Commission**Dr Peggy Brown**

Chief Executive Officer and Commissioner

Outcome 1. 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.

Organ and Tissue Authority**Lucinda Barry** Chief Executive Officer

Outcome 1. Improved access to organ and tissue transplants, including through a nationally coordinated and consistent approach and system.

Professional Services Review**Professor Julie Quinlivan** Director

Outcome 1. A reduction of the risks to patients and costs to the Australian Government of inappropriate clinical practice, including through investigating health services claimed under the Medicare and Pharmaceutical benefits schemes.

Statutory Office Holders**Aged Care Complaints Commissioner**

Rae Lamb

Aged Care Pricing Commissioner

Kim Cull

Director, National Industrial Chemicals Notification and Assessment Scheme

Dr Brian Richards

Gene Technology Regulator

Dr Raj Bhula

National Health Funding Pool Administrator

Peter Achterstraat AM

National Rural Health Commissioner

Emeritus Professor Paul Worley

Portfolio Resources

Table 1 shows, for those entities reporting in the Portfolio Additional Estimates Statements, the additional resources provided to the Portfolio in the 2017-18 Budget year, by entity.

Table 1: Additional Portfolio Resources 2017-18

	Appropriations ^(a)			Receipts	Total
	Bill No. 3 \$'000	Bill No. 4 \$'000	Special \$'000	\$'000	\$'000
DEPARTMENTAL					
Department of Health	10,819	4,560	-	2,235	17,614
Australian Sports Commission	3,526	-	-	1,165	4,691
National Blood Authority	53	-	-	-	53
Total departmental	14,398	4,560	-	3,400	22,358
ADMINISTERED					
Department of Health	102,477	-	(37,196)	561,677	626,958
Total administered	102,477	-	(37,196)	561,677	626,958
Total Portfolio	116,875	4,560	(37,196)	565,077	649,316

All figures are GST exclusive.

^(a) Administered and Departmental Bill No. 3 and No. 4 does not include notional reductions to the 2017-18 Budget Bill (No. 1). For notional reductions to the Budget Bill (No. 1) see Table 1.4 in each entity chapter.

DEPARTMENT OF HEALTH

Section 1: Entity Overview and Resources	8
1.1 Strategic Direction Statement	8
1.2 Entity Resource Statement	12
1.3 Entity Measures.....	16
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	22
1.5 Breakdown of Additional Estimates by Appropriation Bill	23
Section 2: Revisions to Outcomes and Planned Performance	25
Cross Outcome Variations	25
Budgeted Expenses and Performance for:	
2.1 Outcome 1: Health System Policy, Design and Innovation	27
2.2 Outcome 2: Health Access and Support Services	33
2.3 Outcome 3: Sport and Recreation.....	41
2.4 Outcome 4: Individual Health Benefits	43
2.5 Outcome 5: Regulation, Safety and Protection.....	51
2.6 Outcome 6: Ageing and Aged Care	57
Section 3: Special Account Flows and Budgeted Financial Statements	63
3.1 Special Account Flows	63
3.2 Budgeted Financial Statements	64

DEPARTMENT OF HEALTH

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION STATEMENT

The *2017-18 Health Portfolio Additional Estimates Statements* continues to build on the long-term health plan set out in the *2017-18 Health Portfolio Budget Statements*.

The Government is also including new Medicare Benefits Schedule and Veterans' Benefits items for the provision of new services across a number of areas, as well as improving access to a range of new and innovative medicines through the Pharmaceutical Benefits Scheme.

The *2017-18 Mid-Year Economic and Fiscal Outlook* (MYEFO) supports the Government's commitment to provide Australians with a simpler, more affordable private health insurance system. A range of new reforms are being introduced to ensure that Australia has a strong and competitive private health insurance market.

The Government remains committed to supporting a diverse range of communities across Australia. Funding has been provided for a number of initiatives aimed at supporting older Australians, people with cancer, individuals living with mental illnesses and those with substance misuse issues. Significant investment continues as the Government builds Australia's health and medical research capacity to ensure a stronger, more innovative and sustainable health system.

Guaranteeing Medicare and improving access to medicines

The Government remains focused on guaranteeing Medicare's future by building sustainability into the Medicare Benefits Schedule (MBS) and Pharmaceutical Benefits Scheme (PBS).

Additional funding of \$415.6 million will be spent over four years from 2017-18 to fund continued growth of the MBS to ensure Australians have access to best clinical practice and quality care, as well as providing value for money for consumers and taxpayers. The Government will provide \$10.6 million over four years for new and amended MBS and Veterans' Benefits items, based on recommendations by the independent Medical Services Advisory Committee and the independent, clinician-led MBS Review Taskforce. These include new services for magnetic resonance imaging (MRI) of the heart, the treatment of progressive corneal ectatic disease, diagnosis of a trial fibrillation and the treatment of varicose veins caused by chronic venous insufficiency.

New MBS fees and items for improved cervical screening were also introduced on 1 December 2017 as part of the move from a two-yearly Pap test to a five-yearly Cervical Screening Test. Due to the test being more accurate at detecting human papillomavirus (HPV), the move is expected to protect up to 30 per cent more women while still ensuring continued access to safe, quality cervical screening.

A total of over \$2.1 billion over five years will be invested to support the Government's ongoing commitment to new and amended listings on the PBS. New and amended listings include Ustekinumab (Stelara®) for the treatment of chronic inflammatory bowel disease, Alprazolam for the treatment of panic disorders and Adalimumab for the treatment of chronic skin disorders.

The Government continues to ensure ongoing access to life-saving medicines to treat Australians with rare life threatening diseases. From 1 August 2017, \$44.2 million over five years was provided to list Vimizim® (elosulfase alfa) on the Life Saving Drugs Program. This is a life-saving treatment for patients who have a rare medical condition known as Morquio A Syndrome. People born with the syndrome are either missing, or do not have enough of, a crucial enzyme needed to break down long chains of sugar molecules.

A nationally consistent system for the electronic recording and reporting of controlled drugs moves a step closer, with the Government allocating \$16.4 million over five years for work with States and Territories.

The Government will continue to own and operate the Medicare payments system, with \$16.6 million to be provided in 2017-18 for existing maintenance of the ICT systems that support health, aged care and related veterans' payments.

Making private health insurance simpler and more affordable

The Government will deliver a historic package of reforms to private health insurance in order to make it more accessible and more affordable for Australians.

Consumers will have greater certainty about the services covered by each type of private health insurance product with the establishment of the new easy-to-understand product categories. This will make it easier for consumers to compare insurance products to find one that meets their needs.

The Government is encouraging younger Australians to take up private health insurance by allowing insurers to discount hospital insurance premiums by up to ten per cent for 18 to 29 year olds.

The Government will continue to support improved access to mental health services with the removal of private health insurance waiting periods and benefit limitations for mental health services for existing policy holders.

Last year the private health insurance industry weighted average premium change was 4.84 per cent, the lowest in a decade. This year the Government has worked with insurers to achieve an even lower average premium change of 3.95 per cent, the lowest in almost two decades.

Fighting cancer

MYEFO 2017-18 confirmed over half a billion dollars extra for the fight against cancer with additional funding for new medicines, screening and testing. The Government has established a \$100.0 million Australian Brain Cancer Mission, including \$50.0 million of Government funding over ten years, for a partnership including experts and people living with brain cancer to improve survival rates.

New PBS-subsidised drugs, continued support for bowel screening, assistance for radiotherapy providers and MBS efficiencies around cervical screening continue the Government's unrelenting fight against cancer.

Now listed on the PBS, Ibrutinib (Imbruvica®) is a new life-changing medicine for treating rare cancers and is considered significantly more effective than many of the treatments already available through the PBS. Also listed from 1 August 2017 is Nivolumab (Opdivo®), an immunotherapy medicine for the treatment of Stage IV clear cell variant renal cell carcinoma and non-small cell lung cancer.

A total of \$35.1 million will be spent over four years from 2018-19 to ensure people who receive a positive result under the National Bowel Cancer Screening Program and have not progressed along the screening pathway for appropriate medical care will be promptly followed up.

To assist with the increasing demand for radiation oncology services, additional funding of \$4.5 million over four years is being provided to the *Radiation Oncology Health Program Grants Scheme*. This will help private radiotherapy providers with replacing new cancer treatment machines.

Boosting health and medical research

The Government continues to give unprecedented support for health and medical research, backing Australia's world-class research talent with further funds released through the landmark Medical Research Future Fund (MRFF).

As part of the total \$1.4 billion over four years in Government investments from MRFF proceeds, the Government will invest: \$70.0 million (including \$10.0 million in 2021-22) to support Australia's next generation of clinical researcher fellowships; and \$30.0 million over four years to support Australia's medical technology sector to advance new medical technology ideas.

The MRFF's Rare Cancers, Rare Diseases and Unmet Needs Clinical Trials Program has also received a significant increase in funding. More than \$69.0 million, an increase from \$13.0 million, is being provided for more than 19 research projects to undertake clinical trials. These trials will target conditions such as acute lymphoblastic leukaemia in infants, aplastic anaemia, multiple sclerosis and Huntington's disease.

From 2017-18, the Government will provide \$23.0 million over four years to ensure the delivery of MRFF funded health and medical research. This investment will ensure delivery of this research is efficient, cost-effective and aligns with whole-of-government initiatives, including those for grants delivery.

Investing in high performance sport

The Government's \$10.0 million investment in high performance sport will support athletes and key sports prepare for success at the 2020 Olympic and Paralympic Games.

The Government also provided \$1.0 million to support Stage 1 planning and initial development of an Australian bid to host the 2023 FIFA Women's World Cup and associated 2022 U20 FIFA Women's World Cup. Further funding of \$4.0 million is available on the basis that there are reasonable prospects of success and that the process conforms with the highest standards of probity.

Improving service delivery and access in aged care

The Government is continuing to progress the substantial reforms to the aged care sector to improve access to safe, quality services for older Australians.

Additional high care packages for older Australians will be released to better meet demand and help more people with high care needs to live at home longer. The number of high care packages is to be more than doubled over the next two years, as the Government responds quickly to large unmet demand from older Australians and long waiting lists for packages.

To further ensure safety and quality care standards are maintained at all aged care homes, unannounced audits are replacing accreditation visits for Australian residential aged care facilities.

1.2 ENTITY RESOURCE STATEMENT

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

Table 1.1: Department of Health Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018

	2016-17 Total available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed additional estimates \$'000	2017-18 Total estimate at AEs \$'000
DEPARTMENTAL				
Prior year appropriation available ^{(a) (b)}	117,431	38,089	-	38,089
Annual appropriations				
Ordinary annual services ^(c)				
Departmental appropriation	654,627	639,683	7,530	647,213
s74 retained revenue receipts ^(d)	14,300	19,117	2,235	21,352
Departmental capital budget	9,828	7,806	3,289	11,095
Other services ^(e)				
Equity injection	6,571	2,366	4,560	6,926
Total departmental annual appropriations	685,326	668,972	17,614	686,586
Special accounts ^(f)				
Opening balance ^(b)	88,692	88,919	-	88,919
Appropriation receipts	13,977	10,254	-	10,254
Non-appropriation receipts	161,551	157,175	-	157,175
Total special account	264,220	256,348	-	256,348
Less appropriations drawn from annual or special appropriations above and credited to Special Accounts and/or payments to corporate entities through annual appropriations	(13,977)	(10,254)	-	(10,254)
Total departmental resourcing for Health	1,053,000	953,155	17,614	970,769

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

	2016-17 Total available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed additional estimates \$'000	2017-18 Total estimate at AEs \$'000
ADMINISTERED				
Annual appropriations				
Ordinary annual services ^(c)				
Outcome 1: Health System Policy, Design and Innovation	124,674	134,436	(5,680)	128,756
Outcome 2: Health Access and Support Services	4,039,400	4,132,253	27,995	4,160,248
Outcome 3: Sport and Recreation	18,475	19,527	182	19,709
Outcome 4: Individual Health Benefits	1,338,531	1,439,887	40,298	1,480,185
Outcome 5: Regulation, Safety and Protection	125,051	119,983	3,271	123,254
Outcome 6: Ageing and Aged Care	2,771,169	3,008,247	30,731	3,038,978
Payments to corporate entities	405,060	560,425	4,330	564,755
Other services ^(e)				
Administered assets and liabilities	150,537	25,000	-	25,000
Total administered annual appropriations	8,972,897	9,439,758	101,127	9,540,885
Special appropriations limited by criteria/entitlement				
<i>National Health Act 1953</i> - blood fractionation, products and blood related products to National Blood Authority	664,802	748,914	(30,293)	718,621
<i>Public Governance, Performance and Accountability Act 2013 s77</i> - repayments	2,000	2,000	-	2,000
<i>Health Insurance Act 1973</i> - payments relating to the former Health and Hospitals Fund	37,321	37,631	881	38,512
<i>Health Insurance Act 1973</i> - medical benefits ^(g)	22,092,457	-	-	-
<i>National Health Act 1953</i> - pharmaceutical benefits ^(g)	12,516,173	-	-	-

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

	2016-17 Total available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed additional estimates \$'000	2017-18 Total estimate at AEs \$'000
Special appropriations limited by criteria/entitlement (continued)				
<i>Private Health Insurance Act 2007 - incentive payments and rebate</i>	6,054,635	6,175,728	(60,811)	6,114,917
<i>Medical Indemnity Act 2002</i>	91,800	96,900	-	96,900
<i>Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010</i>	6,870	4,061	-	4,061
<i>Dental Benefits Act 2008</i>	331,860	346,039	(14,450)	331,589
<i>National Health Act 1953 - aids and appliances</i>	354,493	353,784	-	353,784
<i>National Health Act 1953 - essential vaccines</i>	302,619	284,930	87,234	372,164
<i>Aged Care Act 1997 - home care packages</i>	1,760,492	1,967,122	1,082	1,968,204
<i>National Health Act 1953 - continence aids payments</i>	85,291	86,792	97	86,889
<i>Aged Care Act 1997 - residential care</i>	10,885,981	11,429,323	(18,918)	11,410,405
<i>Aged Care Act 1997 - flexible care</i>	431,390	472,175	(2,103)	470,072
<i>Aged Care (Accommodation Payment Security) Act 2006</i>	801	-	85	85
Total administered special appropriations	55,618,985	22,005,399	(37,196)	21,968,203

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

	2016-17 Total available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed additional estimates \$'000	2017-18 Total estimate at AEs \$'000
Special accounts ^(f)				
Opening balance ^(b)	7,070	55,499	-	55,499
Appropriation receipts	6,971	5,966	1,089	7,055
Non-appropriation receipts ^(g)	64,870	33,978,132	561,677	34,539,809
Total Special Accounts	78,911	34,039,597	562,766	34,602,363
Total administered resourcing	64,670,793	65,484,754	626,697	66,111,451
Less appropriations drawn from annual or special appropriations above and credited to Special Accounts and/or payments to corporate entities through annual appropriations	(412,031)	(566,391)	(5,419)	(571,810)
Total administered resourcing for Health	64,258,762	64,918,363	621,278	65,539,641
Total resourcing for Health	65,311,762	65,871,518	638,892	66,510,410
	2016-17	2017-18		
Average staffing level (number)	4,398	4,360		

All figures are GST exclusive.

- (a) The estimate of prior year amounts available constitutes opening balance at bank and appropriation receivable for the core department (excluding special accounts).
- (b) The estimate at Budget has been revised to reflect the Department's 2016-17 Annual Report.
- (c) Appropriation Bill (No. 1 & 3) 2017-18.
- (d) Estimated retained revenue receipts under the section 74 of the PGPA Act 2013.
- (e) Appropriation Bill (No. 2 & 4) 2017-18.
- (f) Excludes Services for Other Entities and Trust Moneys Special Account as this account is not considered resourcing for the Department of Health. For further information on special accounts see Table 3.1.1.
- (g) The Medicare Benefits Schedule and the Pharmaceutical Benefits Scheme became part of the Medicare Guarantee Fund from 1 July 2017 and 2017-18 estimates are now reported under special accounts. The 2016-17 'Estimate as at Budget' has been revised to include MGF estimates. Special accounts are reported in Section 3.1.

1.3 ENTITY MEASURES

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

Table 1.2: Department of Health 2017-18 Measures since Budget

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 1: Health System Policy, Design and Innovation					
Guaranteeing Medicare - Health and Aged Care Payment Systems - maintenance ^(a)					
Department of Health					
Administered expenses	1.2	-	-	-	-
	6.1	-	-	-	-
Total expenses		-	-	-	-
Investing in Health and Medical Research - Medical Research Future Fund - continued support ^(b)					
Department of Health					
Departmental expenses	1.1	3,206	5,804	4,099	4,115
Total expenses		3,206	5,804	4,099	4,115
National Blood Arrangements - National Fractionation Agreement					
Department of Health					
Administered expenses	1.1	(4,385)	(9,327)	(8,944)	(9,655)
National Blood Authority					
Departmental expenses		53	190	190	-
Total expenses		(4,332)	(9,137)	(8,754)	(9,655)
Western Australian Children's Health Telethon ^(b)					
Department of Health					
Administered expenses	1.1	1,300	1,300	1,300	1,300
	2.4	-	-	-	-
Total expenses		1,300	1,300	1,300	1,300

Table 1.2: Department of Health 2017-18 Measures since Budget (continued)

Program		2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 2: Health Access and Support Services					
Fighting Cancer - National Bowel Cancer Screening Program - continuation of the participant follow-up function					
Department of the Treasury					
Administered expenses	2.4	-	7,989	8,911	9,121
Total expenses		-	7,989	8,911	9,121
Guaranteeing Medicare - Medicare Benefits Schedule - new and amended listings					
Department of Health					
Administered expenses	2.5	(104)	(140)	(68)	-
	4.1	39,952	27,980	(9,336)	(40,966)
Department of Human Services					
Departmental expenses		207	(831)	(2,585)	(3,652)
Department of Veterans' Affairs					
Administered expenses		364	240	(97)	(332)
Total expenses		40,419	27,249	(12,086)	(44,950)
Management of Per- and Poly-Fluorinated Alkyl Substances - community support package for RAAF Base Tindal					
Department of Health					
Administered expenses	2.1	373	614	224	167
	5.2	1,408	1,486	921	544
Department of Defence					
Administered expenses		(1,781)	(2,100)	(1,145)	(711)
Total expenses		-	-	-	-
Western Australian Children's Health Telethon ^(b)					
Department of Health					
Administered expenses	1.1	1,300	1,300	1,300	1,300
	2.4	-	-	-	-
Total expenses		1,300	1,300	1,300	1,300
Outcome 3: Sport and Recreation					
FIFA Women's World Cup 2023 Bid - support to Football Federation Australia ^(a)					
Department of Health					
Administered expenses	3.1	-	-	-	-
Total expenses		-	-	-	-
Reduce Drownings Initiative ^(c)					
Department of Health					
Administered expenses	3.1	-	-	-	-
Total expenses		-	-	-	-
Women's Rugby League World Cup 2017 - contribution ^(a)					
Department of Health					
Administered expenses	3.1	-	-	-	-
Total expenses		-	-	-	-

Table 1.2: Department of Health 2017-18 Measures since Budget (continued)

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 4: Individual Health Benefits					
Fighting Cancer - Radiation Oncology Health Program Grants Scheme - additional funding for linear accelerators					
Department of Health					
Administered expenses	4.1	75	1,050	1,275	2,100
Total expenses		75	1,050	1,275	2,100
Guaranteeing Medicare - Medicare Benefits Schedule - new and amended listings					
Department of Health					
Administered expenses	2.5	(104)	(140)	(68)	-
	4.1	39,952	27,980	(9,336)	(40,966)
Department of Human Services					
Departmental expenses		207	(831)	(2,585)	(3,652)
Department of Veterans' Affairs					
Administered expenses		364	240	(97)	(332)
Total expenses		40,419	27,249	(12,086)	(44,950)
Guaranteeing Medicare - Medicare Benefits Schedule Review - response to Taskforce recommendations^(d)					
Department of Health					
Administered expenses	4.1	-	-	-	-
Departmental expenses	4.1	-	-	-	-
Department of Human Services					
Departmental expenses		-	-	-	-
Department of Veterans' Affairs					
Administered expenses		-	-	-	-
Total expenses		-	-	-	-
Improving Access to Medicines - Life Savings Drug Program - new listing					
Department of Health					
Administered expenses	4.3	5,295	7,201	9,345	10,869
Total expenses		5,295	7,201	9,345	10,869

Table 1.2: Department of Health 2017-18 Measures since Budget (continued)

Program		2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listings					
Department of Health					
Administered expenses	4.1	1,852	1,680	1,470	1,300
Administered revenue	4.3	327,690	459,251	446,723	450,674
		nfp	nfp	nfp	nfp
Department of Human Services					
Departmental expenses		571	227	216	212
Department of Veterans' Affairs					
Administered expenses		6,112	7,315	6,542	6,148
Total		336,225	468,473	454,951	458,334
Making Private Health Insurance Simpler and More Affordable					
Department of Health					
Administered expenses	4.4	2,326	9,794	11,504	4,748
Administered revenue	4.4	-	(2,026)	(1,273)	(1,212)
Departmental expenses	4.4	1,343	2,080	836	121
Departmental capital	4.4	2,327	747	416	-
Office of the Commonwealth Ombudsman					
Departmental expenses		-	1,936	1,099	1,036
Department of Veterans' Affairs					
Administered expenses		(3,460)	(9,822)	(11,599)	(14,502)
Total		2,536	2,709	983	(9,809)
National Approach to Prescription Drug Misuse ^(e)					
Department of Health					
Administered expenses	4.3	-	-	-	-
Total expenses		-	-	-	-

Table 1.2: Department of Health 2017-18 Measures since Budget (continued)

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Outcome 5: Regulation, Safety and Protection					
Improving Access to Medicines - National Immunisation Program - new and amended listings					
Department of Health					
Administered expenses	5.3	(7,670)	(8,331)	(8,540)	(9,181)
Department of the Treasury					
Administered expenses	5.3	(509)	(858)	(888)	(905)
Total expenses		(8,179)	(9,189)	(9,428)	(10,086)
Management of Per- and Poly-Fluorinated Alkyl Substances - community support package for RAAF Base Tindal					
Department of Health					
Administered expenses	2.1	373	614	224	167
	5.2	1,408	1,486	921	544
Department of Defence					
Administered expenses		(1,781)	(2,100)	(1,145)	(711)
Total expenses		-	-	-	-
Outcome 6: Ageing and Aged Care					
Guaranteeing Medicare - Health and Aged Care Payment Systems - maintenance ^(a)					
Department of Health					
Administered expenses	1.2	-	-	-	-
	6.1	-	-	-	-
Total expenses		-	-	-	-
Strengthening Aged Care - improvements to quality services and access					
Department of Health					
Administered expenses	6.2	1,082	(196)	(886)	-
Total expenses		1,082	(196)	(886)	-

Table 1.2: Department of Health 2017-18 Measures since Budget (continued)

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Other Portfolio Measures ^(f)					
Encouraging Self-Sufficiency for Newly Arrived Migrants					
<i>Department of Social Services</i>					
Department of Health					
Administered expenses	4.1	-	(1,001)	(3,067)	(5,475)
	4.3	-	(292)	(862)	(1,792)
	4.6	-	(1,443)	(4,911)	(8,865)
Total expenses		-	(2,736)	(8,840)	(16,132)
Family Tax Benefit and Paid Parental Leave - maintaining income thresholds					
<i>Department of Social Services</i>					
Department of Health					
Administered expenses	4.1	-	-	-	(1,689)
Total expenses		-	-	-	(1,689)
Rollout of National Disability Insurance Scheme in Western Australia - revised implementation arrangements					
<i>Department of Social Services</i>					
Department of Health					
Administered expenses	6.2	-	(15,249)	(15,782)	(16,335)
Administered revenue		-	81	(489)	-
Administered expenses	6.3	(2,825)	(1,741)		
Administered revenue		-	1,699	-	-
Administered expenses	2.1	-	-	413	295
Total expenses		(2,825)	(15,210)	(15,858)	(16,040)
Strengthening the Integrity of Welfare Payments and Better Management of the Social Welfare System - unlegislated components - not proceeding					
<i>Department of Social Services</i>					
Department of Health					
Administered expenses	4.3	76	264	271	277
Total expenses		76	264	271	277
Treatment Support Services for the Drug Testing Trial					
<i>Department of Social Services</i>					
Department of Health					
Administered expenses	2.4	2,926	1,463	-	-
Total expenses		2,926	1,463	-	-

(a) The cost of this measure will be met from within existing resources.

(b) The cost of this measure will be partially met from within existing resources.

(c) This measure has been announced since MYEFO 2017-18 and will be included in the 2018-19 Budget Paper 2. Fiscal impacts are already included in the forward estimates

(d) Savings from this measure have already been reinvested by the Government in Medicare.

(e) Provision for this funding has already been included in the forward estimate.

(f) The Department of Health is not the lead entity for these measures. Health Portfolio impacts only are shown in this table.

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

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

There is no Table 1.3. For details on changes to the resourcing from the Department of Health at Additional Estimates from measures and other variations, refer to each Outcome chapter in Section 2.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department of Health through Appropriation Bills No. 3 and No. 4.

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

	2016-17 Available ^(a) \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Administered					
Outcome 1					
Health System Policy, Design and Innovation	124,674	134,436	128,756	-	5,680
Outcome 2					
Health Access and Support Services	4,039,400	4,132,253	4,160,248	27,995	-
Outcome 3					
Sport and Recreation	18,475	19,527	19,709	182	-
Outcome 4					
Individual Health Benefits	1,338,531	1,439,887	1,480,185	40,298	-
Outcome 5					
Regulation, Safety and Protection	125,051	119,983	123,254	3,271	-
Outcome 6					
Ageing and Aged Care	2,771,169	3,008,247	3,038,978	30,731	-
Total administered	8,417,300	8,854,333	8,951,130	102,477	5,680
Departmental					
Outcome 1					
Health System Policy, Design and Innovation	36,886	84,779	91,274	6,495	-
Outcome 2					
Health Access and Support Services	207,906	174,290	174,290	-	-
Outcome 3					
Sport and Recreation	6,666	6,695	6,695	-	-
Outcome 4					
Individual Health Benefits	163,859	170,065	173,812	3,747	-
Outcome 5					
Regulation, Safety and Protection	34,705	37,058	37,058	-	-
Outcome 6					
Ageing and Aged Care	214,433	174,602	175,179	577	-
Total departmental	664,455	647,489	658,308	10,819	-
Total appropriation administered and departmental Bill No. 3	9,081,755	9,501,822	9,609,438	113,296	5,680

^(a) 2016-17 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year and is represented on the basis of the current Outcome structure. Available appropriation is the amount available to be drawn down, and is equal to: Budget Appropriation + Additional Estimates Appropriation + Advance to the Finance Minister - Savings - Rephasings - Other reduction +/- Section 75.

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

	2016-17 Available ^(a)	2017-18 Budget	2017-18 Revised	Additional estimates	Reduced estimates
	\$'000	\$'000	\$'000	\$'000	\$'000
Non-operating					
Equity injections	6,571	2,366	6,926	4,560	-
Administered assets and liabilities	150,537	25,000	25,000	-	-
Total non-operating	157,108	27,366	31,926	4,560	-
Total appropriation administered and departmental Bill No. 4	157,108	27,366	31,926	4,560	-

^(a) 2016-17 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available appropriation is the amount available to be drawn down, and is equal to: Budget Appropriation + Additional Estimates Appropriation + Advance to the Finance Minister - section 51 withholdings – administrative quarantines +/- Machinery of Government transfers.

Section 2: Revisions to Outcomes and Planned Performance

The Department's activities, resourcing and performance reporting are organised under a structure of six Outcomes. These Outcomes represent the results or impacts on the community that the Government wishes to achieve.

Revisions to performance information since the 2017-18 Budget are detailed in the Outcome chapters in this section. Changes have been made to the performance information for Outcomes 5 and 6.

CROSS OUTCOME VARIATIONS

Table 2: Cross Outcome Variations

The table below shows variations to the departmental estimates not allocated to a specific outcome.

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Cross outcome departmental variations				
Changes in departmental appropriations				
<i>Appropriation Bill No. 3</i>				
Movement of funds - DCB	3,289	-	-	(3,289)
Price parameter adjustments ^(a) - operational	-	607	592	1,165
Price parameter adjustments ^(a) - DCB	-	9	13	28
	3,289	616	605	(2,096)

DCB = Departmental Capital Budget.

^(a) See explanation in Portfolio Glossary.

2.1 BUDGET EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Health System Policy, Design and Innovation

Australia's health system is better equipped to meet current and future health needs by applying research, evaluation, innovation, and use of data to develop and implement integrated, evidence-based health policies, and through support for sustainable funding for health infrastructure

Table 2.1.1: Resource Summary – 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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 1.1: Health Policy Research and Analysis ^(a)				
Administered expenses				
Ordinary annual services ^(b)	50,512	44,941	-	5,571
Special accounts				
Medical Research Future Fund	121,565	143,315	21,750	-
Special appropriations				
<i>National Health Act 1953 - blood fractionation, products and blood related products to National Blood Authority</i>	748,914	718,621	-	30,293
<i>Public Governance, Performance and Accountability Act 2013 - s77 repayments</i>	2,000	2,000	-	-
Departmental expenses				
Departmental appropriation ^(c)	60,789	63,995	3,206	-
Expenses not requiring appropriation in the Budget year ^(d)	1,569	1,569	-	-
Total for Program 1.1	985,349	974,441	24,956	35,864
Program 1.2: Health Innovation and Technology				
Administered expenses				
Ordinary annual services ^(b)	50,533	50,533	-	-
Departmental expenses				
Departmental appropriation ^(c)	14,276	14,276	-	-
Expenses not requiring appropriation in the Budget year ^(d)	197	197	-	-
Total for Program 1.2	65,006	65,006	-	-

Table 2.1.1: Resource Summary – Outcome 1 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 1.3: Health Infrastructure ^(a)				
Administered expenses				
Ordinary annual services ^(b)	8,712	8,712	-	-
Special appropriations				
<i>Health Insurance Act 1973</i> - payments relating to the former Health and Hospitals Fund	37,631	38,512	881	-
Departmental expenses				
Departmental appropriation ^(c)	2,659	2,659	-	-
Expenses not requiring appropriation in the Budget year ^(d)	46	46	-	-
Total for Program 1.3	49,048	49,929	881	-
Program 1.4: Health Peak and Advisory Bodies				
Administered expenses				
Ordinary annual services ^(b)	7,559	7,559	-	-
Departmental expenses				
Departmental appropriation ^(c)	1,436	1,436	-	-
Expenses not requiring appropriation in the Budget year ^(d)	25	25	-	-
Total for Program 1.4	9,020	9,020	-	-
Program 1.5: International Policy				
Administered expenses				
Ordinary annual services ^(b)	17,120	17,011	-	109
Departmental expenses				
Departmental appropriation ^(c)	7,134	7,134	-	-
Expenses not requiring appropriation in the Budget year ^(d)	120	120	-	-
Total for Program 1.5	24,374	24,265	-	109

Table 2.1.1: Resource Summary – Outcome 1 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Outcome 1 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(b)	134,436	128,756	-	5,680
Special accounts	121,565	143,315	21,750	-
Special appropriations	788,545	759,133	-	29,412
Departmental expenses				
Departmental appropriation ^(c)	86,294	89,500	3,206	-
Expenses not requiring appropriation in the Budget year ^(d)	1,957	1,957	-	-
Total expenses for Outcome 1	1,132,797	1,122,661	24,956	35,092

	2017-18 Budget	2017-18 Revised
Average staffing level (number)	470	465

^(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2017-18 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2017-18 Mid-Year Economic Fiscal Outlook*.

^(b) Appropriation (Bill No. 1 & 3) 2017-18.

^(c) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(d) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Table 2.1.2: Variations Table – Outcome 1

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 1.1: Health Policy Research and Analysis				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - National Blood Arrangements - National Fractionation Agreement	-	400	750	-
Measure - Western Australian Children's Health Telethon	1,300	1,300	1,300	1,300
Haemopoietic Progenitor Cells Program - variation to reflect demand	(6,871)	(9,133)	(12,003)	4,899
Price parameter adjustments ^(a)	-	-	(52)	(37)
Changes to departmental appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Investing in Health and Medical Research - Medical Research Future Fund - continued support	3,206	5,804	4,099	4,115
	(2,365)	(1,629)	(5,906)	10,277
Program 1.2: Health Innovation and Technology				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	3	1	1
	-	3	1	1
Program 1.4: Health Peak and Advisory Bodies				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	(8)	(7)
	-	-	(8)	(7)
Program 1.5: International Policy				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Reallocation to Program 5.1	(109)	-	-	-
	(109)	-	-	-

^(a) See explanation in Portfolio Glossary.

Table 2.1.3: Program Expenses Table – Outcome 1

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 1.1: Health Policy Research and Analysis					
Administered expenses					
Ordinary annual services	50,336	44,941	43,647	43,971	45,551
Special Accounts					
Medical Research Future Fund	17,960	143,315	222,383	392,703	650,236
Special appropriations					
<i>National Health Act 1953 - blood fractionation, products and blood related products to National Blood Authority</i>	657,785	718,621	790,339	843,249	918,842
<i>Public Governance, Performance and Accountability Act 2013 - s77 repayments</i>	576	2,000	2,000	2,000	2,000
Other Services	3,169	-	-	-	-
Program support	69,652	65,564	68,476	65,858	65,765
Total for Program 1.1	799,478	974,441	1,126,845	1,347,781	1,682,394
Program 1.2: Health Innovation and Technology					
Administered expenses					
Ordinary annual services	38,894	50,533	3,107	370	442
Program support	11,905	14,473	10,214	10,062	10,041
Total for Program 1.2	50,799	65,006	13,321	10,432	10,483

Table 2.1.3: Program Expenses Table – Outcome 1 (continued)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 1.3: Health Infrastructure					
Administered expenses					
Ordinary annual services	4,921	8,712	911	911	911
Special appropriations					
<i>Health Insurance Act 1973 -</i> <i>payments relating to the</i> <i>former Health and Hospitals</i> <i>Fund</i>	17,554	38,512	29,381	7,275	240
Program support	3,280	2,705	2,714	2,679	2,674
Total for Program 1.3	25,755	49,929	33,006	10,865	3,825
Program 1.4: Health Peak and Advisory Bodies					
Administered expenses					
Ordinary annual services	8,098	7,559	7,458	7,312	7,650
Program support	1,698	1,461	1,465	1,446	1,444
Total for Program 1.4	9,796	9,020	8,923	8,758	9,094
Program 1.5: International Policy					
Administered expenses					
Ordinary annual services	13,038	17,011	17,120	17,651	18,203
Program support	8,707	7,254	7,275	7,183	7,170
Total for Program 1.5	21,745	24,265	24,395	24,834	25,373

Planned Performance for Outcome 1**Table 2.1.4: Performance Criteria for Outcome 1**

There have been no changes to performance information for Outcome 1 since the 2017-18 Budget which require new or modified performance criteria. Refer page 46 of the 2017-18 *Health Portfolio Budget Statements* for current performance information.

2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

Outcome 2: Health Access and Support Services

Support for sustainable funding for public hospital services and improved access to high quality, comprehensive and coordinated preventive, primary and mental health care for all Australians, with a focus on those with complex health care needs and those living in regional, rural and remote areas, including through access to a skilled health workforce

Table 2.2.1: Resource Summary – Outcome 2

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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 2.1: Mental Health ^(a)				
Administered expenses				
Ordinary annual services ^(b)	777,669	778,042	373	-
Departmental expenses				
Departmental appropriation ^(c)	22,137	22,137	-	-
Expenses not requiring appropriation in the Budget year ^(d)	406	406	-	-
Total for Program 2.1	800,212	800,585	373	-
Program 2.2: Aboriginal and Torres Strait Islander Health ^(a)				
Administered expenses				
Ordinary annual services ^(b)	865,806	865,806	-	-
Departmental expenses				
Departmental appropriation ^(c)	39,577	39,577	-	-
Expenses not requiring appropriation in the Budget year ^(d)	709	709	-	-
Total for Program 2.2	906,092	906,092	-	-
Program 2.3: Health Workforce				
Administered expenses				
Ordinary annual services ^(b)	1,302,695	1,302,695	-	-
Departmental expenses				
Departmental appropriation ^(c)	33,024	33,024	-	-
Expenses not requiring appropriation in the Budget year ^(d)	586	586	-	-
Total for Program 2.3	1,336,305	1,336,305	-	-

Table 2.2.1: Resource Summary – Outcome 2 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 2.4: Preventive Health and Chronic Disease Support ^(a)				
Administered expenses				
Ordinary annual services ^(b)	414,546	442,272	27,726	-
Departmental expenses				
Departmental appropriation ^(c)	34,857	34,857	-	-
Expenses not requiring appropriation in the Budget year ^(d)	625	625	-	-
Total for Program 2.4	450,028	477,754	27,726	-
Program 2.5: Primary Health Care Quality and Coordination				
Administered expenses				
Ordinary annual services ^(b)	405,000	404,896	(104)	-
Departmental expenses				
Departmental appropriation ^(c)	17,438	17,438	-	-
Expenses not requiring appropriation in the Budget year ^(d)	320	320	-	-
Total for Program 2.5	422,758	422,654	(104)	-
Program 2.6: Primary Care Practice Incentives				
Administered expenses				
Ordinary annual services ^(b)	352,063	352,063	-	-
Departmental expenses				
Departmental appropriation ^(c)	2,034	2,034	-	-
Expenses not requiring appropriation in the Budget year ^(d)	36	36	-	-
Total for Program 2.6	354,133	354,133	-	-
Program 2.7: Hospital Services ^(a)				
Administered expenses				
Ordinary annual services ^(b)	14,474	14,474	-	-
Departmental expenses				
Departmental appropriation ^(c)	28,535	28,535	-	-
Expenses not requiring appropriation in the Budget year ^(d)	3,755	3,755	-	-
Total for Program 2.7	46,764	46,764	-	-

Table 2.2.1: Resource Summary – Outcome 2 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Outcome 2 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(b)	4,132,253	4,160,248	27,995	-
Departmental expenses				
Departmental appropriation ^(c)	177,602	177,602	-	-
Expenses not requiring appropriation in the Budget year ^(d)	6,437	6,437	-	-
Total expenses for Outcome 2	4,316,292	4,344,287	27,995	-
	2017-18 Budget	2017-18 Revised		
Average staffing level (number)	970	961		

^(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2017-18 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2017-18 Mid-Year Economic Fiscal Outlook*.

^(b) Appropriation (Bill No. 1 & 3) 2017-18.

^(c) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(d) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Table 2.2.2: Variations Table – Outcome 2

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 2.1: Mental Health				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Management of Per- and Poly-Fluorinated Alkyl Substances - community support package for RAAF Base Tindal	373	614	224	167
Measure - Rollout of National Disability Insurance Scheme in Western Australia - revised implementation arrangements	-	-	413	295
Price parameter adjustments ^(a)	-	-	(581)	(565)
	373	614	56	(103)
Program 2.2: Aboriginal and Torres Strait Islander Health				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	-	937
	-	-	-	937
Program 2.3: Health Workforce				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	(1,243)	(1,293)
	-	-	(1,243)	(1,293)

Table 2.2.2: Variations Table – Outcome 2 (continued)

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 2.4: Preventive Health and Chronic Disease Support				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Treatment Support Services for the Drug Testing Trial	2,926	1,463	-	-
Measure - Western Australia Children's Health Telethon	2,000	-	-	-
National Cancer Screening Register - movement of funds	22,800	-	-	-
Price parameter adjustments ^(a)	-	-	(377)	(380)
	27,726	1,463	(377)	(380)
Program 2.5: Primary Health Care Quality and Coordination				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Guaranteeing Medicare - Medicare Benefits Schedule - new and amended listings	(104)	(140)	(68)	-
Price parameter adjustments ^(a)	-	-	(327)	(304)
	(104)	(140)	(395)	(304)
Program 2.6: Primary Care Practice Incentives				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	-	366
	-	-	-	366
Program 2.7: Hospital Services				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	(14)	(15)
	-	-	(14)	(15)

^(a) See explanation in Portfolio Glossary.

Table 2.2.3: Program Expenses Table – Outcome 2

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 2.1: Mental Health					
Administered expenses					
Ordinary annual services	712,832	778,042	831,791	589,608	573,599
Program support	23,494	22,543	21,925	21,622	21,580
Total for Program 2.1	736,326	800,585	853,716	611,230	595,179
Program 2.2: Aboriginal and Torres Strait Islander Health					
Administered expenses					
Ordinary annual services	779,044	865,806	879,264	915,589	953,467
Program support	46,847	40,286	40,470	39,923	39,846
Total for Program 2.2	825,891	906,092	919,734	955,512	993,313
Program 2.3: Health Workforce					
Administered expenses					
Ordinary annual services	1,243,345	1,302,695	1,270,760	1,260,711	1,311,004
Program support	35,780	33,610	33,717	33,276	31,925
Total for Program 2.3	1,279,125	1,336,305	1,304,477	1,293,987	1,342,929
Program 2.4: Preventive Health and Chronic Disease Support					
Administered expenses					
Ordinary annual services	364,773	442,272	379,194	380,151	383,884
Program support	47,363	35,482	35,592	35,110	35,043
Total for Program 2.4	412,136	477,754	414,786	415,261	418,927

Table 2.2.3: Program Expenses Table – Outcome 2 (continued)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward Year 1 \$'000	2019-20 Forward Year 2 \$'000	2020-21 Forward Year 3 \$'000
Program 2.5: Primary Health Care Quality and Coordination					
Administered expenses					
Ordinary annual services	400,498	404,896	435,378	331,972	309,190
Program support	20,501	17,758	17,845	17,477	17,443
Total for Program 2.5	420,999	422,654	453,223	349,449	326,633
Program 2.6: Primary Care Practice Incentives					
Administered expenses					
Ordinary annual services	341,845	352,063	365,670	365,736	371,587
Program support	2,375	2,070	2,076	2,049	2,046
Total for Program 2.6	344,220	354,133	367,746	367,785	373,633
Program 2.7: Hospital Services					
Administered expenses					
Ordinary annual services	109,019	14,474	14,832	14,954	16,041
Non cash expenses	1,355	-	-	-	-
Program support	32,838	32,290	32,227	29,519	29,515
Total for Program 2.7	143,212	46,764	47,059	44,473	45,556

Planned Performance for Outcome 2

Table 2.2.4: Performance Criteria for Outcome 2

There have been no changes to performance information for Outcome 2 since the 2017-18 Budget which require new or modified performance criteria. Refer page 63 of the *2017-18 Health Portfolio Budget Statements* for current performance information.

2.3 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 3

Outcome 3: Sport and Recreation

Improved opportunities for community participation in sport and recreation, excellence in high-performance athletes, and protecting the integrity of sport through investment in sport infrastructure, coordination of Commonwealth involvement in major sporting events, and research and international cooperation on sport issues

Table 2.3.1: Resource Summary – Outcome 3

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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 3.1: Sport and Recreation ^(a)				
Administered expenses				
Ordinary annual services ^(b)	19,527	19,709	182	-
Special accounts				
Sport and Recreation	407	407	-	-
Departmental expenses				
Departmental appropriation ^(c)	6,802	6,802	-	-
Expenses not requiring appropriation in the Budget year ^(d)	145	145	-	-
Total for Program 3.1	26,881	27,063	182	-
Outcome 3 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(b)	19,527	19,709	182	-
Special accounts	407	407	-	-
Departmental expenses				
Departmental appropriation ^(c)	6,802	6,802	-	-
Expenses not requiring appropriation in the Budget year ^(d)	145	145	-	-
Total expenses for Outcome 3	26,881	27,063	182	-
	2017-18 Budget	2017-18 Revised		
Average staffing level (number)	47	47		

(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2017-18 Health Portfolio Budget Statements* under each program. For updated estimates refer to the *2017-18 Mid-Year Economic Fiscal Outlook*.

(b) Appropriation (Bill No. 1 & 3) 2017-18.

(c) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

(d) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Table 2.3.2: Variations Table – Outcome 3

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 3.1: Sport and Recreation				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Reduce Drownings Initiative	182	3,076	-	-
Price parameter adjustments ^(a)	-	10	-	-
	182	3,086	-	-

^(a) See explanation in Portfolio Glossary.

Table 2.3.3: Program Expenses Table – Outcome 3

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward Year 1 \$'000	2019-20 Forward Year 2 \$'000	2020-21 Forward Year 3 \$'000
Program 3.1: Sport and Recreation					
Administered expenses					
Ordinary annual services	19,466	19,709	18,276	15,212	12,920
Special Accounts					
Sport and Recreation	298	407	407	407	407
Program support	9,108	6,947	7,000	6,974	6,961
Total for Program 3.1	28,872	27,063	25,683	22,593	20,288

Planned Performance for Outcome 3

Table 2.3.4: Performance Criteria for Outcome 3

There have been no changes to performance information for Outcome 3 since the 2017-18 Budget which require new or modified performance criteria. Refer page 83 of the 2017-18 *Health Portfolio Budget Statements* for current performance information.

2.4 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 4

Outcome 4: Individual Health Benefits

Access to cost-effective medicines, medical, dental and hearing services, and improved choice in health services, including through the Pharmaceutical Benefits Scheme, Medicare, targeted assistance strategies and private health insurance

Table 2.4.1: Resource Summary – Outcome 4

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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 4.1: Medical Benefits				
Administered expenses				
Ordinary annual services ^(a)	85,327	105,623	20,296	-
Special account				
Medicare Guarantee Fund				
- medical benefits ^(b)	22,897,861	22,993,524	95,663	-
accrual adjustment ^(c)	-	8,349	8,349	-
Departmental expenses				
Departmental appropriation ^(d)	33,868	34,022	154	-
Expenses not requiring appropriation in the Budget year ^(e)	473	473	-	-
Total for Program 4.1	23,017,529	23,141,991	124,462	-
Program 4.2: Hearing Services				
Administered expenses				
Ordinary annual services ^(a)	530,697	528,894	(1,803)	-
Departmental expenses				
Departmental appropriation ^(d)	6,955	6,955	-	-
Expenses not requiring appropriation in the Budget year ^(e)	1,185	1,185	-	-
Total for Program 4.2	538,837	537,034	(1,803)	-
Program 4.3: Pharmaceutical Benefits ^(f)				
Administered expenses				
Ordinary annual services ^(a)	797,213	813,240	16,027	-
Special account				
Medicare Guarantee Fund				
- pharmaceutical benefits ^(b)	10,950,710	11,420,031	469,321	-
accrual adjustment ^(c)	-	6,540	6,540	-
Departmental expenses				
Departmental appropriation ^(d)	50,932	50,932	-	-
Expenses not requiring appropriation in the Budget year ^(e)	2,010	2,010	-	-
Total for Program 4.3	11,800,865	12,292,753	491,888	-

Table 2.4.1: Resource Summary – Outcome 4 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 4.4: Private Health Insurance				
Administered expenses				
Ordinary annual services ^(a)	3,114	4,492	1,378	-
Special appropriations				
<i>Private Health Insurance</i>				
<i>Act 2007</i> - incentive payments and rebate	6,175,728	6,114,917	-	60,811
Departmental expenses				
Departmental appropriation ^(d)	10,048	11,391	1,343	-
Expenses not requiring appropriation in the Budget year ^(e)	123	123	-	-
Total for Program 4.4	6,189,013	6,130,923	2,721	60,811
Program 4.5: Medical Indemnity				
Administered expenses				
Ordinary annual services ^(a)	142	142	-	-
Special appropriations				
<i>Medical Indemnity Act 2002</i>	96,900	96,900	-	-
<i>Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010</i>	4,061	4,061	-	-
Departmental expenses				
Departmental appropriation ^(d)	958	958	-	-
Expenses not requiring appropriation in the Budget year ^(e)	14	14	-	-
Total for Program 4.5	102,075	102,075	-	-
Program 4.6: Dental Services ^(f)				
Administered expenses				
Ordinary annual services ^(a)	-	-	-	-
Special appropriations				
<i>Dental Benefits Act 2008</i>	346,039	331,589	-	14,450
Departmental expenses				
Departmental appropriation ^(d)	2,411	2,411	-	-
Expenses not requiring appropriation in the Budget year ^(e)	40	40	-	-
Total for Program 4.6	348,490	334,040	-	14,450

Table 2.4.1: Resource Summary – Outcome 4 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 4.7: Health Benefit Compliance				
Administered expenses				
Ordinary annual services ^(a)	12,000	15,500	3,500	-
Departmental expenses				
Departmental appropriation ^(d)	67,795	67,795	-	-
Expenses not requiring appropriation in the Budget year ^(e)	1,165	1,165	-	-
Total for Program 4.7	80,960	84,460	3,500	-
Program 4.8: Targeted Assistance - Aids and Appliances				
Administered expenses				
Ordinary annual services ^(a)	11,394	12,294	900	-
Special appropriations				
National Health Act 1953 - aids and appliances	353,784	353,784	-	-
Departmental expenses				
Departmental appropriation ^(d)	4,062	4,062	-	-
Expenses not requiring appropriation in the Budget year ^(e)	65	65	-	-
Total for Program 4.8	369,305	370,205	900	-
Outcome 4 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(a)	1,439,887	1,480,185	40,298	-
Special appropriations	6,976,512	6,901,251	-	75,261
Special account ^(b)	33,848,571	34,413,555	564,984	-
accrual adjustment ^(c)	-	14,889	14,889	-
Departmental expenses				
Departmental appropriation ^(d)	177,029	178,526	1,497	-
Expenses not requiring appropriation in the Budget year ^(e)	5,075	5,075	-	-
Total expenses for Outcome 4	42,447,074	42,993,481	621,668	75,261
	2017-18 Budget	2017-18 Revised		
Average staffing level (number)	934	924		

^(a) Appropriation Bill (No. 1 & 3) 2017-18.

^(b) The Medicare Benefits Schedule and the Pharmaceutical Benefits Scheme became part of the Medicare Guarantee Fund (special account) from 1 July 2017. Actuals and estimates are reported under the special account for comparability.

^(c) The difference between cash payments from the Medicare Guarantee Fund special account and accrual expenses.

^(d) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(e) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

^(f) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the 2017-18 Health Portfolio Budget Statements under each program. For updated estimates refer to the 2017-18 Mid-Year Economic Fiscal Outlook.

Table 2.4.2: Variations Table – Outcome 4

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 4.1: Medical Benefits				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Fighting Cancer - Radiation Oncology Health Program Grants Scheme - additional funding for linear accelerators	75	1,050	1,275	2,100
Measure - Guaranteeing Medicare - Medicare Benefits Schedule Review - response to Taskforce recommendations	366	-	-	-
Medical Treatment Overseas - variation to reflect demand	4,433	-	-	-
Radiation Oncology Health Program Grants Scheme - variation to reflect demand	15,422	-	-	-
Changes to departmental appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Guaranteeing Medicare - Medicare Benefits Schedule Review - response to Taskforce recommendations	154	147	82	82
	20,450	1,197	1,357	2,182
Program 4.2: Hearing Services				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Community Service Obligations - variation to reflect demand	-	(2,409)	(1,969)	(1,530)
Hearing Services Voucher Program - variation to reflect demand	(1,803)	(16,376)	(11,478)	(3,974)
Price parameter adjustments ^(a)	-	-	(560)	(585)
	(1,803)	(18,785)	(14,007)	(6,089)

Table 2.4.2: Variations Table – Outcome 4 (continued)

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 4.3: Pharmaceutical Benefits				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Improving Access to Medicines - Life Saving Drugs Program - new listing	5,295	7,201	9,345	10,869
Measure - National Approach to Prescription Drug Misuse	10,878	629	379	282
Community Pharmacy Programs - movement of funds	-	4,096	-	-
Pharmaceutical Benefits Scheme Litigation - movement of funds	nfp	nfp	nfp	nfp
Reallocation from Program 4.7	(3,500)	-	-	-
Price parameter adjustments ^(a)	-	1	(139)	(141)
	nfp	nfp	nfp	nfp
Program 4.4: Private Health Insurance				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Making Private Health Insurance Simpler and More Affordable	1,378	1,033	181	183
Changes to departmental appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Making Private Health Insurance Simpler and More Affordable	1,343	2,080	836	121
	2,721	3,113	1,017	304
Program 4.7: Health Benefit Compliance				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Reallocation to Program 4.3	3,500	-	-	-
	3,500	-	-	-
Program 4.8: Targeted Assistance - Aids and Appliances				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Continuous glucose monitoring (CGM) - movement of funds	900	-	-	-
	900	-	-	-

^(a) See explanation in Portfolio Glossary.

Table 2.4.3: Program Expenses Table – Outcome 4

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 4.1: Medical Benefits					
Administered expenses					
Ordinary annual services	106,250	105,623	107,712	105,923	103,220
Special account					
Medicare Guarantee Fund					
- medical benefits ^(a)	22,098,281	22,993,524	24,099,663	25,699,418	27,085,158
accrual adjustment ^(b)	-	8,349	4,150	3,614	867
Program support	35,717	34,495	34,497	32,963	25,886
Total for Program 4.1	22,240,248	23,141,991	24,246,022	25,841,918	27,215,131
Program 4.2: Hearing Services					
Administered expenses					
Ordinary annual services	498,327	528,894	538,662	569,634	594,806
Program support	8,403	8,140	8,429	8,135	8,122
Total for Program 4.2	506,730	537,034	547,091	577,769	602,928
Program 4.3: Pharmaceutical Benefits					
Administered expenses					
Ordinary annual services	686,315	813,240	812,864	824,154	615,366
Special account					
Medicare Guarantee Fund					
- pharmaceutical benefits ^(a)	12,057,625	11,420,031	11,420,766	11,436,204	11,321,404
accrual adjustment ^(b)	-	6,540	22,711	11,593	7,652
Program support	64,789	52,942	45,345	40,471	40,390
Total for Program 4.3	12,808,729	12,292,753	12,301,686	12,312,422	11,984,812

Table 2.4.3: Program Expenses Table – Outcome 4 (continued)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 4.4: Private Health Insurance					
Administered expenses					
Ordinary annual services	5,169	4,492	3,594	2,642	2,644
Special appropriations					
<i>Private Health Insurance Act 2007</i> - incentive payments and rebate	5,994,087	6,114,917	6,251,516	6,389,058	6,553,613
Program support	12,679	11,514	12,273	10,934	10,206
Total for Program 4.4	6,011,935	6,130,923	6,267,383	6,402,634	6,566,463
Program 4.5: Medical Indemnity					
Administered expenses					
Ordinary annual services	222	142	142	142	142
Special appropriations					
<i>Medical Indemnity Act 2002</i>	91,302	96,900	82,300	86,200	90,500
<i>Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010</i>	-	4,061	4,704	5,446	6,281
Program support	1,739	972	975	963	962
Total for Program 4.5	93,263	102,075	88,121	92,751	97,885
Program 4.6: Dental Services					
Administered expenses					
Ordinary annual services	-	-	-	-	-
Special appropriations					
<i>Dental Benefits Act 2008</i>	319,384	331,589	331,600	335,161	341,149
Program support	2,451	2,451	3,191	3,164	3,159
Total for Program 4.6	321,835	334,040	334,791	338,325	344,308

Table 2.4.3: Program Expenses Table – Outcome 4 (continued)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 4.7: Health Benefit Compliance					
Administered expenses					
Ordinary annual services	6,211	15,500	12,000	12,000	12,000
Program support	63,923	68,960	65,247	64,397	64,290
Total for Program 4.7	70,134	84,460	77,247	76,397	76,290
Program 4.8: Targeted Assistance - Aids and Appliances					
Administered expenses					
Ordinary annual services	3,506	12,294	12,480	13,646	14,862
Special appropriations					
<i>National Health Act 1953</i>					
- aids and appliances	338,991	353,784	356,263	371,567	377,145
Program support	4,524	4,127	4,138	4,088	4,081
Total for Program 4.8	347,021	370,205	372,881	389,301	396,088

(a) The Medicare Benefits Schedule and the Pharmaceutical Benefits Scheme became part of the Medicare Guarantee Fund (special account) from 1 July 2017. Actuals and estimates are reported under the special account for comparability.

(b) The difference between cash payments from the Medicare Guarantee Fund special account and accrued expenses.

Planned Performance for Outcome 4

Table 2.4.4: Performance Criteria for Outcome 4

There have been no changes to performance information for Outcome 4 since the 2017-18 Budget which require new or modified performance criteria. Refer page 92 of the *2017-18 Health Portfolio Budget Statements* for current performance information.

2.5 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 5

Outcome 5: Regulation, Safety and Protection

Protection of the health and safety of the Australian community and preparedness to respond to national health emergencies and risks, including through immunisation, initiatives, and regulation of therapeutic goods, chemicals, gene technology, and blood and organ products

Table 2.5.1: Resource Summary – Outcome 5

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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 5.1: Protect the Health and Safety of the Community Through Regulation				
Administered expenses				
Ordinary annual services ^(a)	-	109	109	-
Departmental expenses				
Departmental appropriation ^(b)	15,821	15,821	-	-
to special accounts	(10,254)	(10,254)	-	-
Expenses not requiring appropriation in the Budget year ^(c)	85	85	-	-
Special accounts				
OGTR Special Account ^(d)	7,878	7,878	-	-
NICNAS Special Account ^(e)	19,710	20,296	586	-
TGA Special Account ^(f)	153,474	153,474	-	-
Expense adjustment ^(g)	(7,029)	(7,615)	-	586
Total for Program 5.1	179,685	179,794	695	586
Program 5.2: Health Protection and Emergency Response ^(h)				
Administered expenses				
Ordinary annual services ^(a)	89,269	89,277	8	-
Non cash expenses ⁽ⁱ⁾	29,926	24,408	-	5,518
Special accounts				
Human Pituitary Hormones - s78 PGPA Act	170	170	-	-
Departmental expenses				
Departmental appropriation ^(b)	15,036	15,036	-	-
Expenses not requiring appropriation in the Budget year ^(c)	379	379	-	-
Total for Program 5.2	134,780	129,270	8	5,518

Table 2.5.1: Resources Summary – Outcome 5 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 5.3: Immunisation ^(h)				
Administered expenses				
Ordinary annual services ^(a)	30,714	33,868	3,154	-
to Australian Childhood Immunisation Special Account	(5,966)	(7,055)	-	1,089
Special accounts				
Australian Childhood Immunisation Register - S78 PGPA Act	9,820	9,820	-	-
Special appropriations				
<i>National Health Act 1943</i> - essential vaccines	284,930	372,164	87,234	-
Departmental expenses				
Departmental appropriation ^(b)	7,300	7,300	-	-
Expenses not requiring appropriation in the Budget year ^(c)	137	137	-	-
Total for Program 5.3	326,935	416,234	90,388	1,089
Outcome 5 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(a)	119,983	123,254	3,271	-
to Special accounts	(5,966)	(7,055)	-	1,089
Non cash expenses ⁽ⁱ⁾	29,926	24,408	-	5,518
Special accounts	9,990	9,990	-	-
Special appropriations	284,930	372,164	87,234	-
Departmental expenses				
Departmental appropriation ^(b)	38,157	38,157	-	-
to special accounts	(10,254)	(10,254)	-	-
Expenses not requiring appropriation in the Budget year ^(c)	601	601	-	-
Special accounts	174,033	174,033	-	-
Total expenses for Outcome 5	641,400	725,298	90,505	6,607
	2017-18 Budget	2017-18 Revised		
Average staffing level (number)	882	881		

^(a) Appropriation (Bill No. 1 & 3) 2017-18.

^(b) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(c) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation, expense, makegood expense and audit fees.

^(d) Office of the Gene Technology Regulator (OGTR) Special Account.

^(e) National Industrial Chemicals Notification and Assessment Scheme (NICNAS) Special Account.

^(f) Therapeutic Goods Administration (TGA) Special Account.

^(g) Special accounts are reported on a cash basis. This adjustment reflects the differences between expense and cash.

^(h) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2017-18 Health Portfolio Budget Statements* under each program. For updated estimates refer to the *2017-18 Mid-Year Economic Fiscal Outlook*.

⁽ⁱ⁾ 'Non cash expenses' relate to the write down of drug stockpile inventory due to expiration, consumption and distribution.

Table 2.5.2: Variations Table – Outcome 5

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 5.1: Protect the Health and Safety of the Community Through Regulation				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Reallocation from Program 1.5	109	-	-	-
	109	-	-	-
Program 5.2: Health Protection and Emergency Response				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Management of Per- and Poly-Fluorinated Alkyl Substances - community support package for RAAF Base Tindal	1,408	1,486	921	544
Per-and Poly-Fluoroalkyl Substances (PFAS) Blood Testing and Epidemiological - movement of funds	(1,400)	2,150	870	-
Price parameter adjustments ^(a)	-	-	(89)	(86)
	8	3,636	1,702	458
Program 5.3: Immunisation				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Improving Access to Medicines - National Immunisation Program - new and amended listings	825	659	639	164
Improving Immunisation Coverage Rates - movement of funds	1,393	-	-	-
Supporting No Jab No Pay improving awareness of Immunisation - movement of funds	936	-	-	-
Price parameter adjustments ^(a)	-	-	(27)	(25)
	3,154	659	612	139

^(a) See explanation in Portfolio Glossary.

Table 2.5.3: Program Expenses Table – Outcome 5

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 5.1: Protect the Health and Safety of the Community through Regulation					
Administered expenses					
Ordinary annual services	-	109	-	-	-
Program support	16,060	15,906	13,905	13,815	14,221
to Special Accounts	(10,522)	(10,254)	(8,310)	(8,320)	(8,374)
Special Accounts					
OGTR Special Account	7,453	7,878	7,642	7,650	7,697
NICNAS Special Account	18,192	20,296	14,680	14,580	14,330
TGA Special Account	149,656	153,474	146,169	147,628	150,234
Expense adjustment	(5,517)	(7,615)	3,796	4,606	4,489
Total for Program 5.1	175,322	179,794	177,882	179,959	182,597
Program 5.2: Health Protection and Emergency Response					
Administered expenses					
Ordinary annual services	79,724	89,277	94,803	92,473	88,426
Non cash expenses	21,539	24,408	23,616	13,007	4,320
Special Accounts					
Human Pituitary Hormones Special Account - s78 PGPA Act	199	170	170	170	170
Program support	17,617	15,415	15,490	15,259	15,230
Total for Program 5.2	119,079	129,270	134,079	120,909	108,146
Program 5.3: Immunisation					
Administered expenses					
Ordinary annual services	34,023	33,868	26,853	26,769	25,105
to Australian Childhood Immunisation Special Account	(6,971)	(7,055)	(7,133)	(7,133)	(7,133)
Special Accounts					
Australian Childhood Immunisation Register Special Account s78 PGPA Act	9,955	9,820	9,820	9,820	9,820
Special appropriations					
<i>National Health Act 1953</i> - essential vaccines	294,505	372,164	372,845	375,201	369,178
Program support	8,725	7,437	7,403	7,298	7,283
Total for Program 5.3	340,237	416,234	409,788	411,955	404,253

Planned Performance for Outcome 5

Table 2.5.4 below details changes to the performance criteria for Program 5.1. It is used by entities to describe the results they plan to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2017-18 Budget. Refer to page 114 of the *2017-18 Health Portfolio Budget Statements* for all remaining unchanged performance criteria.

Table 2.5.4: Performance Criteria for Program 5.1

Purpose			
Lead and shape Australia's health and aged care system and sporting outcomes through evidence-based policy, well targeted programs, and best practice regulation.			
Program 5.1: Protect the Health and Safety of the Community Through Regulation			
Delivery			
A. Regulating therapeutic goods for safety, effectiveness/performance and quality while promoting best practice <ul style="list-style-type: none"> Publish performance statistics reports and a key performance indicator report in compliance with the Regulator Performance Framework. Participate in international engagement and work sharing activities with comparable international regulators. Monitor regulatory compliance and take appropriate action. Improve access to therapeutic goods for consumers and streamline regulatory processes for industry by implementing the Australian Government's reforms arising from the Review of Medicines and Medical Devices Regulation. 			
Changes to performance criteria			
A. Regulating therapeutic goods for safety, effectiveness/performance and quality while promoting best practice			
Regulate therapeutic goods for safety, effectiveness/performance and quality.¹ <ul style="list-style-type: none"> a. Percentage of applications lodged under prescription medicines registration (Category 1 applications) processed within the legislated timeframes. b. Percentage of quality related evaluations of prescription medicines (Category 3 applications) processed within 45 working days. c. Percentage of conformity assessments for medical devices processed within 255 working days. d. Percentage of licensing and surveillance inspections completed within target timeframes. 			
2017-18 Target	2018-19 Target	2019-20 Target	2020-21 Target
a. 100%	100%	100%	100%
b. 100%	100%	100%	100%
c. 100%	100%	100%	100%
d. 85%	85%	85%	85%

¹ Further information available at: www.tga.gov.au/half-yearly-performance-reports; www.tga.gov.au/tga-key-performance-indicators-july-2015-june-2016; www.tga.gov.au/performance-statistics-reports

2.6 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 6

Outcome 6: Ageing and Aged Care

Improved wellbeing for older Australians through targeted support, access to quality care and related information services

Table 2.6.1: Resource Summary – Outcome 6

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.

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 6.1: Access and Information				
Administered expenses				
Ordinary annual services ^(a)	209,190	209,190	-	-
Departmental expenses				
Departmental appropriation ^(b)	42,077	42,077	-	-
Expenses not requiring appropriation in the Budget year ^(c)	734	734	-	-
Total for Program 6.1	252,001	252,001	-	-
Program 6.2: Home Support and Care ^(d)				
Administered expenses				
Ordinary annual services ^(a)	2,549,718	2,560,449	10,731	-
Special appropriations				
<i>Aged Care Act 1997</i> - Home Care Packages	1,967,122	1,968,204	1,082	-
<i>National Health Act 1953</i> - continence aids payments	86,792	86,889	97	-
Departmental expenses				
Departmental appropriation ^(b)	45,459	45,459	-	-
Expenses not requiring appropriation in the Budget year ^(c)	722	722	-	-
Total for Program 6.2	4,649,813	4,661,723	11,910	-

Table 2.6.1: Resource Summary – Outcome 6 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Program 6.3: Residential and Flexible Care				
Administered expenses				
Ordinary annual services ^{(a) (e)}	100,929	110,929	10,000	-
Zero Real Interest Loans				
- appropriation	34,200	44,200	10,000	-
- expense adjustment ^(f)	(22,866)	(28,448)	-	5,582
Special appropriations				
<i>Aged Care Act 1997 - residential care</i>	11,429,323	11,410,405	-	18,918
<i>Aged Care Act 1997 - flexible care</i>	472,175	470,072	-	2,103
<i>Aged Care (Accommodation Payment Security) Act 2006</i>	-	85	85	-
Departmental expenses				
Departmental appropriation ^(b)	44,184	44,184	-	-
Expenses not requiring appropriation in the Budget year ^(c)	802	802	-	-
Total for Program 6.3	12,058,747	12,052,229	20,085	26,603
Program 6.4: Aged Care Quality				
Administered expenses				
Ordinary annual services ^(a)	114,210	114,210	-	-
Departmental expenses				
Departmental appropriation ^(b)	45,681	45,681	-	-
Expenses not requiring appropriation in the Budget year ^(c)	799	799	-	-
Total for Program 6.4	160,690	160,690	-	-

Table 2.6.1: Resource Summary – Outcome 6 (continued)

	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Outcome 6 totals by appropriation type				
Administered expenses				
Ordinary annual services ^(a)	3,008,247	3,038,978	30,731	-
- expense adjustment ^(f)	(22,866)	(28,448)	-	5,582
Special appropriations	13,955,412	13,935,655	-	19,757
Departmental expenses				
Departmental appropriation ^(b)	177,401	177,401	-	-
Expenses not requiring appropriation in the Budget year ^(c)	3,057	3,057	-	-
Total expenses for Outcome 6	17,121,251	17,126,643	30,731	25,339

	2017-18 Budget	2017-18 Revised
Average staffing level (number)	1,095	1,082

^(a) Appropriation (Bill No. 1 & 3) 2017-18.

^(b) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(c) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

^(d) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2017-18 Health Portfolio Budget Statements* under each program. For updated estimates refer to the *2017-18 Mid-Year Economic and Fiscal Outlook*.

^(e) Ordinary annual services (Bill 1) against Program 6.3 excludes amounts appropriated in Bill 1 for Zero Real Interest Loans as this funding is not accounted for as an expense.

^(f) Payments under the Zero Real Interest Loans program are a loan to aged care providers and not accounted for as an expense. The concessional loan discount is the expense and represents the difference between an estimate of the market rate of interest, and that recovered under the loan agreement, over the life of the loan. This adjustment recognises the difference between the appropriation and the concessional loan discount expense.

Table 2.6.2: Variations Table – Outcome 6

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 6.1: Access and Information				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	(216)	(218)
	-	-	(216)	(218)
Program 6.2: Home Support and Care				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - Rollout of National Disability Insurance Scheme in Western Australia - revised implementation arrangements	-	(15,249)	(15,782)	(16,335)
Commonwealth Continuity of Support Program - movement of funds	11,586	-	6,624	-
National Disability Insurance Scheme (NDIS) Home Support Program - revised arrangements	(855)	-	-	-
Price parameter adjustments ^(a)	-	2,645	2,774	5,829
	10,731	(12,604)	(6,384)	(10,506)
Program 6.3: Residential and Flexible Care				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Zero Real Interest Loans - movement of funds and model updates	4,418	3,280	2,588	-
Rural, Regional and Other Special Needs Buildings Fund - movement of funds	10,000	20,000	(15,000)	(15,000)
Price parameter adjustments ^(a)	-	(1)	(302)	(326)
	14,418	23,279	(12,714)	(15,326)
Program 6.4: Aged Care Quality				
Changes to administered appropriations				
<i>Appropriation Bill No. 3</i>				
Price parameter adjustments ^(a)	-	-	(117)	(120)
	-	-	(117)	(120)

^(a) See explanation in Portfolio Glossary.

Table 2.6.3: Program Expenses Table – Outcome 6

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward Year 1	2019-20 Forward Year 2	2020-21 Forward Year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Program 6.1: Access and Information					
Administered expenses					
Ordinary annual services	193,806	209,190	210,132	218,385	220,660
Program support	48,068	42,811	43,563	43,052	42,973
Total for Program 6.1	241,874	252,001	253,695	261,437	263,633
Program 6.2: Home Support and Care					
Administered expenses					
Ordinary annual services	2,228,706	2,560,449	3,073,507	3,231,022	3,333,022
Special appropriations					
<i>Aged Care Act 1997</i>					
- home care packages	1,586,164	1,968,204	2,293,112	2,656,004	2,974,086
<i>National Health Act 1953</i>					
- continence aids payments	84,614	86,889	84,657	75,043	77,344
Program support	46,586	46,181	50,981	48,396	47,822
Total for Program 6.2	3,946,070	4,661,723	5,502,257	6,010,465	6,432,274
Program 6.3: Residential and Flexible Care					
Administered expenses					
Ordinary annual services	106,934	110,929	122,900	98,899	117,151
Zero Real Interest Loans					
- appropriation	39,180	44,200	27,960	7,837	-
- expense adjustment	(14,990)	(28,448)	(18,656)	(5,249)	-
Special appropriations					
<i>Aged Care Act 1997</i>					
- residential care	10,806,366	11,410,405	12,069,752	12,894,503	13,579,349
<i>Aged Care Act 1997</i>					
- flexible care	419,208	470,072	493,226	536,952	580,395
<i>Aged Care (Accommodation Payment Security) Act 2006</i>	128	85	-	-	-
Program support	53,679	44,986	45,758	45,180	44,897
Total for Program 6.3	11,410,505	12,052,229	12,740,940	13,578,122	14,321,792
Program 6.4: Aged Care Quality					
Administered expenses					
Ordinary annual services	121,975	114,210	117,225	118,974	120,857
Program support	53,739	46,480	45,615	45,035	44,855
Total for Program 6.4	175,714	160,690	162,840	164,009	165,712

Planned Performance for Outcome 6

Table 2.6.4 below details changes to the performance criteria for Program 6.3. It is used by entities to describe the results they plan to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2017-18 Budget. Refer to page 134 of the *2017-18 Health Portfolio Budget Statements* for all remaining unchanged performance criteria.

Table 2.6.4: Performance Criteria for Program 6.3

Purpose	
Lead and shape Australia's health and aged care system and sporting outcomes through evidence-based policy, well targeted programs, and best practice regulation.	
Program 6.3: Residential and Flexible Care	
Delivery	
D. Protecting the financial security of people in Commonwealth-subsidised residential aged care through the Accommodation Payment Guarantee Scheme <ul style="list-style-type: none"> Administer the Accommodation Payment Guarantee Scheme, when Commonwealth-subsidised residential aged care service providers are deemed insolvent following the Secretary's insolvency event declaration under the <i>Aged Care (Accommodation Payment Security) Act 2006</i>. 	
Changes to performance criteria	
D. Protecting the financial security of people in Commonwealth-subsidised residential aged care through the Accommodation Payment Guarantee Scheme	
Accommodation payment refunds made to eligible aged care recipients within 14 days following the Secretary's refund declaration under the <i>Aged Care (Accommodation Payment Security) Act 2006</i>.¹	
2017-18 Target	2018-19 (& beyond) Target
100% of accommodation payment refunds are made within 14 days.	As per 2017-18.

¹ The administering of the Accommodation Payment Guarantee Scheme is a demand driven process. In accordance with the *Aged Care (Accommodation Payment Security) Act 2006*, where the scheme is triggered the Department will make 100% of payments under the scheme for residents who are owed an accommodation payment. The Commonwealth has discretion to levy all approved residential aged care providers to recover the cost of each trigger of the scheme. Further information available at: www.myagedcare.gov.au/financial-and-legal/protecting-consumer-rights

Section 3: Special Account Flows and Budgeted Financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of Special Accounts Flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department of Health.

3.1.1 Estimates of Special Account Flows and Balances

		Opening balance 2017-18 2016-17	Other receipts 2017-18 2016-17	Appropriation receipts 2017-18 2016-17	Payments 2017-18 2016-17	Closing balance 2017-18 2016-17
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Australian Childhood Immunisation Register (A)	5	4,616 3,876	3,853 3,724	7,055 6,971	9,820 9,955	5,704 4,616
Human Pituitary Hormones (A)	5	2,371 2,570	- -	- -	170 199	2,201 2,371
Medical Research Future Fund (A)	1	47,916 -	121,565 60,876	- -	143,316 12,960	26,165 47,916
Medicare Guarantee Fund ^(a) (A)	4	-	34,413,984	-	34,413,555	429
National Industrial Chemicals Notification and Assessment Scheme (D)	5	18,055 14,721	14,700 17,764	322 3,762	20,296 18,192	12,781 18,055
Office of Gene Technology Regulator (D)	5	8,259 7,932	134 139	7,544 7,641	7,878 7,453	8,059 8,259
Services for Other Entities and Trust Moneys (S)	various	19,135 18,503	3,634 8,470	1,098 10,226	4,845 18,064	19,022 19,135
Sport and Recreation (A)	3	596 624	407 270	- -	407 298	596 596
Therapeutic Goods Administration (D)	5	62,605 66,039	142,341 143,648	2,388 2,574	153,474 149,656	53,860 62,605
Total special accounts 2017-18 Estimate		163,553	34,700,618	18,407	34,753,761	128,817
<i>Total special accounts 2016-17 Actual</i>		<i>114,265</i>	<i>234,891</i>	<i>31,174</i>	<i>216,777</i>	<i>163,553</i>

D = Departmental; A = Administered; S = Special Public Money

^(a) The Medicare Guarantee Fund was established effective 1 July 2017.

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

Departmental

The departmental budgeted financial statements include the Department of Health, the Therapeutic Goods Administration (TGA), the Office of Gene Technology Regulator (OGTR), and the National Industrial Chemicals Notification and Assessment Scheme (NICNAS).

Comprehensive Income Statement

Measures affecting the departmental appropriation are provided in Table 1.2 and other variations since the 2017-18 Budget are provided in the variation tables for each outcome and the cross outcome variations in Table 2.

Balance Sheet

Accumulated deficits steadily increase over the forward estimates due to the Net Cash Resourcing framework which provides for capital funding on a just-in-time basis but no longer funds agencies for non-cash depreciation expenses.

Cash Flow

Cash flows are consistent with projected income and expense, appropriations from Government, and expenditure on property, plant and equipment, and intangibles.

Administered

Schedule of Budgeted Income and Expenses

Revenue estimates include levies for the medical indemnity and recoveries for pharmaceutical, aged care and Medicare recoveries.

Personal benefits include pharmaceutical and medical benefits and the Private Health Insurance rebate.

Subsidies mainly include payments for the ageing and aged care functions.

Write down and impairment of assets provides for the obsolescence and expiry of the drug stockpile inventory and the concessional loan discount relates to the recognition of the expenses up-front when making concessional interest loans to aged care providers.

Schedule of Budgeted Assets and Liabilities

The administered Schedule of Budgeted Assets and Liabilities primarily reports movements in liabilities, including estimates for accrued liabilities for unpaid amounts relating to medical benefits, pharmaceutical benefits, and the private health insurance rebate.

The administered Schedule of Budgeted Assets and Liabilities also includes estimates for the value of the National Medical Stockpile inventories, provisions for medical indemnity and investments for the Biomedical Translation Fund.

Schedule of Administered Capital Budget

Capital funding of \$25 million has been provided in 2017-18 to provide for replenishment of the National Medical Stockpile.

Cash Flows

Cash flows are consistent with projected income and expenses, capital injections from Government and investments in inventory and the Biomedical Translation Fund.

Table 3.2.1: Budget Departmental Comprehensive Income Statement (showing net cost of services for the period ended 30 June)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	557,695	521,853	522,388	532,611	534,357
Supplier expenses	324,286	295,194	285,097	256,801	246,786
Depreciation and amortisation	26,549	28,302	30,934	28,364	28,654
Other expenses	2,978	4,000	4,000	4,000	4,000
Total expenses	911,508	849,349	842,419	821,776	813,797
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	170,717	176,292	181,564	184,099	186,331
Interest	-	-	1,893	1,893	1,893
Other revenue	680	1,380	1,403	1,428	1,428
Total revenue	171,397	177,672	184,860	187,420	189,652
Gains					
Sale of assets	1,975	-	-	-	-
Other	850	870	870	870	870
Total gains	2,825	870	870	870	870
Total own-source income	174,222	178,542	185,730	188,290	190,522
Net cost of (contribution by) services	737,286	670,807	656,689	633,486	623,275
Revenue from Government	655,162	646,636	634,678	614,478	604,410
Surplus (Deficit)	(82,124)	(24,171)	(22,011)	(19,008)	(18,865)
Surplus (Deficit) attributable to the Australian Government	(82,124)	(24,171)	(22,011)	(19,008)	(18,865)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation reserves	4,770	-	-	-	-
Total other comprehensive income (loss)	4,770	-	-	-	-
Total comprehensive income (loss) attributable to the Australian Government	(77,354)	(24,171)	(22,011)	(19,008)	(18,865)

Note: Reconciliation of comprehensive income attributable to the entity

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
Total comprehensive income (loss) attributable to the Australian Government	(77,354)	(24,171)	(22,011)	(19,008)	(18,865)
plus non-appropriated expenses including depreciation and amortisation expenses	21,829	20,567	22,011	19,008	18,865
Total comprehensive income (loss) attributable to the entity	(55,525)	(3,604)	-	-	-

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

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	95,722	81,503	85,299	89,905	94,394
Receivables	49,495	46,204	44,523	42,059	40,933
Other	2,160	2,160	2,160	2,160	2,160
Total financial assets	147,377	129,867	131,982	134,124	137,487
Non-financial assets					
Land and buildings	54,923	51,715	46,180	40,579	37,168
Property, plant and equipment	5,378	5,593	5,789	5,942	6,867
Intangibles	119,147	133,420	127,417	125,192	117,171
Other	26,972	26,972	26,972	26,972	26,972
Total non-financial assets	206,420	217,700	206,358	198,685	188,178
Total assets	353,797	347,567	338,340	332,809	325,665
LIABILITIES					
Payables					
Suppliers	59,416	60,395	61,403	62,442	63,512
Other payables	55,781	52,315	48,850	45,447	43,461
Total payables	115,197	112,710	110,253	107,889	106,973
Provisions					
Employees	153,521	156,196	158,925	161,708	164,546
Other provisions	30,398	30,130	28,477	25,594	22,546
Total provisions	183,919	186,326	187,402	187,302	187,092
Total liabilities	299,116	299,036	297,655	295,191	294,065
Net Assets	54,681	48,531	40,685	37,618	31,600
EQUITY					
Contributed equity	252,569	270,590	284,755	300,696	313,543
Reserves	35,206	35,206	35,206	35,206	35,206
Accumulated deficits	(233,094)	(257,265)	(279,276)	(298,284)	(317,149)
Total equity	54,681	48,531	40,685	37,618	31,600

Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2017-18)

	Retained earnings	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2017				
Balance carried forward from previous period	(233,094)	35,206	252,569	54,681
Surplus (deficit) for the period	(24,171)	-	-	(24,171)
Equity injection - appropriations	-	-	6,926	6,926
Departmental capital budget	-	-	11,095	11,095
Estimated closing balance as at 30 June 2018	(257,265)	35,206	270,590	48,531

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	181,537	240,996	245,474	245,812	248,038
Appropriations	844,086	650,203	636,564	617,229	605,829
Interest	-	-	1,893	1,893	1,893
Net GST received	28,858	24,010	20,570	20,000	20,000
Other cash received	-	1,380	1,403	1,428	1,428
Total cash received	1,054,481	916,589	905,904	886,362	877,188
Cash used					
Employees	553,374	519,107	519,587	529,753	531,443
Suppliers	360,130	317,355	303,789	274,892	264,846
Cash to the Official Public Account	114,459	64,980	64,192	62,000	62,000
Other	526	7,805	9,113	10,361	9,110
Total cash used	1,028,489	909,247	896,681	877,006	867,399
Net cash from (or used by) operating activities	25,992	7,342	9,223	9,356	9,789
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	81	-	-	-	-
Total cash received	81	-	-	-	-
Cash used					
Purchase of property, plant and equipment	36,488	39,582	19,592	20,691	18,147
Total cash used	36,488	39,582	19,592	20,691	18,147
Net cash from (or used by) investing activities	(36,407)	(39,582)	(19,592)	(20,691)	(18,147)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	5,321	6,926	5,258	2,432	2,016
Appropriations - Departmental Capital Budget	10,144	11,095	8,907	13,509	10,831
Total cash received	15,465	18,021	14,165	15,941	12,847
Net cash from (or used by) financing activities	15,465	18,021	14,165	15,941	12,847
Net increase (or decrease) in cash held	5,050	(14,219)	3,796	4,606	4,489
Cash and cash equivalents at the beginning of the reporting period	90,672	95,722	81,503	85,299	89,905
Cash and cash equivalents at the end of the reporting period	95,722	81,503	85,299	89,905	94,394

Table 3.2.5: Departmental Capital Budget Statement (for the period ended 30 June)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
Equity injections - Bill 2	6,651	6,926	5,258	2,432	2,016
Capital budget - Bill 1 (DCB)	9,828	11,095	8,907	13,509	10,831
Total capital appropriations	16,479	18,021	14,165	15,941	12,847
Total new capital appropriations represented by:					
Purchase of non-financial assets	16,479	18,021	14,165	15,941	12,847
Total items	16,479	18,021	14,165	15,941	12,847
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations - equity injection ^(a)	4,664	12,175	5,558	2,432	2,016
Funded by capital appropriation - DCB ^(b)	9,828	11,095	8,907	13,509	10,831
Funded internally from departmental resources	22,444	16,312	5,127	4,750	5,300
Funded by finance leases	-	-	-	-	-
Total acquisitions of non-financial assets	36,936	39,582	19,592	20,691	18,147

^(a) Includes both current Appropriation Bill No. 2 and prior Act 2/4/6 appropriations.

^(b) Includes purchases from current and previous years' Departmental Capital Budgets (DCB).

Table 3.2.6: Statement of Asset Movements (Budget year 2017-18)

	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017				
Gross book value	55,097	9,221	237,715	302,033
Accumulated depreciation/ amortisation and impairment	(174)	(3,843)	(118,568)	(122,585)
Opening net book balance	54,923	5,378	119,147	179,448
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	-	12,175	12,175
By purchase - appropriation ordinary annual services	-	-	11,095	11,095
By purchase - other	3,540	2,259	10,513	16,312
Total additions	3,540	2,259	33,783	39,582
Other movements				
Depreciation/amortisation expense	(6,748)	(2,044)	(19,510)	(28,302)
Revaluation to Gross book value	(6,922)	(5,887)	-	(12,809)
Revaluation to Accumulated depreciation	6,922	5,887	-	12,809
Total other movements	(6,748)	(2,044)	(19,510)	(28,302)
As at 30 June 2018				
Gross book value	51,715	5,593	271,498	328,806
Accumulated depreciation/ amortisation and impairment	-	-	(138,078)	(138,078)
Closing net book balance	51,715	5,593	133,420	190,728

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

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Suppliers	807,335	740,797	686,593	691,706	673,754
Subsidies	12,102,130	12,039,713	12,710,734	13,593,524	14,343,687
Personal benefits	42,555,967	44,431,585	46,039,900	48,190,172	49,990,637
Grants	7,468,532	8,235,202	8,894,828	8,905,005	9,180,474
Depreciation and amortisation	1,355	-	-	-	-
Write down and impairment of assets	33,572	24,408	23,616	13,007	4,320
Payments to corporate Commonwealth entities	405,074	510,222	494,572	251,934	252,547
Other expenses	26,650	15,752	9,304	2,588	-
Total expenses administered on behalf of Government	63,400,615	65,997,679	68,859,547	71,647,936	74,445,419
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Taxation revenue					
Other taxes	18,932	16,100	16,400	16,800	17,200
Total taxation revenue	18,932	16,100	16,400	16,800	17,200
Non-taxation revenue					
Interest	4,265	6,724	7,778	8,719	8,153
Medicare Guarantee Fund	-	34,413,984	35,520,429	37,135,622	38,406,567
Medical Research Future Fund	60,876	143,315	222,383	392,703	650,236
Recoveries	3,888,595	2,835,046	2,713,730	2,388,825	2,402,883
Other revenues	8,078	3,932	5,460	6,040	5,967
Total non-taxation revenue	3,961,814	37,403,001	38,469,780	39,931,909	41,473,806
Total own-source revenue administered on behalf of Government	3,980,745	37,419,101	38,486,180	39,948,709	41,491,006
Gains					
Other gains	-	-	-	-	-
Total gains administered on behalf of Government	-	-	-	-	-
Total revenue administered on behalf of Government	3,980,745	37,419,101	38,486,180	39,948,709	41,491,006

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

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	146,809	125,488	118,018	111,688	104,338
Receivables	1,600,580	1,490,960	1,486,629	1,425,720	1,253,593
Investments	454,972	485,984	523,526	523,526	523,526
Total financial assets	2,202,361	2,102,432	2,128,173	2,060,934	1,881,457
Non-financial assets					
Inventories	115,262	115,854	117,238	129,231	124,911
Total non-financial assets	115,262	115,854	117,238	129,231	124,911
Total assets administered on behalf of Government	2,317,623	2,218,286	2,245,411	2,190,165	2,006,368
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	22,841	22,764	22,764	22,764	22,764
Subsidies	51,296	73,799	79,785	88,506	100,569
Personal benefits payable	975,974	1,010,746	1,051,940	1,080,301	1,102,580
Grants	317,461	308,945	308,460	308,312	308,312
Total payables	1,367,572	1,416,254	1,462,949	1,499,883	1,534,225
Provisions					
Personal Benefits	1,057,773	1,057,773	1,057,773	1,057,773	1,057,773
Subsidies	450,000	450,000	450,000	450,000	450,000
Total payables	1,507,773	1,507,773	1,507,773	1,507,773	1,507,773
Total liabilities administered on behalf of Government	2,875,345	2,924,027	2,970,722	3,007,656	3,041,998

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

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Interest	4,265	6,724	7,778	8,719	8,153
Taxes	18,932	16,100	16,400	16,800	17,200
GST received	562,908	547,561	587,230	572,338	564,279
Special Account Receipts	64,870	34,557,706	35,742,812	37,528,325	39,056,798
Recoveries	3,766,815	2,957,207	2,715,859	2,431,907	2,552,212
Other	39,306	-	-	-	-
Total cash received	4,457,096	38,085,298	39,070,079	40,558,089	42,198,642
Cash used					
Grants	8,045,959	8,243,718	8,895,313	8,905,153	9,180,474
Subsidies	12,234,931	99,299	102,263	104,361	106,455
Personal benefits	42,820,809	44,396,336	45,998,708	48,161,813	49,968,362
Suppliers	819,757	12,683,785	13,314,078	14,197,148	14,898,923
Corporate entity payments	405,074	510,222	494,572	251,934	252,547
GST paid	-	547,561	587,230	572,338	564,279
Total cash used	64,326,530	66,480,921	69,392,164	72,192,747	74,971,040
Net cash from (or used by) operating activities	(59,869,434)	(28,395,623)	(30,322,085)	(31,634,658)	(32,772,398)
INVESTING ACTIVITIES					
Cash received					
Repayment of advances	28,102	18,953	26,318	29,116	28,765
Total cash used	28,102	18,953	26,318	29,116	28,765
Cash used					
Advances made	39,180	44,200	27,960	7,837	-
Corporate entity equity	10,589	54,533	37,542	-	-
Purchase of investment	6,568	-	-	-	-
Total cash used	56,337	98,733	65,502	7,837	-
Net cash from (or used by) investing activities	(28,235)	(79,780)	(39,184)	21,279	28,765
Net increase (or decrease) in cash held	(59,897,669)	(28,475,403)	(30,361,269)	(31,613,379)	(32,743,633)
Cash at beginning of reporting period	171,579	146,809	125,488	118,018	111,688
Cash from OPA for:					
- appropriations	63,697,234	31,386,289	33,044,658	34,013,956	35,288,495
- special accounts	8,613	-	-	-	-
- capital injections	45,833	25,000	25,000	25,000	-
- GST appropriations	544,762	547,561	587,230	572,338	564,279
Cash to the OPA					
- return of GST	(557,510)	(547,561)	(587,230)	(572,338)	(564,279)
- other	(3,866,033)	(2,957,207)	(2,715,859)	(2,431,907)	(2,552,212)
Cash at end of reporting period	146,809	125,488	118,018	111,688	104,338

OPA = Official Public Account.

Table 3.2.10: Administered Capital Budget Statement (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
CAPITAL APPROPRIATIONS					
Administered assets	32,104	25,000	25,000	25,000	-
Total capital appropriations	32,104	25,000	25,000	25,000	-
Total new capital appropriations represented by:					
Purchase of non-financial assets	25,536	25,000	25,000	25,000	-
Other items	6,568	-	-	-	-
Total items	32,104	25,000	25,000	25,000	-
ACQUISITION OF NON-FINANCIAL ASSETS					
Funded by capital appropriations	25,536	25,000	25,000	25,000	-
Total acquisition of non-financial assets	25,536	25,000	25,000	25,000	-

Table 3.2.11: Statement of Administered Asset Movements (Budget year 2017-18)

	Land \$'000	Buildings \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2017				
Gross book value	-	-	-	-
Accumulated depreciation/ amortisation and impairment	-	-	-	-
Opening net book balance	-	-	-	-
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase or internally developed	-	-	-	-
Sub-total	-	-	-	-
Other Movements				
Depreciation/amortisation expense	-	-	-	-
Restructuring	-	-	-	-
As at 30 June 2018				
Gross book value	-	-	-	-
Accumulated depreciation/ amortisation and impairment	-	-	-	-
Closing net book balance	-	-	-	-

AUSTRALIAN SPORTS COMMISSION

Section 1: Entity Overview and Resources	78
1.1 Strategic Direction Statement	78
1.2 Entity Resource Statement	79
1.3 Entity Measures.....	80
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	81
1.5 Breakdown of Additional Estimates by Appropriation Bill	82
Section 2: Revisions to Outcomes and Planned Performance	83
2.1 Budgeted Expenses and Performance for Outcome 1	83
Section 3: Special Account Flows and Budgeted Financial Statements	84
3.1 Special Account Flows	84
3.2 Budgeted Financial Statements	84

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION STATEMENT

The Australian Sports Commission (ASC) is a corporate Commonwealth entity under the *Public Governance, Performance and Accountability Act 2013*. The ASC was established in 1985 and operates under the *Australian Sports Commission Act 1989*. The ASC is the Australian Government's leading sport agency, playing a central role in the development and operation of the Australian sport sector.

For more information about the ASC's current strategy and context, refer the ASC's current corporate plan.

1.2 ENTITY RESOURCE STATEMENT

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

Table 1.1: Australian Sports Commission Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018

	2016-17 Actual available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed Additional Estimates \$'000	2017-18 Total estimate at AEs \$'000
Opening balance/cash reserves at 1 July ^{(a) (b)}	75,842	76,673	-	76,673
FUNDS FROM GOVERNMENT				
Annual appropriations				
Ordinary annual services ^(c)				
Outcome 1	250,669	264,595	3,526	268,121
Other services ^(d)				
Equity injection	-	1,069	-	1,069
Total annual appropriations	250,669	265,664	3,526	269,190
Total funds from Government	250,669	265,664	3,526	269,190
Funds from other sources				
Interest	3,636	2,250	-	2,250
Sale of goods and services	35,214	21,422	-	21,422
Other	1,176	1,129	1,165	2,294
Total funds from other sources	40,026	24,801	1,165	25,966
Total net resourcing for ASC	366,537	367,138	4,691	371,829
	Actual 2016-17			Budget 2017-18
Average staffing level (number)	530			550

All figures are GST exclusive.

The ASC is not directly appropriated as it is a corporate Commonwealth entity. Appropriations are made to the Department of Health, which are then paid to the ASC and are considered 'departmental' for all purposes.

^(a) Includes cash and investments.

^(b) The estimate at Budget has been revised to reflect the 2016-17 Annual Report.

^(c) Appropriation Bill (No. 1 & 3) 2017-18.

^(d) Appropriation Bill (No. 2 & 4) 2017-18.

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2017-18 Budget.

Table 1.2: Australian Sports Commission 2017-18 Measures Since Budget

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Tokyo 2020 Olympic Games - additional targeted support for high performance sport					
Australian Sports Commission					
Departmental expenses	1.1	3,336	6,643	-	-
Total		3,336	6,643	-	-

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for the ASC at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures since the 2017-18 Budget in Appropriation Bills No. 3 and No. 4.

Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since the 2017-18 Budget

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 1.1: Australian Sports Commission				
Changes to departmental appropriations				
<i>Appropriation Bill No. 3 and No. 4</i>				
Measure - Tokyo 2020 Olympic Games - additional targeted support for high performance sport	3,336	6,643	-	-
Transfer of Jubilee Netball Elite Sports Program from the Department of Infrastructure	190	-	-	-
Price parameter adjustments ^(a)	-	207	-	-
Total	3,526	6,850	-	-

^(a) See explanation in Portfolio Glossary.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the ASC through Appropriation Bills No. 3 and No. 4.

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

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Departmental					
Outcome 1					
Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport	250,669	264,595	268,121	3,526	-
Total Appropriation Bill No. 3 departmental	250,669	264,595	268,121	3,526	-

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

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Departmental					
Outcome 1					
Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport	-	1,069	1,069	-	-
Total Appropriation Bill No. 4 departmental	-	1,069	1,069	-	-

Section 2: Revisions to Outcomes and Planned Performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1

Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport

Budgeted Expenses for the ASC

Table 2.1.1: Budgeted Expenses and Resources for the ASC

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward Year 1 \$'000	2019-20 Forward Year 2 \$'000	2020-21 Forward Year 3 \$'000
Program 1.1: Australian Sports Commission					
Revenue from Government					
Ordinary annual services ^(a)	250,669	268,121	234,407	207,942	209,083
Revenues from independent sources	38,317	23,742	22,828	22,370	22,272
Operating deficit (surplus)	7,150	8,386	8,857	8,958	8,958
Total for Program 1.1	296,136	300,249	266,092	239,270	240,313
Total expenses for Outcome 1	296,136	300,249	266,092	239,270	240,313

	Actual 2016-17	Budget 2017-18
Average staffing level (number)	530	550

^(a) Appropriation Bill (No. 1 & 3) 2017-18.

Planned Performance for the ASC

Table 2.1.2: Performance Criteria for the ASC

There have been no changes to performance information for the ASC since the 2017-18 Budget which require new or modified performance criteria. Refer page 273 of the *2017-18 Health Portfolio Budget Statements* for current performance information.

Section 3: Special Account Flows and Budgeted Financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimates of Special Account Flows

The Australian Sports Commission does not manage any special accounts.

3.2 BUDGETED FINANCIAL STATEMENTS

An analysis of the Australian Sports Commission budgeted financial statements for 2017-18 is provided below.

3.2.1 Analysis of Budgeted Financial Statements

Departmental

Revenue from Government will increase in 2017-18 and 2018-19 primarily reflecting the new Government measure – Tokyo 2020 Additional High Performance Funding. The \$10.0 million in total funding from the new measure supports athletes and key sports over the next 18 months to maximise their potential for success at the 2020 Olympic and Paralympic Games.

3.2.2 Budgeted Financial Statements

Table 3.2.1: Comprehensive Income Statement (showing net cost of services for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Employee benefits	58,673	64,510	62,187	59,896	61,717
Suppliers	41,008	37,693	33,453	30,007	28,343
Grants	171,556	172,446	144,783	123,999	124,885
Depreciation and amortisation	23,180	25,600	25,669	25,368	25,368
Other expenses	1,719	-	-	-	-
Total expenses	296,136	300,249	266,092	239,270	240,313
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	34,542	21,422	20,776	20,574	20,730
Interest	3,714	2,320	2,052	1,796	1,542
Total revenue	38,256	23,742	22,828	22,370	22,272
Gains					
Other	61	-	-	-	-
Total gains	61	-	-	-	-
Total own-source income	38,317	23,742	22,828	22,370	22,272
Net cost of (contribution by) services	257,819	276,507	243,264	216,900	218,041
Revenue from Government	250,669	268,121	234,407	207,942	209,083
Surplus (deficit) attributable to the Australian Government	(7,150)	(8,386)	(8,857)	(8,958)	(8,958)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation reserves	-	-	-	-	-
Total other comprehensive income (loss)	-	-	-	-	-
Total comprehensive income (loss) attributable to the Australian Government	(7,150)	(8,386)	(8,857)	(8,958)	(8,958)

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

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash and cash equivalents	21,673	16,341	13,457	9,744	5,063
Trade and other receivables	6,298	6,298	6,298	6,298	6,298
Loans	2,860	636	624	568	513
Investments	55,000	55,000	45,000	30,000	30,000
Total financial assets	85,831	78,275	65,379	46,610	41,874
Non-financial assets					
Land and buildings	213,552	210,625	213,042	221,414	217,353
Property, plant and equipment	12,567	14,429	15,850	15,084	15,549
Intangibles	2,921	4,538	3,988	6,521	6,231
Inventories	682	682	682	682	682
Other	3,697	3,697	3,697	3,697	3,697
Total non-financial assets	233,419	233,971	237,259	247,398	243,512
Total assets	319,250	312,246	302,638	294,008	285,386
LIABILITIES					
Payables					
Suppliers	2,216	2,216	2,216	2,216	2,216
Grants	26	26	26	26	26
Other payables	1,716	1,716	1,716	1,716	1,716
Total payables	3,958	3,958	3,958	3,958	3,958
Provisions					
Employees	13,017	13,330	12,579	12,907	13,243
Other provisions	67	67	67	67	67
Total provisions	13,084	13,397	12,646	12,974	13,310
Total liabilities	17,042	17,355	16,604	16,932	17,268
Net assets	302,208	294,891	286,034	277,076	268,118
EQUITY					
Contributed equity	150,210	151,279	151,279	151,279	151,279
Reserves	193,836	193,836	193,836	193,836	193,836
Retained surpluses (accumulated deficits)	(41,838)	(50,224)	(59,081)	(68,039)	(76,997)
Total equity	302,208	294,891	286,034	277,076	268,118

Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2017-18)

	Retained earnings	Asset revaluation reserve	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2017				
Balance carried forward from previous period	(41,838)	193,836	150,210	302,208
Surplus (deficit) for the period	(8,386)	-	-	(8,386)
Appropriation (equity injection)	-	-	1,069	1,069
Estimated closing balance as at 30 June 2018	(50,224)	193,836	151,279	294,891

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	35,214	21,422	20,776	20,574	20,730
Appropriations	250,669	268,121	234,407	207,942	209,083
Interest	3,636	2,250	2,000	1,750	1,500
Net GST received	16,103	-	-	-	-
Total cash received	305,622	291,793	257,183	230,266	231,313
Cash used					
Employees	59,740	64,197	62,938	59,568	61,381
Suppliers	46,867	37,693	33,453	30,007	28,343
Grants	184,766	172,446	144,783	123,999	124,885
Total cash used	291,373	274,336	241,174	213,574	214,609
Net cash from (or used by) operating activities	14,249	17,457	16,009	16,692	16,704
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	847	-	-	-	-
Repayment of loans and interest	329	2,294	64	102	97
Total cash received	1,176	2,294	64	102	97
Cash used					
Purchase of property, plant and equipment and intangibles	14,594	26,152	28,957	35,507	21,482
Total cash used	14,594	26,152	28,957	35,507	21,482
Net cash from (or used by) investing activities	(13,418)	(23,858)	(28,893)	(35,405)	(21,385)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	-	1,069	-	-	-
Total cash received	-	1,069	-	-	-
Net cash from (or used by) financing activities	-	1,069	-	-	-
Net increase (or decrease) in cash held	831	(5,332)	(12,884)	(18,713)	(4,681)
Cash and cash equivalents at the beginning of the reporting period	75,842	76,673	71,341	58,457	39,744
Cash and cash equivalents at the end of the reporting period	76,673	71,341	58,457	39,744	35,063

Table 3.2.5: Departmental Capital Budget Statement (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
CAPITAL APPROPRIATIONS					
Equity injections - Bill 2	-	1,069	-	-	-
Total capital appropriations	-	1,069	-	-	-
Total new capital appropriations represented by:					
Purchase of non-financial assets	-	1,069	-	-	-
Total items	-	1,069	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations - equity injection ^(a)	-	1,069	-	-	-
Funded internally from departmental resources	14,594	25,083	28,957	35,507	21,482
Total acquisitions of non-financial assets	14,594	26,152	28,957	35,507	21,482
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	14,594	26,152	28,957	35,507	21,482
Total cash used to acquire assets	14,594	26,152	28,957	35,507	21,482

^(a) Includes both current Bill 2 and prior Act 2/4/6 appropriations and special capital appropriations.

Table 3.2.6: Statement of Asset Movements (Budget year 2017-18)

	Land	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017					
Gross book value	10,000	534,853	30,134	11,001	585,988
Accumulated depreciation amortisation and impairment	-	(331,301)	(17,567)	(8,080)	(356,948)
Opening net book balance	10,000	203,552	12,567	2,921	229,040
CAPITAL ASSET ADDITIONS					
Estimated expenditure on new or replacement assets					
By purchase - internal resources	-	15,809	6,858	3,485	26,152
Total additions	-	15,809	6,858	3,485	26,152
Other movements					
Depreciation/amortisation expense	-	(18,736)	(4,996)	(1,868)	(25,600)
Total other movements	-	(18,736)	(4,996)	(1,868)	(25,600)
As at 30 June 2018					
Gross book value	10,000	550,662	36,992	14,486	612,140
Accumulated depreciation/ amortisation and impairment	-	(350,037)	(22,563)	(9,948)	(382,548)
Closing net book balance	10,000	200,625	14,429	4,538	229,592

NATIONAL BLOOD AUTHORITY

Section 1: Entity Overview and Resources	92
1.1 Strategic Direction Statement	92
1.2 Entity Resource Statement	93
1.3 Entity Measures.....	95
1.4 Additional Estimates, Resourcing and Variations to Outcomes.....	95
1.5 Breakdown of Additional Estimates by Appropriation Bill	96
Section 2: Revisions to Outcomes and Planned Performance	97
2.1 Budgeted Expenses and Performance for Outcome 1	97
Section 3: Special Account Flows and Budgeted Financial Statements	99
3.1 Special Account Flows	99
3.2 Budgeted Financial Statements	99

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION STATEMENT

The National Blood Authority (NBA) is a non-corporate Commonwealth entity under the *Public Governance, Performance and Accountability Act 2013*. The NBA is a statutory agency established in 2002 and operates under the *National Blood Authority Act 2003*. The NBA manages and coordinates arrangements for the supply of blood and blood products and services on behalf of the Australian Government and State and Territory Governments.

For a full outline of the NBA's Strategic Direction, refer page 342 of the *2017-18 Health Portfolio Budget Statements*.

1.2 ENTITY RESOURCE STATEMENT

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

Table 1.1: National Blood Authority Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018

	2016-17 Actual available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed Additional Estimate \$'000	2017-18 Total estimate at AEs \$'000
DEPARTMENTAL				
Prior year appropriation available ^(a)	9,068	10,524	-	10,524
Annual appropriations				
Ordinary annual services ^(b)				
Departmental appropriation	5,636	5,537	53	5,590
s74 retained revenue receipts ^(c)	-	-	-	-
Departmental capital budget ^(d)	631	621	-	621
Other services ^(e)				
Equity injection	-	-	-	-
Total departmental annual appropriations	6,267	6,158	53	6,211
Special Accounts ^(f)				
Appropriation receipts	6,267	6,158	53	6,211
Non-appropriation receipts	3,799	3,617	-	3,617
Total special account	10,066	9,775	53	9,828
Less appropriations drawn from annual or special appropriations above and credited to Special Accounts ^(g)	(6,267)	(6,158)	(53)	(6,211)
Total departmental resourcing	19,134	20,299	53	20,352

Table 1.1: National Blood Authority Resource Statement – Additional Estimates for 2017-18 as at Additional Estimates February 2018 (continued)

	2016-17 Actual available appropriation \$'000	2017-18 Estimate as at Budget \$'000	2017-18 Proposed Additional Estimate \$'000	2017-18 Total estimate at AEs \$'000
ADMINISTERED				
Prior year appropriation available ^(a)	174,005	175,550	-	175,550
Annual appropriations				
Ordinary annual services ^(b)				
Outcome 1	5,190	3,860	-	3,860
Other services ^(e)				
Administered assets and liabilities	-	-	-	-
Total administered annual appropriations	5,190	3,860	-	3,860
Special Accounts ^(f)				
Appropriation receipts	5,190	3,860	-	3,860
Appropriation receipts - other entities ^(h)	658,361	748,914	(30,293)	718,621
Non-appropriation receipts	382,212	449,457	(19,718)	429,739
Total Special Accounts	1,045,763	1,202,231	(50,011)	1,152,220
Less appropriations drawn from annual or special appropriations above and credited to Special Accounts ^(g)	(5,190)	(3,860)	-	(3,860)
Total administered resourcing	1,219,768	1,377,781	(50,011)	1,327,770
Total resourcing for NBA	1,238,902	1,398,080	(49,958)	1,348,122

	2016-17 Actual	2017-18 Revised
Average staffing level (number)	53	53

All figures are GST exclusive.

^(a) The estimate at Budget has been updated to reflect the Department's 2016-17 Annual Report.

^(b) Appropriation Bill (No. 1 & 3) 2017-18.

^(c) Estimated retained revenue receipts under section 74 of the PGPA Act 2013.

^(d) Departmental Capital Budgets (DCB) are not separately identified in Appropriation Bill (No. 1 & 3) and form part of ordinary annual services items. Refer to Table 3.2.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.

^(e) Appropriation Bill (No. 2 & 4) 2017-18.

^(f) For further information on special appropriations and special accounts, please refer to *Budget Paper No. 4 - Agency Resourcing*. Refer Table 2.1.1 for further information on outcome and program expenses broken down by various funding sources, e.g. annual appropriations, special appropriations and special accounts.

^(g) Appropriation receipts included above.

^(h) Appropriation receipts from the Department of Health.

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2017-18 Budget.

Table 1.2: National Blood Authority 2017-18 Measures Since Budget

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
National Blood Arrangements - National Fractionation Agreement					
National Blood Authority Agency					
Departmental expense	1.1	53	190	190	-
Total		53	190	190	-

1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for the National Blood Authority at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures since the 2017-18 Budget in Appropriation Bills No. 3.

Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since the 2017-18 Budget

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Program 1.1: National Blood Agreement Management				
Changes to departmental appropriations				
<i>Appropriation Bill No. 3</i>				
Measure - National Blood Arrangements - National Fractionation Agreement	53	190	190	-
Price parameter adjustments ^(a)	-	5	5	11
Total	53	195	195	11

^(a) See explanation in Portfolio Glossary.

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the National Blood Authority through Appropriation Bills No. 3 and No. 4.

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

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
Departmental					
Outcome 1					
National Blood Agreement Management	6,267	6,158	6,211	53	-
Administered					
Outcome 1					
National Blood Agreement Management	5,190	3,860	3,860	-	-
Total Appropriation Bill No. 3 (administered and departmental)	11,457	10,018	10,071	53	-

Section 2: Revisions to Outcomes and Planned Performance

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1

Access to a secure supply of safe and affordable blood products, including through national supply arrangements and coordination of best practice standards within agreed funding policies under the national blood arrangements

Budgeted Expenses for the NBA

Table 2.1.1: Budgeted Expenses and Resources for the National Blood Authority

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward Year 1 \$'000	2019-20 Forward Year 2 \$'000	2020-21 Forward Year 3 \$'000
Program 1.1: National Blood Agreement Management					
Administered expenses					
Ordinary annual services ^(a)	5,190	3,860	-	-	-
to National Blood Authority Account	(5,190)	(3,860)	-	-	-
to National Managed Fund (Blood and Blood Products) Special Account	-	-	-	-	-
Special Accounts					
National Blood Authority Account	1,062,835	1,171,220	1,266,128	1,348,504	1,468,701
National Managed Fund (Blood and Blood Products) Special Account	-	-	-	-	-

Table 2.1.1: Budgeted Expenses and Resources for the NBA (continued)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward Year 1 \$'000	2019-20 Forward Year 2 \$'000	2020-21 Forward Year 3 \$'000
Program 1.1: National Blood Agreement Management					
Departmental expenses					
Departmental appropriation ^(b)	6,198	6,211	6,299	6,304	6,172
to National Blood Authority Account	(6,198)	(6,211)	(6,299)	(6,304)	(6,172)
Special Accounts					
National Blood Authority Account	10,032	9,457	9,320	9,327	9,201
Expenses not requiring appropriation in the Budget year ^(c)	435	418	392	592	559
Operating deficit (surplus)	(852)	-	-	-	-
Total for Program 1.1	1,072,450	1,181,095	1,275,840	1,358,423	1,478,461
Total expenses for Outcome 1	1,072,450	1,181,095	1,275,840	1,358,423	1,478,461

	2016-17 Actual	2017-18 Revised
Average staffing level (number)	53	53

^(a) Appropriation (Bill No. 1 & 3) 2017-18.

^(b) Departmental appropriation combines 'Ordinary annual services' (Appropriation Bill No. 1 & 3) and 'Revenue from independent sources' (s74).

^(c) Expenses not requiring appropriation in the Budget year are made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Planned Performance for the NBA

Table 2.1.2: Performance Criteria for the NBA

There have been no changes to performance information for the NBA since the 2017-18 Budget which require new or modified performance criteria. Refer page 348 of the 2017-18 *Health Portfolio Budget Statements* for current performance information.

Section 3: Special Account Flows and Budgeted Financial Statements

3.1 SPECIAL ACCOUNT FLOWS

Estimate of Special Account Flows

Table 3.1.1: Estimates of Special Account Flows and Balances

		Opening balance 2017-18 2016-17	Appropriati on receipts 2017-18 2016-17	Other receipts 2017-18 2016-17	Payments 2017-18 2016-17	Closing balance 2017-18 2016-17
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
National Blood Authority Account ^(a) (A)	1	181,865 180,666	3,860 5,190	1,265,301 1,152,753	1,287,486 1,156,744	163,540 181,865
National Blood Authority Account ^(a) (D)	1	9,913 8,533	6,267 6,201	4,049 4,540	10,378 9,361	9,851 9,913
National Managed Fund (Blood and Blood Products) Special Account ^{(b)(c)} (A)	1	1,082 290	- -	54,646 62,492	55,000 61,700	728 1,082
Total Special Accounts 2017-18 Estimate		192,860	10,127	1,323,996	1,352,864	174,119
<i>Total Special Accounts 2016-17 actual</i>		<i>189,489</i>	<i>11,391</i>	<i>1,219,785</i>	<i>1,227,805</i>	<i>192,860</i>

Other Trust Money - s78 PGPA Act has been abolished.

D = Departmental; A = Administered.

^(a) *National Blood Authority Act 2003* - s80 PGPA Act.

^(b) s78 PGPA Act.

^(c) In 2010-11, the NBA was granted investment powers for the National Managed Fund Special Account. Payments represent the purchase of investments.

3.2 BUDGETED FINANCIAL STATEMENTS

An analysis of the National Blood Authority (NBA) budgeted financial statements for 2017-18 is provided below.

3.2.1 Analysis of Budgeted Financial Statements

Departmental

The NBA's operational costs are funded jointly by the Australian Government and State and Territory Governments, on a 63 per cent: 37 per cent basis via annual contributions. All NBA receipts and payments are accounted for through special accounts.

As part of the 2017-18 MYEFO process, the National Blood Arrangements – National Fractionation Agreement budget measure was announced. This measure provides the NBA with an increase in Departmental appropriation by \$0.433 million over three years. This measure is to fund activities to introduce health technology assessment and post listing review processes to ensure the clinical effectiveness and cost effectiveness of immunoglobulin products funded under the national blood arrangements.

Assets and liabilities are expected to remain stable over the Budget and forward estimates period and comprise mainly of grant and supplier payables and employee entitlements.

Retained surpluses decrease over the forward estimates due to the Net Cash Resourcing framework which provides for capital funding on a just-in-time basis but no longer funds entities for non cash depreciation expenses.

Cash Flows are consistent with the income and expenses discussed above.

Administered

The NBA's administered accounts include contributions from all States and Territories and the Australian Government for the supply of blood and blood related products for 2017-18. Each year the Council of Australian Governments (COAG) Health Council approves an Annual National Supply Plan and Budget which is formulated by the NBA, derived from demand estimates provided by the States and Territories.

Asset and liabilities are expected to remain relatively constant over the forward estimates.

3.2.2 Budgeted Financial Statements

Table 3.2.1: Comprehensive Income Statement (showing net cost of services for the period ended 30 June)

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	6,744	6,630	6,500	6,591	6,639
Supplier expenses	2,350	2,902	2,895	2,810	2,636
Depreciation and amortisation	354	337	311	511	478
Grants	140	-	-	-	-
Write-down and impairment of assets	25	-	-	-	-
Other expenses	2	6	6	7	7
Total expenses	9,615	9,875	9,712	9,919	9,760
LESS:					
OWN-SOURCE INCOME					
Revenue					
Sale of goods and rendering of services	496	250	50	50	50
Other revenue	3,799	3,617	3,588	3,591	3,625
Total revenue	4,295	3,867	3,638	3,641	3,675
Gains					
Other	81	81	81	81	81
Total gains	81	81	81	81	81
Total own-source income	4,376	3,948	3,719	3,722	3,756
Net cost of (contribution by) services	5,239	5,927	5,993	6,197	6,004
Revenue from Government	5,636	5,590	5,682	5,686	5,526
Surplus (deficit)	397	(337)	(311)	(511)	(478)
Surplus (deficit) attributable to the Australian Government	397	(337)	(311)	(511)	(478)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation reserves	101	-	-	-	-
Total other comprehensive income	101	-	-	-	-
Total comprehensive income attributable to the Australian Government	498	(337)	(311)	(511)	(478)

Note: Reconciliation of comprehensive income attributable to the entity

	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Total comprehensive income (loss) attributable to the Australian Government	498	(337)	(311)	(511)	(478)
plus non-appropriated expenses depreciation and amortisation expenses	354	337	311	511	478
Total comprehensive income (loss) attributable to the entity	852	-	-	-	-

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

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	30	9,890	9,896	9,909	9,916
Receivables	10,619	765	765	765	765
Total financial assets	10,649	10,655	10,661	10,674	10,681
Non-financial assets					
Land and buildings	732	700	568	436	337
Property, plant and equipment	497	402	433	414	375
Intangibles	116	527	934	1,192	1,498
Other	168	168	168	168	168
Total non-financial assets	1,513	1,797	2,103	2,210	2,378
Total assets	12,162	12,452	12,764	12,884	13,059
LIABILITIES					
Payables					
Employees	70	70	70	70	70
Suppliers	384	384	384	384	384
Other payables	546	546	546	546	546
Total payables	1,000	1,000	1,000	1,000	1,000
Provisions					
Employees	1,892	1,892	1,892	1,892	1,892
Other provisions	143	149	155	168	175
Total provisions	2,035	2,041	2,047	2,060	2,067
Total liabilities	3,035	3,041	3,047	3,060	3,067
Net Assets	9,127	9,411	9,717	9,824	9,992
EQUITY					
Contributed equity	3,944	4,565	5,182	5,800	6,446
Reserves	460	460	460	460	460
Retained surpluses or accumulated deficits	4,723	4,386	4,075	3,564	3,086
Total equity	9,127	9,411	9,717	9,824	9,992

Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2017-18)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2017				
Balance carried forward from previous period	4,723	460	3,944	9,127
Surplus (deficit) for the period	(337)	-	-	(337)
Appropriation (equity injection)	-	-	-	-
Capital budget - Bill 1 (DCB)	-	-	621	621
Estimated closing balance as at 30 June 2018	4,386	460	4,565	9,411

DCB = Departmental Capital Budget.

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	5,639	15,444	5,682	5,686	5,526
Goods and services	478	250	50	50	50
Net GST received	228	-	-	-	-
Other cash received	3,822	3,617	3,588	3,591	3,625
Cash from the Official Public Account	-	-	-	-	-
Total cash received	10,167	19,311	9,320	9,327	9,201
Cash used					
Employees	6,517	6,630	6,500	6,591	6,639
Suppliers	2,576	2,821	2,814	2,729	2,555
Grants	140	-	-	-	-
Cash to the Official Public Account	1,414	-	-	-	-
Total cash used	10,647	9,451	9,314	9,320	9,194
Net cash from (or used by) operating activities	(480)	9,860	6	7	7
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	8	-	-	-	-
Total cash received	8	-	-	-	-
Cash used					
Purchase of property, plant and equipment	114	621	617	612	646
Total cash used	114	621	617	612	646
Net cash from (or used by) investing activities	(106)	(621)	(617)	(612)	(646)
FINANCING ACTIVITIES					
Cash received					
Capital budget - Bill 1 (DCB)	562	621	617	618	646
Total cash received	562	621	617	618	646
Net cash from (or used by) financing activities	562	621	617	618	646
Net increase (or decrease) in cash held	(24)	9,860	6	13	7
Cash and cash equivalents at the beginning of the reporting period	54	30	9,890	9,896	9,909
Cash and cash equivalents at the end of the reporting period	30	9,890	9,896	9,909	9,916

DCB = Departmental Capital Budget.

Table 3.2.5: Departmental Capital Budget Statement (for the period ended 30 June)

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	562	621	617	618	646
Total capital appropriations	562	621	617	618	646
Total new capital appropriations represented by:					
Purchase of non-financial assets	114	621	617	618	646
Total items	114	621	617	618	646
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation - DCB ^(a)	114	621	617	618	646
Funded internally from departmental resources	-	-	-	-	-
Total acquisitions of non-financial assets	114	621	617	618	646
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	114	621	617	612	646
Total cash used to acquire assets	114	621	617	612	646

DCB = Departmental Capital Budget.

^(a) Does not include annual finance lease costs. Includes purchases from current and previous years' DCB.

Table 3.2.6: Statement of Asset Movements (Budget year 2017-18)

	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017				
Gross book value	764	543	3,601	4,908
Accumulated depreciation/ amortisation and impairment	(32)	(46)	(3,485)	(3,563)
Opening net book balance	732	497	116	1,345
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	-	-	-
By purchase - appropriation ordinary annual services	100	50	471	621
By purchase - internal resources	-	-	-	-
Total additions	100	50	471	621
Other movements				
Depreciation/amortisation expense	(132)	(145)	(60)	(337)
Total other movements	(132)	(145)	(60)	(337)
As at 30 June 2018				
Gross book value	864	593	4,072	5,529
Accumulated depreciation/ amortisation and impairment	(164)	(191)	(3,545)	(3,900)
Closing net book balance	700	402	527	1,629

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

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Employee benefits	345	634	634	-	-
Suppliers	1,061,265	1,169,411	1,264,319	1,348,504	1,468,701
Grants	401	500	500	-	-
Depreciation and amortisation	824	675	675	-	-
Total expenses administered on behalf of Government	1,062,835	1,171,220	1,266,128	1,348,504	1,468,701
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Revenue					
Non-taxation					
Sale of goods and rendering of services	387,964	429,739	473,980	505,255	549,859
Interest	3,834	4,146	4,146	4,146	4,146
Other revenue	658,361	718,621	790,339	843,249	918,842
Total non-taxation revenue	1,050,159	1,152,506	1,268,465	1,352,650	1,472,847
Total revenues administered on behalf of Government	1,050,159	1,152,506	1,268,465	1,352,650	1,472,847
Total income administered on behalf of Government	1,050,159	1,152,506	1,268,465	1,352,650	1,472,847

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

	2016-17 Actual \$'000	2017-18 Revised Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalent	436	155,441	153,357	153,357	153,357
Receivables	20,473	21,307	21,307	21,307	21,307
Investments	123,100	127,246	131,392	135,538	139,684
Total financial assets	144,009	303,994	306,056	310,202	314,348
Non-financial assets					
Property, plant and equipment	103	93	83	83	83
Intangibles	3,001	3,286	3,571	3,571	3,571
Inventories	95,125	95,125	95,125	95,125	95,125
Other	76,064	76,064	76,064	76,064	76,064
Total non-financial assets	174,293	174,568	174,843	174,843	174,843
Total assets administered on behalf of Government	318,302	478,562	480,899	485,045	489,191
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Interest bearing liabilities					
Payables					
Suppliers	53,843	53,843	53,843	53,843	53,843
Total payables	53,843	53,843	53,843	53,843	53,843
Total liabilities administered on behalf of Government	53,843	53,843	53,843	53,843	53,843

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

	2016-17 Actual	2017-18 Revised Budget	2018-19 Forward estimate	2019-20 Forward estimate	2020-21 Forward estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Commonwealth contributions	658,361	718,621	790,339	843,249	918,842
State and Territory contributions	383,424	429,739	473,980	505,255	549,859
Interest	4,205	4,146	4,146	4,146	4,146
Net GST received	104,143	(834)	-	-	-
Other	(13)	-	-	-	-
Total cash received	1,150,120	1,151,672	1,268,465	1,352,650	1,472,847
Cash used					
Employees	345	634	634	-	-
Suppliers	1,043,584	1,169,411	1,264,319	1,348,504	1,468,701
Grants	365	500	500	-	-
Net GST paid	104,394	-	-	-	-
Total cash used	1,148,688	1,170,545	1,265,453	1,348,504	1,468,701
Net cash from (or used by) operating activities	1,432	(18,873)	3,012	4,146	4,146
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of investments	58,200	-	-	-	-
Total cash received	58,200	-	-	-	-
Cash used					
Purchase of property plant equipment	1,577	950	950	-	-
Purchase of investments	61,700	4,146	4,146	4,146	4,146
Total cash used	63,277	5,096	5,096	4,146	4,146
Net cash from (or used by) investing activities	(5,077)	(5,096)	(5,096)	(4,146)	(4,146)
Net increase (or decrease) in cash held	(3,645)	(23,969)	(2,084)	-	-
Cash at beginning of reporting period	489	436	155,441	153,357	153,357
Cash from Official Public Account for:					
- special accounts	-	175,114	-	-	-
- appropriations	5,190	3,860	-	-	-
Cash to Official Public Account for:					
- special accounts	1,598	-	-	-	-
- appropriations	-	-	-	-	-
Cash at end of reporting period	436	155,441	153,357	153,357	153,357

Table 3.2.10: Statement of Administered Asset Movements (Budget year 2017-18)

	Buildings	Other property, plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2017				
Gross book value	-	117	5,382	5,499
Accumulated depreciation/ amortisation and impairment	-	(14)	(2,381)	(2,395)
Opening net book balance	-	103	3,001	3,104
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity	-	50	900	950
By purchase - appropriation ordinary annual services	-	-	-	-
By purchase - internal resources	-	-	-	-
Total additions	-	50	900	950
Other movements				
Depreciation/amortisation expense	-	(60)	(615)	(675)
Total other movements	-	(60)	(615)	(675)
As at 30 June 2018				
Gross book value	-	167	6,282	6,449
Accumulated depreciation/ amortisation and impairment	-	(74)	(2,996)	(3,070)
Closing net book balance	-	93	3,286	3,379

PORTFOLIO GLOSSARY

Accrual accounting	System of accounting where items are brought to account and included in the financial statements as they are earned or incurred, rather than as they are received or paid.
Accumulated depreciation	The aggregate depreciation recorded for a particular depreciating asset.
Additional Estimates	The Additional Estimates process updates estimates from the previous Budget update.
Additional Estimates Bills or Acts	Where amounts appropriated in the annual appropriation acts at Budget time are insufficient, Parliament may appropriate more funds to Portfolios through the Additional Estimates Acts. These are Appropriation Bills No. 3 and No. 4, and a separate Bill for Parliamentary Departments (Appropriations (Parliamentary Departments) Bill (No.2)). These Bills are introduced into the Parliament sometime after the Budget Bills.
Administered items	Expenses, revenues, assets or liabilities managed by entities on behalf of the Australian Government. Entities do not control administered items. Administered items include grants, subsidies and benefits (for example, funding for the Pharmaceutical Benefits Scheme).
Annotated appropriation	A form of appropriation which allows an entity access to certain money it receives in payment of services. The nature and extent of the amount to be appropriated are specified in Rules under s74 of the <i>Public Governance, Performance and Accountability Act 2013</i> .
Annual appropriation	Two appropriation Bills are introduced into Parliament in May and comprise the Budget. Further Bills are introduced later in the financial year as part of the Additional Estimates process. Parliamentary Departments have their own appropriations.
Appropriation	The amount of public moneys authorised by Parliament for expenditure from Consolidated Revenue Fund (CRF). Appropriations authorise expenditure by the Australian Government for particular purposes.
ASL (Average Staffing Levels)	The average number of employees receiving salary/wages (or compensation in lieu of salary/wages) over a financial year, with adjustments for casual and part-time employees to show the full-time equivalent.
Assets	Future economic benefits controlled by an entity as a result of past transactions or past events.

Available appropriation	Available appropriation is used to allow a comparison of the current year's appropriation with what was made available for use in the previous year. Available appropriation is the amount available to be drawn down, and is equal to: Budget appropriation + Additional Estimates appropriation + Advance to the Finance Minister (AFM) - Savings - Rephasings - Other Reductions +/- Section 74.
Budget measure	A decision by Cabinet or Ministers in the Budget process that has resulted in a change in expenditure in the current year and/or the forward years. <u>See also cross-Portfolio Budget measure.</u>
Capital Budget Statement	A statement of the entity's estimated capital funding, through Appropriation Act No. 1 Departmental Capital Budget funding or Appropriation Act No. 2 equity injection funding and the entity's estimated expenditures on non-financial assets.
Capital expenditure	Expenditure by an entity on non-financial assets, for example purchasing a building.
Cross-Portfolio Budget measure	This is a <u>Budget measure</u> which affects outcomes administered in a number of Portfolios.
Departmental Capital Budget (DCB)	Departmental Capital Budget funding appropriated to non-corporate PGPA Act entities through their Appropriation Act 1 Departmental appropriation, for the ongoing replacement of Departmental assets which cost less than \$10 million.
Departmental items	Assets, liabilities, revenues and expenses which are controlled by the entity in providing its outputs. Departmental items would generally include computers, plant and equipment assets used by entities in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred.
Depreciation	An expense recognised systematically for the purpose of allocating the depreciable amount of a depreciable asset over its useful life.
Efficiency dividend	An annual deduction of a percentage of running costs from an entity's budget, which acts as both an incentive to efficiency and a quantification of some of the efficiency gains made by an entity in the previous year.
Equity or net assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expense	The value of resources consumed or lost during the reporting period.
Fair value	Fair values are prices in arm's length transactions between willing buyers and sellers in an active market.
Forward estimates	A system of rolling three year financial estimates. After the Budget is passed, the first year of the forward estimates becomes the base for next year's Budget bid, and another out year is added to the forward estimates.

Historical cost	The original cost of acquisition of an asset, including any costs associated with acquisition. Under AASB 116 <i>Property, Plant and Equipment</i> are required to be reported initially at the cost of acquisition (historical cost). The Australian Government's financial reporting requirements issued under the Finance Minister's Orders require the revaluation of noncurrent assets with sufficient regularity to ensure that the carrying amount of assets does not differ materially from fair value as at reporting date.
Liabilities	Future sacrifices of economic benefits that an entity is presently obliged to make to other entities as a result of past transactions or other past events.
MYEFO	Mid-Year Economic and Fiscal Outlook.
Operating result	Equals income less expenses.
Outcomes	Outcomes are the results of events, actions or circumstances including in particular, the impact of the Australian Government on the Australian community. Outcomes may be linked with both the outputs of entities using the departmental expenses under their control, and with the administered expenses which entities manage on behalf of the Australian Government. Planned outcomes represent the changes desired by Government. The achievement of actual outcomes is assessed and reported in the Annual Report.
Performance criteria	A concise list of criteria, which are used to measure entity effectiveness in achieving the Government's outcomes. Criteria must be measurable, but may be qualitative or quantitative. Criteria in the Portfolio Budget Statements are reported in the annual performance statements, in the Annual Report, for the same year. Outcomes are generally measured by performance criteria relating to effectiveness and equity, but may include efficiency and access criteria.
PGPA Act	<i>Public Governance, Performance and Accountability Act 2013</i> An Act about the governance, performance and accountability of, and the use and management of public resources by the Commonwealth, Commonwealth entities and Commonwealth companies, and for related purposes.
Portfolio Budget Statements	Statements prepared by Portfolios to explain the Budget appropriations in terms of outcomes and programs.
Price parameter adjustment	Expenses are indexed by a price parameter for anticipated increases in costs over the estimates period. Changes in indexation are annotated to each outcome as 'Price parameter adjustment' or 'Application of indexation parameters'.
Programs	Commonwealth programs deliver benefits, services or transfer payments to individuals, industry/business or the community as a whole, and are the primary vehicles for Government entities to achieve the intended results of their outcome statements. Commencing from the 2009-10 Budget, entities are required to report to Parliament by program.

Quality	Relates to the characteristics by which customers or stakeholders judge a product or service. Assessment of quality involves the use of information gathered from a range of sources including customers and stakeholders.
Quantity	A measure of how many, or how much, of a product or service is produced. Quantities specified in the Portfolio Budget Statements are usually estimates based on the best available evidence. Entities report on actual quantities in their annual reports.
Revenue	Total value of resources earned or received during the reporting period.
Special account	A special account is an appropriation mechanism that notionally sets aside an amount within the Consolidated Revenue Fund (CRF) to be expended for specific purposes. The amount of appropriation that may be drawn from the CRF by means of a special account is limited to the balance of each special account. Special accounts are not bank accounts. However, amounts forming the balance of a special account may be held in the Official Public Account, an entity official bank account or by an outsider authorised in a manner consistent with the PGPA Act.
Special appropriation	Special appropriations are provisions within an Act, other than the annual appropriation Acts, that authorise expenditure for particular purposes. Special appropriations may state a maximum amount that is appropriated for the particular purpose or may specify the legislative criteria that will determine the amount to be paid.
Strategic Direction Statement	The Strategic Direction Statement explains the year ahead for the entity, focussing on the items of most importance, recognising the major Budget decisions affecting the entity, the major ongoing functions, new function and significant partnership arrangements, as well as upcoming challenges in the years ahead.
PP&E	Property, Plant and Equipment.