PORTFOLIO additional ESTIMATES STATEMENTS 2015-16

Health PORTFOLIO

Explanations of additional estimates 2015-16

© Commonwealth of Australia as represented by the Department of Health 2016

ISBN: 978-1-76007-229-2

Online ISBN: 978-1-76007-230-8

Publications Number: 11307

**Creative Commons Licence**

cid:image001.png@01D10CD1.33FE7F70

This publication is licensed under the Creative Commons Attribution 4.0 International Public License available from <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](http://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) 2016” 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 [copyright@health.gov.au](mailto:copyright@health.gov.au).

Printed by CanPrint Communications Pty Ltd

Senator the Hon Stephen Parry

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 2015-16 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 my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

**The Hon Sussan Ley MP**

CONTENTS

[User Guide ix](#_Toc441747826)

[Styles and Conventions Used ix](#_Toc441747827)

[Structure of the Portfolio Additional Estimates Statements x](#_Toc441747828)

[Portfolio Overview 3](#_Toc441747829)

[Ministerial Changes 3](#_Toc441747830)

[Portfolio Structure 3](#_Toc441747831)

[Portfolio Resources 7](#_Toc441747832)

[Department of Health 11](#_Toc441747833)

[Section 1: Entity Overview and Resources 11](#_Toc441747834)

[1.1 Strategic Direction Statement 11](#_Toc441747835)

[1.2 Entity Resource Statement 12](#_Toc441747836)

[1.3 Entity Measures Table 16](#_Toc441747837)

[1.4 Additional Estimates and Variations 26](#_Toc441747838)

[1.5 Breakdown of Additional Estimates by Appropriation Bill 27](#_Toc441747839)

[Section 2: Revisions to Entity Resources and Planned Performance 31](#_Toc441747840)

[2.1 Resources and Performance Information 31](#_Toc441747841)

[Cross Outcome Variations 31](#_Toc441747842)

[Outcome 1 Population Health 33](#_Toc441747843)

[Outcome 2 Access to Pharmaceutical Services 37](#_Toc441747844)

[Outcome 3 Access to Medical and Dental Services 49](#_Toc441747845)

[Outcome 4 Acute Care 57](#_Toc441747846)

[Outcome 5 Primary Health Care 59](#_Toc441747847)

[Outcome 6 Private Health 65](#_Toc441747848)

[Outcome 7 Health Infrastructure, Regulation, Safety and Quality 67](#_Toc441747849)

[Outcome 8 Health Workforce Capacity 77](#_Toc441747850)

[Outcome 9 Biosecurity and Emergency Response 81](#_Toc441747851)

[Outcome 10 Sport and Recreation 83](#_Toc441747852)

[Outcome 11 Ageing and Aged Care 85](#_Toc441747853)

[Section 3: Explanatory Tables and Budgeted Financial Statements 107](#_Toc441747854)

[3.1 Explanatory Tables 107](#_Toc441747855)

[3.2 Budgeted Financial Statements 108](#_Toc441747856)

[Glossary 125](#_Toc441747857)

User Guide  
to the  
Portfolio Additional  
Estimates Statements

# User Guide

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

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (No. 3 and No. 4) 2015-16. 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 2015-16* 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.

### Styles and Conventions Used

(a) The following notations may be used:

NEC/nec not elsewhere classified

AEST Australian Eastern Standard Time

‑ nil

.. not zero, but rounded to zero

na not applicable (unless otherwise specified)

nfp not for publication

$m $ million

p split across outcomes

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

### 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 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 programmes. |
| Section 3: Explanatory tables and budgeted financial statements | This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements. |
| Glossary | Explains key terms relevant to the Portfolio. |

Portfolio Overview

# 

# Portfolio Overview

The Health Portfolio works towards achieving better health and wellbeing for all Australians, now and for future generations. Since the 2015-16 Budget the Australian Government has continued to implement an improved health system that will deliver better health outcomes and access to care for all Australians.

Key priorities include further reforms to the health and aged care sectors, identification of efficiencies across a range of programmes and services, and investment in rural health services and the rural workforce.

The Portfolio has also seen changes to function as well as Portfolio and Ministerial structure since the 2015-16 Budget.

### Ministerial Changes

On 20 September 2015, the Prime Minister announced changes to the Ministry. In addition to the existing roles of Minister for Health and Minister for Sport,   
The Hon Sussan Ley MP also assumed the role of Minister for Aged Care.   
Senator the Hon Fiona Nash was appointed as the Minister with responsibility for Rural Health, and the Hon Ken Wyatt AM, MP was appointed as the Assistant Minister for Health.

### Portfolio Structure

The Administrative Arrangements Order issued on 30 September 2015, included the following changes to Portfolio responsibilities:

* Ageing and Aged Care functions transferred to the Department of Health from the Department of Social Services, including the Australian Aged Care Quality Agency;
* The statutory offices of the Aged Care Commissioner and the Aged Care Pricing Commissioner transferred to the Department of Health; and
* Medicare Provider Compliance for the Medicare Benefits Schedule and Pharmaceutical Benefits Schedule and allied health services transferred to the Department of Health from the Department of Human Services.

Following the passing of required legislation, the following entities within the Health Portfolio were closed and their functions transferred to the Department of Health and other Australian Government Entities.

***Private Health Insurance Administration Council***

The functions of the Private Health Insurance Administration Council were transferred to the Australian Prudential Regulation Authority and the Department of Health with effect from 1 July 2015.

***Private Health Insurance Ombudsman***

The responsibilities of the Private Health Insurance Ombudsman were transferred to the Office of the Commonwealth Ombudsman with effect from 1 July 2015.

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

#### Figure 1: Portfolio Structure and Outcomes

| **The Hon Sussan Ley MP**  Minister for Health  Minister for Aged Care  Minister for Sport  **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 1, 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11  *Entities:*  AACQA, ACSQHC, AIHW, ASADA, ASC, ASF, CA, IHPA, NHFB, NHMRC, NHPA, NMHC and PSR | **Senator the Hon Fiona Nash**  Minister for Rural Health  Minister Nash is responsible for rural health, including rural and Indigenous health, drug and alcohol policy and organ donation.  **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 1, 3, 5, 7, 8 and 9  *Entities:*  AOTDTA, ARPANSA, FSANZ and NBA | **The Hon Ken Wyatt AM, MP**  Assistant Minister for Health  Assistant Minister Wyatt is responsible for aged care service delivery and implementation, as well as for dementia.  **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 1 and 11 |
| --- | --- | --- |

**Department of Health – Martin Bowles PSM** Secretary

| **Outcome 1. Population Health**  A reduction in the incidence of preventable mortality and morbidity, including through national public health initiatives, promotion of healthy lifestyles, and approaches covering disease prevention, health screening and immunisation.  **Outcome 2. Access to Pharmaceutical Services**  Access to cost-effective medicines, including through the Pharmaceutical Benefits Scheme and related subsidies, and assistance for medication management through industry partnerships.  **Outcome 3. Access to Medical and Dental Services**  Access to cost-effective medical, dental, allied health and hearing services, including through implementing targeted medical assistance strategies, and providing Medicare subsidies for clinically relevant services and hearing devices to eligible people.  **Outcome 4. Acute Care**  Improved access to, and efficiency of, public hospitals, acute and subacute care services, including through payments to state and territory governments.  **Outcome 5. Primary Health Care**  Access to comprehensive primary and mental health care services, and health care services for Aboriginal and Torres Strait Islander peoples and rural and remote populations, including through first point of call services for the prevention, diagnosis and treatment of ill-health and ongoing services for managing chronic disease.  **Outcome 6. Private Health**  Improved choice in health services by supporting affordable quality private health care, including through private health insurance rebates and a regulatory framework. | **Outcome 7. Health Infrastructure, Regulation, Safety and Quality**  Improved capacity, quality and safety of Australia’s health care system to meet current and future health needs including through investment in health infrastructure, regulation, international health policy engagement, research into health care, and support for blood and organ donation services.  **Outcome 8. Health Workforce Capacity**  Improved capacity, quality and mix of the health workforce to meet the requirements of health services, including through training, registration, accreditation and distribution strategies.  **Outcome 9. Biosecurity and Emergency Response**  Preparedness to respond to national health emergencies and risks, including through surveillance, regulation, prevention, detection and leadership in national health coordination.  **Outcome 10. Sport and Recreation**  Improved opportunities for community participation in sport and recreation, and excellence in high-performance athletes, through initiatives to help protect the integrity of sport, investment in sport infrastructure, coordination of Commonwealth involvement in major sporting events, and research and international cooperation on sport issues.  **Outcome 11. Ageing and Aged Care**  Improved wellbeing for older Australians through targeted support, access to quality care and related information services. |
| --- | --- |

#### Figure 1: Portfolio Structure and Outcomes (cont.) – 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 Institute of Health and Welfare**  **Andrew Kettle** A/gDirector  **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 Organ and Tissue Donation and Transplantation Authority**  **Yael Cass** Chief Executive Officer  **Outcome 1**. Improved access to organ and tissue transplants, including through a nationally coordinated and consistent approach and system.  **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**  **Ben McDevitt AM APM** Chief Executive Officer  **Outcome 1**. Protection of the health of athletes and the integrity of Australian sport, including through deterrence, detection and enforcement to eliminate doping. | **Australian Sports Commission**  **Simon Hollingsworth** Chief Executive Officer  **Outcome 1**. Improved participation in structured physical activity, particularly organised sport, at the community level, including through leadership and targeted community-based sports activity.  **Outcome 2**. Excellence in sports performance and continued international sporting success, by talented athletes and coaches, including through leadership in high performance athlete development, and targeted science and research.  **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**  **Stephen McCutcheon** 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** A/gChief 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**  **Leigh McJames** General Manager  **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 (cont.) – Portfolio Entities

| **National Health Funding Body**  **Lynton Norris** 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 Health Performance Authority**  **Dr Diane Watson** Chief Executive Officer  **Outcome 1**.Contribute to transparent and accountable health care services in Australia, including through the provision of independent performance monitoring and reporting; the formulation of performance indicators; and conducting and evaluating research. | **National Mental Health Commission**  **David Butt** Chief Executive Officer  **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.  **Professional Services Review**  **Dr Bill Coote** 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. |
| --- | --- |

### Portfolio Resources

Table 1 shows for those entities reporting in the Portfolio Additional Estimates Statements the additional resources provided to the Portfolio in the 2015-16 budget year, by entity.

Table 1: Portfolio resources 2015-16

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  | **Appropriation movements** | | |  |
|  | **Bill No. 3**$'000 | **Bill No. 4** $'000 | **Special** $'000 | **Receipts**$'000 | **Total** $'000 |
| **Departmental** |  |  |  |  |  |
| Department of Health | 24,582 | 11,624 | - | 40,671 | 76,877 |
| **Total Departmental** | **24,582** | **11,624** | **-** | **40,671** | **76,877** |
| **Administered** |  |  |  |  |  |
| Department of Health | (370,449) | 125,000 | (699,048) | (270,960) | (1,215,457) |
| **Total Administered** | **(370,449)** | **125,000** | **(699,048)** | **(270,960)** | **(1,215,457)** |
| **Total Portfolio** | **(345,867)** | **136,624** | **(699,048)** | **(230,289)** | **(1,138,580)** |

.

Department of Health

[Department of Health 11](#_Toc441662006)

[Section 1: Entity Overview and Resources 11](#_Toc441662007)

[1.1 Strategic Direction Statement 11](#_Toc441662008)

[1.2 Entity Resource Statement 12](#_Toc441662009)

[1.3 Entity Measures Table 16](#_Toc441662010)

[1.4 Additional Estimates and Variations 26](#_Toc441662011)

[1.5 Breakdown of Additional Estimates by Appropriation Bill 27](#_Toc441662012)

[Section 2: Revisions to Entity Resources and Planned Performance 31](#_Toc441662013)

[2.1 Resources and Performance Information 31](#_Toc441662014)

[Cross Outcome Variations 31](#_Toc441662015)

[Outcome 1 Population Health 33](#_Toc441662016)

[Outcome 2 Access to Pharmaceutical Services 37](#_Toc441662017)

[Outcome 3 Access to Medical and Dental Services 49](#_Toc441662018)

[Outcome 4 Acute Care 57](#_Toc441662019)

[Outcome 5 Primary Health Care 59](#_Toc441662020)

[Outcome 6 Private Health 65](#_Toc441662021)

[Outcome 7 Health Infrastructure, Regulation, Safety and Quality 67](#_Toc441662022)

[Outcome 8 Health Workforce Capacity 77](#_Toc441662023)

[Outcome 9 Biosecurity and Emergency Response 81](#_Toc441662024)

[Outcome 10 Sport and Recreation 83](#_Toc441662025)

[Outcome 11 Ageing and Aged Care 85](#_Toc441662026)

[Section 3: Explanatory Tables and Budgeted Financial Statements 107](#_Toc441662027)

[3.1 Explanatory Tables 107](#_Toc441662028)

[3.2 Budgeted Financial Statements 108](#_Toc441662029)

[Glossary 125](#_Toc441662030)

# Department of Health

## Section 1: Entity Overview and Resources

### 1.1 Strategic Direction Statement

Since the 2015-16 Budget the Government has continued to work towards a sustainable health care system where Australians will continue to have access to world‑class health care into the future.

The Government has committed nearly $300 million to address the ice problem in response to the work of the National Ice Taskforce. The Government has also recently announced its response to the National Mental Health Commission’s Review of Mental Health Programmes and Services. $183 million is provided for a new Pharmaceutical Benefits Scheme drug to treat a rare form of bone marrow cancer.

Patient-centric reform continues as the Government looks to build sustainability into systems through focused investment, review, consultation and innovation.

An overhaul of clinical training will mean more doctors, nurses and allied health professionals being trained and located in rural Australia – where they are most needed. Funding support for the aged care and health workforces will be combined to better focus workforce supports to meet future health needs of all Australians, including older Australians.

As part of the 2015 Administrative Arrangements Order, *Outcome 11: Ageing and Aged Care* transferred to the Department from the Department of Social Services. The medical compliance function was also transferred into *Outcome 3: Access to Medical and Dental Services* from the Department of Human Services.

### 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 2015-16 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 2015-16

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Total available appropriation 2014-15** $'000 | **Estimate as at Budget1  2015-16** $'000 | **Proposed additional estimates 2015-16** $'000 | **Total estimate at AEs 2015-16** $'000 |
| **Departmental resources** |  |  |  |  |
| **Ordinary annual services** |  |  |  |  |
| Estimates of prior year amounts |  |  |  |  |
| available2,3 | 128,944 | 109,489 | - | 109,489 |
| Departmental appropriation4,5 | 486,349 | 577,994 | 24,582 | 602,576 |
| s74 retained revenue receipts | 69,808 | 31,549 | 37,505 | 69,054 |
| **Total ordinary annual services** | **685,101** | **719,032** | **62,087** | **781,119** |
| **Other Services6** |  |  |  |  |
| **Non-operating** |  |  |  |  |
| Equity injections | 8,820 | 8,410 | 11,624 | 20,034 |
| **Total Other Services** | **8,820** | **8,410** | **11,624** | **20,034** |
| **Departmental special accounts** |  |  |  |  |
| Opening balance3 | 81,441 | 79,147 | - | 79,147 |
| Appropriation receipts | 16,747 | 15,206 | 1,000 | 16,206 |
| Non-appropriation receipts to |  |  |  |  |
| Special accounts | 140,198 | 149,360 | 3,166 | 152,526 |
| **Total special accounts** | **238,386** | **243,713** | **4,166** | **247,879** |
| **Total departmental resourcing** | **932,307** | **971,155** | **77,877** | **1,049,032** |
| Less appropriations drawn from annual or |  |  |  |  |
| special appropriations above and credited |  |  |  |  |
| to Special Accounts and/or payments to |  |  |  |  |
| corporate entities through annual |  |  |  |  |
| appropriations | (16,747) | (15,206) | (1,000) | (16,206) |
| **Total net departmental resourcing** |  |  |  |  |
| **for Health** | **915,560** | **955,949** | **76,877** | **1,032,826** |

Table 1.1: Department of Health Resource Statement — Additional Estimates for 2015-16 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Total available appropriation 2014-15** $'000 | **Estimate as at Budget1  2015-16** $'000 | **Proposed additional estimates 2015-16** $'000 | **Total estimate at AEs 2015-16** $'000 |
| **Administered resources** |  |  |  |  |
| **Ordinary annual services4** |  |  |  |  |
| Outcome 1: Population Health | 325,507 | 320,545 | 4,666 | 325,211 |
| Outcome 2: Access to |  |  |  |  |
| Pharmaceutical Services | 755,243 | 726,663 | (88,919) | 637,744 |
| Outcome 3: Access to |  |  |  |  |
| Medical and Dental Services | 578,800 | 636,136 | (45,535) | 590,601 |
| Outcome 4: Acute Care | 96,496 | 79,783 | 12,144 | 91,927 |
| Outcome 5: Primary Health Care | 2,190,393 | 2,322,360 | (70,483) | 2,251,877 |
| Outcome 6: Private Health | 2,247 | 2,328 | - | 2,328 |
| Outcome 7: Health Infrastructure, |  |  |  |  |
| Regulation, Safety and Quality | 340,438 | 296,080 | (2,429) | 293,651 |
| Outcome 8: Health Workforce |  |  |  |  |
| Capacity | 1,351,366 | 1,318,641 | (101,908) | 1,216,733 |
| Outcome 9: Biosecurity and |  |  |  |  |
| Emergency Response | 58,005 | 58,642 | (421) | 58,221 |
| Outcome 10: Sport and Recreation | 47,796 | 26,948 | (6,347) | 20,601 |
| Outcome 11: Ageing and Aged Care | - | 1,502,847 | (71,217) | 1,431,630 |
| Payments to corporate entities | 358,874 | 346,502 | - | 346,502 |
| **Total ordinary annual services** | **6,105,165** | **7,637,475** | **(370,449)** | **7,267,026** |
| **Other services6** |  |  |  |  |
| **Payments to States, ACT, NT** |  |  |  |  |
| **and local government** |  |  |  |  |
| Outcome 1: Population Health | - | - | - | - |
| **Total payments** | **-** | **-** | **-** | **-** |
| **Administered non-operating** |  |  |  |  |
| Administered assets and liabilities | 5,682 | 31,741 | 125,000 | 156,741 |
| **Total non-operating** | **5,682** | **31,741** | **125,000** | **156,741** |
| **Total other services** | **5,682** | **31,741** | **125,000** | **156,741** |

Table 1.1: Department of Health Resource Statement — Additional Estimates for 2015-16 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Total available appropriation 2014-15** $'000 | **Estimate as at Budget1  2015-16** $'000 | **Proposed additional estimates 2015-16** $'000 | **Total estimate at AEs 2015-16** $'000 |
| **Administered resources (cont.)** |  |  |  |  |
| **Special appropriations limited by** |  |  |  |  |
| **criteria/entitlement** |  |  |  |  |
| *Public Governance, Performance* |  |  |  |  |
| *and Accountability Act 2013* |  |  |  |  |
| s77 - Repayments | 501 | 500 | 1,500 | 2,000 |
| *National Health Act 1953* |  |  |  |  |
| - essential vaccines | 136,420 | 242,028 | 273 | 242,301 |
| *National Health Act 1953* |  |  |  |  |
| - pharmaceutical benefits | 9,072,126 | 9,770,425 | (313,276) | 9,457,149 |
| *National Health Act 1953* |  |  |  |  |
| - aids and appliances | 293,442 | 346,427 | - | 346,427 |
| *Health Insurance Act 1973* |  |  |  |  |
| - medical benefits | 20,158,800 | 21,126,958 | 93,375 | 21,220,333 |
| *Medical Indemnity Act 2002* | 83,920 | 82,495 | - | 82,495 |
| *Midwife Professional Indemnity* |  |  |  |  |
| *(Commonwealth Contribution)* |  |  |  |  |
| *Scheme Act 2010* | - | 1,508 | - | 1,508 |
| *Dental Benefits Act 2008* | 312,839 | 605,451 | 314 | 605,765 |
| *Private Health Insurance Act 2007* | 5,804,467 | 6,122,000 | (168,573) | 5,953,427 |
| *Health Insurance Act 1973* |  |  |  |  |
| - payments in relation to the former |  |  |  |  |
| Health and Hospitals Fund | - | - | 56,619 | 56,619 |
| *National Health Act 1953* - blood |  |  |  |  |
| fractionation, products and |  |  |  |  |
| blood related products to |  |  |  |  |
| National Blood Authority | 535,745 | 721,297 | - | 721,297 |
| *Aged Care Act 1997* |  |  |  |  |
| - Home Care Packages | - | 1,180,053 | (76,592) | 1,103,461 |
| *Aged Care Act 1997* |  |  |  |  |
| - Flexible Care Subsidies | - | 332,586 | (3,442) | 329,144 |
| *Aged Care Act 1997* |  |  |  |  |
| - Residential Care Subsidies | - | 7,091,159 | 274,670 | 7,365,829 |
| *Aged Care (Accommodation Payment* |  |  |  |  |
| *Security) Act 2006* | - | - | - | - |
| *National Health Act 1953* |  |  |  |  |
| - Continence aids payment scheme | - | 35,746 | 138 | 35,884 |

Table 1.1: Department of Health Resource Statement — Additional Estimates for 2015-16 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Total available appropriation 2014-15** $'000 | **Estimate as at Budget1  2015-16** $'000 | **Proposed additional estimates 2015-16** $'000 | **Total estimate at AEs 2015-16** $'000 |
| **Administered resources (cont.)** |  |  |  |  |
| **Payments to corporate entities** |  |  |  |  |
| *Private Health Insurance Act 2007* |  |  |  |  |
| - Risk Equalisation Trust Fund | 440,874 | 557,080 | (557,080) | - |
| *Private Health Insurance Act 2007* |  |  |  |  |
| *-* Council Administration Levy | 4,664 | 6,974 | (6,974) | - |
| **Total special appropriations** | **36,843,798** | **48,222,687** | **(699,048)** | **47,523,639** |
|  |  |  |  |  |
| **Administered special accounts7** |  |  |  |  |
| Opening balance3 | 10,486 | 5,647 | - | 5,647 |
| Appropriation receipts | 5,802 | 5,858 | 10,000 | 15,858 |
| Non-appropriation receipts to |  |  |  |  |
| special accounts | 636,159 | 330,056 | (270,960) | 59,096 |
| **Total special accounts** | **652,447** | **341,561** | **(260,960)** | **80,601** |
| **Total administered resourcing** | **43,607,092** | **56,233,464** | **(1,205,457)** | **55,028,007** |
| Less appropriations drawn from annual or |  |  |  |  |
| special appropriations above and credited |  |  |  |  |
| to Special Accounts and/or payments to |  |  |  |  |
| corporate entities through annual |  |  |  |  |
| appropriations | (810,214) | (916,414) | 554,054 | (362,360) |
| **Total net administered resourcing for** |  |  |  |  |
| **Health** | **42,796,878** | **55,317,050** | **(651,403)** | **54,665,647** |
| **Total net resourcing for Health** |  |  |  |  |
| **(Administered and Departmental)** | **43,712,438** | **56,272,999** | **(574,526)** | **55,698,473** |

All figures are GST exclusive.

1Budget estimates have been updated to reflect the transfer of functions as a result of the revised Administrative Arrangements Order of 30 September 2015.

2The estimate of prior year amounts available constitutes opening balance at bank and appropriation receivable for the core department (excluding special accounts).

3The estimate at Budget has been revised to reflect the 2014-15 Annual Report.

4Appropriation Bill (No. 1 & 3) 2015-16.

5Includes an amount of $12.174m in 2015-16 for the Departmental Capital Budget (refer to Table 3.2.5 for further details).

6Appropriation Bill (No. 2 & 4) 2015-16.

7Excludes 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.

### 1.3 Entity Measures Table

Table 1.2 summarises new Government measures taken since the 2015-16 Budget.

Table 1.2: Entity 2015-16 Measures since Budget

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 1: Population Health** |  |  |  |  |  |
| **National Immunisation Programme - new and amended listings** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.3 | (159) | (994) | (1,689) | (1,710) |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses |  | (3) | (20) | (51) | (68) |
| **Total expenses** |  | **(162)** | **(1,014)** | **(1,740)** | **(1,778)** |
| **No Jab No Pay - improving immunisation coverage rates1** | | |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.3 | (38,692) | 65,078 | 7,187 | - |
|  | 3.1 | 9,547 | 28,607 | 1,078 | (133) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 10,976 | 1,988 | 1,053 | - |
| **Total expenses** |  | **(18,169)** | **95,673** | **9,318** | **(133)** |
| **Regulation of Medicinal Cannabis2** |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.2 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **The Australian Government's Response to the National Ice Taskforce Final Report** | | | | |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.2 | - | 69,861 | 70,733 | 71,516 |
|  | 3.1 | - | 2,014 | 3,198 | 3,554 |
|  | 5.3 | - | (8,435) | (33,779) | (36,368) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | 168 | 16 | 19 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | 29 | 42 | 42 |
| **Total expenses** |  | **-** | **63,637** | **40,210** | **38,763** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 2: Access to Pharmaceutical Services** | | |  |  |  |
| **Inborn Error of Metabolism (IEM) Programme Savings - reversal** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.3 | 1,572 | 3,305 | 3,387 | 3,471 |
| **Total expenses** |  | **1,572** | **3,305** | **3,387** | **3,471** |
| **National Diabetes Services Scheme - efficiencies through tendering3** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | nfp |
| **Total expenses** |  | **-** | **-** | **-** | **nfp** |
| **Pharmaceutical Benefits Scheme - new and amended listings4** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.2 | 103,322 | 141,620 | 156,443 | 172,561 |
|  | 2.3 | 7,500 | 7,500 | 7,500 | 7,500 |
|  | 3.1 | 1,316 | 1,598 | 1,660 | 1,744 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 1,114 | 376 | 385 | 393 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 2,917 | 3,725 | 3,916 | 4,176 |
| **Total expenses** |  | **116,169** | **154,819** | **169,904** | **186,374** |
| Department of Health |  |  |  |  |  |
| Administered revenue | 2.2 | nfp | nfp | nfp | nfp |
| **Total revenue** |  | **nfp** | **nfp** | **nfp** | **nfp** |
| **Pharmaceutical Benefits Scheme - price amendments** | | |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.2 | 6,412 | 9,804 | 9,819 | 9,971 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 227 | 300 | 285 | 281 |
| **Total expenses** |  | **6,639** | **10,104** | **10,104** | **10,252** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 2: Access to Pharmaceutical Services (cont.)** | | | |  |  |
| **Sixth Community Pharmacy Agreement and Pharmaceutical Benefits Scheme Reforms5** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | - | - | - | - |
|  | 2.2 | - | - | - | - |
|  | 2.4 | - | - | - | - |
| Departmental expenses |  | - | - | - | - |
| Departmental capital |  | - | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Outcome 3: Access to Medical and Dental Services** | | | | | |
| **Better Access to Radiation Oncology Programme - cessation** | | |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.3 | (5,237) | (5,143) | (7,938) | (8,074) |
| Departmental expenses |  | - | - | (106) | (107) |
| **Total expenses** |  | **(5,237)** | **(5,143)** | **(8,044)** | **(8,181)** |
| **Medicare Benefits Schedule - changes to diagnostic imaging and pathology services** | | | | | |
| **bulk-billing incentives** |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | - | (215,800) | (225,196) | (234,581) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 4,575 | 7,922 | 7,018 | 5,689 |
| **Total expenses** |  | **4,575** | **(207,878)** | **(218,178)** | **(228,892)** |
| **Medicare Benefits Schedule - new and amended listings** | | |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | (2,459) | (3,027) | (1,119) | (899) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | (47) | (13) | (237) | (372) |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | (27) | (41) | (20) | (15) |
| **Total expenses** |  | **(2,533)** | **(3,081)** | **(1,376)** | **(1,286)** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 3: Access to Medical and Dental Services (cont.)** | | | |  |  |
| **No Jab No Pay - improving immunisation coverage rates1** | | |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.3 | (38,692) | 65,078 | 7,187 | - |
|  | 3.1 | 9,547 | 28,607 | 1,078 | (133) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 10,976 | 1,988 | 1,053 | - |
| **Total expenses** |  | **(18,169)** | **95,673** | **9,318** | **(133)** |
| **Pharmaceutical Benefits Scheme - new and amended listings4** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.2 | 103,322 | 141,620 | 156,443 | 172,561 |
|  | 2.3 | 7,500 | 7,500 | 7,500 | 7,500 |
|  | 3.1 | 1,316 | 1,598 | 1,660 | 1,744 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 1,114 | 376 | 385 | 393 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 2,917 | 3,725 | 3,916 | 4,176 |
| **Total expenses** |  | **116,169** | **154,819** | **169,904** | **186,374** |
| Department of Health |  |  |  |  |  |
| Administered revenue | 2.2 | nfp | nfp | nfp | nfp |
| **Total revenue** |  | **nfp** | **nfp** | **nfp** | **nfp** |
| **Poly Implant Prothése Breast Implant - Medicare rebates - extension** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | 147 | 147 | (8) | - |
| **Total expenses** |  | **147** | **147** | **(8)** | **-** |
| **The Australian Government's Response to the National Ice Taskforce Final Report** | | | | |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.2 | - | 69,861 | 70,733 | 71,516 |
|  | 3.1 | - | 2,014 | 3,198 | 3,554 |
|  | 5.3 | - | (8,435) | (33,779) | (36,368) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | 168 | 16 | 19 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | 29 | 42 | 42 |
| **Total expenses** |  | **-** | **63,637** | **40,210** | **38,763** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 4: Acute Care** |  |  |  |  |  |
| **Health Services in Tasmania - additional funding6** | |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | - | - | - | - |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses |  | 10,663 | 10,000 | - | - |
| **Total expenses** |  | **10,663** | **10,000** | **-** | **-** |
|  |  |  |  |  |  |
| **Outcome 5: Primary Health Care** | | | | | |
| **Mental Health - streamlining7** |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.4 | - | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Primary Health Networks After Hours Funding and After Hours GP Advice and Support Line8** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Streamlining Health and Aged Care Workforce Programme Funding** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.5 | (34,144) | (28,188) | (27,819) | (27,336) |
|  | 8.1 | 74,379 | 77,497 | 96,324 | 98,631 |
|  | 8.2 | (166,498) | (129,142) | (122,356) | (124,317) |
|  | 11.5 | (53,632) | (82,078) | (81,371) | (81,321) |
|  | 11.6 | 1,738 | 4,400 | 4,400 | 4,400 |
| Departmental expenses |  | - | 436 | 439 | 442 |
| **Total expenses** |  | **(178,157)** | **(157,075)** | **(130,383)** | **(129,501)** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 5: Primary Health Care (cont.)** | | | | | |
| **The Australian Government's Response to the National Ice Taskforce Final Report** | | | | |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.2 | - | 69,861 | 70,733 | 71,516 |
|  | 3.1 | - | 2,014 | 3,198 | 3,554 |
|  | 5.3 | - | (8,435) | (33,779) | (36,368) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | 168 | 16 | 19 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | 29 | 42 | 42 |
| **Total expenses** |  | **-** | **63,637** | **40,210** | **38,763** |
|  |  |  |  |  |  |
| **Outcome 7: Health Infrastructure, Regulation, Safety and Quality** | | | | |  |
| **National Innovation and Science Agenda - Biomedical Translation Fund** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 7.4 | - | (2,356) | (8,775) | (9,345) |
| Department of Finance |  |  |  |  |  |
| Administered expenses |  | (72) | (250) | (251) | (251) |
| **Total expenses** |  | **(72)** | **(2,606)** | **(9,026)** | **(9,596)** |
| Department of Finance |  |  |  |  |  |
| Administered revenue |  | (2,429) | (9,025) | (9,596) | (10,139) |
| **Total revenue** |  | **(2,429)** | **(9,025)** | **(9,596)** | **(10,139)** |
| **National Rural and Remote Health Infrastructure Programme - cessation** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 7.5 | - | - | (6,058) | (6,156) |
| **Total expenses** |  | **-** | **-** | **(6,058)** | **(6,156)** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 8: Workforce and Rural Distribution** | | |  |  |  |
| **Streamlining Health and Aged Care Workforce Programme Funding** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.5 | (34,144) | (28,188) | (27,819) | (27,336) |
|  | 8.1 | 74,379 | 77,497 | 96,324 | 98,631 |
|  | 8.2 | (166,498) | (129,142) | (122,356) | (124,317) |
|  | 11.5 | (53,632) | (82,078) | (81,371) | (81,321) |
|  | 11.6 | 1,738 | 4,400 | 4,400 | 4,400 |
| Departmental expenses |  | - | 436 | 439 | 442 |
| **Total expenses** |  | **(178,157)** | **(157,075)** | **(130,383)** | **(129,501)** |
|  |  |  |  |  |  |
| **Outcome 11: Ageing and Aged Care** | |  |  |  |  |
| **Aged Care Provider Funding - improved compliance** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 11.4 | (9,207) | (21,587) | (25,032) | (21,138) |
| Departmental expenses |  | 1,988 | 825 | 1,312 | 1,321 |
| Departmental Capital |  | 10,674 | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 174 | 7 | - | - |
| **Total expenses** |  | **3,629** | **(20,755)** | **(23,720)** | **(19,817)** |
| Department of Health |  |  |  |  |  |
| Departmental Revenue |  | - | 425 | 425 | 425 |
| **Total revenue** |  | **-** | **425** | **425** | **425** |
| **Aged Care Provider Funding - revision to the Aged Care Funding Instrument Complex Health** | | | | | |
| **Care Domain** |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 11.4 | - | (92,284) | (138,287) | (188,249) |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 483 | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | (11,920) | (17,861) | (24,315) |
| **Total expenses** |  | **483** | **(104,204)** | **(156,148)** | **(212,564)** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Outcome 11: Ageing and Aged Care (cont.)** | | | | | |
| **Streamlining Health and Aged Care Workforce Programme Funding** | | | |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.5 | (34,144) | (28,188) | (27,819) | (27,336) |
|  | 8.1 | 74,379 | 77,497 | 96,324 | 98,631 |
|  | 8.2 | (166,498) | (129,142) | (122,356) | (124,317) |
|  | 11.5 | (53,632) | (82,078) | (81,371) | (81,321) |
|  | 11.6 | 1,738 | 4,400 | 4,400 | 4,400 |
| Departmental expenses |  | - | 436 | 439 | 442 |
| **Total expenses** |  | **(178,157)** | **(157,075)** | **(130,383)** | **(129,501)** |
|  |  |  |  |  |  |
| **Cross Health Portfolio Measure** | | | | | |
| **Smaller Government - Health Portfolio** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | - | 11,652 | 11,925 | 12,192 |
| Departmental expenses |  | 855 | 11,958 | 12,269 | 12,013 |
| Australian Commission on Safety |  |  |  |  |  |
| and Quality in Health Care |  | - | 3,514 | 3,538 | 3,562 |
| Australian Institute of Health and |  |  |  |  |  |
| Welfare |  | - | 11,391 | 11,608 | 11,546 |
| Australian Organ and Tissue |  |  |  |  |  |
| Donation and Transplantation |  |  |  |  |  |
| Authority |  | (70) | (69) | (70) | (70) |
| Independent Hospital Pricing |  |  |  |  |  |
| Authority |  | - | (25,999) | (26,150) | (26,490) |
| National Blood Authority |  | (130) | (129) | (130) | (130) |
| National Health Funding Body |  | - | - | 261 | (4,380) |
| National Health Performance |  |  |  |  |  |
| Authority |  | - | (34,368) | (34,811) | (35,320) |
| **Total expenses** |  | **655** | **(22,050)** | **(21,560)** | **(27,077)** |
| Department of Health |  |  |  |  |  |
| Departmental Revenue | 4.1 | - | 245 | 245 | 245 |
| Independent Hospital Pricing Authority | |  |  |  |  |
| Departmental Revenue |  | - | (245) | (245) | (245) |
| **Total revenue** |  | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Cross Outcome Measures** | | | | | |
| **More Efficient Health Programmes9** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | Various | (40,438) | (36,924) | (36,925) | (31,754) |
| **Total expenses** |  | **(40,438)** | **(36,924)** | **(36,925)** | **(31,754)** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Other Portfolio Measures10** |  |  |  |  |  |
| **Age Pension - aligning the pension means testing arrangements with residential aged** | | | | | |
| **care arrangements** |  |  |  |  |  |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 11.4 | - | 719 | 2,710 | 5,238 |
| **Total expenses** |  | **-** | **719** | **2,710** | **5,238** |
| **Family Payment Reform - a new families package** | | |  |  |  |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | - | (944) | (3,399) | (6,360) |
|  | 3.6 | - | 931 | (11,837) | (30,105) |
| **Total expenses** |  | **-** | **(13)** | **(15,236)** | **(36,465)** |
| **Maintain the Higher Income Free Threshold for Family Tax Benefit Part A for a Further** | | | | | |
| **Two Years** |  |  |  |  |  |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | - | - | (971) | (1,354) |
|  | 3.6 | - | - | (1,093) | (2,788) |
| **Total expenses** |  | **-** | **-** | **(2,064)** | **(4,142)** |
| **National Disability Insurance Scheme - transition to full scheme** | | | |  |  |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.4 | - | - | - | **-** |
|  | 11.2 | - | 642,221 | 842,550 | 995,070 |
|  | 11.3 | - | 2,926 | 12,205 | 23,440 |
|  | 11.4 | - | (83,237) | (248,913) | (385,834) |
|  | 11.6 | 69 | (673) | (6,477) | (19,823) |
| Departmental expenses |  | 6,940 | 11,786 | 13,754 | 16,408 |
| Australian Aged Care Quality Agency | |  |  |  |  |
| Departmental expenses |  | - | 1,161 | 835 | 835 |
| **Total expenses** |  | **7,009** | **574,184** | **613,954** | **630,096** |
| Department of Health |  |  |  |  |  |
| Administered revenue | 11.2 | - | 18,278 | 185,599 | 321,268 |
|  | 11.3 | (62,721) | 4,432 | (9,442) | (20,345) |
|  | 11.4 | (313,938) | 12,131 | (153,867) | (287,074) |
| **Total revenue** |  | **(376,659)** | **34,841** | **22,290** | **13,849** |

Table 1.2: Entity 2015-16 Measures since Budget (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Programme** | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
|  |  |  |  |  |  |
| **Other Portfolio Measures (cont.)10** | | | | | |
| **New Treatment of Fringe Benefits for Family Assistance and Youth Payments purposes** | | | | | |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | - | (122) | (253) | (257) |
|  | 3.6 | - | (173) | (780) | (816) |
| **Total expenses** |  | **-** | **(295)** | **(1,033)** | **(1,073)** |
| **Syrian and Iraqi Humanitarian Crisis** | |  |  |  |  |
| *Department of Immigration and Border Protection* | |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.2 | 805 | 3,792 | 4,250 | 4,319 |
|  | 3.1 | 2,516 | 6,572 | 7,890 | 8,326 |
|  | 3.5 | 185 | 318 | 352 | 517 |
|  | 3.6 | 314 | 493 | 500 | 496 |
|  | 5.4 | 6,392 | 9,868 | 3,339 | - |
| **Total expenses** |  | **10,212** | **21,043** | **16,331** | **13,658** |

1Funding of $67.4 million for this measure has already been provided for by the Government.

2The cost of this measure will be met from within the existing resources of the Department.

3The expenditure for this measure is not for publication (nfp) as it is subject to a tender process.

4The costs for some of these medicines are reduced by revenue from rebates negotiated as part of purchase. Details of this revenue is not for publication (nfp) due to commercial sensitivity.

5Funding of $15.5 billion for this measure has already been provided for by the Government. The Government will achieve a net savings of $2.6 billion over the four years from 2015-16.

6Funding of $158.5 million for this measure has already been provided for by the Government.

7Savings of $141 million for this measure have already been provided for by the Government and will contribute towards the related expense measure The Australian Government's Response to the National Ice Taskforce Final Report. Further information can be found in the press release of 26 November 2015 issued by the Minister for Health.

8The cost of this measure will be met by redirecting funding from the Medicare Locals After Hours Programme.

9Programme allocation of this measure will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

10Health is not the lead entity for these measures. Health impacts only are shown in this table.

### 1.4 Additional Estimates and Variations

The following tables detail the changes to the resourcing for the Department of Health at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2015-16 Budget in Appropriation Bills No. 3 and No. 4. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

Additional Estimates and Variations to Outcomes from Measures since the 2015‑16 Budget

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

Additional Estimates and Variations to Outcomes from other Variations

There is no Table 1.4. For details on changes to the resourcing for the Department of Health at Additional Estimates from other variations please 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 1.5: Appropriation Bill (No. 3) 2015-16

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **2014-15 Available1** $'000 | **2015-16 Budget** $'000 | **2015-16 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Administered Items** | |  |  |  |  |  |
| **Outcome 1** | |  |  |  |  |  |
|  | Population Health | 325,507 | 320,545 | 325,211 | 4,666 | - |
| **Outcome 2** | |  |  |  |  |  |
|  | Access to Pharmaceutical Services | 755,243 | 726,663 | 637,744 | - | 88,919 |
| **Outcome 3** | |  |  |  |  |  |
|  | Access to Medical and Dental |  |  |  |  |  |
|  | Services | 578,800 | 636,136 | 590,601 | - | 45,535 |
| **Outcome 4** | |  |  |  |  |  |
|  | Acute Care | 96,496 | 79,783 | 91,927 | 12,144 | - |
| **Outcome 5** | |  |  |  |  |  |
|  | Primary Health Care | 2,190,393 | 2,322,360 | 2,251,877 | - | 70,483 |
| **Outcome 6** | |  |  |  |  |  |
|  | Private Health | 2,247 | 2,328 | 2,328 | - | - |
| **Outcome 7** | |  |  |  |  |  |
|  | Health Infrastructure, Regulation, |  |  |  |  |  |
|  | Safety and Quality | 340,438 | 296,080 | 293,651 | - | 2,429 |
| **Outcome 8** | |  |  |  |  |  |
|  | Health Workforce Capacity | 1,351,366 | 1,318,641 | 1,216,733 | - | 101,908 |
| **Outcome 9** | |  |  |  |  |  |
|  | Biosecurity and Emergency |  |  |  |  |  |
|  | Response | 58,005 | 58,642 | 58,221 | - | 421 |
| **Outcome 10** | |  |  |  |  |  |
|  | Sport and Recreation | 47,796 | 26,948 | 20,601 | - | 6,347 |
| **Outcome 112** | |  |  |  |  |  |
|  | Ageing and Aged Care | - | 1,502,847 | 1,431,630 | - | 71,217 |
| **Total administered** | | **5,746,291** | **7,290,973** | **6,920,524** | **16,810** | **387,259** |

Table 1.5: Appropriation Bill (No. 3) 2015-16 (cont.)

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | **2014-15 Available1** $'000 | **2015-16 Budget** $'000 | **2015-16 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Departmental Programmes** | |  |  |  |  |  |
| **Outcome 1** | |  |  |  |  |  |
|  | Population Health | 68,447 | 52,310 | 52,057 | (253) | - |
| **Outcome 2** | |  |  |  |  |  |
|  | Access to Pharmaceutical Services | 54,363 | 53,458 | 69,365 | 15,907 | - |
| **Outcome 32** | |  |  |  |  |  |
|  | Access to Medical and Dental |  |  |  |  |  |
|  | Services | 49,017 | 80,569 | 80,569 | - | - |
| **Outcome 4** | |  |  |  |  |  |
|  | Acute Care | 46,707 | 55,048 | 55,048 | - | - |
| **Outcome 5** | |  |  |  |  |  |
|  | Primary Health Care | 98,477 | 97,603 | 97,603 | - | - |
| **Outcome 6** | |  |  |  |  |  |
|  | Private Health | 9,287 | 6,779 | 6,779 | - | - |
| **Outcome 7** | |  |  |  |  |  |
|  | Health Infrastructure, Regulation, | |  |  |  |  |
|  | Safety and Quality | 75,715 | 68,555 | 68,555 | - | - |
| **Outcome 8** | |  |  |  |  |  |
|  | Health Workforce Capacity | 49,284 | 39,756 | 39,756 | - | - |
| **Outcome 9** | |  |  |  |  |  |
|  | Biosecurity and Emergency |  |  |  |  |  |
|  | Response | 20,411 | 16,963 | 16,963 | - | - |
| **Outcome 10** | |  |  |  |  |  |
|  | Sport and Recreation | 14,641 | 8,056 | 8,056 | - | - |
| **Outcome 112** | |  |  |  |  |  |
|  | Ageing and Aged Care | - | 98,897 | 107,825 | 8,928 | - |
| **Total departmental** | | **486,349** | **577,994** | **602,576** | **24,582** | **-** |
| **Total Appropriation Administered** | |  |  |  |  |  |
|  | **and Departmental Bill No. 3** | **6,232,640** | **7,868,967** | **7,523,100** | **41,392** | **387,259** |

12014-15 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 + AFM – section 51 withholdings – administrative quarantines +/- Machinery of Government transfers.

22015-16 Budget Estimates have been updated to include the transfer of appropriations under s75 of the PGPA Act for the Administrative Arrangements Order Changes of 30 September 2015.

Table 1.6: Appropriation Bill (No. 4) 2015-16

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Available1** $'000 | **2015-16 Budget** $'000 | **2015-16 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Non-operating** |  |  |  |  |  |
| Equity injections | 8,820 | 8,410 | 20,034 | 11,624 | - |
| Administered assets and liabilities | 5,682 | 31,741 | 156,741 | 125,000 | - |
| **Total non-operating** | **14,502** | **40,151** | **176,775** | **136,624** | **-** |
| **Total Appropriation Administered** |  |  |  |  |  |
| **and Departmental Bill No. 4** | **14,502** | **40,151** | **176,775** | **136,624** | **-** |

12014-15 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 + AFM – section 51 withholdings – administrative quarantines +/- Machinery of Government transfers.

.

## Section 2: Revisions to Entity Resources and Planned Performance

### 2.1 Resources and Performance Information

The Department’s activities, resourcing and performance reporting are organised under a structure of 11 outcomes. These outcomes represent the results or impacts on the community that the Government wishes to achieve.

Revisions to performance information since the 2015-16 Budget are detailed in the Outcome chapters in this section. Changes have been made to the performance information for Outcomes 2, 7 and 11.

### Cross Outcome Variations

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

Table 2: Cross Outcome Variations

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Cross outcome departmental variations** |  |  |  |  |
| **Changes in departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Public Sector Savings - Enterprise |  |  |  |  |
| Resource Planning Systems1 | - | - | (471) | (580) |
| **Measure** - Public Sector Superannuation Accumulation |  |  |  |  |
| Plan administration fees2 | (253) | (253) | (253) | (253) |
| **Measure** - Smaller Government - Health Portfolio | - | 11,105 | 11,410 | 11,154 |
| Section 753 transfer from the Department of |  |  |  |  |
| Social Services - Departmental Capital Budget | 639 | 2,403 | 2,427 | 2,427 |
| Section 753 transfer from the Department of |  |  |  |  |
| Human Services - Departmental Capital Budget | 326 | 500 | 500 | 750 |
| Price parameter adjustments4 - operational | - | - | (380) | (769) |
| Price parameter adjustments4 - DCB5 | - | - | (11) | (12) |
|  | **712** | **13,755** | **13,222** | **12,717** |

1This measure was announced as part of the 2015-16 Budget (refer page 70 2015-16 Budget Paper 2).

2This measure was announced as part of the 2014-15 MYEFO (refer to page 145).

3Section 75 of the PGPA Act.

4See explanation in glossary.

5Departmental Capital Budget (DCB).

Outcome 1  
Population Health

|  |
| --- |
| **A reduction in the incidence of preventable mortality and morbidity, including through national public health initiatives, promotion of healthy lifestyles, and approaches covering disease prevention, health screening and immunisation** |

Table 2.1.1: Resource Summary — Outcome 1

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 1.1: Public Health, Chronic Disease and Palliative Care**1 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 164,728 | 160,073 | (4,655) | - |
| Special appropriations |  |  |  |  |
| *Public Governance, Performance and Accountability* | |  |  |  |
| *Act 2013* s77 - repayments | 500 | 2,000 | 1,500 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 28,896 | 28,896 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 737 | 737 | - | - |
| **Total for Programme 1.1** | **194,861** | **191,706** | **(3,155)** | **-** |
| **Programme 1.2: Drug Strategy** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 124,798 | 122,062 | (2,736) | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 17,435 | 17,435 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 493 | 493 | - | - |
| **Total for Programme 1.2** | **142,726** | **139,990** | **(2,736)** | **-** |
| **Programme 1.3: Immunisation1** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 31,019 | 43,076 | 12,057 | - |
| to Australian Childhood Immunisation |  |  |  |  |
| Register Special Account | (5,858) | (5,858) | - | - |
| Special appropriations |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |
| - essential vaccines | 242,028 | 242,301 | 273 | - |
| Special accounts |  |  |  |  |
| Australian Childhood Immunisation |  |  |  |  |
| Register | 9,563 | 9,563 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 9,064 | 9,064 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 229 | 229 | - | - |
| **Total for Programme 1.3** | **286,045** | **298,375** | **12,330** | **-** |

Table 2.1.1: Resource Summary — Outcome 1 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Outcome 1 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 320,545 | 325,211 | 4,666 | - |
| to Special Accounts | (5,858) | (5,858) | - | - |
| Special appropriations | 242,528 | 244,301 | 1,773 | - |
| Special accounts | 9,563 | 9,563 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 55,395 | 55,395 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 1,459 | 1,459 | - | - |
| **Total for Outcome 1** | **623,632** | **630,071** | **6,439** | **-** |

1Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) Framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements (PBS) under each programme. For updated estimates relating to National Partnerships refer to the 2015-16 Mid-Year Economic Fiscal Outlook.

2Departmental appropriation combines "Ordinary annual services (Appropriation Bill No. 1)" and "Revenue from independent sources".

3"Expenses not requiring appropriation in the budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 327 | 327 |

Table 2.1.2: Variations Table — Outcome 1

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 1.1: Public Health, Chronic Disease and Palliative Care** | | |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (4,655) | na | na | na |
| Price parameter adjustments2 | - | (162) | (356) | (556) |
|  | **(4,655)** | **(162)** | **(356)** | **(556)** |
| **Programme 1.2: Drug Strategy** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (2,736) | na | na | na |
| **Measure** - The Australian Government's Response |  |  |  |  |
| to the National Ice Taskforce Final Report | - | 69,861 | 70,733 | 71,516 |
| Price parameter adjustments2 | - | (65) | (192) | (304) |
|  | **(2,736)** | **69,796** | **70,541** | **71,212** |
| **Programme 1.3: Immunisation** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (1,551) | na | na | na |
| **Measure** - No Jab No Pay - improving immunisation |  |  |  |  |
| coverage rates | 13,608 | 80,178 | 7,187 | - |
| Price parameter adjustments2 | - | (27) | (54) | (77) |
|  | **12,057** | **80,151** | **7,133** | **(77)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.1.3: Programme Expenses Table — Outcome 1

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 1.1: Public Health, Chronic Disease and Palliative Care** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 156,702 | 160,073 | 177,295 | 187,385 | 194,358 |
| Special appropriations |  |  |  |  |  |
| *Public Governance, Performance and* | |  |  |  |  |
| *Accountability Act 2013* - s77 |  |  |  |  |  |
| repayments | 501 | 2,000 | 2,000 | 2,000 | 2,000 |
| Programme support | 33,539 | 29,633 | 26,767 | 26,206 | 26,610 |
| **Total programme expenses** | **190,742** | **191,706** | **206,062** | **215,591** | **222,968** |
| **Programme expenses 1.2: Drug Strategy** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 121,559 | 122,062 | 179,540 | 169,417 | 175,671 |
| Programme support | 21,112 | 17,928 | 16,201 | 16,162 | 16,432 |
| **Total programme expenses** | **142,671** | **139,990** | **195,741** | **185,579** | **192,103** |
| **Programme expenses 1.3: Immunisation** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 20,330 | 43,076 | 107,550 | 34,479 | 26,024 |
| to Australian Childhood Immunisation | |  |  |  |  |
| Register Special Account | (5,802) | (5,858) | (5,913) | (5,966) | (5,966) |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |  |
| - essential vaccines | 136,420 | 242,301 | 281,567 | 281,183 | 281,191 |
| Special Account |  |  |  |  |  |
| Australian Childhood Immunisation | |  |  |  |  |
| Register Special Account | 9,692 | 9,563 | 9,650 | 9,820 | 9,820 |
| Programme support | 10,111 | 9,293 | 8,471 | 8,452 | 8,578 |
| **Total programme expenses** | **170,751** | **298,375** | **401,325** | **327,968** | **319,647** |

Programme performance information

There have been no changes to the performance information for Outcome 1 since the 2015-16 Health PB Statements. Refer to Page 37 of the 2015-16 Health PB Statements for current performance information.

Outcome 2  
Access to Pharmaceutical Services

|  |
| --- |
| **Access to cost-effective medicines, including through the Pharmaceutical Benefits Scheme and related subsidies, and assistance for medication management through industry partnerships** |

Table 2.2.1: Resource Summary — Outcome 2

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional  estimates** $'000 | **Reduced  estimates** $'000 |
| **Programme 2.1: Community Pharmacy and Pharmaceutical Awareness** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 410,220 | 311,350 | - | 98,870 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 9,525 | 11,175 | 1,650 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 207 | 207 | - | - |
| **Total for Programme 2.1** | **419,952** | **322,732** | **1,650** | **98,870** |
| **Programme 2.2: Pharmaceuticals and Pharmaceutical Services** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 199,624 | 200,533 | - | (909) |
| Special appropriations |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |
| - pharmaceutical benefits | 9,770,425 | 9,457,149 | - | 313,276 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 40,384 | 54,641 | 14,257 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 1,769 | 1,769 | - | - |
| **Total for Programme 2.2** | **10,012,202** | **9,714,092** | **14,257** | **312,367** |
| **Programme 2.3: Targeted Assistance - Pharmaceuticals** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 116,223 | 125,295 | - | (9,072) |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 3,765 | 3,765 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 60 | 60 | - | - |
| **Total for Programme 2.3** | **120,048** | **129,120** | **-** | **(9,072)** |

Table 2.2.1: Resource Summary — Outcome 2 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional  estimates** $'000 | **Reduced  estimates** $'000 |
| **Programme 2.4: Targeted Assistance - Aids and Appliances** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 596 | 566 | - | 30 |
| Special Appropriations |  |  |  |  |
| *National Health Act 1953* - |  |  |  |  |
| aids and appliances | 346,427 | 346,427 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 2,256 | 2,256 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 46 | 46 | - | - |
| **Total for Programme 2.4** | **349,325** | **349,295** | **-** | **30** |
| **Outcome 2 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 726,663 | 637,744 | - | 88,919 |
| Special appropriations | 10,116,852 | 9,803,576 | - | 313,276 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 55,930 | 71,837 | 15,907 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 2,082 | 2,082 | - | - |
| **Total for Outcome 2** | **10,901,527** | **10,515,239** | **15,907** | **402,195** |

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 244 | 271 |

Table 2.2.2: Variations Table — Outcome 2

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 2.1: Community Pharmacy and Pharmaceutical Awareness** | | |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (98) | na | na | na |
| **Measure** - Sixth Community Pharmacy Agreement |  |  |  |  |
| and Pharmaceutical Benefits Scheme Reforms | (99,272) | (91,339) | 65,183 | 112,049 |
| Hospital medication charts - reprofile of funding | 500 | 2,500 | - | - |
| Price parameter adjustments2 | - | (924) | (1,180) | (1,207) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Sixth Community Pharmacy Agreement |  |  |  |  |
| and Pharmaceutical Benefits Scheme Reforms | 1,650 | 1,461 | 968 | 977 |
|  | **(97,220)** | **(88,302)** | **64,971** | **111,819** |
| **Programme 2.2: Pharmaceuticals and Pharmaceutical Services** | | |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (118) | na | na | na |
| **Measure** - Sixth Community Pharmacy Agreement |  |  |  |  |
| and Pharmaceutical Benefits Scheme Reforms | (760) | (4,689) | (7,853) | (11,129) |
| Community Service Obligations - reprofile of funding | 1,516 | - | - | - |
| Price parameter adjustments2 | 271 | 353 | 335 | 342 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Sixth Community Pharmacy Agreement |  |  |  |  |
| and Pharmaceutical Benefits Scheme Reforms | 14,257 | 12,741 | 12,641 | 4,881 |
|  | **15,166** | **8,405** | **5,123** | **(5,906)** |
| **Programme 2.3: Targeted Assistance - Pharmaceuticals** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Inborn Error of Metabolism (IEM) |  |  |  |  |
| Programme Savings - reversal | 1,572 | 3,305 | 3,387 | 3,471 |
| **Measure** - Pharmaceutical Benefits Scheme |  |  |  |  |
| - new and amended listings | 7,500 | 7,500 | 7,500 | 7,500 |
| Price parameter adjustments2 | - | (106) | (223) | (338) |
|  | **9,072** | **10,699** | **10,664** | **10,633** |

Table 2.2.2: Variations Table — Outcome 2 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 2.4: Targeted Assistance - Aids and Appliances** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (30) | na | na | na |
|  | **(30)** | **-** | **-** | **-** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.2.3: Programme Expenses Table — Outcome 2

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 2.1: Community Pharmacy and Pharmaceutical Awareness** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 392,818 | 311,350 | 326,579 | 486,875 | 540,077 |
| Programme support | 10,169 | 11,382 | 10,306 | 9,801 | 9,599 |
| **Total programme expenses** | **402,987** | **322,732** | **336,885** | **496,676** | **549,676** |
| **Programme expenses 2.2: Pharmaceuticals and Pharmaceutical Services** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 195,481 | 200,533 | 198,406 | 197,283 | 197,282 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |  |
| - pharmaceutical benefits | 9,072,126 | 9,457,149 | 9,358,287 | 9,588,498 | 9,865,104 |
| Programme support | 50,050 | 56,410 | 51,927 | 51,044 | 43,725 |
| **Total programme expenses** | **9,317,657** | **9,714,092** | **9,608,620** | **9,836,825** | **10,106,111** |
| **Programme expenses 2.3: Targeted Assistance - Pharmaceuticals** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 149,100 | 125,295 | 118,659 | 123,729 | 125,463 |
| Programme support | 3,299 | 3,825 | 3,614 | 3,609 | 3,643 |
| **Total programme expenses** | **152,399** | **129,120** | **122,273** | **127,338** | **129,106** |
| **Programme expenses 2.4: Targeted Assistance - Aids and Appliances** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 537 | 566 | 596 | 596 | 596 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |  |
| - aids and appliances | 293,442 | 346,427 | 284,355 | 289,866 | 278,949 |
| Programme support | 2,340 | 2,302 | 2,140 | 2,136 | 2,161 |
| **Total programme expenses** | **296,319** | **349,295** | **287,091** | **292,598** | **281,706** |

Programme performance information

The following tables provide revised performance information for Outcome 2, replacing the performance measures published in the 2015-16 Health PB Statements.

Programme 2.1: Community Pharmacy and Pharmaceutical Awareness

Qualitative Deliverables for Programme 2.1

Support timely access to medicines and pharmacy services

| **Qualitative Deliverable** | **2015-16 Reference Point or Target** |
| --- | --- |
| Maintenance of pharmCIS and delivery of an increased suite of reporting and data related to pharmacy and PBS funded medicine access and cost made available to Parliament, consumers, business. | Periodically increase the volume and nature of data on the Department of Health website during the course of 2015-16. |

Quantitative Key Performance Indicators for Programme 2.1

Support timely access to medicines and pharmacy services

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Percentage of urban centres/localities in Australia with a population in excess of 1,000 people with a resident community pharmacy or approved supplier of PBS medicines. | N/A | >90% | >90% | >90% | >90% |
| Percentage of urban centres/localities in Australia with a population in excess of 1,000 people with a resident service provider of, or recipient of, Medscheck, Home Medicines Review, Residential Medication Management Review or Clinical Intervention. | N/A | >80% | >80% | >80% | >80% |
| Percentage of subsidised PBS units delivered to community pharmacy within agreed requirements of the Community Service Obligation. | N/A | >95% | >95% | >95% | >95% |
| Average cost per subsidised script funded by the PBS.[[1]](#footnote-1) | N/A | $30.04 | $28.19 | $27.75 | $27.56 |
| Average cost per subsidised script paid by consumers for subsidised medicines.[[2]](#footnote-2) | N/A | $9.76 | $10.17 | $10.32 | $10.58 |

Programme 2.2: Pharmaceuticals and Pharmaceutical Services

Programme 2.2: Key Performance Indicators

**Quantitative Key Performance Indicator for Programme 2.2**

Increase the sustainability of the PBS

| Quantitative  Indicator | 2014-15 Actual | 2015-16  Target | 2016-17 Forward  Year 1 | 2017-18 Forward  Year 2 | 2018-19 Forward  Year 3 |
| --- | --- | --- | --- | --- | --- |
| Estimated savings to Government from Price Disclosure. | $1,850.4m | $2,429.7m | $2,619.0m | $2,830.1m | $3,061.2m |

List cost-effective, innovative, clinically effective medicines on the PBS

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19**  **Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Percentage of submissions for new medicines for listing that are considered by PBAC within 17 weeks of lodgement. | N/A | 100% | 100% | 100% | 100% |
| Percentage of submissions for new medicines that are recommended for listing by PBAC, that are listed on the PBS within six months of agreement of Budget impact and price. | N/A | 80% | 80% | 80% | 80% |

Post-market surveillance

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19**  **Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Percentage of post-market reviews completed within scheduled timeframes. | N/A | 90% | 90% | 90% | 90% |
| Percentage of Government-accepted recommendations from post-market reviews that have been implemented within six months. | N/A | 80% | 80% | 80% | 80% |

Programme 2.3: Targeted Assistance – Pharmaceuticals

Quantitative Deliverables for Programme 2.3

Provide access to new and existing medicines for patients with life threatening conditions

| Quantitative Deliverables | 2014-15 Actual | 2015-16  Target | 2016-17 Forward  Year 1 | 2017-18 Forward  Year 2 | 2018-19 Forward  Year 3 |
| --- | --- | --- | --- | --- | --- |
| Number of patients assisted through the LSDP. | 278 | 287 | 302 | 317 | 332 |
| Percentage of Government-accepted recommendations from LSDP post-market reviews that are implemented. | N/A | 100% | 100% | 100% | 100% |

**Qualitative Key Performance Indicator for Programme 2.3**

Provide access to new and existing medicines for patients with life threatening conditions

| **Qualitative Indicator** | **2015-16 Reference Point or Target** |
| --- | --- |
| Eligible patients have timely access to the LSDP. | Patient applications are processed within 30 calendar days of receipt of the complete data package to support the application. |

**Quantitative Key Performance Indicator for Programme 2.3**

Provide access to new and existing medicines for patients with life threatening conditions

| Quantitative  Indicator | 2014-15 Actual | 2015-16  Target | 2016-17 Forward  Year 1 | 2017-18 Forward  Year 2 | 2018-19 Forward  Year 3 |
| --- | --- | --- | --- | --- | --- |
| Percentage of eligible patients with access to fully subsidised medicines through the LSDP. | 100% | 100% | 100% | 100% | 100% |

Programme 2.4: Targeted Assistance – Aids and Appliances

Quantitative Deliverables for Programme 2.4

To improve health outcomes for people with diabetes across Australia through the provision of subsidised products and self-management services

| Quantitative Deliverable | 2014-15 Actual | 2015-16  Target | 2016-17 Forward  Year 1 | 2017-18 Forward  Year 2 | 2018-19 Forward  Year 3 |
| --- | --- | --- | --- | --- | --- |
| Number of people with diabetes receiving benefit from the NDSS. | 1,259,203 | 1,526,000 | N/A[[3]](#footnote-3) | N/A | N/A |

Qualitative Key Performance Indicators for Programme 2.4

**To improve health outcomes for people with diabetes across Australia through the provision of subsidised products and self-management services**

| **Qualitative Indicator** | **2015-16 Reference Point or Target** |
| --- | --- |
| The NDSS meets the needs of stakeholders. | Annual survey of registrants demonstrates that the needs of stakeholders are being met. |

Quantitative Key Performance Indicators for Programme 2.4

**To improve health outcomes for people with diabetes across Australia through the provision of subsidised products and self-management services**

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19**  **Forward  Year 3** | |
| --- | --- | --- | --- | --- | --- | --- |
| Number of people with access (through the programme) to insulin pumps and associated consumables for children under 18 years of age with Type 1 diabetes. | N/A | 68 | 68 | 68 | | 68 | |
| Number of people with diabetes receiving benefit through the NDSS. | 1,259,203 | 1,526,000 | N/A[[4]](#footnote-4) | N/A | | N/A | |

**Assist people with a stoma by providing stoma related products**

| Quantitative  Indicator | 2014-15 Actual | 2015-16  Target | 2016-17 Forward  Year 1 | 2017-18 Forward  Year 2 | 2018-19 Forward  Year 3 |
| --- | --- | --- | --- | --- | --- |
| Number of people receiving stoma related products. | 42,678 | 43,250 | 44,000 | 44,750 | 45,500 |

**Improve the quality of life for people with Epidermolysis Bullosa**

| **Quantitative  Indicator** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | | **2017-18 Forward  Year 2** | **2018-19**  **Forward  Year 3** |
| --- | --- | --- | --- | --- | --- | --- |
| Number of people with Epidermolysis Bullosa receiving subsidised dressings. | 179 | 135 | 145 | 155 | | 165 |

**Access to aids and appliances**

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19**  **Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Average time from receipt of an approved claim to delivery of aids and appliances. | N/A | No increase on prior year | No increase on prior year | No increase on prior year | No increase on prior year |
| Average cost per aid and appliance delivered to eligible persons. | N/A | Increase at a rate less than CPI | Increase at a rate less than CPI | Increase at a rate less than CPI | Increase at a rate less than CPI |

Outcome 3  
Access to Medical and Dental Services

|  |
| --- |
| **Access to cost-effective medical, dental, allied health and hearing services, including through implementing targeted medical assistance strategies, and providing Medicare subsidies for clinically relevant services and hearing devices to eligible people** |

Table 2.3.1: Resource Summary — Outcome 3

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 3.1: Medicare Services** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 14,173 | 13,464 | - | 709 |
| Special appropriations |  |  |  |  |
| *Health Insurance Act 1973* |  |  |  |  |
| - medical benefits | 21,126,958 | 21,220,333 | 93,375 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 26,551 | 60,329 | 33,778 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 703 | 703 | - | - |
| **Total for Programme 3.1** | **21,168,385** | **21,294,829** | **127,153** | **709** |
| **Programme 3.2: Targeted Assistance - Medical** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 10,675 | 11,503 | - | (828) |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 877 | 877 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 22 | 22 | - | - |
| **Total for Programme 3.2** | **11,574** | **12,402** | **-** | **(828)** |
| **Programme 3.3: Pathology and Diagnostic Imaging Services and Radiation Oncology** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 78,881 | 70,083 | - | 8,798 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 4,677 | 4,677 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 120 | 120 | - | - |
| **Total for Programme 3.3** | **83,678** | **74,880** | **-** | **8,798** |

Table 2.3.1: Resource Summary — Outcome 3 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 3.4: Medical Indemnity** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 150 | 142 | - | 8 |
| Special appropriations |  |  |  |  |
| *Medical Indemnity Act 2002* | 82,495 | 82,495 | - | - |
| *Midwife Professional Indemnity* |  |  |  |  |
| *(Commonwealth Contribution)* |  |  |  |  |
| *Scheme Act 2010* | 1,508 | 1,508 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 456 | 456 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 11 | 11 | - | - |
| **Total for Programme 3.4** | **84,620** | **84,612** | **-** | **8** |
| **Programme 3.5: Hearing Services** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 532,257 | 495,409 | - | 36,848 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 12,347 | 12,347 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 294 | 294 | - | - |
| **Total for Programme 3.5** | **544,898** | **508,050** | **-** | **36,848** |
| **Programme 3.6: Dental Services**3 |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | - | - | - |
| Special appropriations |  |  |  |  |
| *Dental Benefits Act 2008* | 605,451 | 605,765 | 314 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 4,134 | 4,134 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 100 | 100 | - | - |
| **Total for Programme 3.6** | **609,685** | **609,999** | **314** | **-** |

Table 2.3.1: Resource Summary — Outcome 3 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Outcome 3 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 636,136 | 590,601 | - | 45,535 |
| Special appropriations | 21,816,412 | 21,910,101 | 93,689 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 49,042 | 82,820 | 33,778 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 1,250 | 1,250 | - | - |
| **Total for Outcome 3** | **22,502,840** | **22,584,772** | **127,467** | **45,535** |

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

3Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements under each programme. For budget estimates relating to the National Partnership component of the programme, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 271 | 507 |

Table 2.3.2: Variations Table — Outcome 3

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 3.1: Medicare Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (709) | na | na | na |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 752 transfer from the Department of |  |  |  |  |
| Human Services - operational | 33,778 | 48,382 | 48,501 | 47,963 |
|  | **33,069** | **48,382** | **48,501** | **47,963** |
| **Programme 3.2: Targeted Assistance - Medical** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (534) | na | na | na |
| Financial Assistance for Medical Treatment Overseas |  |  |  |  |
| -variation to reflect demand | 1,362 | - | - | - |
|  | **828** | **-** | **-** | **-** |
| **Programme 3.3: Pathology and Diagnostic Imaging Services and Radiation Oncology** | | | | |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (3,561) | na | na | na |
| **Measure** - Better Access to Radiation |  |  |  |  |
| Oncology Programme - cessation | (5,237) | (5,143) | (7,938) | (8,074) |
| Price parameter adjustments3 | - | (2) | (21) | (31) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Better Access to Radiation |  |  |  |  |
| Oncology Programme - cessation | - | - | (106) | (107) |
|  | **(8,798)** | **(5,145)** | **(8,065)** | **(8,212)** |

Table 2.3.2: Variations Table — Outcome 3 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 3.4: Medical Indemnity** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (8) | na | na | na |
|  | **(8)** | **-** | **-** | **-** |
| **Programme 3.5: Hearing Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (3,483) | na | na | na |
| **Measure** - Syrian and Iraqi Humanitarian Crisis | 185 | 318 | 352 | 517 |
| Hearing services voucher payments |  |  |  |  |
| - variation to reflect demand | (33,575) | - | - | - |
| Price parameter3 and other adjustments | 25 | (574) | (1,360) | (1,839) |
|  | **(36,848)** | **(256)** | **(1,008)** | **(1,322)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2Section 75 of the PGPA Act.

3See explanation in glossary.

Table 2.3.3: Programme Expenses Table — Outcome 3

Table 2.3.3: Programme Expenses Table — Outcome 3

Table 2.3.3: Programme Expenses Table — Outcome 3 (cont.)

Table 2.3.3: Programme Expenses Table — Outcome 3 (cont.)

Programme performance information

There have been no changes to the performance information for Outcome 3 since the 2015-16 Health PB Statements. Refer to Page 67 of the 2015-16 Health PB Statements for current performance information.

Outcome 4  
Acute Care

|  |
| --- |
| **Improved access to, and efficiency of, public hospitals, acute and subacute care services, including through payments to state and territory governments** |

Table 2.4.1: Resource Summary — Outcome 4

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 4.1: Public Hospitals and Information**1 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 79,783 | 91,927 | 12,144 | - |
| Non cash expenses - depreciation | 963 | 963 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 40,187 | 40,187 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 13,203 | 13,203 | - | - |
| **Total for Programme 4.1** | **134,136** | **146,280** | **12,144** | **-** |
| **Outcome 4 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 79,783 | 91,927 | 12,144 | - |
| Non cash expenses - depreciation | 963 | 963 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 40,187 | 40,187 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 13,203 | 13,203 | - | - |
| **Total for Outcome 4** | **134,136** | **146,280** | **12,144** | **-** |

1Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements under each programme. For budget estimates relating to National Partnerships, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

2Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

3"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)1** | 112 | 112 |

Table 2.4.2: Variations Table — Outcome 4

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 4.1: Public Hospitals and Information** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (856) | na | na | na |
| **Measure** - Smaller Government - Health Portfolio | - | 11,652 | 11,925 | 12,192 |
| **Measure** - Health Services in Tasmania |  |  |  |  |
| - additional funding | 13,000 | 15,500 | - | - |
| Price parameter adjustments2 | - | (3) | (6) | (9) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Smaller Government - Health Portfolio | - | 11,350 | 11,655 | 11,399 |
|  | **12,144** | **38,499** | **23,574** | **23,582** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.4.3: Programme Expenses Table — Outcome 4

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 4.1: Public Hospitals and Information** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 93,751 | 91,927 | 92,681 | 77,432 | 77,877 |
| Non cash expenses - depreciation | 963 | 963 | 963 | 963 | 963 |
| Special Account |  |  |  |  |  |
| Local Hospital Networks | 1,261 | - | - | - | - |
| Programme support | 54,965 | 53,390 | 51,747 | 52,479 | 51,633 |
| **Total programme expenses** | **150,940** | **146,280** | **145,391** | **130,874** | **130,473** |

Programme performance information

There have been no changes to the performance information for Outcome 4 since the 2015-16 Health PB Statements. Refer to Page 87 of the 2015-16 Health PB  Statements for current performance information.

Outcome 5  
Primary Health Care

|  |
| --- |
| **Access to comprehensive primary and mental health care services, and health care services for Aboriginal and Torres Strait Islander peoples and rural and remote populations, including through first point of call services for the prevention, diagnosis and treatment of ill-health and ongoing services for managing chronic disease** |

Table 2.5.1: Resource Summary — Outcome 5

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 5.1: Primary Care Financing Quality and Access** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 424,026 | 422,970 | - | 1,056 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 32,068 | 32,068 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 794 | 794 | - | - |
| **Total for Programme 5.1** | **456,888** | **455,832** | **-** | **1,056** |
| **Programme 5.2: Primary Care Practice Incentives** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 368,120 | 368,120 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 1,349 | 1,349 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 34 | 34 | - | - |
| **Total for Programme 5.2** | **369,503** | **369,503** | **-** | **-** |
| **Programme 5.3: Aboriginal and Torres Strait Islander Health**3 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 729,685 | 729,135 | - | 550 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 46,585 | 46,585 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 1,187 | 1,187 | - | - |
| **Total for Programme 5.3** | **777,457** | **776,907** | **-** | **550** |

Table 2.5.1: Resource Summary — Outcome 5 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 5.4: Mental Health**3 |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 698,314 | 663,578 | - | 34,736 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 18,887 | 18,887 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 499 | 499 | - | - |
| **Total for Programme 5.4** | **717,700** | **682,964** | **-** | **34,736** |
| **Programme 5.5: Rural Health Services** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 102,215 | 68,074 | - | 34,141 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 4,231 | 4,231 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 108 | 108 | - | - |
| **Total for Programme 5.5** | **106,554** | **72,413** | **-** | **34,141** |
| **Outcome 5 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 2,322,360 | 2,251,877 | - | 70,483 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 103,120 | 103,120 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 2,622 | 2,622 | - | - |
| **Total for Outcome 5** | **2,428,102** | **2,357,619** | **-** | **70,483** |

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

3Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements (PBS) under each programme. For budget estimates relating to the National Partnership component of the programme, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 613 | 613 |

Table 2.5.2: Variations Table — Outcome 5

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 5.1: Primary Care Financing Quality and Access** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (1,056) | na | na | na |
| **Measure** - Primary Health Networks After Hours Funding | |  |  |  |
| and After Hours GP Advice and Support Line | - | - | (72,507) | (73,597) |
| Price parameter adjustments2 | - | (388) | (760) | (1,131) |
|  | **(1,056)** | **(388)** | **(73,267)** | **(74,728)** |
| **Programme 5.2: Primary Care Practice Incentives** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments2 | - | - | (756) | (1,095) |
|  | **-** | **-** | **(756)** | **(1,095)** |
| **Programme 5.3: Aboriginal and Torres Strait Islander Health** | | | | |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - The Australian Government's Response to |  |  |  |  |
| the National Ice Taskforce Final Report | - | (8,435) | (33,779) | (36,368) |
| Aboriginal and Torres Strait Islander Health and Trachoma | |  |  |  |
| - transfer to Treasury COAG Reform Fund | (550) | (50) | - | - |
| Price parameter adjustments2 | - | - | (1,742) | (2,723) |
|  | **(550)** | **(8,485)** | **(35,521)** | **(39,091)** |

Table 2.5.2: Variations Table — Outcome 5 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 5.4: Mental Health** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Mental Health - streamlining | (41,128) | (34,343) | (17,426) | (16,699) |
| **Measure** - Syrian and Iraqi Humanitarian Crisis | 6,392 | 9,868 | 3,339 | - |
| Price parameter adjustments2 | - | (627) | (1,305) | (2,019) |
|  | **(34,736)** | **(25,102)** | **(15,392)** | **(18,718)** |
| **Programme 5.5: Rural Health Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | (34,144) | (28,188) | (27,819) | (27,336) |
| Price parameter and other adjustments2 | 3 | (163) | (233) | (383) |
|  | **(34,141)** | **(28,351)** | **(28,052)** | **(27,719)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.5.3: Programme Expenses Table — Outcome 5

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 5.1: Primary Care Financing, Quality and Access** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 529,254 | 422,970 | 393,793 | 312,928 | 308,757 |
| Programme support | 36,317 | 32,862 | 29,384 | 29,239 | 29,698 |
| **Total programme expenses** | **565,571** | **455,832** | **423,177** | **342,167** | **338,455** |
| **Programme expenses 5.2: Primary Care Practice Incentives** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 229,069 | 368,120 | 381,308 | 383,591 | 370,801 |
| Programme support | 1,565 | 1,383 | 1,262 | 1,259 | 1,277 |
| **Total programme expenses** | **230,634** | **369,503** | **382,570** | **384,850** | **372,078** |
| **Programme expenses 5.3: Aboriginal and Torres Strait Islander Health** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 657,090 | 729,135 | 788,010 | 851,105 | 885,149 |
| Programme support | 50,465 | 47,772 | 43,632 | 43,567 | 44,275 |
| **Total programme expenses** | **707,555** | **776,907** | **831,642** | **894,672** | **929,424** |
| **Programme expenses 5.4: Mental Health** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 596,116 | 663,578 | 680,123 | 697,794 | 710,597 |
| Programme support | 22,045 | 19,386 | 17,519 | 17,405 | 17,679 |
| **Total programme expenses** | **618,161** | **682,964** | **697,642** | **715,199** | **728,276** |
| **Programme expenses 5.5: Rural Health Services** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 92,048 | 68,074 | 69,366 | 60,375 | 61,462 |
| Programme support | 4,815 | 4,339 | 3,890 | 3,811 | 3,870 |
| **Total programme expenses** | **96,863** | **72,413** | **73,256** | **64,186** | **65,332** |

Programme performance information

There have been no changes to the performance information for Outcome 5 since the 2015-16 Health PB Statements. Refer to Page 91 of the 2015-16 Health PB Statements for current performance information.

Outcome 6  
Private Health

|  |
| --- |
| **Improved choice in health services by supporting affordable quality private health care, including through private health insurance rebates and a regulatory framework** |

Table 2.6.1: Resource Summary — Outcome 6

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 6.1: Private Health Insurance** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 2,328 | 2,328 | - | - |
| Special appropriations |  |  |  |  |
| *Private Health Insurance Act 2007* |  |  |  |  |
| - private health insurance rebate | 6,122,000 | 5,953,427 | - | 168,573 |
| - risk equalisation trust fund1 | 557,080 | - | - | 557,080 |
| - council administration levy1 | 6,974 | - | - | 6,974 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 11,754 | 11,754 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 271 | 271 | - | - |
| **Total for Programme 6.1** | **6,700,407** | **5,967,780** | **-** | **732,627** |
| **Outcome 6 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 2,328 | 2,328 | - | - |
| Special appropriations | 6,686,054 | 5,953,427 | - | 732,627 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation2 | 11,754 | 11,754 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year3 | 271 | 271 | - | - |
| **Total for Outcome 6** | **6,700,407** | **5,967,780** | **-** | **732,627** |

1The Private Health Insurance Administration Council (PHIAC) merged with the Australian Prudential Regulation Authority effective 1 July 2015. Amounts previously appropriated to PHIAC through the Department of Health are now appropriated through the Treasury Portfolio

2Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

3"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 60 | 60 |

Table 2.6.2: Variations Table — Outcome 6

There are no variations for Outcome 6.

Table 2.6.3: Programme Expenses Table — Outcome 6

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 6.1: Private Health Insurance** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 2,243 | 2,328 | 2,371 | 2,414 | 2,461 |
| Special appropriations |  |  |  |  |  |
| *Private Health Insurance Act 2007* | |  |  |  |  |
| - private health insurance |  |  |  |  |  |
| rebate | 5,804,467 | 5,953,427 | 6,249,233 | 6,492,696 | 6,939,930 |
| - risk equalisation trust fund1 | 440,874 | - | - | - | - |
| - council administration levy1 | 4,664 | - | - | - | - |
| Programme support | 13,385 | 12,025 | 10,995 | 10,974 | 11,123 |
| **Total programme expenses** | **6,265,633** | **5,967,780** | **6,262,599** | **6,506,084** | **6,953,514** |

1The Private Health Insurance Administration Council (PHIAC) merged with the Australian Prudential Regulation Authority effective 1 July 2015. Amounts previously appropriated to PHIAC through the Department of Health are now appropriated through the Treasury Portfolio

Programme performance information

There have been no changes to the performance information for Outcome 6 since the 2015-16 Health PB Statements. Refer to Page 107 of the 2015-16 Health PB Statements for current performance information.

Outcome 7  
Health Infrastructure, Regulation, Safety and Quality

|  |
| --- |
| **Improved capacity, quality and safety of Australia’s health care system to meet current and future health needs including through investment in health infrastructure, regulation, international health policy engagement, research into health care, and support for blood and organ donation services** |

Table 2.7.1: Resource Summary — Outcome 7

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 7.1: eHealth**1 |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 135,981 | 129,182 | - | 6,799 |
| Non cash expenses2 | 18,309 | 18,309 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 20,367 | 20,367 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 462 | 462 | - | - |
| **Total for Programme 7.1** | **175,119** | **168,320** | **-** | **6,799** |
| **Programme 7.2: Health Information** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 22,176 | 22,072 | - | 104 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 1,457 | 1,457 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 38 | 38 | - | - |
| **Total for Programme 7.2** | **23,671** | **23,567** | **-** | **104** |
| **Programme 7.3: International Policy Engagement** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 14,412 | 13,691 | - | 721 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 11 | 11 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 1 | 1 | - | - |
| **Total for Programme 7.3** | **14,424** | **13,703** | **-** | **721** |
|  |  |  |  |  |

Table 2.7.1: Resource Summary — Outcome 7 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget  2015-16** $'000 | **Revised  2015-16** $'000 | **Additional  estimates** $'000 | **Reduced  estimates** $'000 |
| **Programme 7.4: Research Capacity and Quality**1 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 80,459 | 79,697 | - | 762 |
| Special accounts |  |  |  |  |
| Medical Research Future Fund | 10,000 | 10,000 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 14,857 | 14,857 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 356 | 356 | - | - |
| **Total for Programme 7.4** | **105,672** | **104,910** | **-** | **762** |
| **Programme 7.5: Health Infrastructure**1 |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 26,418 | 26,147 | - | 271 |
| Special appropriations |  |  |  |  |
| *Health Insurance Act 1973* |  |  |  |  |
| - Payments relating to the former |  |  |  |  |
| Health and Hospital Fund5 | - | 56,619 | 56,619 | - |
| Special accounts |  |  |  |  |
| Health and Hospitals Fund Health |  |  |  |  |
| Portfolio5,6 | 315,944 | 54,984 | - | 260,960 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 8,508 | 8,508 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 214 | 214 | - | - |
| **Total for Programme 7.5** | **351,084** | **146,472** | **56,619** | **261,231** |
| **Programme 7.6: Blood and Organ Donation**1 |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 16,364 | 22,606 | - | (6,242) |
| Special appropriations |  |  |  |  |
| *National Health Act 1953* - Blood |  |  |  |  |
| Fractionation Products and |  |  |  |  |
| Blood Related Products to |  |  |  |  |
| National Blood Authority | 721,297 | 721,297 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 4,249 | 4,249 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 114 | 114 | - | - |
| **Total for Programme 7.6** | **742,024** | **748,266** | **-** | **(6,242)** |

Table 2.7.1: Resource Summary — Outcome 7 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 7.7: Regulatory Policy** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 270 | 256 | - | 14 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 22,244 | 22,244 | - | - |
| to special accounts | (11,672) | (11,672) | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 301 | 301 | - | - |
| Special accounts |  |  |  |  |
| OGTR Special Account7 | 7,906 | 7,906 | - | - |
| NICNAS Special Account8 | 19,620 | 19,620 | - | - |
| TGA Special Account9 | 140,921 | 139,386 | - | 1,535 |
| Expense adjustment10 | (6,920) | (8,988) | - | 2,068 |
| **Total for Programme 7.7** | **172,670** | **169,053** | **-** | **3,617** |
| **Outcome 7 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 296,080 | 293,651 | - | 2,429 |
| Non cash expenses2 | 18,309 | 18,309 | - | - |
| Special appropriations | 721,297 | 777,916 | 56,619 | - |
| Special accounts | 325,944 | 64,984 | - | 260,960 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 71,693 | 71,693 | - | - |
| to special accounts | (11,672) | (11,672) | - | - |
| Special accounts | 161,527 | 157,924 | - | 3,603 |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 1,486 | 1,486 | - | - |
| **Total for Outcome 7** | **1,584,664** | **1,374,291** | **56,619** | **266,992** |

1Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements under each programme. For budget estimates relating to the National Partnership component of the programme, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

2"Non cash expenses" relates to the amortisation of computer software.

3Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

4"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

5The Health and Hospitals Fund Special Account ceased in October 2015 and replaced with a Special Appropriation under the *Health Insurance Act 1973*.

6Health and Hospitals Fund Special Account payments to the states and territories, included in this programme, are paid by the Treasury. For more detailed estimates relating to state and territory payments under this programme refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

7Office of the Gene Technology Regulator Special Account.

8National Industrial Chemicals Notification and Assessment Scheme Special Account.

9Therapeutic Goods Administration Special Account.

10Special accounts are reported on a cash basis. This adjustment reflects the differences between expense and cash and the elimination of the interagency transactions.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 1,142 | 1,142 |

Table 2.7.2: Variations Table — Outcome 7

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 7.1: eHealth** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (6,799) | na | na | na |
| Price parameter adjustments2 | - | - | (71) | (10) |
|  | **(6,799)** | **-** | **(71)** | **(10)** |
| **Programme 7.2: Health Information** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (104) | na | na | na |
| Price parameter adjustments2 | - | (19) | (36) | (57) |
|  | **(104)** | **(19)** | **(36)** | **(57)** |
| **Programme 7.3: International Policy Engagement** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (721) | na | na | na |
|  | **(721)** | **-** | **-** | **-** |
| **Programme 7.4: Research Capacity and Quality** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (762) | na | na | na |
| **Measure** - Smaller Government - Health Portfolio | - | 3,514 | 3,528 | 3,562 |
| Price parameter adjustments2 | - | (17) | (32) | (47) |
|  | **(762)** | **3,497** | **3,496** | **3,515** |
| **Programme 7.5: Health Infrastructure** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (271) | na | na | na |
| **Measure** - National Rural and Remote Health |  |  |  |  |
| Infrastructure Programme - cessation | - | - | (6,058) | (6,156) |
|  | **(271)** | **-** | **(6,058)** | **(6,156)** |

Table 2.7.2: Variations Table — Outcome 7 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 7.6: Blood and Organ Donation** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (818) | na | na | na |
| Haemotopoietic Progenitor Cells Programme |  |  |  |  |
| - increased demand | 5,712 | - | - | - |
| Price parameter2 and other adjustments | 1,348 | (8) | (13) | (19) |
|  | **6,242** | **(8)** | **(13)** | **(19)** |
| **Programme 7.7: Regulatory policy** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (14) | na | na | na |
| Price parameter2 and other adjustments | - | - | - | (1) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments2 - operational | - | - | (10) | (19) |
|  | **(14)** | **-** | **(10)** | **(20)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.7.3: Programme Expenses Table — Outcome 7

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 7.1: eHealth** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 114,439 | 129,182 | 129,963 | 120,873 | 5,052 |
| Non cash expenses1 | 18,309 | 18,309 | 18,308 | - | - |
| Programme support | 21,375 | 20,829 | 10,515 | 10,577 | 10,830 |
| **Total programme expenses** | **154,123** | **168,320** | **158,786** | **131,450** | **15,882** |
| **Programme expenses 7.2: Health Information** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 27,551 | 22,072 | 21,117 | 20,551 | 21,536 |
| Programme support | 1,570 | 1,495 | 1,363 | 1,360 | 1,381 |
| **Total programme expenses** | **29,121** | **23,567** | **22,480** | **21,911** | **22,917** |
| **Programme expenses 7.3: International Policy Engagement** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 14,909 | 13,691 | 14,412 | 14,412 | 14,412 |
| Programme support | 14 | 12 | 11 | 11 | 11 |
| **Total programme expenses** | **14,923** | **13,703** | **14,423** | **14,423** | **14,423** |
| **Programme expenses 7.4: Research Capacity and Quality** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 81,304 | 79,697 | 73,673 | 71,903 | 69,873 |
| Special accounts |  |  |  |  |  |
| Medical Research Future Fund | - | 10,000 | 50,876 | 121,565 | 214,913 |
| Programme support | 17,208 | 15,213 | 13,961 | 13,933 | 14,129 |
| **Total programme expenses** | **98,512** | **104,910** | **138,510** | **207,401** | **298,915** |
| **Programme expenses 7.5: Health Infrastructure** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 42,236 | 26,147 | 11,054 | 959 | 959 |
| Special appropriations |  |  |  |  |  |
| *Health Insurance Act 1973* |  |  |  |  |  |
| - Payments relating to the former | |  |  |  |  |
| Health and Hospital Fund2 | - | 56,619 | 37,022 | 8,301 | 16,969 |
| Special account expenses |  |  |  |  |  |
| Health and Hospitals Fund |  |  |  |  |  |
| Health Portfolio2, 3 | 719,416 | 54,984 | - | - | - |
| Programme support | 9,823 | 8,722 | 7,922 | 7,906 | 8,024 |
| **Total programme expenses** | **771,475** | **146,472** | **55,998** | **17,166** | **25,952** |

Table 2.7.3: Programme Expenses Table — Outcome 7 (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 7.6: Blood and Organ Donation** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 16,736 | 22,606 | 17,355 | 17,743 | 18,930 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953* |  |  |  |  |  |
| - Blood Fractionation, Products |  |  |  |  |  |
| and Blood Related Products to |  |  |  |  |  |
| National Blood Authority | 535,745 | 721,297 | 781,772 | 833,954 | 890,500 |
| Programme support | 5,254 | 4,363 | 3,824 | 3,815 | 3,877 |
| **Total programme expenses** | **557,735** | **748,266** | **802,951** | **855,512** | **913,307** |
| **Programme expenses 7.7: Regulatory Policy** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 95 | 256 | 272 | 272 | 283 |
| Programme support | 12,167 | 10,873 | 9,815 | 9,791 | 9,956 |
| Departmental Special Accounts |  |  |  |  |  |
| OGTR Special Account4 | 7,387 | 7,906 | 9,826 | 7,880 | 7,926 |
| NICNAS Special Account5 | 14,353 | 19,620 | 19,489 | 13,533 | 14,085 |
| TGA Special Account6 | 137,499 | 139,386 | 142,774 | 142,249 | 142,692 |
| Expense adjustment7 | (3,271) | (8,988) | (7,658) | 1,198 | 2,906 |
| **Total programme expenses** | **168,230** | **169,053** | **174,518** | **174,923** | **177,848** |

1"Non cash expenses" relates to the amortisation of computer software.

2The Health and Hospitals Fund Special Account ceased in October 2015 and was replaced by a Special Appropriation under the *Health Insurance Act 1973*.

3Health and Hospitals Fund Special Account payments to the states and territories, included in this programme, are paid by the Treasury. For more detailed estimates relating to state and territory payments under this programme refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

4Office of the Gene Technology Regulator Special Account.

5National Industrial Chemical Notification and Assessment Scheme Special Account.

6Therapeutic Goods Administration Special Account.

7Special Accounts are reported on a cash basis. This adjustment reflects the differences between expense and cash and the elimination of the interagency transactions.

Programme performance information

The table below outlines changes to performance information within Outcome 7 since the 2015-16 Health PB Statements. Further performance information for Outcome 7 can be found at Page 113 of the 2015-16 Health PB Statements.

Programme 7.2: Health Information

Qualitative Deliverable for Programme 7.2

Support the Australian Government with informed policy advice and facilitate engagement with the health sector

| **Qualitative Deliverable** | **2015-16 Reference Point or Target** |
| --- | --- |
| Advice obtained from national peak and advisory bodies informs policy and programme development. | Funding agreements with a range of national peak and advisory bodies commencing from 1 January 2016.[[5]](#footnote-5) |

Outcome 8  
Health Workforce Capacity

|  |
| --- |
| **Improved capacity, quality and mix of the health workforce to meet the requirements of health services, including through training, registration, accreditation and distribution strategies** |

Table 2.8.1: Resource Summary — Outcome 8

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 8.1: Workforce and Rural Distribution** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 1,101,931 | 1,170,354 | - | (68,423) |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 34,525 | 34,525 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 833 | 833 | - | - |
| **Total for Programme 8.1** | **1,137,289** | **1,205,712** | **-** | **(68,423)** |
| **Programme 8.2: Workforce Development and Innovation** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 216,710 | 46,379 | - | 170,331 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 7,445 | 7,445 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 212 | 212 | - | - |
| **Total for Programme 8.2** | **224,367** | **54,036** | **-** | **170,331** |
| **Outcome 8 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 1,318,641 | 1,216,733 | - | 101,908 |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 41,970 | 41,970 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 1,045 | 1,045 | - | - |
| **Total for Outcome 8** | **1,361,656** | **1,259,748** | **-** | **101,908** |

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 257 | 257 |

Table 2.8.2: Variations Table — Outcome 8

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 8.1: Workforce and Rural Distribution** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (5,953) | na | na | na |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | 74,379 | 77,497 | 96,324 | 98,631 |
| Price parameter and other adjustments2 | (3) | (971) | (1,966) | (2,899) |
|  | **68,423** | **76,526** | **94,358** | **95,732** |
| **Programme 8.2: Workforce Development and Innovation** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (3,833) | na | na | na |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | (166,498) | (129,142) | (122,356) | (124,317) |
| Price parameter adjustments2 | - | (159) | (323) | (491) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | - | 436 | 439 | 442 |
|  | **(170,331)** | **(128,865)** | **(122,240)** | **(124,366)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.8.3: Programme Expenses Table — Outcome 8

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 8.1: Workforce and Rural Distribution** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 1,135,232 | 1,170,354 | 1,175,681 | 1,207,644 | 1,192,711 |
| Programme support | 34,736 | 35,358 | 32,420 | 31,498 | 31,954 |
| **Total programme expenses** | **1,169,968** | **1,205,712** | **1,208,101** | **1,239,142** | **1,224,665** |
| **Programme expenses 8.2: Workforce Development and Innovation** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 140,776 | 46,379 | 64,868 | 74,003 | 74,445 |
| Programme support | 9,028 | 7,657 | 7,313 | 7,405 | 7,526 |
| **Total programme expenses** | **149,804** | **54,036** | **72,181** | **81,408** | **81,971** |

Programme performance information

There have been no changes to the performance information for Outcome 8 since the 2015-16 Health PB Statements. Refer to Page 141 of the 2015-16 Health PB Statements for current performance information.

Outcome 9  
Biosecurity and Emergency Response

|  |
| --- |
| **Preparedness to respond to national health emergencies and risks, including through surveillance, regulation, prevention, detection and leadership in national health coordination** |

Table 2.9.1: Resource Summary — Outcome 9

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 9.1: Health Emergency Planning and Response**1 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | nfp | nfp | nfp | nfp |
| Special accounts |  |  |  |  |
| Human Pituitary Hormones | 160 | 160 | - | - |
| Non cash expenses - write-down of assets2 | 101,656 | 105,379 | 3,723 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 21,874 | 21,874 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 627 | 627 | - | - |
| **Total for Programme 9.1** | **124,317** | **128,040** | **3,723** | **-** |
| **Outcome 9 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | nfp | nfp | nfp | nfp |
| Special accounts | 160 | 160 | - | - |
| Non cash expenses - write-down of assets2 | 101,656 | 105,379 | 3,723 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation3 | 21,874 | 21,874 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year4 | 627 | 627 | - | - |
| **Total for Outcome 9** | **124,317** | **128,040** | **3,723** | **-** |

1Budget estimates for this programme exclude National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. National Partnerships are listed in Section 2 of the 2015-16 Health Portfolio Budget Statements under each programme. For budget estimates relating to the National Partnership component of the programme, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

2Non cash expenses relate to the write-downs of the drug stockplie due to the expiration, consumption and distribution.

3Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

4"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 121 | 121 |

Table 2.9.2: Variations Table — Outcome 9

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 9.1: Health Emergency Planning and Response** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (421) | na | na | na |
| Supply of Antivenoms, Q fever vaccine and Pandemic |  |  |  |  |
| Influenza vaccines - reprofile of funding | - | 5,900 | 5,300 | - |
| Price parameter adjustments2 | - | (54) | (106) | (67) |
|  | **(421)** | **5,846** | **5,194** | **(67)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.9.3: Programme Expenses Table - Outcome 9

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 9.1: Health Emergency Planning and Response** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 39,477 | nfp | nfp | nfp | nfp |
| Special accounts |  |  |  |  |  |
| Human Pituitary Hormones | 182 | 160 | 160 | 170 | 170 |
| Non cash expenses1 | 3,235 | 105,379 | 17,577 | 28,276 | 20,796 |
| Programme support | 24,737 | 22,501 | 20,546 | 20,502 | 20,808 |
| **Total programme expenses** | **67,631** | **128,040** | **38,283** | **48,948** | **41,774** |

1Non cash expenses relate to the write down of drug stockpile inventory due to expiration, consumption and distribution.

Programme performance information

There have been no changes to the performance information for Outcome 9 since the 2015-16 Health PB Statements. Refer to Page 149 of the 2015-16 Health PB Statements for current performance information.

Outcome 10  
Sport and Recreation

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

Table 2.10.1: Resource Summary — Outcome 10

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 10.1: Sport and Recreation** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 26,948 | 20,601 | - | 6,347 |
| Special accounts |  |  |  |  |
| Sport and Recreation | 378 | 378 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 11,582 | 11,582 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 326 | 326 | - | - |
| **Total for Programme 10.1** | **39,234** | **32,887** | **-** | **6,347** |
| **Outcome 10 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | 26,948 | 20,601 | - | 6,347 |
| Special accounts | 378 | 378 | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | 11,582 | 11,582 | - | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | 326 | 326 | - | - |
| **Total for Outcome 10** | **39,234** | **32,887** | **-** | **6,347** |

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | 56 | 56 |

Table 2.10.2: Variations Table — Outcome 10

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 10.1: Sport and Recreation** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Efficient Health Programmes1 | (1,347) | na | na | na |
| Heffron Park - reprofile of funding | - | 5,000 | - | - |
| Heffron Park - transfer to Treasury COAG Reform Fund | (5,000) | (5,000) | - | - |
| Price parameter adjustments2 | - | (15) | (22) | (39) |
|  | **(6,347)** | **(15)** | **(22)** | **(39)** |

1The 2015-16 impact of this measure on this programme is notional. The allocation will be finalised as part of the review of health priorities and structures in the 2016-17 Budget process.

2See explanation in glossary.

Table 2.10.3: Programme Expenses Table — Outcome 10

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 10.1: Sport and Recreation** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | 42,981 | 20,601 | 15,996 | 17,982 | 13,438 |
| Special Account |  |  |  |  |  |
| Sport and Recreation | 11,912 | 378 | 407 | 407 | 407 |
| Programme support | 12,970 | 11,908 | 10,465 | 10,445 | 10,615 |
| **Total programme expenses** | **67,863** | **32,887** | **26,868** | **28,834** | **24,460** |

Programme performance information

There have been no changes to the performance information for Outcome 10 since the 2015-16 Health PB Statements. Refer to Page 155 of the 2015-16 Health PB Statements for current performance information.

Outcome 11  
Ageing and Aged Care

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

Table 2.11.1: Resource Summary — Outcome 11

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Programme 11.1: Access and Information** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 86,897 | 86,897 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 11,967 | 11,967 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.1** | **-** | **98,864** | **98,864** | **-** |
| **Programme 11.2: Home Support**3 | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 1,091,321 | 1,091,321 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 18,365 | 18,365 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.2** | **-** | **1,109,686** | **1,109,686** | **-** |
| **Programme 11.3: Home Care** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 1,216 | 1,216 | - |
| Special Appropriations |  |  |  |  |
| *Aged Care Act 1997* |  |  |  |  |
| - Home Care Packages | - | 1,103,461 | 1,103,461 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 8,285 | 8,285 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.3** | **-** | **1,112,962** | **1,112,962** | **-** |

Table 2.11.1: Resource Summary — Outcome 11 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget  2015-16** $'000 | **Revised  2015-16** $'000 | **Additional  estimates** $'000 | **Reduced  estimates** $'000 |
| **Programme 11.4: Residential and Flexible Care** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3)4 | - | 89,252 | 89,252 | - |
| Zero Real Interest Loans |  |  |  |  |
| - appropriation | - | 68,451 | 68,451 | - |
| - expense adjustment5 | - | (63,749) | (63,749) | - |
| Special Appropriations |  |  |  |  |
| *Aged Care Act 1997 -* |  |  |  |  |
| Flexible Care Subsidies | - | 329,144 | 329,144 | - |
| Residential Care Subsidies | - | 7,365,829 | 7,365,829 | - |
| *Aged Care (Accommodation* |  |  |  |  |
| *Payment Security) Act 2006* | - | - | - | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 23,658 | 23,658 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.4** | **-** | **7,812,585** | **7,812,585** | **-** |
| **Programme 11.5: Workforce and Quality** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 9,953 | 9,953 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 16,927 | 16,927 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.5** | **-** | **26,880** | **26,880** | **-** |
| **Programme 11.6: Ageing and Service Improvement** | | | | |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 84,540 | 84,540 | - |
| Special appropriations |  |  |  |  |
| *National Health Act 1953 - section 12* |  |  |  |  |
| Continence Aids Payment |  |  |  |  |
| Scheme | - | 35,884 | 35,884 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 27,984 | 27,984 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Programme 11.6** | **-** | **148,408** | **148,408** | **-** |

Table 2.11.1: Resource Summary — Outcome 11 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Budget 2015-16** $'000 | **Revised 2015-16** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Outcome 11 totals by appropriation type** |  |  |  |  |
| Administered expenses |  |  |  |  |
| Ordinary annual services (Bill 1/3) | - | 1,431,630 | 1,431,630 | - |
| - expenses adjustment5 | - | (63,749) | (63,749) |  |
| Special appropriations | - | 8,834,318 | 8,834,318 | - |
| Departmental expenses |  |  |  |  |
| Departmental appropriation1 | - | 107,186 | 107,186 | - |
| Expenses not requiring appropriation in |  |  |  |  |
| the budget year2 | - | - | - | - |
| **Total for Outcome 11** | **-** | **10,309,385** | **10,309,385** | **-** |

The Ageing and Aged Care functions transferred from the Department of Social Services under the revised Administrative Arrangements Order of 30 September 2015.

1Departmental appropriation combines “Ordinary annual services (Appropriation Bill No. 1)” and “Revenue from independent sources”.

2"Expenses not requiring appropriation in the Budget year" is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

3Budget estimates for this programme exclude Home and Community Care National Partnership funding paid to state and territory governments by the Treasury as part of the Federal Financial Relations (FFR) framework. For budget estimates relating to the National Partnership component of the programme, please refer to the 2015-16 Mid-Year Economic and Fiscal Outlook.

4Ordinary annual services (Bill 1) against programme 11.4 excludes amounts appropriated in Bill 1 for Zero Real Interest Loans as this funding is not accounted for as an expense.

5Payments under the zero real interest loans programme 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.

|  |  |  |
| --- | --- | --- |
|  | **Budget 2015-16** | **Revised 2015-16** |
| **Average staffing level (number)** | - | 676 |

**Table 2.11.2: Variations Table** — **Outcome 11**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 11.1: Access and Information** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 86,897 | 143,890 | 149,013 | 149,509 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 11,967 | 16,473 | 15,686 | 16,069 |
|  | **98,864** | **160,363** | **164,699** | **165,578** |
| **Programme 11.2: Home Support** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - National Disability Insurance |  |  |  |  |
| Scheme - transition to full scheme | - | 642,221 | 842,550 | 995,070 |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 1,091,321 | 1,687,034 | 1,747,974 | 1,841,306 |
| Price parameter adjustments1 | - | - | - | 7,836 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - National Disability Insurance |  |  |  |  |
| Scheme - transition to full scheme | 6,940 | 11,786 | 13,754 | 16,408 |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 11,425 | 15,728 | 14,977 | 15,342 |
|  | **1,109,686** | **2,356,769** | **2,619,255** | **2,875,962** |

Table 2.11.2: Variations Table — Outcome 11 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 11.3: Home Care** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 1,216 | - | - | - |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 8,285 | 11,404 | 10,860 | 11,125 |
|  | **9,501** | **11,404** | **10,860** | **11,125** |
| **Programme 11.4: Residential and Flexible Care** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 109,356 | 124,739 | 102,087 | 102,088 |
| Zero Real Interest Loans - reprofile of funding | (15,402) | (2,340) | 2,583 | - |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Aged Care Provider Funding |  |  |  |  |
| - improved compliance | 1,988 | 825 | 1,312 | 1,321 |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 21,670 | 29,830 | 28,406 | 29,099 |
|  | **117,612** | **153,054** | **134,388** | **132,508** |

Table 2.11.2: Variations Table — Outcome 11 (cont.)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2015-16** $'000 | **2016-17** $'000 | **2017-18** $'000 | **2018-19** $'000 |
| **Programme 11.5: Workforce and Quality** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | (53,632) | (82,078) | (81,371) | (81,321) |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 63,585 | 104,809 | 104,469 | 104,790 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 16,927 | 23,301 | 22,188 | 22,729 |
|  | **26,880** | **46,032** | **45,286** | **46,198** |
| **Programme 11.6: Ageing and Service Improvement** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Streamlining Health and Aged Care |  |  |  |  |
| Workforce Programme Funding | 1,738 | 4,400 | 4,400 | 4,400 |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services | 83,385 | 121,144 | 105,135 | 105,860 |
| Living Longer. Living Better – consumer support and |  |  |  |  |
| research - variation to reflect actual costs | (583) | (1,022) | (243) | - |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Section 751 transfer from the Department of |  |  |  |  |
| Social Services - operational | 27,984 | 38,521 | 36,682 | 37,576 |
|  | **112,524** | **163,043** | **145,974** | **147,836** |

1Section 75 of the PGPA Act.

Table 2.11.3: Programme Expenses Table — Outcome 11

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 11.1: Access and Information** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | - | 86,897 | 143,890 | 149,013 | 149,509 |
| Programme support | - | 11,967 | 16,473 | 15,686 | 16,069 |
| **Total programme expenses** | **-** | **98,864** | **160,363** | **164,699** | **165,578** |
| **Programme expenses 11.2: Home Support** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | - | 1,091,321 | 2,329,255 | 2,590,524 | 2,844,212 |
| Programme support | - | 18,365 | 27,514 | 28,731 | 31,750 |
| **Total programme expenses** | **-** | **1,109,686** | **2,356,769** | **2,619,255** | **2,875,962** |
| **Programme expenses 11.3: Home Care** | |  |  |  |  |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | - | 1,216 | - | - | - |
| Special appropriations: |  |  |  |  |  |
| *Aged Care Act 1997* |  |  |  |  |  |
| - Home Care Packages | - | 1,103,461 | 1,730,580 | 1,965,271 | 2,287,949 |
| Programme support | - | 8,285 | 11,404 | 10,860 | 11,125 |
| **Total programme expenses** | **-** | **1,112,962** | **1,741,984** | **1,976,131** | **2,299,074** |
| **Programme expenses 11.4: Residential and Flexible Care** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services1 | - | 89,252 | 109,086 | 102,087 | 102,088 |
| Zero Real Interest Loans |  |  |  |  |  |
| - appropriation | - | 68,451 | 67,040 | 14,252 | - |
| - expense adjustment2 | - | (63,749) | (53,727) | (11,669) | - |
| Special appropriations: |  |  |  |  |  |
| *Aged Care Act 1997* |  |  |  |  |  |
| - Flexible Care Subsidies | - | 329,144 | 420,924 | 447,022 | 479,289 |
| Residential Care Subsidies | - | 7,365,829 | 10,401,351 | 10,999,346 | 11,696,579 |
| *Aged Care (Accommodation* |  |  |  |  |  |
| *Payment Security) Act 2006* | - | - | - | - | - |
| Programme support | - | 23,658 | 30,655 | 29,718 | 30,420 |
| **Total programme expenses** | **-** | **7,812,585** | **10,975,329** | **11,580,756** | **12,308,376** |
| **Programme expenses 11.5: Workforce and Quality** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | - | 9,953 | 22,731 | 23,098 | 23,469 |
| Programme support | - | 16,927 | 23,301 | 22,188 | 22,729 |
| **Total programme expenses** | **-** | **26,880** | **46,032** | **45,286** | **46,198** |

Table 2.11.3: Programme Expenses Table — Outcome 11 (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2014-15 Actual** $'000 | **2015-16 Revised budget** $'000 | **2016-17 Forward year 1** $'000 | **2017-18 Forward year 2** $'000 | **2018-19 Forward year 3** $'000 |
| **Programme expenses 11.6: Ageing and Service Improvement** | | | | | |
| Annual administered expenses |  |  |  |  |  |
| Ordinary annual services | - | 84,540 | 124,522 | 109,292 | 110,260 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953 - section 12* | |  |  |  |  |
| Continence Aids Payment |  |  |  |  |  |
| Scheme | - | 35,884 | 116,023 | 122,974 | 117,127 |
| Programme support | - | 27,984 | 38,521 | 36,682 | 37,576 |
| **Total programme expenses** | **-** | **148,408** | **279,066** | **268,948** | **264,963** |

1Ordinary annual services (Bill 1) against programme 11.4 excludes amounts appropriated in Bill 1 for Zero Real Interest Loans as this funding is not accounted for as an expense.

2Payments under the Zero Real Interest Loans programme 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.

Programme performance information[[6]](#footnote-6)

The table below outlines changes to performance information within Outcome 11 since the 2015-16 Health PB Statements.

Programme 11.1: Access and Information

Provide equitable and timely access to aged care assessments and make it easier for older people to find aged care services and information

Qualitative Deliverables for Programme 11.1

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| Establishment and operation of My Aged Care systems and workforce capable of providing aged care information, conducting needs based assessments and making referrals for services. | Expanded functionality of My Aged Care systems and improved assessor training. |
| Aged Care Assessment Programme (ACAP) and Regional Assessment Service organisations training resources reflect current programme operation and enable consistent decision making. | All Aged Care Assessment Programme training reflects the current programme operation model, with six monthly reviews of all training resources to ensure currency is maintained. |

Quantitative Deliverables for Programme 11.1

| **Quantitative Deliverables** | **2014-15**  **Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of calls made to the My Aged Care Contact Centre. | 161,448 | 382,600 | 420,800 | 462,900 | 509,200 |
| Average number of unique visitors per month to the My Aged Care website. | 116,366 | 121,000 | 131,000 | 146,400 | 161,000 |

**Qualitative Key Performance Indicators for Programme 11.1**

| **Qualitative Indicators** | **2015-16 Reference Point or Target** |
| --- | --- |
| ACAP data is maintained to a high level of accuracy and is provided within the specified timeframe by the State and Territory Governments to the Australian Government. | State and Territory Governments successfully upload data files into the Aged Care Data Warehouse in the required timeframe and format with an error rate not exceeding 0.1%. |
| Extent of consumer satisfaction with My Aged Care Contact Centre service. | Maintaining over 90% of surveyed consumers are satisfied with the service provided by My Aged Care Contact Centre[[7]](#footnote-7) during the first year of operation. |
| Extent of consumer satisfaction with My Aged Care website service. | Maintaining over 60% of surveyed consumers satisfied with the service provided by My Aged Care Website[[8]](#footnote-8) during the first year of operation. |
| My Aged Care assessment workforce (Contact Centre, Regional Assessment Service organisations and Aged Care Assessment Teams (ACATs)) to complete mandatory training prior to undertaking screening and assessment through My Aged Care. | 100% of the My Aged Care assessment workforce completes the mandatory training for their screening, assessment or delegate roles. |

Quantitative Key Performance Indicators for Programme 11.1

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Percentage of high priority ACAT assessments completed within 48 hours of referral. | 94.8%[[9]](#footnote-9) | 85% | 85% | 85% | 85% |
| Number of new client registrations. | N/A[[10]](#footnote-10) | 183,800 | 202,200 | 222,400 | 244,700 |
| Number of assessments completed on My Aged Care.[[11]](#footnote-11) | N/A[[12]](#footnote-12) | 459,300 | 505,300 | 555,800 | 611,400 |

Programme 11.2: Home Support

Provide high quality support, at a low intensity on a short-term or on-going basis, or higher intensity services delivered on a short term episodic basis to frail older people (65 years and over or 50 years and over for Aboriginal and Torres Strait Islander people) to maximise their independence at home and in the community for as long as they choose or are able to do so

Support frail older people through the delivery of planned respite activities which allow carers to take a break from their usual caring responsibilities

Qualitative Deliverables for Programme 11.2

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| Continuity of services in programmes being incorporated into the Commonwealth Home Support Programme. | New Commonwealth Home Support Programme Agreements with service providers established by 1 November 2015 to maintain continuity of service. |
| Regular stakeholder consultation on the management of the new Commonwealth Home Support Programme through formal and informal mechanisms. | Timely contact and consultation with key stakeholders. |
| Funding agreements established with providers for the delivery of Commonwealth Home Support Programme services. | New Commonwealth Home Support Programme Agreements with service providers established by 1 November 2015. |

**Quantitative Deliverable for Programme 11.2**

| **Quantitative  Deliverable** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of older people receiving Commonwealth Home Support services. | 530,210[[13]](#footnote-13) | 556,136 | 568,117 | N/A | N/A |

**Qualitative Key Performance Indicator for Programme 11.2**

| **Qualitative Indicator** | **2015-16 Reference Point or Target** |
| --- | --- |
| Commonwealth Home Support services delivered by contracted service providers to support frail older people and their carers to get the services they need to remain at home. | Regular reporting on key milestones from contracted service providers indicate that activities are being implemented according to contractual arrangements. |

**Quantitative Key Performance Indicator for Programme 11.2**

| **Quantitative  Indicator** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** | |
| --- | --- | --- | --- | --- | --- | --- |
| Number of Commonwealth Home Support older clients receiving services as a percentage of the target population. | 88% | ≥87% | ≥87% | TBA | | TBA |

**Programme 11.3: Home Care**

Provide coordinated packages of services tailored to meet individuals’ specific care needs including care services, support services, clinical services and other services to support older people to remain living at home

Qualitative Deliverables for Programme 11.3

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| All Home Care Packages are delivered on a consumer-directed care basis. | All Home Care Packages are transitioned to a consumer-directed care basis by 1 July 2015. |
| Consumers and providers are supported to adopt consumer-directed care approaches. | All consumers and providers have access to information and material to support their adoption of consumer-directed care approaches for Home Care Packages. |

Quantitative Deliverable for Programme 11.3

| **Quantitative  Deliverable** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of new Home Care Packages allocated.[[14]](#footnote-14) | 6,653 | 6,045 | N/A | N/A | N/A |

**Qualitative Key Performance Indicator for Programme 11.3**

| **Qualitative Indicator** | **2015-16 Reference Point or Target** |
| --- | --- |
| Home Care providers continue to deliver services. | All Home Care Packages allocated are operational. |

**Quantitative Key Performance Indicator for Programme 11.3**

| **Quantitative  Indicator** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of operational Home Care Packages at end of financial year.[[15]](#footnote-15) | 72,702 | 78,747 | TBA | TBA | TBA |

Programme 11.4: Residential and Flexible Care

Residential aged care provides a range of care options and accommodation for older people who are unable to continue living independently in their own homes

Flexible care caters to the needs of older people, in either a residential or home care setting, who may require a different approach than that provided through mainstream residential and home care options

Qualitative Deliverables for Programme 11.4

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| Competitive Aged Care Approvals Round. | Competitive Aged Care Approvals Rounds undertaken with outcomes to be announced by April 2016. |
| Expansion of the National Aboriginal and Torres Strait Islander Flexible Aged Care Programme. | Conduct a funding round to expand existing services funded under the National Aboriginal and Torres Strait Islander Flexible Aged Care Programme, with places allocated by 31 May 2016. |

**Quantitative Deliverables for Programme 11.4**

| **Quantitative  Deliverables** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of flexible places available for Aboriginal and Torres Strait Islander peoples through the National Aboriginal and Torres Strait Islander Flexible Aged Care Programme. | 802 | 820[[16]](#footnote-16) | 850 | 850 | 850 |
| Number of operational short-term restorative care places (including transition care places). | 4,000 | 4,000 | 4,200 | 4,475 | 4,825 |

**Qualitative Key Performance Indicators for Programme 11.4**

| **Qualitative Indicators** | **2015-16 Reference Point or Target** |
| --- | --- |
| All new residential Aged Care Places allocated. | All new residential Aged Care Places are allocated by 30 June 2016. |
| All new flexible places for the National Aboriginal and Torres Strait Islander Flexible Aged Care Programme allocated. | All new flexible places for the National Aboriginal and Torres Strait Islander Flexible Aged Care Programme are allocated by 31 May 2016. |

**Quantitative Key Performance Indicators for Programme 11.4**

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of operational Residential Aged care places at end of financial year.[[17]](#footnote-17) | 192,370 | 198,259 | TBA | TBA | TBA |
| Number of operational short-term restorative care places (including transition care places) at end of financial year | 4,000 | 4,000 | 4,200 | 4,475 | 4,825 |
| Number of operational Multi-purpose Services places at end of financial year. | 3,545 | 3,695 | 3,845 | 3,945 | 4,045 |
| Number of places available for Aboriginal and Torres Strait Islander Flexible Aged Care Programme. | 802 | 850 | 850 | 850 | 850 |

Programme 11.5: Workforce and Quality

To ensure the availability of a skilled workforce, empower consumers and ensure high quality of care to recipients of aged care services

Qualitative Deliverables for Programme 11.5

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| Continuing uptake of new models of Community Visitors Scheme. | Increase uptake of new models of Community Visitors Scheme. |
| Timely and effective resolution of complaints through the Aged Care Complaints Scheme.[[18]](#footnote-18) | Majority of complaints are resolved within 90 days, with over 64 per cent finalised at the early resolution stage. |

**Quantitative Deliverables for Programme 11.5**

| **Quantitative  Deliverables** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- |
| Number of annual reviews of Aged Care Funding Instrument funding claims to ensure residents are correctly funded. | 20,587 | 20,000 | 20,000 | 20,000 | 20,000 |
| Percentage of complaints finalised by the Aged care Complaints Scheme within 90 days. | 87% | 80% | 81% | 82% | 82% |
| Percentage of complaints resolved by the Aged Care Complaints Scheme at early resolution. | 81% | 64% | 64% | 64% | 64% |
| Percentage of General Purpose Financial Reports submitted by approved providers reviewed to assess financial risk. | 100% | 100% | 100% | 100% | 100% |
| Percentage of detailed risk assessments completed for residential aged care approved providers assessed as having a financial risk at the highest level. | 100% | 100% | 100% | 100% | 100% |

**Qualitative Key Performance Indicators for Programme 11.5**

| **Qualitative Indicators** | **2015-16 Reference Point or Target** |
| --- | --- |
| Satisfaction with the operation of the Aged Care Complaints Scheme. | Results of satisfaction surveys indicate that the majority of complainants and approved providers responding to the survey are satisfied with the operation of the Complaints Scheme. |
| Extent to which the Department has taken appropriate action against approved providers to address serious non-compliance that threatens the health, welfare or interests of care recipients. | Action taken by the Department is proportionate to the level of risk and in accordance with the *Aged Care Act 1997*. |
| Extent to which the Department has taken appropriate action to identify and respond to provider financial risks where those risks have been assessed as being at the highest level. | Action taken by the Department is proportionate to the level of risk and in accordance with the *Aged Care Act 1997*. |

**Quantitative Key Performance Indicator for Programme 11.5**

| **Quantitative  Indicator** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** | |
| --- | --- | --- | --- | --- | --- | --- |
| Percentage of occasions where the Department has taken appropriate action against approved providers to address serious non-compliance that threatens the health, welfare or interests of care recipients. | 100% | 100% | 100% | 100% | | 100% | |

Programme 11.6: Ageing and Service Improvement

To enable the Australian Government to better support activities that promote healthy and active ageing, to better respond to existing and emerging challenges including dementia care and to better support services targeting Aboriginal and Torres Strait Islander peoples and people from diverse backgrounds

Qualitative Deliverables for Programme 11.6

| **Qualitative Deliverables** | **2015-16 Reference Point or Target** |
| --- | --- |
| Funding will be available under the Dementia and Aged Care Services Fund. | An open grant funding round is advertised in 2016. |
| Activities and projects that improve the lives of people with dementia are delivered, including as part of Severe Behaviour Response Teams. | Continued Government funding of a number of programmes which provide additional support for people with dementia. |
| Projects to support older Aboriginal and Torres Strait Islander people and services that provide care to this group are delivered, including grants of capital assistance. | An open grant funding round is advertised in 2016. |

**Qualitative Key Performance Indicator for Programme 11.6**

| **Qualitative Indicator** | **2015-16 Reference Point or Target** |
| --- | --- |
| Extent of implementation of service system improvement initiatives to better support older people from diverse backgrounds and with special needs. | Continued Government funding of Partners In Culturally Appropriate Care to support and promote understanding of cultural issues and accessibility of services through My Aged Care. |

Quantitative Key Performance Indicators for Programme 11.6

| **Quantitative  Indicators** | **2014-15 Actual** | **2015-16  Target** | **2016-17 Forward  Year 1** | | **2017-18 Forward  Year 2** | **2018-19 Forward  Year 3** |
| --- | --- | --- | --- | --- | --- | --- |
| Number of service episodes delivered by Dementia Behaviour Management Advisory Services clinicians that support aged care staff, healthcare professionals and family carers to improve their care of people with behavioural and psychological symptoms of dementia. | 7,323 | 6,800 | 7,100 | 7,500 | | 7,900 |
| Number of service episodes delivered by Severe Behaviour Response Teams. | N/A[[19]](#footnote-19) | 550[[20]](#footnote-20) | 610 | 640 | | 660 |

## Section 3: Explanatory Tables and Budgeted Financial Statements

### 3.1 Explanatory Tables

#### Estimates of special account flows

Special accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department. The corresponding table in the 2015-16 Health PB Statements is Table 3.1.2.

Table 3.1.1: Estimates of Special Account Flows

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | Outcome | Opening balance **2015-16** *2014-15* $'000 | Appropriation receipts **2015-16** *2014-15* $'000 | Other receipts **2015-16** *2014-15* $'000 | Payments  **2015-16** *2014-15* $'000 | Closing balance **2015-16** *2014-15* $'000 |
| Australian Childhood | 1 | **2,258** | **5,858** | **3,705** | **9,563** | **2,258** |
| Immunisation Register (A) |  | *2,442* | *5,802* | *3,705* | *9,691* | *2,258* |
| Health and Hospitals | 7 | **-** | ***-*** | **54,984** | **54,984** | ***-*** |
| Fund Heath Portfolio1 (A) |  | *-* | *-* | *625,015* | *625,015* | *-* |
| Human Pituitary | 9 | **2,675** | ***-*** | ***-*** | **160** | **2,515** |
| Hormones (A) |  | *2,857* | *-* | *-* | *182* | *2,675* |
| Medical Research Future | 7 | **-** | ***10,000*** | ***-*** | **10,000** | **-** |
| Fund Heath Portfolio (A) |  | *-* | *-* | *-* | *-* | *-* |
| National Industrial |  |  |  |  |  |  |
| Chemicals Notification and | 7 | **10,503** | **3,874** | **15,870** | **19,620** | **10,627** |
| Assessment Scheme (D) |  | *11,069* | *354* | *13,433* | *14,353* | *10,503* |
| Office of Gene | 7 | **7,585** | **7,730** | **176** | **7,906** | **7,585** |
| Technology Regulator (D) |  | *7,042* | *7,814* | *116* | *7,387* | *7,585* |
| Services for Other |  |  |  |  |  |  |
| Entities and Trust | various | **13,849** | **2,070** | **4,521** | **5,920** | **14,520** |
| Moneys (S) |  | *16,246* | *7,340* | *9,731* | *19,468* | *13,849* |
| Sport and Recreation (A) | 10 | **714** | **-** | **407** | **378** | **743** |
|  |  | *5,187* | *-* | *7,439* | *11,912* | *714* |
| Therapeutic Goods | 7 | **61,059** | **4,602** | **136,480** | **139,386** | **62,755** |
| Administration (D) |  | *63,330* | *8,579* | *126,649* | *137,499* | *61,059* |
| **Total Special Accounts** |  |  |  |  |  |  |
| **2015-16 Estimate** |  | **98,643** | **34,134** | **216,143** | **247,917** | **101,003** |
| *Total Special Accounts* |  |  |  |  |  |  |
| *2014-15 Actual* |  | *108,173* | *29,889* | *786,088* | *825,507* | *98,643* |

= Administered; (D) = Departmental; (S) = Special Public Money.

1The Health and Hospitals Fund Health Portfolio Special Account has ceased in October 2015.

### 3.2 Budgeted Financial Statements

Departmental

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

*2015 Administrative Arrangements Order (AAO) changes*

The estimates in 2015-16 reflect a part year effect of the Ageing and Aged Care functions transferred from the Department of Social Services, and of the Medicare Provider Compliance function transferred from the Department of Human Services as a result of the AAO changes. Full year financial impacts are reflected in the outyears with the exception of the transfers of assets and liabilities which are being finalised.

Comprehensive Income Statement

The Department is anticipating a break-even position net of unfunded depreciation in the current and forward years.

Measures affecting the departmental appropriation are provided in Table 1.2, and other variations since Budget 2015-16 are provided in the variation tables for each outcome and the cross outcome variations in Table 2.

The department conducts an annual review of the carrying value and useful lives of non-current assets. Depreciation and amortisation estimates may vary as a result of that review.

Balance Sheet

The 30 June 2015 balance sheet reflects assets and liabilities prior to the AAO changes referred to above. The changes in the current and outyears reflect the partial impact of the AAO changes as mentioned above which will be better quantified by the next Budget.

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 investments in property, plant and equipment and intangibles.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | 373,865 | 523,712 | 559,443 | 552,623 | 563,285 |
| Supplier | 252,073 | 238,156 | 233,744 | 232,900 | 226,803 |
| Depreciation and amortisation | 43,953 | 30,488 | 20,739 | 19,408 | 19,439 |
| Write-down and impairment of |  |  |  |  |  |
| assets | 3,268 | 252 | - | - | - |
| Other expenses | 11,531 | 2,856 | 2,910 | 2,965 | 3,022 |
| **Total expenses** | **684,690** | **795,464** | **816,836** | **807,896** | **812,549** |
| **LESS:** |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering |  |  |  |  |  |
| of services | 165,362 | 164,302 | 166,957 | 167,881 | 170,607 |
| Interest | - | - | 2,154 | 2,154 | 2,154 |
| Other revenue | 2,226 | 15,004 | 15,291 | 15,578 | 15,871 |
| **Total revenue** | **167,588** | **179,306** | **184,402** | **185,613** | **188,632** |
| **Gains** |  |  |  |  |  |
| Sale of assets | - | - | - | - | - |
| Other gains | 3 | 1,070 | 984 | 984 | 984 |
| **Total gains** | **3** | **1,070** | **984** | **984** | **984** |
| **Total own-source income** | **167,591** | **180,376** | **185,386** | **186,597** | **189,616** |
| **Net cost of (contribution by)** |  |  |  |  |  |
| **services** | **517,099** | **615,088** | **631,450** | **621,299** | **622,933** |
| Revenue from Government | 479,885 | 590,402 | 619,116 | 612,003 | 613,606 |
| **Surplus (Deficit)** | **(37,214)** | **(24,686)** | **(12,334)** | **(9,296)** | **(9,327)** |
| **Surplus (Deficit) attributable to** |  |  |  |  |  |
| **the Australian Government** | **(37,214)** | **(24,686)** | **(12,334)** | **(9,296)** | **(9,327)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation |  |  |  |  |  |
| reserves | 16,395 | **-** | - | - | - |
| **Total other comprehensive** |  |  |  |  |  |
| **income** | **16,395** | **-** | **-** | **-** | **-** |
| **Total comprehensive income** |  |  |  |  |  |
| **attributable to the** |  |  |  |  |  |
| **Australian Government** | **(20,819)** | **(24,686)** | **(12,334)** | **(9,296)** | **(9,327)** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **Total comprehensive income** |  |  |  |  |  |
| **(loss) attributable to the** |  |  |  |  |  |
| **Australian Government** | **(20,819)** | **(24,686)** | **(12,334)** | **(9,296)** | **(9,327)** |
| plus non-appropriated expenses |  |  |  |  |  |
| depreciation and amortisation |  |  |  |  |  |
| expenses | 38,016 | **24,686** | 12,334 | 9,296 | 9,327 |
| **Total comprehensive income** |  |  |  |  |  |
| **(loss) attributable to the agency** | **17,197** | **-** | **-** | **-** | **-** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 79,631 | 81,451 | 78,974 | 82,207 | 87,169 |
| Receivables | 126,017 | 115,910 | 118,372 | 118,620 | 117,373 |
| Other financial assets | 257 | 6,257 | 6,257 | 6,257 | 6,257 |
| **Total financial assets** | **205,905** | **203,618** | **203,603** | **207,084** | **210,799** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 53,027 | 50,539 | 54,502 | 54,264 | 51,093 |
| Property, plant and |  |  |  |  |  |
| equipment | 7,065 | 9,068 | 13,632 | 13,708 | 13,185 |
| Intangibles | 91,405 | 126,001 | 140,916 | 144,227 | 144,688 |
| Other | 3,804 | 3,804 | 3,804 | 3,804 | 3,804 |
| **Total non-financial assets** | **155,301** | **189,412** | **212,854** | **216,003** | **212,770** |
| Asset held for sale | 9,131 | **-** | **-** | **-** | **-** |
| **Total assets** | **370,337** | **393,030** | **416,457** | **423,087** | **423,569** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 86,758 | 59,359 | 59,359 | 59,359 | 59,359 |
| Other payables | 51,409 | 49,093 | 54,396 | 53,336 | 52,089 |
| **Total payables** | **138,167** | **108,452** | **113,755** | **112,695** | **111,448** |
| **Provisions** |  |  |  |  |  |
| Employees | 115,972 | 146,438 | 145,299 | 146,607 | 146,607 |
| Other provisions | 22,017 | 24,181 | 24,181 | 24,181 | 24,181 |
| **Total provisions** | **137,989** | **170,619** | **169,480** | **170,788** | **170,788** |
| **Total liabilities** | **276,156** | **279,071** | **283,235** | **283,483** | **282,236** |
| **Net Assets** | **94,181** | **113,959** | **133,222** | **139,604** | **141,333** |
| **EQUITY** |  |  |  |  |  |
| Contributed equity | 217,325 | 261,789 | 288,580 | 304,258 | 315,314 |
| Reserves | 30,507 | 30,507 | 30,507 | 30,507 | 30,507 |
| Retained surpluses or |  |  |  |  |  |
| accumulated deficits | (153,651) | (178,337) | (185,865) | (195,161) | (204,488) |
| **Total equity** | **94,181** | **113,959** | **133,222** | **139,604** | **141,333** |

Table 3.2.3: Departmental Statement of Changes in Equity — summary of movement (2015-16)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Retained earnings** $'000 | **Asset revaluation reserve** $'000 | **Other reserves** $'000 | **Contributed equity/ capital** $'000 | **Total equity** $'000 |
| **Opening balance as at 1 July 2015** |  |  |  |  |  |
| Balance carried forward from |  |  |  |  |  |
| previous period | (153,651) | 30,507 | - | 217,325 | **94,181** |
| Net operating result | (24,686) | - | - | - | **(24,686)** |
| Appropriation (equity injection) | - | - | - | 32,290 | **32,290** |
| Capital budget - Bill 1 (DCB) | - | - | - | 12,174 | **12,174** |
| **Estimated closing balance** |  |  |  |  |  |
| **as at 30 June 2016** | **(178,337)** | **30,507** | **-** | **261,789** | **113,959** |

DCB = Departmental Capital Budget.

Table 3.2.4: Budgeted Departmental Statement of Cash Flows

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Goods and services | 210,257 | 219,169 | 166,957 | 167,881 | 170,607 |
| Appropriations | 545,728 | 665,216 | 697,607 | 690,640 | 690,898 |
| Interest | - | - | 2,154 | 2,154 | 2,154 |
| Net GST received | 24,518 | 22,946 | 20,310 | 20,510 | 20,570 |
| Other cash received | 1,176 | 176 | 15,291 | 15,578 | 15,871 |
| **Total cash received** | **781,679** | **907,507** | **902,319** | **896,763** | **900,100** |
| **Cash used** |  |  |  |  |  |
| Employees | 372,598 | 502,749 | 561,879 | 553,231 | 565,383 |
| Suppliers | 318,939 | 295,491 | 230,712 | 229,965 | 223,821 |
| Net GST paid | - | 20,113 | 20,310 | 20,510 | 20,570 |
| Other | 69,808 | 76,558 | 76,147 | 79,980 | 77,192 |
| Cash to the Official Public |  |  |  |  |  |
| Account | 11,531 | 6,046 | 2,910 | 2,965 | 3,022 |
| **Total cash used** | **772,876** | **900,957** | **891,958** | **886,651** | **889,988** |
| **Net cash from (or used by)** |  |  |  |  |  |
| **operating activities** | **8,803** | **6,550** | **10,361** | **10,112** | **10,112** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Sale of property, plant |  |  |  |  |  |
| and equipment | - | 9,206 | - | - | - |
| **Total cash received** | **-** | **9,206** | **-** | **-** | **-** |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant |  |  |  |  |  |
| and equipment | 30,136 | 46,470 | 39,629 | 22,557 | 16,206 |
| **Total cash used** | **30,136** | **46,470** | **39,629** | **22,557** | **16,206** |
| **Net cash from (or used by)** |  |  |  |  |  |
| **investing activities** | **(30,136)** | **(37,264)** | **(39,629)** | **(22,557)** | **(16,206)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Appropriations - contributed |  |  |  |  |  |
| equity | 17,972 | 32,534 | 26,791 | 15,678 | 11,056 |
| **Total cash received** | **17,972** | **32,534** | **26,791** | **15,678** | **11,056** |
| **Net cash from (or used by)** |  |  |  |  |  |
| **financing activities** | **17,972** | **32,534** | **26,791** | **15,678** | **11,056** |
| **Net increase (or decrease)** |  |  |  |  |  |
| **in cash held** | **(3,361)** | **1,820** | **(2,477)** | **3,233** | **4,962** |
| Cash and cash equivalents at the |  |  |  |  |  |
| beginning of the reporting period | 82,992 | 79,631 | 81,451 | 78,974 | 82,207 |
| **Cash and cash equivalents at the** |  |  |  |  |  |
| **end of the reporting period** | **79,631** | **81,451** | **78,974** | **82,207** | **87,169** |

Table 3.2.5: Departmental Capital Budget Statement

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Equity injections - Bill 2 | 8,820 | 32,290 | 18,049 | 1,866 | 1,866 |
| Capital budget - Bill 1 (DCB)1 | 6,028 | 12,174 | 8,742 | 13,812 | 9,190 |
| **Total capital appropriations** | **14,848** | **44,464** | **26,791** | **15,678** | **11,056** |
| **Total new capital appropriations** |  |  |  |  |  |
| **represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | 14,848 | 44,464 | 26,791 | 15,678 | 11,056 |
| Other |  | - | - | - | - |
| **Total items** | **14,848** | **44,464** | **26,791** | **15,678** | **11,056** |
| **PURCHASE OF NON-FINANCIAL** |  |  |  |  |  |
| **ASSETS** |  |  |  |  |  |
| Funded by capital appropriations | 15,982 | 37,989 | 18,049 | 1,866 | 1,866 |
| Funded by capital |  |  |  |  |  |
| appropriation - DCB1 | 1,563 | 12,174 | 8,742 | 13,812 | 9,190 |
| Funded internally from |  |  |  |  |  |
| Departmental resources2 | 12,163 | 9,971 | 11,382 | 6,879 | 5,150 |
| Funded by Finance Leases | - | - | 4,552 | - | - |
| **Total acquisitions of** |  |  |  |  |  |
| **non-financial assets** | **29,708** | **60,134** | **42,725** | **22,557** | **16,206** |
| **RECONCILIATION OF CASH USED** | | | | | |
| **TO ACQUIRE ASSETS TO** |  |  |  |  |  |
| **ASSET MOVEMENT TABLE** | |  |  |  |  |
| **Total purchases** | **30,136** | **46,470** | **39,629** | **22,557** | **16,206** |
| **Total cash used to acquire** |  |  |  |  |  |
| **assets** | **30,136** | **46,470** | **39,629** | **22,557** | **16,206** |

1Does not include annual finance lease costs. Include purchase from current and previous years Departmental Capital Budgets (DCB).

2Includes the following sources of funding:

-annual and prior year appropriations;

-donations and contributions;

-gifts;

-finance leases;

-internally developed assets;

-section 74 PGPA Act relevant entity receipts; and

-proceeds from the sale of assets.

Table 3.2.6: Statement of Asset Movements (2015-16)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Land & buildings** $'000 | **Other Property plant & equipment** $'000 | **Intangibles** $'000 | **Total** $'000 |
| **As at 1 July 2015** |  |  |  |  |
| Gross book value | 53,194 | 7,087 | 199,937 | **260,218** |
| Accumulated depreciation/amortisation |  |  |  |  |
| and impairment | (167) | (22) | (108,532) | **(108,721)** |
| **Opening net book balance** | **53,027** | **7,065** | **91,405** | **151,497** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on new or** |  |  |  |  |
| **replacement assets** |  |  |  |  |
| By purchase | 2,800 | 3,927 | 57,872 | **64,599** |
| **Sub-total** | **2,800** | **3,927** | **57,872** | **64,599** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | (5,288) | (1,924) | (23,276) | **(30,488)** |
| **Sub-total** | **(5,288)** | **(1,924)** | **(23,276)** | **(30,488)** |
| **As at 30 June 2016** |  |  |  |  |
| Gross book value | 55,994 | 11,014 | 257,809 | **324,817** |
| Accumulated depreciation/amortisation, |  |  |  |  |
| impairment and equity restructure | (5,455) | (1,946) | (131,808) | **(139,209)** |
| **Closing net book balance** | **50,539** | **9,068** | **126,001** | **185,608** |

Administered

Major estimate changes

The Ageing and Aged Care functions were transferred from the Department of Social Services as a result of revised Administrative Arrangements Orders of 30 September 2015 and revenues and expenses have been revised to include this transfer (where 2015-16 reflects a part year effect and 2016-17 and forward years provides the full year estimates).

The Private Health Insurance Administration Council (PHIAC) merged with the Australian Prudential Regulation Authority (APRA) effective 1 July 2016. Health no longer receives receipts or makes payments for the risk equalisation trust fund and these estimates have been removed from the estimates.

The Health and Hospitals Fund Special Account ceased in October 2015 and was replaced by a Special Appropriation under the *Health Insurance Act 1973*. Payments to state and territory governments are now paid through the COAG Reform Fund by the Department of Treasury.

Schedule of Budgeted Income and Expense

Revenue estimates include pharmaceutical and Medicare recoveries and medical indemnity levies.

Personal Benefits expenses include the Pharmaceutical Benefits Scheme, Medicare, Dental Benefits and the Private Health Insurance Rebate. Estimated expenses grow over the forward estimates due to anticipated growth in price and demand. Subsidies mainly include payments for the Ageing and Aged Care functions.

Write down and impairment of assets provide for 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 30 June 2016 projected balance sheet reflects assets and liabilities incorporating the major changes referred to above including the addition of receivables for concessional loans provided to aged care providers.

Investments include the investment in Portfolio bodies and these will reduce with the cessation of the Independent Hospital Pricing Authority and the National Health Performance Authority and the merger of PHIAC with APRA.

Personal Benefit liabilities are expected to grow consistent with the growth in prices and demand as referred to above.

**Schedule of Administered Capital Budget**

Capital includes amounts provided for the replenishment and enhancement of the medical stockpile and intangible assets. New capital appropriations include $250 million over two years from 2015-16 for investments of the Biomedical Translation Fund.

Cash Flow

Cash flows are consistent with projected income and expense, capital injections from Government and investments in inventory.

Table 3.2.7: Schedule of Budgeted Income and Expenses Administered on Behalf of Government

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **INCOME ADMINISTERED ON** |  |  |  |  |  |
| **BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| **Taxation** |  |  |  |  |  |
| Other taxes, fees and fines | 16,906 | 26,036 | 26,036 | 26,036 | 26,036 |
| **Total taxation** | **16,906** | **26,036** | **26,036** | **26,036** | **26,036** |
| **Non-taxation** |  |  |  |  |  |
| Interest | - | 5,839 | 8,847 | 10,161 | 9,902 |
| Other sources of non-taxation | |  |  |  |  |
| revenues | 2,156,062 | 1,071,147 | 1,638,455 | 1,762,905 | 1,908,174 |
| **Total non-taxation** | **2,156,062** | **1,076,986** | **1,647,302** | **1,773,066** | **1,918,076** |
| **Total revenues administered** | |  |  |  |  |
| **on behalf of Government** | **2,172,968** | **1,103,022** | **1,673,338** | **1,799,102** | **1,944,112** |
| **Total income administered** |  |  |  |  |  |
| **on behalf of Government** | **2,172,968** | **1,103,022** | **1,673,338** | **1,799,102** | **1,944,112** |
| **EXPENSES ADMINISTERED ON** |  |  |  |  |  |
| **BEHALF OF GOVERNMENT** |  |  |  |  |  |
| Suppliers | 453,604 | 506,518 | 520,239 | 516,101 | 495,554 |
| Grants | 5,412,211 | 6,382,314 | 7,953,987 | 8,201,852 | 8,758,086 |
| Subsidies | 126,703 | 8,902,482 | 12,671,041 | 13,537,737 | 14,596,011 |
| Personal benefits | 36,560,965 | 38,649,760 | 39,687,372 | 41,104,876 | 43,098,527 |
| Depreciation and amortisation | 19,272 | 19,272 | 19,271 | 963 | 963 |
| Write down and impairment |  |  |  |  |  |
| of assets | 3,858 | 105,379 | 17,577 | 28,276 | 20,796 |
| Concessional loan discount | - | 4,702 | 13,313 | 2,583 | - |
| Corporate entity payment item | 300,847 | 346,502 | 283,847 | 246,253 | 247,830 |
| Other expenses | 450,900 | - | - | - | - |
| **Total expenses administered** |  |  |  |  |  |
| **on behalf of Government** | **43,328,360** | **54,916,929** | **61,166,647** | **63,638,641** | **67,217,767** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **ASSETS ADMINISTERED ON** |  |  |  |  |  |
| **BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 336,648 | 336,648 | 336,648 | 336,648 | 336,648 |
| Receivables | 320,362 | 843,308 | 918,515 | 932,097 | 939,981 |
| Investments | 390,024 | 512,249 | 596,242 | 596,242 | 596,242 |
| **Total financial assets** | **1,047,034** | **1,692,205** | **1,851,405** | **1,864,987** | **1,872,871** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 24,468 | 23,505 | 22,542 | 21,579 | 20,616 |
| Inventories | 210,005 | 111,550 | 119,510 | 91,234 | 70,438 |
| Intangibles | 36,617 | 43,125 | 35,406 | 35,406 | 35,406 |
| **Total non-financial assets** | **271,090** | **178,180** | **177,458** | **148,219** | **126,460** |
| **Total assets administered** |  |  |  |  |  |
| **on behalf of Government** | **1,318,124** | **1,870,385** | **2,028,863** | **2,013,206** | **1,999,331** |
| **LIABILITIES ADMINISTERED ON** |  |  |  |  |  |
| **BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 7,110 | 7,110 | 7,110 | 7,110 | 7,110 |
| Subsidies | 2,708 | 154,334 | 153,048 | 151,762 | 150,476 |
| Personal benefits | 915,091 | 961,446 | 1,017,205 | 1,092,887 | 1,189,126 |
| Grants | 375,162 | 370,716 | 369,505 | 369,304 | 369,098 |
| **Total payables** | **1,300,071** | **1,493,606** | **1,546,868** | **1,621,063** | **1,715,810** |
| **Provisions** |  |  |  |  |  |
| Personal benefits | 1,011,494 | 1,011,494 | 1,011,494 | 1,011,494 | 1,011,494 |
| Subsidies | 413,000 | 422,511 | 433,120 | 446,672 | 461,288 |
| **Total provisions** | **1,424,494** | **1,434,005** | **1,444,614** | **1,458,166** | **1,472,782** |
|  |  |  |  |  |  |
| **Total liabilities administered** |  |  |  |  |  |
| **on behalf of Government** | **2,724,565** | **2,927,611** | **2,991,482** | **3,079,229** | **3,188,592** |

Table 3.2.9: Schedule of Budgeted Administered Cash Flows

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Interest | - | 5,839 | 8,847 | 10,161 | 9,902 |
| Taxes | 16,906 | 26,036 | 26,036 | 26,036 | 26,036 |
| Net GST received | 315,084 | 418,981 | 419,578 | 443,575 | 457,373 |
| Nation Building Fund |  |  |  |  |  |
| receipts | 716,916 | 54,984 | - | - | - |
| Medical Research |  |  |  |  |  |
| Future Fund receipts | - | 10,000 | 50,876 | 121,565 | 214,913 |
| PHIAC receipts | 445,538 | - | - | - | - |
| Other | 1,021,618 | 848,165 | 1,539,781 | 1,607,018 | 1,647,835 |
| **Total cash received** | **2,516,062** | **1,364,005** | **2,045,118** | **2,208,355** | **2,356,059** |
| **Cash used** |  |  |  |  |  |
| Grant payments | 5,642,752 | 6,391,324 | 7,963,330 | 8,212,143 | 8,534,357 |
| Subsidies paid | 108,669 | 8,886,543 | 12,650,265 | 13,511,853 | 14,568,819 |
| Personal benefits | 36,497,460 | 38,603,405 | 39,631,612 | 41,029,195 | 43,002,287 |
| Suppliers | 462,230 | 513,442 | 545,776 | 516,101 | 495,554 |
| Payments to Corporate | |  |  |  |  |
| Entities | 300,847 | 346,502 | 283,847 | 246,253 | 247,830 |
| Net GST paid | - | 418,981 | 419,578 | 443,575 | 457,373 |
| Other | 445,538 | - | - | - | - |
| **Total cash used** | **43,457,496** | **55,160,197** | **61,494,408** | **63,959,120** | **67,306,220** |
| **Net cash from (or used by)** | |  |  |  |  |
| **operating activities** | **(40,941,434)** | **(53,796,192)** | **(59,449,290)** | **(61,750,765)** | **(64,950,161)** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Repayment of |  |  |  |  |  |
| advances | - | 18,953 | 26,318 | 32,409 | 37,547 |
| **Total cash received** | **-** | **18,953** | **26,318** | **32,409** | **37,547** |
| **Cash used** |  |  |  |  |  |
| Advances made | - | 68,451 | 67,040 | 14,252 | - |
| Purchase of PP&E | - | 24,817 | 10,589 | - | - |
| Purchase of Investment | | 125,000 | 125,000 | - | - |
| **Total cash used** | **-** | **218,268** | **202,629** | **14,252** | **-** |
| **Net cash from (or used by)** | |  |  |  |  |
| **investing activities** | **-** | **(199,315)** | **(176,311)** | **18,157** | **37,547** |

Table 3.2.9: Schedule of Budgeted Administered Cash Flows (cont.)

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **Net increase (or decrease)** | |  |  |  |  |
| **in cash held** | **(40,941,434)** | **(53,995,507)** | **(59,625,601)** | **(61,732,608)** | **(64,912,614)** |
| Cash at beginning of the | |  |  |  |  |
| reporting period | 13,254 | 336,648 | 336,648 | 336,648 | 336,648 |
| Cash from Official Public | |  |  |  |  |
| Account for: |  |  |  |  |  |
| - appropriations | 42,726,816 | 54,737,243 | 61,064,912 | 63,407,687 | 66,633,389 |
| - special accounts | 5,345 | - | - | - | - |
| - capital injections | 3,713 | 156,741 | 161,126 | - | - |
| - GST appropriations | 328,505 | 418,981 | 419,578 | 443,575 | 457,373 |
| **Total cash from Official** | |  |  |  |  |
| **Public Account** | **43,064,379** | **55,312,965** | **61,645,616** | **63,851,262** | **67,090,762** |
|  |  |  |  |  |  |
| **Cash to the Official Public** | |  |  |  |  |
| **Account:** |  |  |  |  |  |
| - special accounts | 5,345 | 29 | - | - | - |
| - PHIAC levies | 445,538 | - | - | - | - |
| - GST appropriation | 318,861 | 418,981 | 419,578 | 443,575 | 457,373 |
| - other | 1,029,807 | 898,448 | 1,600,437 | 1,675,079 | 1,720,775 |
| **Total cash to Official** | |  |  |  |  |
| **Public Account** | **1,799,551** | **1,317,458** | **2,020,015** | **2,118,654** | **2,178,148** |
| **Cash at end of reporting** |  |  |  |  |  |
| **period** | **336,648** | **336,648** | **336,648** | **336,648** | **336,648** |

Table 3.2.10: Schedule of Administered Capital Budget

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Actual  2014-15** $'000 | **Revised budget 2015-16** $'000 | **Forward estimate 2016-17** $'000 | **Forward estimate 2017-18** $'000 | **Forward estimate 2018-19** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Administered assets | 3,713 | 156,741 | 161,126 | - | - |
| Total loans | - | - | - | - | - |
| **Total capital appropriations** | **3,713** | **156,741** | **161,126** | **-** | **-** |
| **Total new capital appropriations** |  |  |  |  |  |
| **represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | 3,713 | 156,741 | 161,126 | - | - |
| **Total items** | **3,713** | **156,741** | **161,126** | **-** | **-** |
| **ACQUISITION OF NON-FINANCIAL** |  |  |  |  |  |
| **ASSETS** |  |  |  |  |  |
| Funded by capital appropriations | 3,713 | 156,741 | 161,126 | - | - |
| **Total acquisition of** |  |  |  |  |  |
| **non-financial assets** | **3,713** | **156,741** | **161,126** | **-** | **-** |

Table 3.2.11: Statement of Administered Asset Movements (2015-16)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Land $'000** | **Buildings $'000** | **Intangibles $'000** | **Total $'000** |
| **As at 1 July 2015** |  |  |  |  |
| Gross book value | 1,895 | 23,536 | 91,544 | **116,975** |
| Accumulated depreciation/amortisation |  |  |  |  |
| and impairment | - | (963) | (54,927) | **(55,890)** |
| **Opening net book balance** | **1,895** | **22,573** | **36,617** | **61,085** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on** |  |  |  |  |
| **new or replacement assets** |  |  |  |  |
| By purchase or internally developed | - | - | 24,817 | **24,817** |
| **Sub-total** | **-** | **-** | **24,817** | **24,817** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | - | (963) | (18,309) | **(19,272)** |
| Disposals | - | - | - | **-** |
| Writedowns | - | - | - | **-** |
| **As at 30 June 2016** |  |  |  |  |
| Gross book value | 1,895 | 23,536 | 116,361 | **141,792** |
| Accumulated depreciation/amortisation |  |  |  |  |
| and impairment | - | (1,926) | (73,236) | **(75,162)** |
| **Closing net book balance** | **1,895** | **21,610** | **43,125** | **66,630** |

1Proceeds may be returned to the OPA.

## 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 a department 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 *Public Governance, Performance and Accountability Act 2013.* |
| **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) — section 51 withholdings – administrative quarantines+/- Machinery of Government transfers. |
| **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. See also cross-Portfolio budget measure**.** |
| **Capital expenditure** | Expenditure by an entity on non-financial assets, for example purchasing a building. |
| **Cross-Portfolio Budget measure** | This is a Budget measure which affects outcomes administered in a number of Portfolios. |
| **Capital Budget Statement** | A statement of the entities estimated capital funding, through Appropriation Act No. 1 Departmental Capital Budget funding or Appropriation Act No. 2 equity injection funding and the entities estimated expenditures on non-financial assets. |
| **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. |
| **Departmental Capital Budget** | 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. |
| **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 lengths 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, *Property, Plant and Equipment* 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. |
| PGPA Act | *Public Governance, Performance and Accountability Act 2013*  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. |
| **Performance indicators** | A concise list of indicators, which are used to measure entity effectiveness in achieving the Government’s outcomes. Indicators must be measurable, but may be qualitative or quantitative. Indicators in the Portfolio Budget Statement (PB Statements) are reported in the Annual Report for the same year. Outcomes are generally measured by performance indicators relating to effectiveness and equity, but may include efficiency and access indicators. |
| **Portfolio Budget Statements** | Statements prepared by Portfolios to explain the Budget appropriations in terms of outcomes and programmes. |

|  |  |
| --- | --- |
| **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’. |
| **Programmes** | Commonwealth programmes 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 were required to report to Parliament by programme. |
| **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 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. |

1. This is the average across all PBS prescriptions, including under co-payment prescriptions. [↑](#footnote-ref-1)
2. This is the average across all PBS prescriptions, including under co-payment prescriptions. [↑](#footnote-ref-2)
3. The current NDSS Agreement expires on 30 June 2016. Future targets will depend on negotiated NDSS arrangements for the future. [↑](#footnote-ref-3)
4. The current NDSS Agreement expires on 30 June 2016. Future targets will depend on negotiated NDSS arrangements for the future. [↑](#footnote-ref-4)
5. The 2015-16 target has been amended to reflect that the Health Peak and Advisory Bodies Programme has been established and a range of peak organisations will receive funding from 1 January 2016. [↑](#footnote-ref-5)
6. Outcome 11 moved from the Department of Social Services to the Department of Health due to Machinery of Government changes. Deliverable and key performance indicators have been revised to incorporate targets. [↑](#footnote-ref-6)
7. HealthDirect Australia Contact Centre and Website Customer Satisfaction Survey Report. [↑](#footnote-ref-7)
8. HealthDirect Australia Contact Centre and Website Customer Satisfaction Survey Report. [↑](#footnote-ref-8)
9. The data for 2014-15 was extracted from the Ageing and Aged Care Data Warehouse in July 2015 from preliminary data. Future extracts of this data may change and thus alter final numbers. [↑](#footnote-ref-9)
10. New indicator for My Aged Care function which commenced 1 July 2015. [↑](#footnote-ref-10)
11. Includes ACAT and Regional Assessment Service organisation assessments. [↑](#footnote-ref-11)
12. New indicator for My Aged Care function which commenced 1 July 2015. Includes ACAT and Regional Assessment Service organisation assessments. [↑](#footnote-ref-12)
13. 530,210 sourced from 2014-15 HACC Bulletin. The number excludes VIC and WA older people. [↑](#footnote-ref-13)
14. As part of the aged care reforms announced by the Government in the 2015-16 Budget, from 2016-17, home care packages will no longer be allocated to providers through the Aged Care Approvals Round. [↑](#footnote-ref-14)
15. The total number of Home Care Packages each year is determined following the previous year’s stocktake of places. [↑](#footnote-ref-15)
16. The projected number of places has been amended from 850 to 820 as the original figure included places for a new service being established in Nhulunbuy, NT. This service is now expected to be established in late 2017. [↑](#footnote-ref-16)
17. The total number of Residential Aged care places each year is determined following the previous year’s stocktake of places. [↑](#footnote-ref-17)
18. As of 1 January 2016, the Aged Care Complaints Scheme transferred to the new Aged Care Complaints Commissioner. [↑](#footnote-ref-18)
19. This is a recently implemented initiative and has no target information for 2014-15. [↑](#footnote-ref-19)
20. 2015-16 and Forward Year figures were based on the estimated number of people in Commonwealth funded aged care facilities experiencing severe behavioural and psychological symptoms of dementia rather than the number of service episodes expected to be delivered by the Severe Behaviour Response Teams. The figures have been adjusted to align with actual referral patterns since the commencement of the programme. [↑](#footnote-ref-20)