Portfolio Additional Estimates Statements 2018-19

Health Portfolio

Explanations of Additional Estimates 2018-19

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Letter of Transmittal

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User Guide  
to the  
Portfolio Additional  
Estimates Statements

# User Guide

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

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (No. 3 and No. 4) and Appropriation (Parliamentary Departments) Bill (No. 2) 2018-19. 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 2018-19* (MYEFO) is a mid-year budget report which provides updated information to allow the assessment of the Government’s fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the Portfolio.

# Abbreviations and conventions

The following notations may be used:

NEC/nec not elsewhere classified

- nil

.. not zero, but rounded to zero

na not applicable (unless otherwise specified)

nfp not for publication

$m $ million

$b $ billion

p split across outcomes

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

# Enquiries

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

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

## Structure of the Portfolio Additional Estimates Statements

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

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

**Portfolio Overview**

**Health Portfolio Overview**

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

Since the 2018-19 Budget the Australian Government has continued to implement initiatives to support an improved health system that will deliver better health outcomes and access to care for all Australians.

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

Ministerial Changes

On 28 August 2018, the Prime Minister, the Hon Scott Morrison MP’s new Ministry was sworn in. The Hon Greg Hunt MP Hunt continued in his role as Minister for Health. Senator the Hon Bridget McKenzie was appointed as Minister for Regional Services, Sport, Decentralisation and Local Government. The Hon Ken Wyatt AM, MP continued as Minister for Indigenous Affairs, and was appointed Minister for Senior Australians and Aged Care, reflecting the Government’s broader  
whole-of-government approach to advancing the interests of senior Australians.

Portfolio Structure

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

The Aged Care Quality and Safety Commission (ACQSC) was established on 1 January  2019. The ACQSC integrates and streamlines the roles of the Aged Care Complaints Commissioner and the Australian Aged Care Quality Agency. From January 2020, the ACQSC will also incorporate the Department of Health’s aged care compliance responsibilities.

The Australian Aged Care Quality Agency has been closed and the position of Aged Care Complaints Commissioner has been abolished.

**Figure 1: Health Portfolio Structure and Outcomes**

| **The Hon Greg Hunt MP**  Minister for Health  **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 1, 2, 4, 5 and 6  *Entities:*  ACSQHC, AIHW, Australian Digital Health Agency, Cancer Australia, IHPA, NHFB, NHMRC, NMHC and PSR | **Senator the Hon  Bridget** **McKenzie**  Minister for Regional Services  Minister for Sport  Minister for Local Government and Decentralisation  **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 2 and 3  *Entities:*  ARPANSA, ASADA, ASC, ASF, FSANZ and NBA | **The Hon Ken Wyatt AM, MP**  Minister for Indigenous Health  Minister for Senior Australians and Aged Care    **Portfolio Responsibilities**  *Department of Health:*  Outcomes: 1, 2, 4 and 6  *Entities:*  ACQSC and OTA |
| --- | --- | --- |

**Department of Health**

**Glenys Beauchamp PSM**, Secretary

| **Outcome 1. Health System Policy, Design and Innovation**  Australia’s health system is better equipped to meet current and future health needs by applying research, evaluation, innovation, and use of data to develop and implement integrated, evidence-based health policies, and through support for sustainable funding for health infrastructure.  **Outcome 2. Health Access and Support Services**  Support for sustainable funding for public hospital services and improved access to high quality, comprehensive and coordinated preventive, primary and mental health care for all Australians, with a focus on those with complex health care needs and those living in regional, rural and remote areas, including through access to a skilled health workforce.  **Outcome 3. Sport and Recreation**  Improved opportunities for community participation in sport and recreation, excellence in high-performance athletes, and protecting the integrity of sport through investment in sport infrastructure, coordination of Commonwealth involvement in major sporting events, and research and international cooperation on sport issues. | **Outcome 4. Individual Health Benefits**  Access to cost-effective medicines, medical, dental and hearing services, and improved choice in health services, including through the Pharmaceutical Benefits Scheme, Medicare, targeted assistance strategies and private health insurance.  **Outcome 5. Regulation, Safety and Protection**  Protection of the health and safety of the Australian community and preparedness to respond to national health emergencies and risks, including through immunisation, initiatives, and regulation of therapeutic goods, chemicals, gene technology, and blood and organ products.  **Outcome 6. Ageing and Aged Care**  Improved wellbeing for older Australians through targeted support, access to quality care and related information services. |
| --- | --- |

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

| **Aged Care Quality and Safety Commission**  **Janet Anderson** Commissioner  **Outcome 1**.Protect and enhance the safety, health, wellbeing and quality of life of aged care consumers, including through effective engagement with them, regulation and education of Commonwealth-funded aged care service providers and resolution of aged care complaints.  **Australian Commission on Safety and Quality in Health Care**  **Adjunct Professor Debora Picone AM** Chief Executive Officer  **Outcome 1**. Improved safety and quality in health care across the health system, including through the development, support for implementation, and monitoring of national clinical safety and quality guidelines and standards.  **Australian Digital Health Agency**  **Tim Kelsey** Chief Executive Officer  **Outcome 1**. To deliver national digital healthcare systems to enable and support improvement in health outcomes for Australians.  **Australian Institute of Health and Welfare**  **Barry Sandison** Director  **Outcome 1**. A robust evidence-base for the health, housing and community sectors, including through developing and disseminating comparable health and welfare information and statistics.  **Australian Radiation Protection and Nuclear Safety Agency**  **Dr Carl-Magnus Larsson** Chief Executive Officer  **Outcome 1**. Protection of people and the environment through radiation protection and nuclear safety research, policy, advice, codes, standards, services and regulation.  **Australian Sports Anti-Doping Authority**  **David Sharpe** Chief Executive Officer  **Outcome 1**. Protection of the health of athletes and the integrity of Australian sport including through engagement, deterrence, detection and enforcement to minimise the risk of doping. | **Australian Sports Commission**  **Kate Palmer** Chief Executive Officer  **Outcome 1**. Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport.  **Australian Sports Foundation Limited**  **Patrick Walker** Chief Executive Officer  **Outcome 1**. Improved Australian sporting infrastructure through assisting eligible organisations to raise funds for registered sporting projects.  **Cancer Australia**  **Professor Helen Zorbas AO** Chief Executive Officer  **Outcome 1**. Minimised impacts of cancer, including through national leadership in cancer control with targeted research, cancer service development, education and consumer support.  **Food Standards Australia New Zealand**  **Mark Booth** Chief Executive Officer  **Outcome 1**. A safe food supply and well-informed consumers in Australia and New Zealand, including through the development of food regulatory measures and the promotion of their consistent implementation, coordination of food recall activities and the monitoring of consumer and industry food practices.  **Independent Hospital Pricing Authority**  **James Downie** Chief Executive Officer  **Outcome 1**. Promote improved efficiency in, and access to, public hospital services primarily through setting efficient national prices and levels of block funding for hospital activities.  **National Blood Authority**  **John Cahill** Chief Executive  **Outcome 1**. Access to a secure supply of safe and affordable blood products, including through national supply arrangements and coordination of best practice standards within agreed funding policies under the national blood arrangements. |
| --- | --- |

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

| **National Health Funding Body**  **Shannon White** Chief Executive Officer  **Outcome 1**. Provide transparent and efficient administration of Commonwealth, State and Territory funding of the Australian public hospital system, and support the obligations and responsibilities of the Administrator of the National Health Funding Pool.  **National Health and Medical Research Council**  **Professor Anne Kelso AO** Chief Executive Officer  **Outcome 1**. Improved health and medical knowledge, including through funding research, translating research findings into evidence-based clinical practice, administering legislation governing research, issuing guidelines and advice for ethics in health and the promotion of public health. | **National Mental Health Commission**  **Ms Maureen Lewis** Interim 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.  **Organ and Tissue Authority**  **Lucinda Barry** Chief Executive Officer  **Outcome 1**. Improved access to organ and tissue transplants, including through a nationally coordinated and consistent approach and system.  **Professional Services Review**  **Professor Julie Quinlivan** Director  **Outcome 1**. A reduction of the risks to patients and costs to the Australian Government of inappropriate clinical practice, including through investigating health services claimed under the Medicare and Pharmaceutical benefits schemes. |
| --- | --- |
| **Statutory Office Holders**  **Aged Care Pricing Commissioner**  John Dicer  **Director, National Industrial Chemicals Notification and Assessment Scheme**  Dr Brian Richards  **Gene Technology Regulator**  Dr Raj Bhula  **National Health Funding Pool Administrator**  Michael Lambert  **National Rural Health Commissioner**  Emeritus Professor Paul Worley |

**Portfolio Resources**

Table 1 shows, for those entities reporting in the Portfolio Additional Estimates Statements, the additional resources provided to the Portfolio in the 2018-19 Budget year, by entity.

**Table 1: Additional Portfolio Resources 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Appropriations (a)** | | | **Receipts** | **Total** |
|  | **Bill No. 3** $'000 | **Bill No. 4** $'000 | **Special** $'000 | $'000 | $'000 |
|  |  |  |  |  |  |
| **DEPARTMENTAL** | | | | | |
|  |  |  |  |  |  |
| Department of Health | 60,298 | 229 | - | 500 | 61,027 |
| Aged Care Quality and Safety Commission | 8,660 | - | - | - | 8,660 |
| Australian Sports Commission | 60,867 | - | - | (358) | 60,509 |
| Food Standards Australia New Zealand | 259 | - | - | - | 2,609 |
| **Total departmental** | **130,084** | **229** | **-** | **142** | **130,455** |
|  |  |  |  |  |  |
| **ADMINISTERED** | | | | | |
|  |  |  |  |  |  |
| Department of Health | 566,045 | 95,133 | 566,192 | 52,240 | 1,279,610 |
| **Total administered** | **566,045** | **95,133** | **566,192** | **52,240** | **1,279,610** |
|  |  |  |  |  |  |
| **Total Portfolio** | **696,129** | **95,362** | **566,192** | **52,382** | **1,410,065** |

All figures are GST exclusive.

1. Administered and Departmental Bill No. 3 and No. 4 does not include notional reductions to the 2018-19 Budget Bill (No. 1). For notional reductions to the Budget Bill (No. 1) see Table 1.4 in each entity chapter.

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**Department of Health**

Section 1: Entity Overview and Resources

**1.1 Strategic Direction Statement**

*Mid-Year Economic and Fiscal Outlook 2018-19* (MYEFO 2018-19) further strengthens the four pillars of the long term national health plan with funding provided to: guarantee Medicare and the Pharmaceutical Benefits Scheme (PBS); support hospitals; prioritise mental health, preventive health and sport; and invest in medical research. Support also continues to deliver stronger health services for regional, rural and remote Australia, improve outcomes for Aboriginal and Torres Strait Islander peoples and to provide older Australians increased choice in safe, high quality aged care services.

The Government’s commitment to improving health and wellbeing outcomes for all Australians is further demonstrated through MYEFO 2018-19 and subsequent announcements. Through MYEFO 2018-19, the Government is investing an additional $3.2 billion, building on the significant investments in health, Indigenous health, aged care and sport made in Budget 2018-19.

With the provision of $1.3 billion for the Community Health and Hospitals Program, the Government is supporting patient care while reducing pressure on community and hospital services. This program will complement the Government’s record investment of more than $130.2 billion from 2020-21 to 2024-25 in public hospitals by funding projects and services in every state and territory.

The Government also continues its strong focus on ensuring the affordability of health care for Australians. This is being delivered through the listing of new medicines on the PBS, provision of over $100 million for the expansion of services under the Continuous Glucose Monitoring Program, the provision of subsidised services under the Medicare Benefits Schedule (MBS) with a $512 million investment in primary care, and reforms to private health insurance.

In 2019, following the introduction of Government reforms, the lowest annual private health insurance premium change in 18 years will take effect. With hospital insurance product tiers to be introduced in April 2019, private health insurance will be simpler, more transparent and more affordable. More than $100 million is also being invested through MYEFO 2018-19 for public dental care for low income households, providing these important services at little or no cost.

These changes and the large number of initiatives underway or to be implemented in 2019 and beyond, will directly benefit many Australians in both the short and longer term. A large number of Australians will benefit from the significant investments being made to strengthen mental health services, particularly the roughly 45 per cent of Australians aged 16–85 who will experience a mental illness in their life[[1]](#footnote-1).

Advanced health care is already being realised as a result of ground-breaking medical research and discoveries through the Medical Research Future Fund (MRFF).   
An investment of $185 million through the MRFF will support a Dementia, Ageing and Aged Care Research Mission. This will focus on: prevention, risk reduction and avoidable hospitalisations; the diagnosis, treatment and prevention of dementia; prolonging quality of life through assistive technology to support functional independence; and developing innovative care models and technologies to improve health outcomes.

Funding has been allocated to pilot improved access to specialist nursing. A new trial network of community-based nurses will be established to care for people with Parkinson’s disease. The Health Care Homes Program will also be refined and extended to 30 June 2021. This extension will allow the general practices and Aboriginal Community Controlled Health Services already participating in the program further time to implement new flexible models of care tailored to the needs of their patients living with chronic and complex conditions. The Government will also invest $2 million to implement a wound management trial to examine best practice, integrated approaches to the management and treatment of wounds in primary care.

The benefits of the My Health Record will increase following the transition to an   
opt-out model after 31 January 2019. The Government is investing $200 million to enable the continued operation of the My Health Record system, which includes updates and improvements to ensure it keeps pace with new and proven health technology. Greater use of the My Health Record system will enable improved patient health outcomes through enhanced patient self-management and continuity of care across the spectrum of health services. The passing of legislation in November 2018 further strengthens the privacy and security of the My Health Record system ensuring information is kept confidential and safe.

Building on the Government’s unprecedented investment in the More Choices for a Longer Life package in Budget 2018-19, senior Australians will benefit from the aged care reforms underway to ensure the provision of safe, high quality services and support. The Government is delivering an additional $1.2 billion to increase aged care funding, on top of the $5 billion over five years that was announced through Budget 2018-19. Funding will provide for an additional 20,000 new home care packages to assist senior Australians to live in their own homes longer and to cut the fees for many already receiving this support. Support will be provided to residential providers including over $100 million for eligible services in regional and remote Australia receiving the viability supplement and a $320 million increase to the general residential care subsidy in 2018-19.

As the Royal Commission into Aged Care Quality and Safety undertakes its important work, the Government will continue to progress strategies to improve the standards and quality of aged care, including in residential aged care homes. The establishment of the Aged Care Quality and Safety Commission on 1 January 2019, in conjunction with other initiatives, is integral to ensuring all aged care providers are accountable for the safety and wellbeing of people in their care.

The Government will invest $98 million over four years on a new MBS structure for general practitioners attending a residential aged care facility (RACF). Residents will benefit from having increased access to GP services and greater continuity of care. GPs will benefit from the introduction of a new $55 single callout fee that recognises the important role of GPs in supporting the health and care of patients in residential aged care.

These and other initiatives all contribute to Australia’s universal, world-class health system, and will also make a major contribution to jobs and growth.

**Community Health and Hospitals Program**

This new and important program further demonstrates the Government’s commitment to supporting hospitals and strengthening primary care services. The Government is investing $1.3 billion over the forward estimates for a new Community Health and Hospitals Program. The program will focus on four key areas:

* specialist hospital services and critical health infrastructure such as cancer treatment, rural health, and hospital and research infrastructure;
* drug and alcohol treatment and rehabilitation;
* preventive care, primary care and chronic disease management, including palliative care; and
* mental health.

The program will support projects that reduce hospital demand, promote stable and local health services where they are needed, improve people’s access to essential health services and better health outcomes, prevent disease and build on existing investments, including in infrastructure and health programs.

**Guaranteeing Medicare and improving access to medicines**

***Guaranteeing Medicare***

The Government will continue to own, operate and strengthen the Medicare payments system, with Medicare funding at record levels. A $512 million investment in primary care is being provided through MYEFO 2018-19, which includes $318 million to assist GPs undertake their important role, including through expanded funding for telehealth, after hours and aged care home services. This includes $58.9 million being invested to provide affordable access under Medicare to diagnostic and treatment services for bladder and liver cancer, obstetrics, x-ray services in aged care homes and Alport Syndrome.

These investments further build on the commitments for new MBS items that have been added since Budget 2018-19 including access to lifesaving scans for cancer, stroke, heart and other medical conditions. In addition, the Government will provide $110 million from 1 November 2019 for the provision of services for Australians with anorexia nervosa and patients with other eating disorders who have complex needs. Each patient will be eligible for Medicare rebates for the development and review of a comprehensive treatment and management plan and up to 40 psychological and 20 dietetic sessions funded through Medicare per year, depending on their needs.

The Government continues to increase its support for women with breast cancer,   
the most commonly diagnosed cancer among Australian women. Funding is being doubled to provide an additional $27.7 million to increase the number of breast care nurses to almost 100. The McGrath Breast Care Nurse Initiative is being supported to increase the number of specially trained nurses, including the provision of specialist nurses for complex care required for metastatic breast cancer.

***Improving access to medicines***

The Government remains committed to listing all medicines on the PBS with a positive Pharmaceutical Benefits Advisory Committee recommendation. The Government has invested $1.4 billion on new and amended medicines since Budget 2018-19. In 2019,   
the maximum cost for a PBS item at a pharmacy is $40.30 for general patients and $6.50 for concessional patients, with any additional costs (sometimes thousands of dollars per item) subsidised by the Government.

In October 2018, the mandated price drop on over 226 brands of medicines listed on the PBS took effect. This price drop is delivering cheaper medicines. Patients with neuropathic pain, hypertension and glaucoma, for example, now pay significantly lower prices per script than previously.

The Government continues to assist patients fighting cancer and will provide more than $100 million for a range of new medicines. Significant investments are being made to provide for the listing of new and amended medicines to treat people with leukaemia, pancreatic and neuroendocrine tumours, lymphoma and multiple myeloma. These listings will benefit significant numbers of patients and save families thousands of dollars per year. In addition, Australians with lung cancer are being supported through the PBS listing of new treatments for certain types of lung cancer, Keytruda® (pembrolizumab) and Tagrisso® (osimertinib). Without PBS subsidy these medicines would cost more than $11,300 and close to $8,000 per prescription respectively. These medicines will now cost patients just $40.30 per script or $6.50 for concessional patients.

Lumacaftor with ivacaftor (Orkambi) was listed on the PBS from 1 October 2018 for the treatment of cystic fibrosis in patients aged six years and over who meet certain conditions. Without PBS subsidy this treatment would cost patients up to $250,000 per year. Other recent PBS listings support people with severe asthma with the listing of benralizumab (Fasenra); cholesterol patients at risk of a heart attack with the listing of evolocumab (Repatha); patients with severe spinal arthritis, who look to save more than $15,000 a year, through the listing of golimumab (Simponi); those living with diabetes and hepatitis C, with the listing of insulin degludec and insulin aspart (Ryzodeg) and glecaprevir and pibrentasvir (Maviret) respectively; and the almost 6,500 patients who suffer with severe epilepsy with the listing of perampanel (Fycompa®). More than 6,000 Australians with the most common form of multiple sclerosis will now have access to more affordable treatment with the listing of cladribine (Mavenclad) on the PBS from 1 January 2019.

To help improve and preserve the vision of thousands of Australians and reduce the cost of treatment, the Government has also recently announced the expanded listing of dexamethosone (Ozurdex®) and ranibizumab (Lucentis®) on the PBS. $80 million is being invested to increase access to treatment options for blocked veins in the retina and choroidal neovascularization that can impact vision as a result of the unwanted growth of new blood vessels in the eye. Not only will this save sufferers thousands of dollars a year, but will also potentially save the sight of many Australians.

New medicines have also been recently listed on the Life Saving Drugs Program for extremely rare and potentially life-threatening diseases, including for patients with Fabry disease, which usually presents in childhood and causes severe pain.

Subsidised access to Continuous Glucose Monitoring (CGM) will be expanded to include: women with type-1 diabetes who are pregnant, breastfeeding or actively planning pregnancy; people under 21 years of age with serious medical conditions that are similar to type-1 diabetes, such as cystic fibrosis-related diabetes and neonatal diabetes, which require insulin; and people with type-1 diabetes who are 21 years of age and older, have concessional status and have a high clinical need such as experiencing recurrent severe hypoglycaemic events.

To assist with eliminating the transmission of HIV in Australia, the Government has also approved the listing of dolutegravir and rilpivirine (Juluca) on the PBS, which works to stop the replication of the HIV virus. The first HIV self-testing kit (Atomo HIV Self-Test) has also been approved, enabling HIV-testing to be more accessible and convenient. In conjunction with the listing earlier in the year of the combination medicine tenofovir with emtricitabine for use as a preventative HIV medication   
(Pre-Exposure Prophylaxis (PrEP)), Australia is in reach of being one of the first countries in the world to eliminate the transmission of HIV.

**Ageing and Aged Care**

The new, independent Aged Care Quality and Safety Commission has been established and will focus on implementing a regulatory framework to protect and enhance senior Australian’s quality of life and wellbeing. A new single set of Aged Care Quality Standards will also be introduced from 1 July 2019 to ensure boards and governance bodies of aged care providers are clearly accountable for their consumers’ safety and quality of care.

In addition to these significant reforms, the Government is committed to a range of other important programs and initiatives to support older Australians. This includes the release of an additional 20,000 home care packages across all levels (on top of an additional 14,000 high level packages announced as part of Budget 2018-19, and the 6,000 packages announced at MYEFO 2017-18) to enable senior Australians to live at home for as long as possible. Support for existing home care package consumers is also being provided through a reduction in fees, as well as an enhancement to the dementia and cognition supplement and Veterans’ supplement. The Government will also be supporting both home care and residential providers to help themselves through subsidised independent accounting and business advisory services.

Extra support will also be provided for residential aged care consumers and providers. A one-off $320 million increase will be applied to the general residential care subsidy in 2018-19. Residential providers who support senior Australians living in   
hard-to-reach places and for people facing homelessness will receive a 30 per cent increase in the viability supplement and homeless supplement. Quality of care in service will be increased by the introduction of the mandatory collection and publication of Quality Indicators for residential care. In addition, the Government’s investment in exploring longer term residential funding reform options will continue with the trialling of a new residential care funding tool to replace the Aged Care Funding Instrument.

Subsidised independent accounting and business advisory services for both residential and home care providers will ‘help providers to help themselves’ find efficiencies and improvements in their operations.

These initiatives are part of the Government’s More Choice for a Longer Life Package, announced in Budget 2018-19. The package is aimed at supporting Australians to be better prepared to live a healthy, independent, connected and safe life.

**Life-saving and job-creating medical research**

Over $1.9 billion in strategic research investments have been announced to date from the Government’s landmark Medical Research Future Fund (MRFF), including the Dementia, Ageing and Aged Care Research Mission. The second set of MRFF priorities were announced in November 2018 and include 12 new priorities that have a focus on antimicrobial resistance, Aboriginal and Torres Strait Islander health, primary care and ageing.

The Government’s commitment to health and medical research is further strengthened through the provision of more than $526 million for over 600 grants through the National Health and Medical Research Council (NHMRC). This funding provides for research into cardiovascular disease, cancer research - including cancers where treatment options are limited and early detection is critical - mental health, diabetes, Parkinson’s disease, anorexia nervosa, obesity and improving the health of Indigenous Australians. The Government is also providing $4 million to fund research into autism, to help find better diagnosis, treatment and care options.

A grant of $800,000 is also being provided through the NHMRC to conduct research into prostate cancer, which is the most commonly diagnosed cancer in Australia. This research, to be conducted by the University of Western Australia, will look into how this disease spreads and becomes resistant to conventional treatments. This further builds on the $12 million invested in September 2018 to establish the Prostate Cancer Research Alliance to conduct life-saving research into how to stop the disease from progressing to advanced stages and to improve treatment.

The Government is also providing $54.5 million to provide hope and support for more than 120,000 Australian children and adults living with type 1 diabetes. $50 million will be provided from the MRFF: $25 million will support the Juvenile Diabetes Research Foundation (JDRF) Australia to advance its Type 1 Diabetes Clinical Research Network; and an initial investment of $25 million will also be dedicated to broader diabetes research under the $125 million MRFF Targeted Translation Research Accelerator initiative to progress early stage health and medical research discoveries to reach proof-of-concept and progress to clinical trials, through open and competitive grant rounds. An additional $4.5 million in funding will be provided to JDRF Australia over three years to further assist with the strategic vision and national leadership of the research network.

New medical research and education programs to address the rate of stillbirth, is also being supported. An initial commitment of $7.2 million will be provided for this important work, including $3 million through the MRFF for research to be guided by a national roundtable. $1.2 million from the NHMRC will also be provided to the University of Melbourne for research to minimise preventable stillbirth through the use of biomarkers and ultrasound in late pregnancy, and a further $3 million for stillbirth education and awareness programs.

**Prioritising mental health and preventive health**

The Government has already committed an estimated $4.7 billion for mental health payments, programs and services this financial year. With three quarters of all mental illness manifesting in people under 25[[2]](#footnote-2), young people are the focus of additional mental health spending in MYEFO 2018-19. The Government is providing funding for a range of important early intervention and treatment initiatives, including extension of funding for the Early Psychosis Youth Services Program.

The expansion of services delivered by headspace is also being supported with the provision of an additional $47 million that includes the delivery of the Young Ambassadors for Mental Health project over five years. Eight young ambassadors will share their lived experiences and practical strategies for dealing with mental health issues, as well as providing continued funding to headspace National to provide training and other support for a further three years.

These initiatives build on other significant programs and activities that have been introduced since Budget 2018-19 which include: the provision of $33.9 million to fund Beyond Blue programs to support those who suffer from depression and anxiety; a new education initiative to give teachers the tools to help students manage their mental health; funding of $36 million in national suicide prevention projects; and new mental health initiatives to support Australia’s service men and women.

The Government is continuing to prioritise providing Australian children the best possible start in life. Significant funding has been recently provided for: a new, free meningococcal vaccine for teenagers; supporting premature babies and their families through funding to the Miracle Babies Foundation; and tackling Fetal Alcohol Spectrum Disorder with the provision of over $7 million in new funding.

**Reshaping Australian Sport**

In August 2018, the *National Sport Plan – Sport 2030* was launched, providing an important foundation for getting more Australians more active, more often as well as sustaining Australia’s sporting excellence, protecting the integrity of Australian sport and strengthening Australia’s sports industry. The Government has invested an extra $30.3 million in the Community Sports Infrastructure grants program to enable local communities to get Australia’s population moving through access to good quality sporting facilities.

The Government has also invested further in high performance sport to enable the Australian Institute of Sport to support our athletes in the lead up to the 2020 Tokyo Olympics and Paralympics. Additional high performance grants of $50.4 million over two years will be provided to National Sporting Organisations along with a one-off contribution of $8 million to the Australian Paralympic Committee.

Looking to the future, the Government has endorsed the development of a detailed business case for the potential redevelopment of the Australian Institute of Sport campus in Canberra. This project has the potential to reposition the Australian Institute of Sport to again be a world leading high performance sport centre.

The Government is also continuing to support the increasing recognition of female athletes and teams in Australia through the Women Leaders in Sport program. In partnership between the Office for Women and Sport Australia, more than 300 women from across 43 sports will be involved with the 2019 program.

**Improving health outcomes for Indigenous Australians**

The Government’s targeting of specific health conditions that disproportionately impact Aboriginal and Torres Strait Islander peoples continues. A four year commitment to fund remote renal dialysis for end-stage kidney disease treatment has been made to ensure patients, in particular Aboriginal and Torres Strait Islander peoples, receive the critical care required, when and where they need it. A new communications campaign has also been launched to reduce new cases of HIV among First Nations people and increase understanding of the virus.

In response to an outbreak of infectious syphilis in remote Indigenous communities across northern and central Australia the Government has committed an additional $12.4 million in 2018-19, bringing to a total of $21.2 million to 2020-21 to implement the roll out of an enhanced response through Aboriginal Community Controlled Health Services (ACCHS). The Commonwealth response is in line with the key priorities of the Australian Health Ministers’ Advisory Council endorsed *Action Plan: Enhanced response to addressing sexually transmissible infections (and blood borne viruses) in Indigenous Populations* and is being rolled out in consultation with the National Aboriginal Community Controlled Health Organisation, affected jurisdictions and impacted ACCHS.

The Government is providing $8 million to support an enhanced response to communicable diseases in Indigenous communities, including HTLV-1. Funding will be provided to determine appropriate evidence-based responses to HTLV-1 and other communicable diseases in remote Indigenous communities.

The Government is expanding eligibility to free seasonal influenza vaccine for Aboriginal and Torres Strait Islander children aged 5–14. All Aboriginal and Torres Strait Islander people aged 6 months and over now have access to free seasonal influenza vaccine under the National Immunisation Program.

First Nation children and young people have been recently supported through a number of important projects. The Government has renewed its commitment to giving children the best possible start in life. $147.9 million has been allocated to continue the Australian Nurse Family Partnership Program, the New Directions: Mothers and Babies Services Program and the Connected Beginnings Program for three years, commencing in 2019-20.

**Stronger Rural Health Strategy**

Work continues on the Government’s ten year, $550 million investment from   
Budget 2018-19 in the Stronger Rural Health Strategy. This strategy improves access to health services for people living in regional, rural and remote areas of Australia by adopting a range of approaches such as attracting, training and retaining doctors who understand local issues. In December 2018, a $74 million investment was made in the   
Murray-Darling Medical Schools Network to maximise opportunities for   
country-raised students to study medicine in rural and regional Australia.

The first ever summit to address rural medical specialist shortage was held in November 2018 and brought together experts and specialists to discuss how to improve rural specialist training in country areas. Through MYEFO 2018-19, rural patients are gaining additional access to care through an extension of telehealth at a cost of $33.5 million, building on telehealth measures through the Government’s Drought package.

In August 2018, the Government announced that Australia’s remote rural health workforce will receive additional training, support and professional services through a $13.7 million grant over three years to CRANAplus. CRANAplus provides health professionals and families working in remote communities with training, support and professional services that are relevant to their area of practice. These important initiatives continue to complement the landmark package of initiatives that the Government invested in through Budget 2018-19 to strengthen health services and outcomes across Australia.

**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 2018-19 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 2018-19 as at Additional Estimates February 2019**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Total available appropriation** $'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed additional estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **DEPARTMENTAL** |  |  |  |  |
| Prior year appropriation available (a) (b) | 38,089 | 56,323 | - | 56,323 |
| **Annual appropriations** |  |  |  |  |
| Ordinary annual services (c) |  |  |  |  |
| Departmental appropriation (d) | 659,018 | 621,034 | 55,829 | 676,863 |
| s74 retained revenue receipts (e) | 20,662 | 20,883 | 2,235 | 23,118 |
| Departmental capital budget (d) | 11,095 | 8,239 | 4,469 | 12,708 |
| Other services (f) |  |  |  |  |
| Equity injection | 7,422 | 19,017 | 229 | 19,246 |
| **Total departmental annual appropriations** | **698,197** | **669,173** | **62,762** | **731,935** |
| **Special accounts (g)** |  |  |  |  |
| Opening balance (b) | 88,919 | 99,137 | - | 99,137 |
| Appropriation receipts | 10,305 | 10,094 | - | 10,094 |
| Non-appropriation receipts | 167,634 | 172,916 | 500 | 173,416 |
| **Total special account** | **266,858** | **282,147** | **500** | **282,647** |
| Less appropriations drawn from annual or special appropriations above and credited to Special Accounts and/or payments to corporate entities through annual appropriations | (10,305) | (10,094) | - | (10,094) |
| **Total departmental resourcing for Health** | **992,839** | **997,549** | **63,262** | **1,060,811** |

**Table 1.1: Department of Health Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Total  available appropriation** $'000 | **2018-19 Estimate as at Budget**  $'000 | **2018-19 Proposed additional estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **ADMINISTERED** |  |  |  |  |
| **Annual appropriations** |  |  |  |  |
| Ordinary annual services (c) |  |  |  |  |
| Outcome 1: Health System Policy, Design and Innovation | 127,510 | 88,001 | 16,574 | 104,575 |
| Outcome 2: Health Access and Support Services | 4,145,448 | 4,352,205 | 319,026 | 4,671,231 |
| Outcome 3: Sport and Recreation | 23,377 | 23,906 | - | 23,906 |
| Outcome 4: Individual Health Benefits | 1,488,545 | 1,489,935 | 128,244 | 1,618,179 |
| Outcome 5: Regulation, Safety and Protection | 125,925 | 124,629 | 9,279 | 133,908 |
| Outcome 6: Ageing and Aged Care | 3,044,678 | 3,675,352 | 92,922 | 3,768,274 |
| Payments to corporate entities | 510,429 | 582,970 | 61,126 | 644,096 |
| Other services (f) |  |  |  |  |
| Administered assets and liabilities | 25,000 | 25,000 | 95,133 | 120,133 |
| Payments to corporate entities | 54,533 | 38,398 | - | 38,398 |
| **Total administered annual appropriations** | **9,545,445** | **10,400,396** | **722,304** | **11,122,700** |
| **Special appropriations limited by criteria/entitlement** |  |  |  |  |
| *National Health Act 1953* - blood fractionation, products and blood related products to National Blood Authority | 718,621 | 782,766 | (894) | 781,872 |
| *Public Governance, Performance and Accountability Act 2013 s77* - repayments | 2,000 | 2,000 | 18,000 | 20,000 |
| *Health Insurance Act 1973* - payments relating to the former Health and Hospitals Fund | 26,039 | 11,844 | 23,540 | 35,384 |

**Table 1.1: Department of Health Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Total  available appropriation** $'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed additional estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **Special appropriations limited by criteria/entitlement (continued)** |  |  |  |  |
| *Private Health Insurance Act 2007* - incentive payments and rebate | 6,024,091 | 6,150,597 | 20,005 | 6,170,602 |
| *Medical Indemnity Act 2002* | 91,800 | 78,800 | - | 78,800 |
| *Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010* | 1,934 | 2,406 | - | 2,406 |
| *Dental Benefits Act 2008* | 326,223 | 321,236 | 23,876 | 345,112 |
| *National Health Act 1953* - aids and appliances | 353,784 | 356,371 | 18,560 | 374,931 |
| *National Health Act 1953* - essential vaccines | 374,572 | 380,960 | 11,967 | 392,927 |
| *Aged Care Act 1997* - residential and home care | 13,468,264 | 14,295,623 | 444,859 | 14,740,482 |
| *National Health Act 1953* - continence aids payments | 92,009 | 85,116 | 5,696 | 90,812 |
| *Aged Care Act 1997* - flexible care | 470,072 | 493,226 | 583 | 493,809 |
| *Aged Care (Accommodation Payment Security) Act 2006* | 85 | - | - | - |
| **Total administered special appropriations** | **21,949,494** | **22,960,945** | **566,192** | **23,527,137** |

**Table 1.1: Department of Health Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Total  available appropriation** $'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed additional estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **Special accounts (g)** |  |  |  |  |
| Opening balance (b) | 55,499 | 553,888 | - | 553,888 |
| Appropriation receipts | 7,055 | 7,133 | - | 7,133 |
| Non-appropriation receipts | 34,539,809 | 35,486,364 | 52,240 | 35,538,604 |
| **Total Special Accounts** | **34,602,363** | **36,047,385** | **52,240** | **36,099,625** |
| **Total administered resourcing** | **66,097,302** | **69,408,726** | **1,340,736** | **70,749,462** |
| Less appropriations drawn from annual or special appropriations above and credited to Special Accounts and/or payments to corporate entities through annual appropriations | (572,017) | (628,501) | (61,126) | (651,229) |
| **Total administered resourcing for Health** | **65,525,285** | **68,780,225** | **1,279,610** | **70,098,233** |
| **Total resourcing for Health** | **66,518,124** | **69,777,774** | **1,342,872** | **71,159,044** |
|  |  |  |  |  |
|  | **2017-18** |  |  | **2018-19** |
| **Average staffing level (number)** | 4,140 |  |  | 4,033 |

All figures are GST exclusive.

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

(b) The estimate at Budget has been revised to reflect the Department's 2017-18 Annual Report.

(c) Appropriation Bill (No. 1 & 3) 2018-19.

(d) The 2018-19 Budget estimates have been updated to include the transfer of appropriations to the Department of Social Services and the Aged Care Quality and Safety Commission under section 75 of the PGPA Act.

(e) Estimated retained revenue receipts under the section 74 of the PGPA Act.

(f) Appropriation Bill (No. 2 & 4) 2018-19.

(g) Excludes Services for Other Entities and Trust Moneys Special Account as this account is not considered resourcing for the Department of Health. For further information on special accounts see Table 3.1.1.

**1.3 Entity Measures**

Table 1.2 summarises new Government measures taken since the 2018-19 Budget. The table is split into revenue, expense and capital measures, with the affected programs identified.

**Table 1.2: Department of Health 2018-19 Measures since Budget**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/ Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Outcome 1: Health System Policy, Design and Innovation** | | | | | |
| **Investing in Health and Medical Research - Australian Genomic Cancer Medicine Program** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.1 | 10,000 | 10,000 | 10,000 | 10,000 |
| **Total expenses** |  | **10,000** | **10,000** | **10,000** | **10,000** |
| **Investing in Health and Medical Research - Medical Research Future Fund (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Departmental expenses | 1.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **My Health Record (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.2 | - | - | - | - |
| Australian Digital Health Agency |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Support for Stillbirth Research and Education (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.1 | - | - | - | - |
|  | 2.5 | 1,500 | 1,500 | - | - |
| **Total expenses** |  | **1,500** | **1,500** | **-** | **-** |
|  |  |  |  |  |  |
| **Outcome 2: Health Access and Support Services** | | | | | |
| **Community Health and Hospitals Program** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | 85,000 | 85,000 | 120,000 | 130,000 |
|  | 2.4 | 80,000 | 80,000 | 110,000 | 140,000 |
|  | 2.5 | 85,000 | 85,000 | 120,000 | 130,000 |
| **Total expenses** |  | **250,000** | **250,000** | **350,000** | **400,000** |
| **Drug and Alcohol Support Services (c)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/ Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Fetal Alcohol Spectrum Disorder - strategic action plan** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | 2,400 | 2,350 | 1,950 |
| Departmental expenses |  | 578 | 42 | 42 | 42 |
| **Total expenses** |  | **578** | **2,442** | **2,392** | **1,992** |
| **Guaranteeing Medicare - strengthening primary care** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | 11,351 | 11,699 | - | - |
| Administered expenses | 2.4 | - | 5,714 | 5,714 | 5,714 |
| Administered expenses | 2.5 | (45,634) | (3,288) | 21,705 | 2,169 |
| Administered expenses | 4.1 | 50,184 | 82,871 | 82,866 | 110,922 |
| Administered expenses | 4.3 | (4,838) | (4,420) | (133) | - |
| Administered expenses | 4.5 | 700 | (391) | (3,257) | (3,269) |
| Departmental expenses |  | 431 | 248 | 195 | 182 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 3,056 | 5,611 | 1,271 | 562 |
| Departmental capital |  | 2,236 | 681 | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 174 | 696 | 729 | 800 |
| **Total** |  | **17,660** | **99,421** | **109,090** | **117,080** |
| **Improving Confidence in the Strawberry Supply Chain (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | 390 | - | - | - |
| Food Standards Australia New Zealand | |  |  |  |  |
| Departmental expenses |  | 259 | - | - | - |
| **Total expenses** |  | **649** | **-** | **-** | **-** |
| **Fighting Cancer - McGrath Foundation Breast Care Nurses (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Fighting Diabetes - Juvenile Diabetes Research Foundation (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Prioritising Mental Health - Early Psychosis Youth Services (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | - | - | - | - |
| Departmental expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Prioritising Mental Health - headspace satellite sites in regional Australia - additional funding** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | 1,260 | 1,203 | 1,203 | 1,203 |
| **Total expenses** |  | **1,260** | **1,203** | **1,203** | **1,203** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/ Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Prioritising Mental Health - headspace sustainability (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | 8,162 | 10,162 | 10,162 | 10,162 |
| Departmental expenses |  | 67 | 93 | 93 | 93 |
| **Total expenses** |  | **8,229** | **10,255** | **10,255** | **10,255** |
| **Strengthening Aged Care - improved access and compliance (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | (4,000) | - | - | - |
|  | 6.2 | (1,601) | 4,436 | 9,050 | (710) |
|  | 6.3 | 342 | 250 | - | - |
| Departmental expenses |  | 1,642 | 1,185 | 303 | 79 |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses | 2.7 | 4,000 | - | - | - |
|  | 6.2 | 2,704 | 3,506 | 4,605 | 3,964 |
| Aged Care Quality and Safety Commission |  |  |  |  |  |
| Departmental expenses |  | 816 | 3,336 | 4,279 | 4,203 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | (204) | (203) | (206) | (207) |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 18 | 152 | 485 | 422 |
| **Total expenses** |  | **3,717** | **12,662** | **18,516** | **7,751** |
| **Stronger Rural Health - Royal Flying Doctor Service - additional support** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.3 | 4,500 | - | - | - |
| **Total expenses** |  | **4,500** | **-** | **-** | **-** |
| **Support for Stillbirth Research and Education (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 1.1 | - | - | - | - |
|  | 2.4 | 1,500 | 1,500 | - | - |
| **Total expenses** |  | **1,500** | **1,500** | **-** | **-** |
| **Western Australian Children's Health Telethon (d)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/ Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Outcome 3: Sport and Recreation** | | | | | |
| **Australian Government support for the 2021 Women’s Rugby World Cup (c)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 3.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Outcome 4: Individual Health Benefits** | | | | | |
| **Changes to the National Diabetes Services Scheme and the Continuous Glucose Monitoring Program (e)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.8 | 6,638 | (851) | 1,079 | 15,201 |
| **Total expenses** |  | **6,638** | **(851)** | **1,079** | **15,201** |
| Administered revenue |  | nfp | nfp | nfp | nfp |
| **Total revenues** |  | **nfp** | **nfp** | **nfp** | **nfp** |
| **Guaranteeing Medicare - expansion of Medicare eligibility for magnetic resonance imaging** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | 23,827 | 50,347 | 50,357 | 50,357 |
| Departmental expenses |  | - | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 42 | 100 | 101 | 101 |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 175 | 361 | 332 | 320 |
| **Total expenses** |  | **24,044** | **50,808** | **50,790** | **50,778** |
| **Guaranteeing Medicare - Medicare Benefits Schedule Review (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | - | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/ Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Guaranteeing Medicare - strengthening primary care** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | 11,351 | 11,699 | - | - |
| Administered expenses | 2.4 | - | 5,714 | 5,714 | 5,714 |
| Administered expenses | 2.5 | (45,634) | (3,288) | 21,705 | 2,169 |
| Administered expenses | 4.1 | 50,184 | 82,871 | 82,866 | 110,922 |
| Administered expenses | 4.3 | (4,838) | (4,420) | (133) | - |
| Administered expenses | 4.5 | 700 | (391) | (3,257) | (3,269) |
| Departmental expenses |  | 431 | 248 | 195 | 182 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 3,056 | 5,611 | 1,271 | 562 |
| Departmental capital |  | 2,236 | 681 | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 174 | 696 | 729 | 800 |
| **Total** |  | **17,660** | **99,421** | **109,090** | **117,080** |
| **Improving Access to Medicines - Life Saving Drugs Program - new listing (d)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Improving Access to Medicines - Pharmaceutical Benefits Scheme - compensation cases (f)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | nfp | - | - | - |
| **Total expenses** |  | **nfp** | **-** | **-** | **-** |
| **Improving Access to Medicines - Pharmaceutical Benefits Scheme - new and amended listings (e)(g)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | 342,909 | 112,850 | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | - | - | - | - |
| **Total expenses** |  | **342,909** | **112,850** | **-** | **-** |
| Administered revenue |  | nfp | nfp | nfp | nfp |
| **Total revenues** |  | **nfp** | **nfp** | **nfp** | **nfp** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/  Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Improving Access to Medicines - Pharmaceutical Benefits Scheme Payment Arrangements - implementation funding (d)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | - | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Improving Access to Medicines - streamlined listings (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | 817 | 3,493 | 3,840 | 3,655 |
|  | 5.3 |  | 15 | 49 |  |
| Departmental expenses |  | - | 6,513 | 10,867 | 11,149 |
| Departmental capital |  | 4,469 | 3,426 | 2,105 | 2,158 |
| **Total Expenses** |  | **5,286** | **13,447** | **16,861** | **16,962** |
| Administered revenue |  | 817 | 10,740 | 16,043 | 16,507 |
| **Total revenues** |  | **817** | **10,740** | **16,043** | **16,507** |
| **National Partnership Agreement on Public Dental Services for Adults - one year extension** | | | | | |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses | 4.6 | - | 107,750 | - | - |
| **Total expenses** |  | **-** | **107,750** | **-** | **-** |
| **Private Health Insurance Reforms - information campaign (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Stoma Appliance Scheme - new listings** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.8 | 8 | 38 | 52 | 61 |
| **Total expenses** |  | **8** | **38** | **52** | **61** |
|  |  |  |  |  |  |
| **Outcome 5: Regulation, Safety and Protection** | | |  |  |  |
| **Improving Access to Medicines - National Immunisation Program - new listings (d)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 5.3 | - | - | - | - |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses |  | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/  Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Improving Access to Medicines - streamlined listings (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.3 | 817 | 3,493 | 3,840 | 3,655 |
|  | 5.3 | - | 15 | 49 | - |
| Departmental expenses |  | - | 6,513 | 10,867 | 11,149 |
| Departmental capital |  | 4,469 | 3,426 | 2,105 | 2,158 |
| **Total Expenses** |  | **5,286** | **13,447** | **16,861** | **16,962** |
| Administered revenue |  | 817 | 10,740 | 16,043 | 16,507 |
| **Total revenues** |  | **817** | **10,740** | **16,043** | **16,507** |
| **Medicinal Cannabis Scheme** | | | | | |
| Department of Health |  |  |  |  |  |
| Departmental expenses | 5.1 | 1,839 | 2,543 | - | - |
| **Total expenses** |  | **1,839** | **2,543** | **-** | **-** |
| Administered revenue |  | 2,321 | 2,427 | - | - |
| **Total revenues** |  | **2,321** | **2,427** | **-** | **-** |
| **Supporting Our Hospitals - National Critical Care and Trauma Response Centre (d)** | | | | | |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses | 5.2 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Outcome 6: Ageing and Aged Care** | |  |  |  |  |
| **Strengthening Aged Care - improved access and compliance (b)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.1 | (4,000) | - | - | - |
|  | 6.2 | (1,601) | 4,436 | 9,050 | (710) |
|  | 6.3 | 342 | 250 | - | - |
| Departmental expenses |  | 1,642 | 1,185 | 303 | 79 |
| Department of the Treasury |  |  |  |  |  |
| Administered expenses | 2.7 | 4,000 | - | - | - |
|  | 6.2 | 2,704 | 3,506 | 4,605 | 3,964 |
| Aged Care Quality and Safety Commission |  |  |  |  |  |
| Departmental expenses |  | 816 | 3,336 | 4,279 | 4,203 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | (204) | (203) | (206) | (207) |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 18 | 152 | 485 | 422 |
| **Total expenses** |  | **3,717** | **12,662** | **18,516** | **7,751** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/  Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **More Choices for a Longer Life - healthy ageing and high quality care (a)** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 6.1 | - | - | - | - |
|  | 6.2 | 296,515 | - | - | - |
|  | 6.3 | - | - | - | - |
| Departmental expenses |  | - | - | - | - |
| Aged Care Quality and Safety Commission | |  |  |  |  |
| Departmental expenses | 1 | - | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 23,485 | - | - | - |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | - | - | - | - |
| **Total expenses** |  | **320,000** | **-** | **-** | **-** |
| **Strengthening Aged Care - more places, lower fees, better access** | | | | | |
| Department of Health |  |  |  |  |  |
| Administered expenses | 6.2 | 98,518 | 236,175 | 57,608 | 54,235 |
| Departmental expenses |  | - | - | - | - |
| Department of Veterans' Affairs |  |  |  |  |  |
| Administered expenses |  | 425 | 1,437 | 1,439 | 1,309 |
| Department of Human Services |  |  |  |  |  |
| Departmental expenses |  | 3,330 | 375 | - | - |
| **Total expenses** |  | **102,273** | **237,987** | **59,047** | **55,544** |
|  |  |  |  |  |  |
| **Other Portfolio Measures (h)** |  |  |  |  |  |
| **Assistance for Farmers and Farm Communities in Drought** | | | | | |
| *Department of Agriculture and Water* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Departmental expenses | 4.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Commonwealth Illicit Drugs Joint Agency Taskforce - establishment** | | | | | |
| *Department of Home Affairs* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 2.4 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
| **Retaining the Energy Supplement** | | | | | |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | 11 | 15 | 18 | 20 |
|  | 4.3 | 21 | 25 | 29 | 32 |
| **Total expenses** |  | **32** | **40** | **47** | **52** |

**Table 1.2: Department of Health 2018-19 Measures since Budget (continued)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Outcome/  Program** | | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
|  |  |  |  |  |  |
| **Royal Commission into Aged Care Quality and Safety** | | | | | |
| *Attorney General's* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Departmental expenses |  | 6,020 | 2,717 | - | - |
| Aged Care Quality and Safety Commission |  |  |  |  |  |
| Departmental expenses |  | 5,986 | 2,515 | - | - |
| **Total expenses** |  | **12,006** | **5,232** | **-** | **-** |
| **Social Services and Other Legislation Amendment (Promoting Sustainable Welfare) Bill** | | | | | |
| *Department of Social Services* |  |  |  |  |  |
| Department of Health |  |  |  |  |  |
| Administered expenses | 4.1 | - | 1,934 | 2,026 | 2,208 |
| Administered expenses | 4.3 | 2 | 40 | 256 | 615 |
| Administered expenses | 4.6 | 1 | 5,297 | 6,933 | 10,700 |
| **Total expenses** |  | **3** | **7,271** | **9,215** | **13,523** |

(a) This measure has been announced since MYEFO and will be included in the 2019-20 Budget Paper 2. Fiscal impacts are already included in the forward estimates.

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

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

(d) Funding for this measure has already been provided for by the Government.

(e) Revenue implications are not for publication (nfp) due to commercial sensitivities.

(f) Financial implications of this measure are not for publication (nfp) due to legal sensitivities.

(g) Funding for this measure has already been partially provided for by the Government.

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

**1.4 Additional Estimates, Resourcing and Variations to Outcomes**

The following table details the changes to the resourcing for the Department of Health at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2018-19 Budget in Appropriation Bills No. 3 and No. 4.

**Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since 2018-19 Budget**

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

**1.5 Breakdown of Additional Estimates by Appropriation Bill**

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available (a)** $'000 | **2018-19 Budget (b)** $'000 | **2018-19 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Administered** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Health System Policy, Design and Innovation | 127,619 | 88,001 | 104,575 | 16,574 | - |
| **Outcome 2** |  |  |  |  |  |
| Health Access and Support Services | 4,145,448 | 4,352,205 | 4,671,231 | 319,026 | - |
| **Outcome 3** |  |  |  |  |  |
| Sport and Recreation | 23,377 | 23,906 | 23,906 | - | - |
| **Outcome 4** |  |  |  |  |  |
| Individual Health Benefits | 1,488,545 | 1,489,935 | 1,618,179 | 128,244 | - |
| **Outcome 5** |  |  |  |  |  |
| Regulation, Safety and Protection | 125,816 | 124,629 | 133,908 | 9,279 | - |
| **Outcome 6** |  |  |  |  |  |
| Ageing and Aged Care | 3,044,678 | 3,675,352 | 3,768,274 | 92,922 | - |
| **Total administered** | **8,955,483** | **9,754,028** | **10,320,073** | **566,045** | **-** |
| **Departmental** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Health System Policy, Design and Innovation | 83,903 | 64,246 | 64,475 | 229 | - |
| **Outcome 2** |  |  |  |  |  |
| Health Access and Support Services | 174,269 | 172,614 | 173,518 | 904 | - |
| **Outcome 3** |  |  |  |  |  |
| Sport and Recreation | 6,695 | 8,145 | 8,145 | - | - |
| **Outcome 4** |  |  |  |  |  |
| Individual Health Benefits | 185,562 | 178,855 | 183,324 | 4,469 | - |
| **Outcome 5** |  |  |  |  |  |
| Regulation, Safety and Protection | 37,058 | 58,572 | 60,411 | 1,839 | - |
| **Outcome 6** |  |  |  |  |  |
| Ageing and Aged Care | 175,097 | 146,841 | 199,698 | 52,857 | - |
| **Total departmental** | **662,584** | **629,273** | **689,571** | **60,298** | **-** |
| **Total appropriation administered and departmental Bill No. 3** | **9,618,067** | **10,383,301** | **11,009,644** | **626,343** | **-** |

(a) 2017-18 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year and is represented on the basis of the current Outcome structure. Available appropriation is the amount available to be drawn down, and is equal to: Budget Appropriation + Additional Estimates Appropriation + AFM - Savings - Rephasings - Other reduction +/- Section 75.

(b) The 2018-19 Budget estimates have been updated to include the transfer of appropriations to the Department of Social Services and the Aged Care Quality and Safety Commission under s75 of the PGPA Act.

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available (a)** $'000 | **2018-19 Budget** $'000 | **2018-19 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Non-operating** |  |  |  |  |  |
| Equity injections | 7,422 | 19,017 | 19,246 | 229 | - |
| Administered assets and liabilities | 150,537 | 25,000 | 120,133 | 95,133 | - |
| **Total non-operating** | **157,959** | **44,017** | **139,379** | **95,362** | **-** |
| **Total appropriation administered and departmental Bill No. 4** | **157,959** | **44,017** | **139,379** | **95,362** | **-** |

(a) 2017-18 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 Outcomes and Planned Performance

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

There have been no revisions to p[Status]erformance information since the 2018-19 Budget.

### Cross Outcome Variations

There are no cross outcome variations for the Department of Health in 2018-19.

**2.1 Budget Expenses and Performance for Outcome 1**

**Outcome 1: Health System Policy, Design and Innovation**

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

**Table 2.1.1: Resource Summary – Outcome 1**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 1.1: Health Policy Research and Analysis (a)** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 54,817 | 64,817 | 10,000 |
| Special accounts |  |  |  |
| Medical Research Future Fund | 222,383 | 222,383 | - |
| Special appropriations |  |  |  |
| *National Health Act 1953* - blood fractionation, products and blood related products to National Blood Authority | 782,766 | 781,872 | (894) |
| *Public Governance, Performance and Accountability Act 2013 - s77* - repayments | 2,000 | 20,000 | 18,000 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 55,995 | 55,995 | - |
| Expenses not requiring appropriation in the Budget year (d) | 2,856 | 2,856 | - |
| **Total for Program 1.1** | **1,120,817** | **1,147,923** | **27,106** |
| **Program 1.2: Health Innovation and Technology** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 3,107 | 8,136 | 5,029 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 2,652 | 2,652 | - |
| Expenses not requiring appropriation in the Budget year (d) | 175 | 175 | - |
| **Total for Program 1.2** | **5,934** | **10,963** | **5,029** |

**Table 2.1.1: Resource Summary – Outcome 1 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 1.3: Health Infrastructure (a)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 6,871 | 6,871 | - |
| Special appropriations |  |  |  |
| *Health Insurance Act 1973* - payments relating to the former Health and Hospitals Fund | 11,844 | 30,770 | 18,926 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 3,916 | 3,916 | - |
| Expenses not requiring appropriation in the Budget year (d) | 105 | 105 | - |
| **Total for Program 1.3** | **22,736** | **41,662** | **18,926** |
| **Program 1.4: Health Peak and Advisory Bodies** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 7,458 | 7,458 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 3,513 | 3,513 | - |
| Expenses not requiring appropriation in the Budget year (d) | 94 | 94 | - |
| **Total for Program 1.4** | **11,065** | **11,065** | **-** |
| **Program 1.5: International Policy** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 15,748 | 17,293 | 1,545 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 9,319 | 9,319 | - |
| Expenses not requiring appropriation in the Budget year (d) | 250 | 250 | - |
| **Total for Program 1.5** | **25,317** | **26,862** | **1,545** |

**Table 2.1.1: Resource Summary – Outcome 1 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Outcome 1 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 88,001 | 104,575 | 16,574 |
| Special accounts | 222,383 | 222,383 | - |
| Special appropriations | 796,610 | 832,642 | 36,032 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 75,395 | 75,395 | - |
| Expenses not requiring appropriation in the Budget year (d) | 3,480 | 3,480 | - |
| **Total expenses for Outcome 1** | **1,185,869** | **1,238,475** | **52,606** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 396 | 396 |  |

(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic Fiscal Outlook*.

(b) Appropriation (Bill No. 1 & 3) 2018-19.

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

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

**Table 2.1.2: Variations Table – Outcome 1**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 1.1: Health Policy Research and Analysis** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Investing in Health and Medical Research - Australian Genomic Cancer Medicine Program | 10,000 | 10,000 | 10,000 | 10,000 |
| Price parameter adjustments (a) | - | 36 | 74 | 79 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Investing in Health and Medical Research - Medical Research Future Fund | - | 738 | 411 | 76 |
|  | **10,000** | **10,774** | **10,485** | **10,155** |
| **Program 1.2: Health Innovation and Technology** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| My Health Record - reallocation from Program 2.5 | 5,029 | - | - | - |
|  | **5,029** | **-** | **-** | **-** |
| **Program 1.4: Health Peak and Advisory Bodies** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments (a) | - | 7 | 15 | 15 |
|  | **-** | **7** | **15** | **15** |
| **Program 1.5: International Policy** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Variation to reflect change in exchange rate | 1,545 | 1,592 | 1,917 | 2,267 |
|  | **1,545** | **1,592** | **1,917** | **2,267** |

(a) See explanation in Portfolio Glossary.

**Table 2.1.3: Program Expenses Table – Outcome 1**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 1.1: Health Policy Research and Analysis** | | |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 45,988 | 64,817 | 59,607 | 60,967 | 63,508 |
| Special Accounts |  |  |  |  |  |
| Medical Research Future Fund | 30,100 | 222,383 | 392,703 | 650,236 | 645,951 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953* - blood fractionation, products and blood related products to National Blood Authority | 718,621 | 781,872 | 833,494 | 903,997 | 987,601 |
| *Public Governance, Performance and Accountability Act 2013 -* s77 - repayments | 583 | 20,000 | 2,000 | 2,000 | 2,000 |
| Other Services | 4,720 | - | - | - | - |
| Program support | 55,762 | 58,851 | 57,234 | 56,843 | 56,580 |
| **Total for Program 1.1** | **855,774** | **1,147,923** | **1,345,038** | **1,674,043** | **1,755,640** |
| **Program 1.2: Health Innovation and Technology** | | |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 43,718 | 8,136 | 370 | 442 | 449 |
| Program support | 6,093 | 2,827 | 2,747 | 2,731 | 2,836 |
| **Total for Program 1.2** | **49,811** | **10,963** | **3,117** | **3,173** | **3,285** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 1.3: Health Infrastructure** | |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 8,001 | 6,871 | 8,535 | 9,094 | 5,961 |
| Special appropriations |  |  |  |  |  |
| *Health Insurance Act 1973* - payments relating to the former Health and Hospitals Fund | 10,506 | 30,770 | 5,408 | 10 | - |
| Program support | 4,334 | 4,021 | 3,973 | 3,964 | 4,027 |
| **Total for Program 1.3** | **22,841** | **41,662** | **17,916** | **13,068** | **9,988** |
| **Program 1.4: Health Peak and Advisory Bodies** | | |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 8,046 | 7,458 | 7,319 | 7,672 | 7,787 |
| Program support | 3,394 | 3,607 | 3,563 | 3,555 | 3,611 |
| **Total for Program 1.4** | **11,440** | **11,065** | **10,882** | **11,227** | **11,398** |
| **Program 1.5: International Policy** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 14,212 | 17,293 | 17,340 | 18,092 | 18,882 |
| Program support | 8,751 | 9,569 | 9,454 | 9,431 | 9,580 |
| **Total for Program 1.5** | **22,963** | **26,862** | **26,794** | **27,523** | **28,462** |

**Planned Performance for Outcome 1**

There have been no changes to performance information for Outcome 1 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

**2.2 Budgeted Expenses and Performance for Outcome 2**

**Outcome 2: Health Access and Support Services**

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

**Table 2.2.1: Resource Summary – Outcome 2**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 2.1: Mental Health (a)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 856,413 | 970,786 | 114,373 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 20,336 | 16,329 | (4,007) |
| Expenses not requiring appropriation in the Budget year (d) | 574 | 574 | - |
| **Total for Program 2.1** | **877,323** | **987,689** | **110,366** |
| **Program 2.2: Aboriginal and Torres Strait Islander Health (a)** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 898,519 | 903,519 | 5,000 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 35,409 | 27,295 | (8,114) |
| Expenses not requiring appropriation in the Budget year (d) | 982 | 982 | - |
| **Total for Program 2.2** | **934,910** | **931,796** | **(3,114)** |
| **Program 2.3: Health Workforce** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 1,381,500 | 1,386,000 | 4,500 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 39,780 | 39,780 | - |
| Expenses not requiring appropriation in the Budget year (d) | 945 | 945 | - |
| **Total for Program 2.3** | **1,422,225** | **1,426,725** | **4,500** |

**Table 2.2.1: Resource Summary – Outcome 2 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 2.4: Preventive Health and Chronic Disease Support (a)** | | |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 399,893 | 559,209 | 159,316 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 44,314 | 45,121 | 807 |
| Expenses not requiring appropriation in the Budget year (d) | 1,200 | 1,200 | - |
| **Total for Program 2.4** | **445,407** | **605,530** | **160,123** |
| **Program 2.5: Primary Health Care Quality and Coordination** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 435,378 | 471,215 | 35,837 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 27,366 | 21,265 | (6,101) |
| Expenses not requiring appropriation in the Budget year (d) | 752 | 752 | - |
| **Total for Program 2.5** | **463,496** | **493,232** | **29,736** |
| **Program 2.6: Primary Care Practice Incentives** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 365,670 | 365,670 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 2,223 | 2,223 | - |
| Expenses not requiring appropriation in the Budget year (d) | 61 | 61 | - |
| **Total for Program 2.6** | **367,954** | **367,954** | **-** |
| **Program 2.7: Hospital Services (a)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 14,832 | 14,832 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 24,704 | 24,704 | - |
| Expenses not requiring appropriation in the Budget year (d) | 3,740 | 3,740 | - |
| **Total for Program 2.7** | **43,276** | **43,276** | **-** |

**Table 2.2.1: Resource Summary – Outcome 2 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Outcome 2 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 4,352,205 | 4,671,231 | 319,026 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 194,132 | 176,717 | (17,415) |
| Expenses not requiring appropriation in the Budget year (d) | 8,254 | 8,254 | - |
| **Total expenses for Outcome 2** | **4,554,591** | **4,856,202** | **301,611** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 995 | 877 |  |

(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic Fiscal Outlook*.

(b) Appropriation (Bill No. 1 & 3) 2018-19.

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

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

**Table 2.2.2: Variations Table – Outcome 2**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 2.1: Mental Health** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Community Health and Hospitals Program | 85,000 | 85,000 | 120,000 | 130,000 |
| **Measure** - Strengthening Aged Care - improved access and compliance | (4,000) | - | - | - |
| **Measure** - Guaranteeing Medicare - strengthening primary care | 11,351 | 11,699 | - | - |
| **Measure** - Prioritising Mental Health - headspace sustainability | 8,162 | 10,162 | 10,162 | 10,162 |
| **Measure** - Prioritising Mental Health - Early Psychosis Youth Services | - | 54,788 | 54,788 | - |
| **Measure** - Prioritising Mental Health - headspace satellite sites in regional Australia - additional funding | 1,260 | 1,203 | 1,203 | 1,203 |
| Partners in Recovery - reprofile of funding | 12,600 | - | - | - |
| Price parameter adjustments (a) | - | 646 | 1,314 | 1,364 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Guaranteeing Medicare - strengthening primary care | 120 | 24 | - | - |
| **Measure** - Prioritising Mental Health - Early Psychosis Youth Services | 57 | 30 | 30 | - |
| **Measure** - Prioritising Mental Health - headspace sustainability | 67 | 93 | 93 | 93 |
| Transfer to Department of Social Services for grants administration (b) | (4,251) | (5,158) | (5,198) | (5,201) |
|  | **110,366** | **158,487** | **182,392** | **137,621** |
| **Program 2.2: Aboriginal and Torres Strait Islander Health** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Indigenous PBS Co Payment Program - variation to reflect demand | 5,000 | 5,250 | 5,500 | 5,750 |
| Price parameter adjustments (a) | - | - | - | 954 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Transfer to Department of Social Services for grants administration (b) | (8,114) | (9,847) | (9,923) | (9,929) |
|  | **(3,114)** | **(4,597)** | **(4,423)** | **(3,225)** |

**Table 2.2.2: Variations Table – Outcome 2 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 2.3: Health Workforce** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Stronger Rural Health - Royal Flying Doctor Service - additional support | 4,500 | - | - | - |
| Price parameter adjustments (a) | - | 1,385 | 2,892 | 2,922 |
|  | **4,500** | **1,385** | **2,892** | **2,922** |
| **Program 2.4: Preventive Health and Chronic Disease Support** | | |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Community Health and Hospitals Program | 80,000 | 80,000 | 110,000 | 140,000 |
| **Measure** - Fighting Diabetes - Juvenile Diabetes Research Foundation | - | 1,500 | 1,500 | 1,500 |
| **Measure** - Fetal Alcohol Spectrum Disorder - strategic action plan | - | 2,400 | 2,350 | 1,950 |
| **Measure** - Guaranteeing Medicare - strengthening primary care | - | 5,714 | 5,714 | 5,714 |
| **Measure** - Improving Confidence in the Strawberry Supply Chain | 390 | - | - | - |
| **Measure** – Fighting Cancer - McGrath Foundation Breast Care Nurses | - | 2,900 | 3,800 | 10,000 |
| **Measure** - Western Australian Children's Health Telethon | 2,000 | - | - | - |
| Drug testing trial - reprofile of funding | 2,926 | - | - | - |
| National Cancer Screening Register - reprofile of funding | 68,000 | - | - | - |
| Tobacco litigation - reprofile of funding | nfp | - | - | - |
| Price parameter adjustments (a) | - | 388 | 771 | 755 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Fetal Alcohol Spectrum Disorder - strategic action plan | 578 | 42 | 42 | 42 |
| **Measure** - Guaranteeing Medicare - strengthening primary care | 229 | 69 | 39 | 24 |
|  | **154,123** | **93,013** | **124,216** | **159,985** |

**Table 2.2.2: Variations Table – Outcome 2 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 2.5: Primary Health Care Quality and Coordination** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Community Health and Hospitals Program | 85,000 | 85,000 | 120,000 | 130,000 |
| **Measure** - Guaranteeing Medicare - strengthening primary care | (45,634) | 69,947 | 94,940 | 2,169 |
| **Measure** - Support for Stillbirth Research and Education | 1,500 | 1,500 | - | - |
| My Health Record - reallocation to Program 1.2 | (5,029) | - | - | - |
| Price parameter adjustments (a) | - | 326 | 611 | 620 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Guaranteeing Medicare - strengthening primary care | 82 | 155 | 156 | 158 |
| Transfer to Department of Social Services for grants administration (b) | (6,183) | (7,502) | (7,560) | (7,565) |
|  | **29,736** | **149,426** | **208,147** | **125,382** |
| **Program 2.6: Primary Care Practice Incentives** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments (a) | - | - | - | 372 |
|  | **-** | **-** | **-** | **372** |
| **Program 2.7: Hospital Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments (a) | - | 3 | 7 | 7 |
|  | **-** | **3** | **7** | **7** |

(a) See explanation in Portfolio Glossary.

(b) Transfer under Section 75 of the PGPA Act.

**Table 2.2.3: Program Expenses Table – Outcome 2**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised  Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 2.1: Mental Health** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 759,708 | 970,786 | 817,809 | 853,535 | 834,018 |
| Program support | 22,058 | 16,903 | 15,691 | 15,545 | 15,858 |
| **Total for Program 2.1** | **781,766** | **987,689** | **833,500** | **869,080** | **849,876** |
| **Program 2.2: Aboriginal and Torres Strait Islander Health** | | | |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 856,784 | 903,519 | 941,288 | 981,560 | 1,022,873 |
| Program support | 36,347 | 28,277 | 26,094 | 25,927 | 26,507 |
| **Total for Program 2.2** | **893,131** | **931,796** | **967,382** | **1,007,487** | **1,049,380** |
| **Program 2.3: Health Workforce** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 1,296,175 | 1,386,000 | 1,407,310 | 1,469,183 | 1,484,356 |
| Program support | 35,871 | 40,725 | 38,415 | 36,831 | 36,756 |
| **Total for Program 2.3** | **1,332,046** | **1,426,725** | **1,445,725** | **1,506,014** | **1,521,112** |
| **Program 2.4: Preventive Health and Chronic Disease Support** | | | |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 373,999 | 559,209 | 486,923 | 516,222 | 542,995 |
| Program support | 47,416 | 46,321 | 44,806 | 44,658 | 45,359 |
| **Total for Program 2.4** | **421,415** | **605,530** | **531,729** | **560,880** | **588,354** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised  Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 2.5: Primary Health Care Quality and Coordination** | | | |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 400,252 | 471,215 | 488,745 | 525,046 | 446,924 |
| Program support | 28,142 | 22,017 | 20,305 | 20,179 | 20,625 |
| **Total for Program 2.5** | **428,394** | **493,232** | **509,050** | **545,225** | **467,549** |
| **Program 2.6: Primary Care Practice Incentives** | | |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 343,487 | 365,670 | 365,736 | 371,953 | 378,276 |
| Program support | 1,828 | 2,284 | 2,256 | 2,249 | 2,285 |
| **Total for Program 2.6** | **345,315** | **367,954** | **367,992** | **374,202** | **380,561** |
| **Program 2.7: Hospital Services** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 14,435 | 14,832 | 14,957 | 16,064 | 16,305 |
| Program support | 29,629 | 28,444 | 26,123 | 26,213 | 26,301 |
| **Total for Program 2.7** | **44,064** | **43,276** | **41,080** | **42,277** | **42,606** |

**Planned Performance for Outcome 2**

There have been no changes to performance information for Outcome 2 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

**2.3 Budgeted Expenses and Performance for Outcome 3**

**Outcome 3: Sport and Recreation**

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

**Table 2.3.1: Resource Summary – Outcome 3**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to  estimates** $'000 |
| **Program 3.1: Sport and Recreation (a)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 23,906 | 23,906 | - |
| Special accounts |  |  |  |
| Sport and Recreation | 407 | 407 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 8,468 | 8,468 | - |
| Expenses not requiring appropriation in the Budget year (d) | 227 | 227 | - |
| **Total for Program 3.1** | **33,008** | **33,008** | **-** |
| **Outcome 3 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (b) | 23,906 | 23,906 | - |
| Special accounts | 407 | 407 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 8,468 | 8,468 | - |
| Expenses not requiring appropriation in the Budget year (d) | 227 | 227 | - |
| **Total expenses for Outcome 3** | **33,008** | **33,008** | **-** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 39 | 39 |  |

(a) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic Fiscal Outlook*.

(b) Appropriation (Bill No. 1 & 3) 2018-19.

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

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

**Table 2.3.2: Variations Table – Outcome 3**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 3.1: Sport and Recreation** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Price parameter adjustments (a) | - | - | - | (16) |
|  | **-** | **-** | **-** | **(16)** |

(a) See explanation in Portfolio Glossary.

**Table 2.3.3: Program Expenses Table – Outcome 3**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 3.1: Sport and Recreation** | |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 23,328 | 23,906 | 19,260 | 17,198 | 16,039 |
| Special Accounts |  |  |  |  |  |
| Sport and Recreation | 404 | 407 | 407 | 407 | 407 |
| Program support | 6,630 | 8,695 | 7,602 | 7,584 | 7,706 |
| **Total for Program 3.1** | **30,362** | **33,008** | **27,269** | **25,189** | **24,152** |

**Planned Performance for Outcome 3**

There have been no changes to performance information for Outcome 3 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

**2.4 Budgeted Expenses and Performance for Outcome 4**

* **Outcome 4: Individual Health Benefits**
* Access to cost-effective medicines, medical, dental and hearing services, and improved choice in health services, including through the Pharmaceutical Benefits Scheme, Medicare, targeted assistance strategies and private health insurance

**Table 2.4.1: Resource Summary – Outcome 4**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised $**'000 | **Variation to estimates** $'000 |
| **Program 4.1: Medical Benefits** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 107,712 | 117,635 | 9,923 |
| Special account |  |  |  |
| Medicare Guarantee Fund  - medical benefits | 23,970,854 | 24,064,785 | 93,931 |
| accrual adjustment (b) | (5,054) | (45,022) | (39,968) |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 31,860 | 31,860 | - |
| Expenses not requiring appropriation in the Budget year (d) | 864 | 864 | - |
| **Total for Program 4.1** | **24,106,236** | **24,170,122** | **63,886** |
| **Program 4.2: Hearing Services** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 538,662 | 542,504 | 3,842 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 7,437 | 7,437 | - |
| Expenses not requiring appropriation in the Budget year (d) | 2,000 | 2,000 | - |
| **Total for Program 4.2** | **548,099** | **551,941** | **3,842** |
| **Program 4.3: Pharmaceutical Benefits (e)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 814,229 | 931,582 | 117,353 |
| Special account |  |  |  |
| Medicare Guarantee Fund  - pharmaceutical benefits | 11,296,337 | 11,787,211 | 490,874 |
| accrual adjustment (b) | (22,937) | (11,271) | 11,666 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 52,462 | 52,462 | - |
| Expenses not requiring appropriation in the Budget year (d) | 2,133 | 2,133 | - |
| **Total for Program 4.3** | **12,142,224** | **12,762,117** | **619,893** |

**Table 2.4.1: Resource Summary – Outcome 4 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 4.4: Private Health Insurance** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 3,594 | 8,224 | 4,630 |
| Special appropriations |  |  |  |
| *Private Health Insurance Act 2007* - incentive payments and rebate | 6,150,597 | 6,170,602 | 20,005 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 13,556 | 13,556 | - |
| Expenses not requiring appropriation in the Budget year (d) | 272 | 272 | - |
| **Total for Program 4.4** | **6,168,019** | **6,192,654** | **24,635** |
| **Program 4.5: Medical Indemnity** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 142 | 842 | 700 |
| Special appropriations |  |  |  |
| *Medical Indemnity Act 2002* | 78,800 | 78,800 | - |
| *Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010* | 2,406 | 2,406 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 1,883 | 1,883 | - |
| Expenses not requiring appropriation in the Budget year (d) | 43 | 43 | - |
| **Total for Program 4.5** | **83,274** | **83,974** | **700** |
| **Program 4.6: Dental Services (e)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | - | - | - |
| Special appropriations |  |  |  |
| *Dental Benefits Act 2008* | 321,236 | 345,112 | 23,876 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 2,684 | 2,684 | - |
| Expenses not requiring appropriation in the Budget year (d) | 54 | 54 | - |
| **Total for Program 4.6** | **323,974** | **347,850** | **23,876** |

**Table 2.4.1: Resource Summary – Outcome 4 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 4.7: Health Benefit Compliance** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 12,090 | 15,800 | 3,710 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 71,060 | 71,060 | - |
| Expenses not requiring appropriation in the Budget year (d) | 1,736 | 1,736 | - |
| **Total for Program 4.7** | **84,886** | **88,596** | **3,710** |
| **Program 4.8: Targeted Assistance - Aids and Appliances** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 13,506 | 1,592 | (11,914) |
| Special appropriations |  |  |  |
| *National Health Act 1953* - aids and appliances | 356,371 | 374,931 | 18,560 |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 4,651 | 4,651 | - |
| Expenses not requiring appropriation in the Budget year (d) | 116 | 116 | - |
| **Total for Program 4.8** | **374,644** | **381,290** | **6,646** |
| **Outcome 4 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 1,489,935 | 1,618,179 | 128,244 |
| Special appropriations | 6,909,410 | 6,971,851 | 62,441 |
| Special account | 35,267,191 | 35,851,996 | 584,805 |
| accrual adjustment (b) | (27,991) | (56,293) | (28,302) |
| Departmental expenses |  |  |  |
| Departmental appropriation (c) | 185,593 | 185,593 | - |
| Expenses not requiring appropriation in the Budget year (d) | 7,218 | 7,218 | - |
| **Total expenses for Outcome 4** | **43,831,356** | **44,578,544** | **747,188** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 990 | 990 |  |

(a) Appropriation Bill (No. 1 & 3) 2018-19.

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

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

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

(e) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic Fiscal Outlook*.

**Table 2.4.2: Variations Table – Outcome 4**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 4.1: Medical Benefits** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Medical Treatment Overseas - variation to reflect demand | 9,923 | 5,150 | - | - |
| Price parameter adjustments (a) | - | - | 2 | 5 |
|  | **9,923** | **5,150** | **2** | **5** |
| **Program 4.2: Hearing Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Community Service Obligations - variation to reflect demand | - | 576 | (71) | 236 |
| Hearing Services Voucher Program - variation to reflect demand | 3,850 | 4,395 | 1,054 | 8,574 |
| Enhanced Residency Requirement for Pensioners - impact on hearing services | (8) | (61) | (114) | (157) |
|  | **3,842** | **4,910** | **869** | **8,653** |

**Table 2.4.2: Variations Table – Outcome 4 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 4.3: Pharmaceutical Benefits** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure -** Guaranteeing Medicare - strengthening primary care | (4,838) | (4,420) | (133) | - |
| **Measure -** Improving Access to Medicines - Life Saving Drugs Program - new listing | 385 | 815 | 812 | 676 |
| **Measure -** Improving Access to Medicines - streamlined listings | 817 | 3,493 | 3,840 | 3,655 |
| **Measure -** Improving Access to Medicines - Pharmaceutical Benefits Scheme Payment Arrangements - implementation funding | 17,000 | 4,829 | 2,614 | 2,679 |
| Electronic Recording and reporting of controlled drugs - reprofile of funding | 9,340 | - | - | - |
| e-prescribing - reprofile of funding | 3,698 | - | - | - |
| Pharmacy Trial Program - reprofile of funding | 21,084 | - | - | - |
| Pharmacy Programs - reprofile of funding | 65,856 | - | - | - |
| Life Saving Dugs Program - variation to reflect demand | 7,721 | - | - | - |
| Strengthening Compliance - reallocation to Program 4.7 | (3,710) | - | - | - |
| Price parameter adjustments (a) | - | (1,711) | (1,350) | (1,404) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure -** Improving Access to Medicines -streamlined listings | - | 6,513 | 10,867 | 11,149 |
|  | **117,353** | **9,519** | **16,650** | **16,755** |

**Table 2.4.2: Variations Table – Outcome 4 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 4.4: Private Health Insurance** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure -** Private Health Insurance Reforms - information campaign | 4,510 | 490 | - | - |
| Private Health Insurance Complaints Levy - variation to reflect demand | 120 | 13 | 8 | (13) |
|  | **4,630** | **503** | **8** | **(13)** |
| **Program 4.5: Medical Indemnity** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure -** Guaranteeing Medicare - strengthening primary care | 700 | 482 | 240 | 240 |
|  | **700** | **482** | **240** | **240** |
| **Program 4.7: Health Benefit Compliance** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Strengthening Compliance - reallocation from Program 4.3 | 3,710 | - | - | - |
|  | **3,710** | **-** | **-** | **-** |
| **Program 4.8: Targeted Assistance - Aids and Appliances** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Changes to the National Diabetes Services Scheme and the Continuous Glucose Monitoring Program | (11,914) | (13,080) | (14,296) | (14,296) |
|  | **(11,914)** | **(13,080)** | **(14,296)** | **(14,296)** |

1. See explanation in Portfolio Glossary.

**Table 2.4.3: Program Expenses Table – Outcome 4**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 4.1: Medical Benefits** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 100,301 | 117,635 | 111,073 | 103,222 | 100,215 |
| Special account |  |  |  |  |  |
| Medicare Guarantee Fund  - medical benefits | 22,807,734 | 24,064,785 | 25,453,585 | 26,883,971 | 28,233,999 |
| accrual adjustment (a) | 395,410 | (45,022) | 3,057 | 4,173 | 4,410 |
| Program support | 32,920 | 32,724 | 31,376 | 25,085 | 24,421 |
| **Total for Program 4.1** | **23,336,365** | **24,170,122** | **25,599,091** | **27,016,451** | **28,363,045** |
| **Program 4.2: Hearing Services** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 518,467 | 542,504 | 574,544 | 596,260 | 611,688 |
| Program support | 9,062 | 9,437 | 9,239 | 9,265 | 9,419 |
| **Total for Program 4.2** | **527,529** | **551,941** | **583,783** | **605,525** | **621,107** |
| **Program 4.3: Pharmaceutical Benefits** | |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 719,268 | 931,582 | 814,539 | 596,285 | 596,862 |
| Special account |  |  |  |  |  |
| Medicare Guarantee Fund *-* pharmaceutical benefits (b) | 11,434,595 | 11,787,211 | 11,242,039 | 9,504,537 | 9,392,910 |
| accrual adjustment (a) | 255,629 | (11,271) | 56,409 | (5,956) | 5,651 |
| Program support | 59,642 | 54,595 | 54,016 | 56,519 | 57,076 |
| **Total for Program 4.3** | **12,469,134** | **12,762,117** | **12,167,003** | **10,151,385** | **10,052,499** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 4.4: Private Health Insurance** | |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 2,315 | 8,224 | 3,145 | 2,652 | 2,625 |
| Special appropriations |  |  |  |  |  |
| *Private Health Insurance Act 2007* - incentive payments and rebate | 6,010,185 | 6,170,602 | 6,312,805 | 6,426,062 | 6,604,132 |
| Program support | 11,903 | 13,828 | 13,704 | 13,679 | 13,842 |
| **Total for Program 4.4** | **6,024,403** | **6,192,654** | **6,329,654** | **6,442,393** | **6,620,599** |
| **Program 4.5: Medical Indemnity** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 221 | 842 | 624 | 382 | 382 |
| Special appropriations |  |  |  |  |  |
| *Medical Indemnity Act 2002* | 79,306 | 78,800 | 81,527 | 83,003 | 87,191 |
| *Midwife Professional Indemnity (Commonwealth Contribution) Scheme Act 2010* | - | 2,406 | 2,942 | 3,557 | 4,251 |
| Program support | 2,009 | 1,926 | 1,906 | 1,902 | 1,928 |
| **Total for Program 4.5** | **81,536** | **83,974** | **86,999** | **88,844** | **93,752** |
| **Program 4.6: Dental Services** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | - | - | - | - | - |
| Special appropriations |  |  |  |  |  |
| *Dental Benefits Act 2008* | 333,927 | 345,112 | 346,292 | 340,908 | 345,202 |
| Program support | 1,912 | 2,738 | 2,718 | 2,712 | 2,744 |
| **Total for Program 4.6** | **335,839** | **347,850** | **349,010** | **343,620** | **347,946** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 4.7: Health Benefit Compliance** | |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 15,416 | 15,800 | 12,000 | 12,000 | 12,000 |
| Program support | 62,099 | 72,796 | 72,632 | 71,782 | 68,867 |
| **Total for Program 4.7** | **77,515** | **88,596** | **84,632** | **83,782** | **80,867** |
| **Program 4.8: Targeted Assistance - Aids and Appliances** | | |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 14,696 | 1,592 | 1,592 | 1,592 | 1,592 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953*  -aids and appliances | 351,420 | 374,931 | 384,224 | 393,222 | 407,613 |
| Program support | 5,001 | 4,767 | 4,714 | 4,703 | 4,772 |
| **Total for Program 4.8** | **371,117** | **381,290** | **390,530** | **399,517** | **413,977** |

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

(b) The reduction in PBS expenditure over the forward estimates is largely due to the impact of the Government’s decision to improve the payment administration for high-cost medicines. This will see a reduction in revenue rebates for high-cost medicines with special pricing arrangements, which reduces PBS revenues and expenses by a corresponding amount. There is no reduction in the Government’s overall investment in the PBS as a result of these changes.

**Planned Performance for Outcome 4**

There have been no changes to performance information for Outcome 4 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

**2.5 Budgeted Expenses and Performance for Outcome 5**

**Outcome 5: Regulation, Safety and Protection**

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

**Table 2.5.1: Resources Summary – Outcome 5**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 5.1: Protect the Health and Safety of the Community Through Regulation** | | | |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | - | - | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 15,332 | 17,171 | 1,839 |
| to special accounts | (10,094) | (10,094) | - |
| Expenses not requiring appropriation in the Budget year (c) | 124 | 124 | - |
| Special accounts |  |  |  |
| OGTR Special Account (d) | 7,638 | 7,638 | - |
| NICNAS Special Account (e) | 18,051 | 19,124 | 1,073 |
| TGA Special Account (f) | 154,601 | 154,601 | - |
| Expense adjustment (g) | 2,720 | 2,147 | (573) |
| **Total for Program 5.1** | **188,372** | **190,711** | **2,339** |
| **Program 5.2: Health Protection and Emergency Response (h)** | |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 94,803 | 97,739 | 2,936 |
| Non cash expenses (i) | 23,616 | 23,508 | (108) |
| Special accounts |  |  |  |
| Human Pituitary Hormones  - s78 PGPA Act | 170 | 170 | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 25,488 | 25,488 | - |
| Expenses not requiring appropriation in the Budget year (c) | 798 | 798 | - |
| **Total for Program 5.2** | **144,875** | **147,703** | **2,828** |

**Table 2.5.1: Resources Summary – Outcome 5 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 5.3: Immunisation (h)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 29,826 | 36,169 | 6,343 |
| to Australian Immunisation Register Special Account | (7,133) | (7,133) | - |
| Special accounts |  |  |  |
| Australian Immunisation Register - s78 PGPA Act | 9,820 | 9,820 | - |
| Special appropriations |  |  |  |
| *National Health Act 1943* - essential vaccines | 380,960 | 392,927 | 11,967 |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 8,883 | 8,883 | - |
| Expenses not requiring appropriation in the Budget year (c) | 244 | 244 | - |
| **Total for Program 5.3** | **422,600** | **440,910** | **18,310** |
| **Outcome 5 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 124,629 | 133,908 | 9,279 |
| to Special accounts | (7,133) | (7,133) | - |
| Non cash expenses (i) | 23,616 | 23,508 | (108) |
| Special accounts | 9,990 | 9,990 | - |
| Special appropriations | 380,960 | 392,927 | 11,967 |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 49,703 | 51,542 | 1,839 |
| to special accounts | (10,094) | (10,094) | - |
| Expenses not requiring appropriation in the Budget year (c) | 1,166 | 1,166 | - |
| Special accounts | 183,010 | 183,510 | 500 |
| **Total expenses for Outcome 5** | **755,847** | **779,324** | **23,477** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 937 | 937 |  |

(a) Appropriation (Bill No. 1 & 3) 2018-19.

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

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

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

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

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

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

(h) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic Fiscal Outlook*.

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

**Table 2.5.2: Variations Table – Outcome 5**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 5.1: Protect the Health and Safety of the Community Through Regulation** | | | |  |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Medicinal Cannabis Scheme | 1,839 | 2,543 | - | - |
|  | **1,839** | **2,543** | **-** | **-** |
| **Program 5.2: Health Protection and Emergency Response** | |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Voluntary Blood Testing Program - reprofile of funding | 2,936 | (529) | (223) | - |
| Price parameter adjustments (a) | - | 91 | 174 | 179 |
|  | **2,936** | **(438)** | **(49)** | **179** |
| **Program 5.3: Immunisation** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Improving Access to Medicines - National Immunisation Program - new listings | 6,343 | 2,308 | 1,099 | 857 |
| **Measure** - Improving Access to Medicines - streamlined listings | - | 15 | 49 | - |
| Price parameter adjustments (a) | - | 29 | 51 | 51 |
|  | **6,343** | **2,352** | **1,199** | **908** |

(a) See explanation in Portfolio Glossary.

**Table 2.5.3: Program Expenses Table – Outcome 5**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 5.1: Protect the Health and Safety of the Community through Regulation** | | | | |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 109 | - | - | - | - |
| Program support | 15,383 | 17,295 | 16,133 | 14,010 | 13,318 |
| to Special Accounts | (10,305) | (10,094) | (8,320) | (8,382) | (8,431) |
| Special Accounts |  |  |  |  |  |
| OGTR Special Account | 7,534 | 7,638 | 7,646 | 7,694 | 7,747 |
| NICNAS Special Account | 17,907 | 19,124 | 15,480 | 15,480 | 15,480 |
| TGA Special Account | 142,280 | 154,601 | 156,929 | 159,120 | 162,515 |
| Expense adjustment | 4,648 | 2,147 | 6,159 | 7,179 | 6,799 |
| **Total for Program 5.1** | **177,556** | **190,711** | **194,027** | **195,101** | **197,428** |
| **Program 5.2: Health Protection and Emergency Response** | | | |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 85,992 | 97,739 | 92,035 | 88,464 | 90,342 |
| Non cash expenses | 24,422 | 23,508 | 12,412 | 4,831 | 4,717 |
| Special Accounts |  |  |  |  |  |
| Human Pituitary Hormones Special Account - s78 PGPA Act | 115 | 170 | 170 | 170 | 170 |
| Program support | 26,151 | 26,286 | 25,957 | 25,895 | 26,317 |
| **Total for Program 5.2** | **136,680** | **147,703** | **130,574** | **119,360** | **121,546** |
| **Program 5.3: Immunisation** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 34,565 | 36,169 | 29,914 | 27,158 | 27,191 |
| to Australian Immunisation Register Special Account | (3,222) | (7,133) | (7,133) | (7,133) | (7,133) |
| Special Accounts |  |  |  |  |  |
| Australian Immunisation Register Special Account s78 PGPA Act | 9,895 | 9,820 | 9,820 | 9,820 | 9,820 |
| Special appropriations |  |  |  |  |  |
| *National Health Act 1953*  - essential vaccines | 344,427 | 392,927 | 392,872 | 386,776 | 386,309 |
| Program support | 9,426 | 9,127 | 9,014 | 8,991 | 9,137 |
| **Total for Program 5.3** | **395,091** | **440,910** | **434,487** | **425,612** | **425,324** |

**Planned Performance for Outcome 5**

There have been no changes to performance information for Outcome 5 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

**2.6 Budgeted Expenses and Performance for Outcome 6**

**Outcome 6: Ageing and Aged Care**

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

**Table 2.6.1: Resource Summary – Outcome 6**

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

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 6.1: Access and Information** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 273,420 | 233,536 | (39,884) |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 44,856 | 80,982 | 36,126 |
| Expenses not requiring appropriation in the Budget year (c) | 1,196 | 1,196 | - |
| **Total for Program 6.1** | **319,472** | **315,714** | **(3,758)** |
| **Program 6.2: Aged Care Services (d)** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) (e) | 3,213,497 | 3,341,647 | 128,150 |
| Zero Real Interest Loans |  |  |  |
| - appropriation | 27,960 | 27,960 | - |
| - expense adjustment (f) | (18,656) | (18,656) | - |
| Special appropriations |  |  |  |
| *Aged Care Act 1997* - flexible care | 493,226 | 493,809 | 583 |
| *Aged Care Act 1997* - residential and home care | 14,295,623 | 14,740,482 | 444,859 |
| *National Health Act 1953* - continence aids payments | 85,116 | 90,812 | 5,696 |
| *Aged Care (Accommodation Payment Security) Act 2006* | - | - | - |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 85,069 | 72,771 | (12,298) |
| Expenses not requiring appropriation in the Budget year (c) | 2,217 | 2,217 | - |
| **Total for Program 6.2** | **18,184,052** | **18,751,042** | **566,990** |

**Table 2.6.1: Resource Summary – Outcome 6 (continued)**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **2018-19  Budget** $'000 | **2018-19  Revised** $'000 | **Variation to estimates** $'000 |
| **Program 6.3: Aged Care Quality** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 160,475 | 165,131 | 4,656 |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 50,877 | 48,513 | (2,364) |
| Expenses not requiring appropriation in the Budget year (c) | 1,405 | 1,405 | - |
| **Total for Program 6.3** | **212,757** | **215,049** | **2,292** |
| **Outcome 6 totals by appropriation type** |  |  |  |
| Administered expenses |  |  |  |
| Ordinary annual services (a) | 3,675,352 | 3,768,274 | 92,922 |
| - expense adjustment (f) | (18,656) | (18,656) | - |
| Special appropriations | 14,873,965 | 15,325,103 | 451,138 |
| Departmental expenses |  |  |  |
| Departmental appropriation (b) | 180,802 | 202,266 | 21,464 |
| Expenses not requiring appropriation in the Budget year (c) | 4,818 | 4,818 | - |
| **Total expenses for Outcome 6** | **18,716,281** | **19,281,805** | **565,524** |
|  |  |  |  |
|  | **2018-19 Budget** | **2018-19 Revised** |  |
| **Average staffing level (number)** | 1,001 | 794 |  |

(a) Appropriation (Bill No. 1 & 3) 2018-19.

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

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

(d) Budget estimates for this program exclude National Partnership funding paid to State and Territory Governments by the Treasury as part of the Federal Financial Relations Framework. National Partnerships are listed in Section 2 of the *2018-19 Health Portfolio Budget Statements* under each program, for updated estimates refer to the *2018-19 Mid-Year Economic and Fiscal Outlook*.

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

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

**Table 2.6.2: Variations Table – Outcome 6**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 6.1: Access and Information** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Choices for a Longer Life - healthy ageing and high quality care | 197 | 4,108 | - | - |
| Aged Care Systems - reallocation to departmental | (40,081) |  |  |  |
| Price parameter adjustments (a) | - | 237 | 436 | 442 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| Aged Care Systems - reallocation from administered | 40,081 | - | - | - |
| Transfer to the Aged Care Quality and Safety Commission – compliance function (b) | (3,955) | (8,977) | (10,105) | (10,164) |
|  | **(3,758)** | **(4,632)** | **(9,669)** | **(9,722)** |
| **Program 6.2: Aged Care Services** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Strengthening Aged Care - improved access and compliance | (3,820) | (4,520) | (10,664) | (26,427) |
| **Measure** - Strengthening Aged Care - more places, lower fees, better access | 700 | 2,504 | 2,530 | 2,555 |
| Commonwealth Continuity of Support Program - reprofile of funding | 131,270 | - | - | - |
| Zero Real Interest Loans - reprofile of funding | - | 4,870 | - | - |
| Price parameter adjustments (a) and prior period corrections | - | 551 | 828 | (50,781) |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Choices for a Longer Life - healthy ageing and high quality care | 1,279 | 902 | - | - |
| **Measure** - Strengthening Aged Care - improved access and compliance | 333 | 84 | 303 | 79 |
| Transfer to Department of Social Services for grants administration (b) | (13,910) | (16,881) | (17,009) | (17,022) |
|  | **115,852** | **(12,490)** | **(24,012)** | **(91,596)** |

**Table 2.6.2: Variations Table – Outcome 6 (continued)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 6.3: Aged Care Quality** |  |  |  |  |
| **Changes to administered appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Choices for a Longer Life - healthy ageing and high quality care | 2,648 | 5,647 | 1,400 | - |
| **Measure** - Strengthening Aged Care - improved access and compliance | 342 | 250 | - | - |
| Aged Care Infrastructure Investment - reprofile of funding | 30,000 | - | (15,000) | (15,000) |
| Aged Care Quality Fund - reprofile of funding and transfer to special appropriation (b) | (25,000) | (25,000) | - | - |
| Aged Care Systems - reallocation to departmental | (3,334) | - | - | - |
| Price parameter adjustments (a) | - | 151 | 273 | 272 |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Choices for a Longer Life - healthy ageing and high quality care | 501 | 695 | - | - |
| **Measure** - Strengthening Aged Care - improved access and compliance | 1,309 | 1,101 | - | - |
| **Measure** - Royal Commission into Aged Care Quality and Safety | 6,020 | 2,717 | - | - |
| Aged Care Systems - reallocation from administered | 3,334 | - | - | - |
| Transfer to the Aged Care Quality and Safety Commission – compliance function (b) | (7,345) | (16,669) | (18,765) | (18,873) |
| Transfer to the Department of Social Services - grants administration (b) | (6,183) | (7,502) | (7,560) | (7,565) |
|  | **2,292** | **(38,610)** | **(39,652)** | **(41,166)** |

(a) See explanation in Portfolio Glossary.

(b) Transfer under Section 75 of the PGPA Act.

**Table 2.6.3: Program Expenses Table – Outcome 6**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual (a)** $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 6.1: Access and Information** | | | | | |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 206,229 | 233,536 | 244,743 | 221,344 | 224,633 |
| Program support | 45,141 | 82,178 | 36,107 | 34,699 | 35,354 |
| **Total for Program 6.1** | **251,370** | **315,714** | **280,850** | **256,043** | **259,987** |
| **Program 6.2: Aged Care Services** | | | | | |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 2,510,607 | 3,341,647 | 3,360,909 | 3,382,557 | 3,529,319 |
| Zero Real Interest Loans |  |  |  |  |  |
| - appropriation | 29,451 | 27,960 | 22,586 | - | - |
| - expense adjustment | (26,480) | (18,656) | (15,128) | - | - |
| Special appropriations |  |  |  |  |  |
| *Aged Care Act 1997*  - flexible care | 454,371 | 493,809 | 547,776 | 597,879 | 653,964 |
| *Aged Care Act 1997*  - residential and home care | 13,251,333 | 14,740,482 | 15,891,295 | 16,769,348 | 17,893,795 |
| *National Health Act 1953  -* continence aids payments | 90,409 | 90,812 | 75,224 | 77,281 | 80,839 |
| *Aged Care (Accommodation Payment Security) Act 2006* | 83 | - | - | - | - |
| Program support | 77,703 | 74,988 | 67,926 | 66,089 | 64,121 |
| **Total for Program 6.2** | **16,387,477** | **18,751,042** | **19,950,588** | **20,893,154** | **22,222,038** |
| **Program 6.3: Aged Care Quality** |  |  |  |  |  |
| Administered expenses |  |  |  |  |  |
| Ordinary annual services | 117,942 | 165,131 | 134,057 | 124,750 | 123,064 |
| Program support | 54,122 | 49,918 | 31,778 | 24,888 | 25,604 |
| **Total for Program 6.3** | **172,064** | **215,049** | **165,835** | **149,638** | **148,668** |

1. Outcome 6, Ageing and Aged Care, was subject to a program restructure effective 1 July 2018. The 2017-18 is presented on the new Program basis.

**Planned Performance for Outcome 6**

There have been no changes to performance information for Outcome 6 since the  
2018-19 Budget that require new or modified performance criteria. Refer to the  
*2018-19 Health Portfolio Budget Statements* for current performance information.

Section 3: Special Account Flows and Budgeted Financial Statements

**3.1 Special Account Flows**

**Estimates of Special Accounts Flows**

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

**3.1.1 Estimates of Special Account Flows and Balances**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | Outcome | Opening balance **2018-19** *2017-18* $'000 | Other  receipts **2018-19** *2017-18* $'000 | Appropriation receipts **2018-19** *2017-18* $'000 | Payments  **2018-19** *2017-18* $'000 | Closing balance **2018-19** *2017-18* $'000 |
| **Departmental** |  |  |  |  |  |  |
| National Industrial Chemicals Notification and Assessment Scheme | 5 | **17,398** | **16,700** | **331** | **19,124** | **15,305** |
|  |  | *18,055* | *16,928* | *322* | *17,907* | *17,398* |
| Office of Gene Technology Regulator | 5 | **8,412** | **132** | **7,506** | **7,638** | **8,412** |
|  |  | *8,259* | *143* | *7,544* | *7,534* | *8,412* |
| Therapeutic Goods Administration | 5 | **73,327** | **156,584** | **2,257** | **154,601** | **77,567** |
|  |  | *62,605* | *150,563* | *2,439* | *142,280* | *73,327* |
| **Total Departmental** |  |  |  |  |  |  |
| **2018-19 estimate** |  | **99,137** | **173,416** | **10,094** | **181,363** | **101,284** |
| *2017-18 actual* |  | *88,919* | *167,634* | *10,305* | *167,721* | *99,137* |
| **Administered** |  |  |  |  |  |  |
| Australian Immunisation Register | 5 | **1,957** | **3,853** | **7,133** | **9,820** | **3,123** |
|  |  | *4,616* | *4,014* | *3,222* | *9,895* | *1,957* |
| Human Pituitary Hormones | 5 | **2,256** | **-** | **-** | **170** | **2,086** |
|  |  | *2,371* | *-* | *-* | *115* | *2,256* |
| Medical Research Future Fund | 1 | **16,594** | **214,913** | **-** | **222,383** | **9,224** |
|  |  | *47,916* | *-* | *-* | *31,322* | *16,594* |
| Medicare Guarantee Fund | 4 | **532,564** | **35,319,431** | **-** | **35,851,995** | **-** |
|  |  | *-* | *34,774,894* | *-* | *34,242,330* | *532,564* |
| Sport and Recreation | 3 | **517** | **407** | **-** | **407** | **517** |
|  |  | *596* | *325* | *-* | *404* | *517* |
| **Total Administered** |  |  |  |  |  |  |
| **2018-19 estimate** |  | **553,888** | **35,538,604** | **7,133** | **36,084,775** | **14,950** |
| *2017-18 actual* |  | *55,499* | *34,779,233* | *3,222* | *34,284,066* | *553,888* |
| **Special Public Money** |  |  |  |  |  |  |
| Services for Other Entities and Trust Moneys | various | **17,376** | **3,634** | **1,110** | **7,054** | **15,066** |
|  |  | *19,135* | *7,555* | *12,447* | *21,761* | *17,376* |
| **Total Special Accounts** |  |  |  |  |  |  |
| **2018-19 estimate** |  | **670,401** | **35,715,654** | **18,337** | **36,273,192** | **131,300** |
| *2017-18 actual* |  | *163,553* | *34,954,422* | *25,974* | *34,473,548* | *670,401* |

**3.2 Budgeted Financial Statements**

**3.2.1 Analysis of Budgeted Financial Statements**

**Departmental**

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

**Comprehensive Income Statement**

Measures affecting the departmental appropriations are provided in Table 1.2 and other variations since the 2018-19 Budget are provided in the variation tables for each outcome.

Reductions in revenue and expenses from 2019-20 onwards reflect the full year effect of the transfer of the Health grants administration function to the Community Grants Hub in the Department of Social Services, effective from 1 September 2018.

**Balance Sheet**

Accumulated deficits steadily increase over the forward estimates due to the Net Cash Appropriation Arrangements, under which Government no longer funds agencies for depreciation / amortisation expenses, but provides for a separate capital budget through equity appropriations.

**Cash Flow**

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

**Administered**

**Schedule of Budgeted Income and Expenses**

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

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

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

Write down and impairment of assets provides for the obsolescence and expiry of the drug stockpile inventory.

**Schedule of Budgeted Assets and Liabilities**

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

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

**Schedule of Administered Capital Budget**

Capital funding of $25 million has been provided in 2018-19 to provide for replenishment of the National Medical Stockpile, and $95 million has been  
re-appropriated from 2015-16 to provide for investments for the Biomedical Translation Fund.

**Cash Flows**

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

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | 511,041 | 508,382 | 493,034 | 492,557 | 503,173 |
| Supplier expenses | 294,477 | 351,269 | 282,021 | 265,104 | 255,590 |
| Depreciation and amortisation | 30,474 | 34,174 | 33,587 | 34,624 | 35,563 |
| Write-down and impairment of assets | 3,131 | - | - | - | - |
| Other expenses | 1,122 | 2,500 | 2,500 | 2,500 | 2,500 |
| **Total expenses** | **840,245** | **896,325** | **811,142** | **794,785** | **796,826** |
| **LESS:** |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering of services | 182,761 | 192,664 | 195,779 | 198,960 | 202,204 |
| Interest | - | - | 1,754 | 1,754 | 1,754 |
| Other revenue | 2,675 | 2,505 | 2,507 | 2,523 | 2,298 |
| **Total revenue** | **185,436** | **195,169** | **200,040** | **203,237** | **206,256** |
| **Gains** |  |  |  |  |  |
| Other | 955 | - | - | - | - |
| **Total gains** | **955** | **-** | **-** | **-** | **-** |
| **Total own-source income** | **186,391** | **195,169** | **200,040** | **203,237** | **206,256** |
| **Net cost of (contribution by) services** | **653,854** | **701,156** | **611,102** | **591,548** | **590,570** |
| Revenue from Government | 658,441 | 676,863 | 588,324 | 568,153 | 566,656 |
| **Surplus (Deficit)** | **4,587** | **(24,293)** | **(22,778)** | **(23,395)** | **(23,914)** |
| **Surplus (Deficit) attributable to the Australian Government** | **4,587** | **(24,293)** | **(22,778)** | **(23,395)** | **(23,914)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation reserves | 2,541 | **-** | - | - | - |
| **Total other comprehensive income (loss)** | **2,541** | **-** | **-** | **-** | **-** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **7,128** | **(24,293)** | **(22,778)** | **(23,395)** | **(23,914)** |

**Note: Reconciliation of comprehensive income attributable to the entity**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18** $'000 | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Total comprehensive income (loss) attributable to the Australian Government** | **7,128** | **(24,293)** | **(22,778)** | **(23,395)** | **(23,914)** |
| plus non-appropriated expenses including depreciation and amortisation expenses | 23,120 | 24,293 | 22,778 | 23,395 | 23,914 |
| **Total comprehensive income (loss) attributable to the agency** | **30,248** | **-** | **-** | **-** | **-** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 100,591 | 102,738 | 108,897 | 116,076 | 122,875 |
| Receivables | 71,763 | 49,292 | 45,652 | 46,656 | 45,816 |
| Other | 5,431 | 5,431 | 5,431 | 5,431 | 5,431 |
| **Total financial assets** | **177,785** | **157,461** | **159,980** | **168,163** | **174,122** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 55,067 | 51,037 | 46,641 | 42,519 | 38,221 |
| Property, plant and equipment | 6,210 | 8,796 | 10,043 | 9,304 | 9,378 |
| Intangibles | 117,899 | 130,148 | 131,300 | 121,238 | 112,643 |
| Other | 24,812 | 25,317 | 25,821 | 26,326 | 26,830 |
| **Total non-financial assets** | **203,988** | **215,298** | **213,805** | **199,387** | **187,072** |
| **Total assets** | **381,773** | **372,759** | **373,785** | **367,550** | **361,194** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 73,498 | 74,506 | 77,545 | 79,615 | 82,694 |
| Other payables | 48,536 | 43,798 | 41,200 | 41,359 | 39,724 |
| **Total payables** | **122,034** | **118,304** | **118,745** | **120,974** | **122,418** |
| **Provisions** |  |  |  |  |  |
| Employees | 149,066 | 136,977 | 139,326 | 141,722 | 144,166 |
| Other provisions | 30,348 | 29,492 | 27,302 | 24,186 | 19,962 |
| **Total provisions** | **179,414** | **166,469** | **166,628** | **165,908** | **164,128** |
| **Total liabilities** | **301,448** | **284,773** | **285,373** | **286,882** | **286,546** |
| **Net Assets** | **80,325** | **87,986** | **88,412** | **80,668** | **74,648** |
| **EQUITY** |  |  |  |  |  |
| Contributed equity | 271,086 | 303,040 | 326,244 | 341,895 | 359,789 |
| Reserves | 37,746 | 37,746 | 37,746 | 37,746 | 37,746 |
| Accumulated deficits | (228,507) | (252,800) | (275,578) | (298,973) | (322,887) |
| **Total equity** | **80,325** | **87,986** | **88,412** | **80,668** | **74,648** |

**Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Retained earnings** $'000 | **Asset revaluation reserve** $'000 | **Contributed equity/ capital** $'000 | **Total  equity** $'000 |
| **Opening balance as at 1 July 2018** |  |  |  |  |
| Balance carried forward from previous period | (228,507) | 37,746 | 271,086 | **80,325** |
| Surplus (deficit) for the period | (24,293) | - | - | **(24,293)** |
| Equity injection - appropriations | - | - | 19,246 | **19,246** |
| Departmental capital budget | - | - | 12,708 | **12,708** |
| Changes to asset revaluation reserve | - | - | - | **-** |
| **Estimated closing balance as at 30 June 2019** | **(252,800)** | **37,746** | **303,040** | **87,986** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Goods and services | 181,068 | 192,382 | 195,492 | 198,667 | 201,905 |
| Appropriations | 746,701 | 763,731 | 654,251 | 629,442 | 629,795 |
| Interest | - | - | 1,754 | 1,754 | 1,754 |
| Net GST received | 25,797 | 20,570 | 20,000 | 20,000 | 20,000 |
| Other cash received | - | 1,635 | 1,637 | 1,653 | 1,428 |
| **Total cash received** | **953,566** | **978,318** | **873,134** | **851,516** | **854,882** |
| **Cash used** |  |  |  |  |  |
| Employees | 515,999 | 520,391 | 488,560 | 485,936 | 498,556 |
| Suppliers | 281,866 | 349,896 | 278,616 | 262,669 | 252,145 |
| Net GST paid | 25,529 | 20,570 | 20,000 | 20,000 | 20,000 |
| Cash to the Official Public Account | 107,463 | 64,192 | 62,000 | 62,000 | 62,000 |
| Other | 1,123 | 8,097 | 9,413 | 9,682 | 10,532 |
| **Total cash used** | **931,980** | **963,146** | **858,589** | **840,287** | **843,233** |
| **Net cash from (or used by) operating activities** | **21,586** | **15,172** | **14,545** | **11,229** | **11,649** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Proceeds from sales of property, plant and equipment | 1 | - | - | - | - |
| **Total cash received** | **1** | **-** | **-** | **-** | **-** |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant and equipment | 30,856 | 44,979 | 31,590 | 19,701 | 22,744 |
| **Total cash used** | **30,856** | **44,979** | **31,590** | **19,701** | **22,744** |
| **Net cash from (or used by) investing activities** | **(30,855)** | **(44,979)** | **(31,590)** | **(19,701)** | **(22,744)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Appropriations - contributed equity | 3,146 | 31,954 | 23,204 | 15,651 | 17,894 |
| Appropriations - Departmental Capital Budget | 10,992 | - | - | - | - |
| **Total cash received** | **14,138** | **31,954** | **23,204** | **15,651** | **17,894** |
| **Net cash from (or used by) financing activities** | **14,138** | **31,954** | **23,204** | **15,651** | **17,894** |
| **Net increase (or decrease) in cash held** | **4,869** | **2,147** | **6,159** | **7,179** | **6,799** |
| Cash and cash equivalents at the beginning of the reporting period | 95,722 | 100,591 | 102,738 | 108,897 | 116,076 |
| **Cash and cash equivalents at the end of the reporting period** | **100,591** | **102,738** | **108,897** | **116,076** | **122,875** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Equity injections - Bill 2 | 7,422 | 19,246 | 7,734 | 3,932 | 3,155 |
| Capital budget - Bill 1 (DCB) | 11,095 | 12,708 | 15,470 | 11,719 | 14,739 |
| **Total capital appropriations** | **18,517** | **31,954** | **23,204** | **15,651** | **17,894** |
| **Total new capital appropriations represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | 18,517 | 31,954 | 23,204 | 15,651 | 17,894 |
| **Total items** | **18,517** | **31,954** | **23,204** | **15,651** | **17,894** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations  - equity injection (a) | 5,663 | 24,041 | 10,970 | 3,932 | 3,155 |
| Funded by capital appropriation  - DCB (b) | 13,467 | 13,204 | 15,970 | 11,719 | 14,739 |
| Funded internally from departmental resources | 11,052 | 7,734 | 4,650 | 4,050 | 4,850 |
| Funded by finance leases | - | - | - | - | - |
| **Total acquisitions of  non-financial assets** | **30,182** | **44,979** | **31,590** | **19,701** | **22,744** |

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

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

**Table 3.2.6: Statement of Asset Movements (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Buildings**  $'000 | **Other property, plant and equipment** $'000 | **Intangibles**  $'000 | **Total**  $'000 |
| **As at 1 July 2018** |  |  |  |  |
| Gross book value | 56,167 | 6,426 | 249,996 | **312,589** |
| Accumulated depreciation/amortisation and impairment | (1,100) | (216) | (132,097) | **(133,413)** |
| **Opening net book balance** | **55,067** | **6,210** | **117,899** | **179,176** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |
| By purchase - appropriation equity | 4,350 | 229 | 23,812 | **24,041** |
| By purchase - appropriation ordinary annual services | - | 4,469 | 4,885 | **13,204** |
| By purchase - other | - | 1,800 | 5,434 | **7,734** |
| **Total additions** | **4,350** | **6,498** | **34,131** | **44,979** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | (8,380) | (1,898) | (23,896) | **(34,174)** |
| Transfer due to restructuring | - | - | - | **-** |
| **Total other movements** | **(8,380)** | **(1,898)** | **(23,896)** | **(34,174)** |
| **As at 30 June 2019** |  |  |  |  |
| Gross book value | 60,517 | 10,910 | 286,141 | **357,568** |
| Accumulated depreciation/amortisation and impairment | (9,480) | (2,114) | (155,993) | **(167,587)** |
| **Closing net book balance** | **51,037** | **8,796** | **130,148** | **189,981** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT** |  |  |  |  |  |
| Suppliers | 999,016 | 1,035,242 | 739,161 | 739,161 | 739,161 |
| Subsidies | 11,762,424 | 13,068,964 | 13,933,711 | 14,561,391 | 15,499,611 |
| Personal benefits | 44,599,704 | 46,045,454 | 47,740,118 | 47,838,340 | 49,557,288 |
| Grants | 7,721,904 | 9,689,493 | 9,629,621 | 9,904,297 | 10,113,031 |
| Write down and impairment of assets | 26,564 | 23,508 | 12,412 | 4,831 | 4,717 |
| Corporate Commonwealth entities | 510,005 | 644,096 | 522,156 | 278,822 | 278,768 |
| Other expenses | 12,592 | 7,133 | 7,133 | 7,133 | 7,133 |
| **Total expenses administered on behalf of Government** | **65,632,209** | **70,513,890** | **72,584,312** | **73,333,975** | **76,199,709** |
| **INCOME ADMINISTERED ON BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| **Taxation revenue** |  |  |  |  |  |
| Other taxes | 20,202 | 21,742 | 22,442 | 23,142 | 23,742 |
| **Total taxation revenue** | **20,202** | **21,742** | **22,442** | **23,142** | **23,742** |
| **Non-taxation revenue** |  |  |  |  |  |
| Interest | 13,035 | 12,887 | 14,577 | 14,111 | 12,906 |
| Special Account transfers | 34,779,233 | 35,534,344 | 37,081,997 | 37,167,916 | 38,488,181 |
| Recoveries | 2,943,418 | 3,158,943 | 2,235,086 | 758,558 | 607,381 |
| Other revenue | 181,729 | 78,718 | 98,415 | 104,097 | 108,161 |
| **Total non-taxation revenue** | **37,917,415** | **38,784,892** | **39,430,075** | **38,044,682** | **39,216,629** |
| **Total own-source revenue administered on behalf of Government** | **37,937,617** | **38,806,634** | **39,452,517** | **38,067,824** | **39,240,371** |
| **Gains** |  |  |  |  |  |
| Other gains | - | - | - | - | - |
| **Total gains administered on behalf of Government** | **-** | **-** | **-** | **-** | **-** |
| **Total revenue administered on behalf of Government** | **37,937,617** | **38,806,634** | **39,452,517** | **38,067,824** | **39,240,371** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 559,100 | 20,061 | 14,727 | 8,373 | 9,370 |
| Receivables | 2,124,453 | 1,917,276 | 1,884,735 | 1,276,265 | 1,279,274 |
| Investments | 482,642 | 616,173 | 636,573 | 636,926 | 636,926 |
| **Total financial assets** | **3,166,195** | **2,553,510** | **2,536,035** | **1,921,564** | **1,925,570** |
| **Non-financial assets** |  |  |  |  |  |
| Inventories | 115,765 | 117,257 | 129,845 | 125,014 | 120,297 |
| **Total non-financial assets** | **115,765** | **117,257** | **129,845** | **125,014** | **120,297** |
| **Total assets administered on behalf of Government** | **3,281,960** | **2,670,767** | **2,665,880** | **2,046,578** | **2,045,867** |
| **LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 35,635 | 35,635 | 35,635 | 35,635 | 35,635 |
| Subsidies | 105,740 | 99,722 | 99,722 | 99,722 | 99,722 |
| Personal benefits | 1,027,893 | 978,016 | 1,540,046 | 1,612,598 | 1,674,562 |
| Grants | 312,088 | 306,989 | 306,841 | 306,841 | 306,841 |
| **Total payables** | **1,481,356** | **1,420,362** | **1,982,244** | **2,054,796** | **2,116,760** |
| **Provisions** |  |  |  |  |  |
| Personal benefits | 1,074,260 | 1,074,260 | 1,075,367 | 1,392,810 | 1,395,087 |
| Subsidies | 441,000 | 451,602 | 454,925 | 462,513 | 475,016 |
| **Total payables** | **1,515,260** | **1,525,862** | **1,530,292** | **1,855,323** | **1,870,103** |
| **Total liabilities administered on behalf of Government** | **2,996,616** | **2,946,224** | **3,512,536** | **3,910,119** | **3,986,863** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Interest | - | 7,453 | 8,565 | 8,171 | 7,333 |
| Taxes | - | 21,742 | 22,442 | 23,142 | 23,742 |
| GST received | 577,889 | 668,915 | 656,550 | 657,405 | 664,892 |
| Special account receipts | 34,779,233 | 35,534,344 | 37,081,997 | 37,031,394 | 38,272,860 |
| Other receipts | 2,647,626 | 3,442,475 | 2,358,066 | 1,448,300 | 691,117 |
| **Total cash received** | **38,004,748** | **39,674,929** | **40,127,620** | **39,168,412** | **39,659,944** |
| **Cash used** |  |  |  |  |  |
| Grants | 8,285,896 | 10,354,178 | 10,278,617 | 10,561,708 | 10,777,923 |
| Subsidies | 11,712,886 | 13,064,380 | 13,930,388 | 14,553,803 | 15,487,108 |
| Personal benefits | 44,585,662 | 46,095,327 | 47,176,975 | 47,311,817 | 49,277,726 |
| Suppliers | 1,011,194 | 1,067,375 | 771,294 | 724,930 | 728,434 |
| Corporate entities | 510,005 | 644,096 | 522,156 | 278,822 | 278,768 |
| **Total cash used** | **66,105,643** | **71,225,356** | **72,679,430** | **73,431,080** | **76,549,959** |
| **Net cash from (or used by) operating activities** | **(28,100,895)** | **(31,550,427)** | **(32,551,810)** | **(34,262,668)** | **(36,890,015)** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Repayment of advances | 32,649 | 26,318 | 29,116 | 28,765 | 26,989 |
| **Total cash used** | **32,649** | **26,318** | **29,116** | **28,765** | **26,989** |
| **Cash used** |  |  |  |  |  |
| Advances made | 29,451 | 27,960 | 22,586 | - | - |
| Corporate entities | 54,533 | 38,398 | 20,400 | 353 | - |
| Purchase of investments | 15,409 | 95,133 | - | - | - |
| **Total cash used** | **99,393** | **161,491** | **42,986** | **353** | **-** |
| **Net cash from (or used by) investing activities** | **(66,744)** | **(135,173)** | **(13,870)** | **28,412** | **26,989** |
| **Net increase (or decrease) in cash held** | **(28,167,639)** | **(31,685,600)** | **(32,565,680)** | **(34,234,256)** | **(36,863,026)** |
| Cash at beginning of reporting period | 146,809 | 559,100 | 20,061 | 14,727 | 8,373 |
| Cash from the OPA for: |  |  |  |  |  |
| - appropriations | 31,153,964 | 35,150,673 | 36,081,152 | 36,908,830 | 38,534,306 |
| - special accounts | 12,524 | - | - | - | - |
| - capital injections | 44,893 | 120,133 | 25,000 | - | - |
| - Corporate entity capital | 54,533 | 38,398 | 20,400 | 353 | - |
| - GST appropriations | 567,504 | 668,915 | 656,550 | 657,405 | 664,892 |
| Cash to the OPA for: |  |  |  |  |  |
| - return of GST | (573,724) | (668,915) | (656,550) | (657,405) | (664,892) |
| - other | (2,679,764) | (4,162,643) | (3,566,206) | (2,681,281) | (1,670,283) |
| **Cash at end of reporting period** | **559,100** | **20,061** | **14,727** | **8,373** | **9,370** |

OPA = Offical Public Account.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual** $'000 | **2018-19 Revised Budget**   $'000 | **2019-20 Forward estimate** $'000 | **2020-21 Forward estimate** $'000 | **2021-22 Forward estimate** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Administered assets | 25,000 | 120,133 | 25,000 | - | - |
| **Total capital appropriations** | **25,000** | **120,133** | **25,000** | **-** | **-** |
| **Total new capital appropriations represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | 25,000 | 25,000 | 25,000 | - | - |
| Other | - | 95,133 | - | - | - |
| **Total items** | **25,000** | **120,133** | **25,000** | **-** | **-** |
| **ACQUISITION OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations | 44,893 | 120,133 | 25,000 | - | - |
| **Total acquisition of  non-financial assets** | **44,893** | **120,133** | **25,000** | **-** | **-** |

**Table 3.2.11: Statement of Administered Asset Movements (Budget year 2018-19)**

Table 3.2.11: Statement of Administered Asset Movements (Budget year 2018-19) is not applicable to the Department of Health in 2018-19.

**Aged Care Quality and Safety Commission**

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Section 1: Entity Overview and Resources

**1.1 Strategic Direction Statement**

The Aged Care Quality and Safety Commission (ACQSC) was established on 1 January 2019. The ACQSC works under the *Aged Care Quality and Safety Commission Act 2018* (ACQSC Act) and the [Aged Care Quality and Safety Commission Rules 2018](https://www.legislation.gov.au/Details/F2018L01837). The ACQSC is a non-corporate Commonwealth entity under the *Public Governance, Performance and Accountability Act 2013*.

Key functions as set out in the ACQSC Act include:

* protecting and enhancing the safety, health, wellbeing and quality of life of aged care consumers;
* promoting the provision of quality care and services;
* consumer engagement functions;
* complaints functions;
* regulatory functions; and
* education functions.

The ACQSC replaces the Australian Aged Care Quality Agency and the Aged Care Complaints Commissioner. Combining these functions into one independent agency strengthens the focus on consumers, streamlines regulation, supports better engagement with consumers and providers, and promotes transparency. From  
January 2020, subject to legislative amendment, the ACQSC will incorporate the Department of Health’s aged care compliance responsibilities.

The role of the ACQSC is to independently accredit, assess and monitor aged care services that are subsidised by the Australian Government. ACQSC also resolves complaints about these services. Through our engagement and education work we aim to build confidence and trust in aged care, empower consumers, advise providers on compliance with quality standards, and promote best practice service provision. The ACQSC will better target aged care services providing, or at greater risk of providing, care and services that do not comply with quality standards, and will be a single, trusted point of contact for aged care recipients, their families and loved ones, and aged care providers.

**1.2 Entity Resource Statement**

The Entity Resource Statement details the resourcing for the ACQSC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: ACQSC Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Actual available appropriation**  $'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed Additional Estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **DEPARTMENTAL** |  |  |  |  |
| Prior year appropriation available | - | - | - | - |
| **Annual appropriations** |  |  |  |  |
| Ordinary annual services (a) |  |  |  |  |
| Departmental appropriation(b) | - | 23,300 | 8,660 | 31,960 |
| s74 retained revenue receipts (c) | - | - | - | - |
| Departmental capital budget(d) | - | - | - | - |
| Other services (e) |  |  |  |  |
| Equity injection | - | - | - | - |
| **Total departmental annual appropriations** | **-** | **23,300** | **8,660** | **31,960** |
| **Total resourcing for ACQSC** | **-** | **23,300** | **8,660** | **31,960** |
|  |  |  |  |  |
|  | **Actual  2017-18** |  |  | **Revised 2018-19** |
| **Average staffing level (number)** | n/a |  |  | 205 |

All figures are GST exclusive.

(a) Appropriation Bill (No. 1 & 3) 2018-19.

(b) ACQSC was established as at 1 January 2019. Funding in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under  
section 75 of the PGPA Act.

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

(d) Departmental Capital Budgets are not separately identified in Appropriation Bill (No. 1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.

(e) Appropriation Bill (No. 2 & 4) 2018-19.

**1.3 Entity Measures**

Table 1.2 summarises new Government measures taken since the 2018-19 Budget.

**Table 1.2: ACQSC 2018-19 Measures Since Budget**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Program** | **2018-19  $'000** | **2019-20  $'000** | **2020-21  $'000** | **2021-22** $'000 |
| **More Choices for a Longer Life - healthy ageing and high quality care (a)** | | | | | |
| Aged Care Quality and Safety Commission | | | | | |
| Departmental expenses | 1.1 | - | - | - | - |
| **Total** |  | **-** | **-** | **-** | **-** |
| **Strengthening Aged Care - improved access and compliance** | | | | | |
| Aged Care Quality and Safety Commission | |  |  |  |  |
| Departmental expenses | 1.1 | 816 | 3,336 | 4,279 | 4,203 |
| **Total** |  | **816** | **3,336** | **4,279** | **4,203** |
|  |  |  |  |  |  |
| **Other Portfolio Measures** |  |  |  |  |  |
| **Royal Commission into Aged Care Quality and Safety (b)** | | | | | |
| *Attorney General's* | | | | | |
| Aged Care Quality and Safety Commission | |  |  |  |  |
| Departmental expenses | 1.1 | 5,986 | 2,515 | - | - |
| **Total** |  | **5,986** | **2,515** | **-** | **-** |

(a) This measure has been announced since MYEFO and will be included in the 2019-20 Budget Paper 2. Fiscal impacts are already included in the forward estimates.

(b) The Aged Care Quality and Safety Commission is not the lead entity for this measure. ACQSC impacts only are shown in this table.

**1.4 Additional Estimates, resourcing and Variations to outcomes**

The following table details the changes to the resourcing for the ACQSC at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures since the 2018-19 Budget in Appropriation Bills No. 3 and No. 4.

**Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since the 2018-19 Budget**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 1.1: ACQSC - Departmental - Outcome 1** | | | | |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - More Choices for a Longer Life - healthy ageing and high quality care | 1,858 | 2,317 | 691 | 683 |
| **Measure** - Royal Commission into Aged Care Quality and Safety | 5,986 | 2,515 | - | - |
| **Measure** - Strengthening Aged Care - improved access and compliance | 816 | 3,336 | 4,279 | 4,203 |
| Transfer from the Department of Health (a) | 11,300 | 25,646 | 28,870 | 29,037 |
| Transfer from the Australian Aged Care Quality Agency (a) | 12,000 | - | - | - |
| **Total** | **31,960** | **33,814** | **33,840** | **33,923** |

(a) Transfer under section 75 of the PGPA Act.

**1.5 Breakdown of Additional Estimates by Appropriation Bill**

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available** $'000 | **2018-19 Budget (a)** $'000 | **2018-19 Revised** $'000 | **Additional estimates**(a)$'000 | **Reduced estimates** $'000 |
| **Departmental** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Protect and enhance the safety, health, wellbeing and quality of life of aged care consumers, including through effective engagement with them, regulation and education of Commonwealth-funded aged care service providers and resolution of aged care complaints | - | 24,054 | 32,714 | 8,660 | - |
| **Total Appropriation Bill No. 3** |  |  |  |  |  |
| **departmental** | **-** | **24,054** | **32,714** | **8,660** | **-** |

(a) ACQSC was established as at 1 January 2019. Funding in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under  
section 75 of the PGPA Act.

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

Table 1.5: Appropriation Bill (No.4) 2018-19 is not applicable to ACQSC in 2018-19.

Section 2: Revisions to Outcomes and Planned Performance

**2.1 Budgeted Expenses and Performance for Outcome 1**

**Outcome 1**

Protect and enhance the safety, health, wellbeing and quality of life of aged care consumers, including through effective engagement with them, regulation and education of  
Commonwealth-funded aged care service providers and resolution of aged care complaints

**Budgeted Expenses for the ACQSC**

**Table 2.1.1: Budgeted Expenses and Resources for the ACQSC**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget(a)** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 1.1: ACQSC - Departmental - Outcome 1** | | | | | |
| Departmental expenses |  |  |  |  |  |
| Departmental appropriation (b) | - | 31,960 | 72,959 | 86,142 | 86,254 |
| Expenses not requiring appropriation in the budget year (c) | - | - | 1,813 | 1,563 | 1,563 |
| Operating deficit (surplus) | - | - | - | - | - |
| **Total for Program 1.1** | **-** | **31,960** | **74,772** | **87,705** | **87,817** |
| **Total expenses for Outcome 1** | **-** | **31,960** | **74,772** | **87,705** | **87,817** |
|  |  |  |  |  |  |
|  | **Actual**  **2017-18** | **Revised**  **2018-19** |  |  |  |
| **Average staffing level (number)** | n/a | 205 |  |  |  |

(a) ACQSC was established as at 1 January 2019. Funding in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under  
section 75 of the PGPA Act.

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

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

**Planned Performance for the ACQSC**

Performance information is currently being developed and will be published in the *2019-20 Health Portfolio Budget Statements*.

Section 3: Special Account Flows and Budgeted Financial Statements

**3.1 Special Account Flows**

**Estimates of Special Account Flows**

The ACQSC does not manage any special accounts.

**3.2 Budgeted Financial Statements**

An analysis of the ACQSC budgeted financial statements for 2018-19 is provided below.

**3.2.1 Analysis of Budgeted Financial Statements**

**Departmental**

ACQSC became operational on 1 January 2019 following the announcement of its creation at the 2018-19 Budget.

The functions of the Australian Aged Care Quality Agency and the Aged Care Complaints function of the Department of Health were transferred to ACQSC.

**3.2.2 Budgeted Financial Statements**

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget(a)** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | - | 21,153 | 50,264 | 63,988 | 64,058 |
| Supplier expenses | - | 10,807 | 22,717 | 22,176 | 22,218 |
| Depreciation and amortisation | - | - | 1,775 | 1,525 | 1,525 |
| Other expenses | - | - | 16 | 16 | 16 |
| **Total expenses** | **-** | **31,960** | **74,772** | **87,705** | **87,817** |
| **LESS:** |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering of services | - | - | 7,754 | 30,242 | 30,242 |
| Other revenue | - | - | - | - | - |
| **Total revenue** | **-** | **-** | **7,754** | **30,242** | **30,242** |
| **Gains** |  |  |  |  |  |
| Other | - | - | 38 | 38 | 38 |
| **Total gains** | **-** | **-** | **38** | **38** | **38** |
| **Total own-source income** | **-** | **-** | **7,792** | **30,280** | **30,280** |
| **Net cost of (contribution by) services** | **-** | **31,960** | **66,980** | **57,425** | **57,537** |
| Revenue from Government | - | 31,960 | 65,205 | 55,900 | 56,012 |
| **Surplus (Deficit)** | **-** | **-** | **(1,775)** | **(1,525)** | **(1,525)** |
| **Surplus (Deficit) attributable to the Australian Government** | **-** | **-** | **(1,775)** | **(1,525)** | **(1,525)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation reserves | - | **-** | - | - | - |
| **Total other comprehensive income (loss)** | **-** | **-** | **-** | **-** | **-** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **-** | **-** | **(1,775)** | **(1,525)** | **(1,525)** |

**Note: Reconciliation of comprehensive income attributable to the agency**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18** $'000 | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Total comprehensive income (loss) attributable to the Australian Government** | **-** | **-** | **(1,775)** | **(1,525)** | **(1,525)** |
| plus non-appropriated expenses depreciation and amortisation expenses | - | - | 1,775 | 1,525 | 1,525 |
| **Total comprehensive income (loss) attributable to the agency** | **-** | **-** | **-** | **-** | **-** |

(a) ACQSC was established as at 1 January 2019. Expenses and Revenue in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under section 75 of the PGPA Act.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | - | - | 1,001 | 1,023 | 1,039 |
| Receivables | - | - | 21,986 | 26,435 | 26,435 |
| Other financial assets | - | - | - | - | - |
| **Total financial assets** | **-** | **-** | **22,987** | **27,458** | **27,474** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | - | - | - | - | - |
| Property, plant and equipment | - | - | 2,413 | 3,031 | 2,717 |
| Intangibles | - | 754 | 5,640 | 6,206 | 6,842 |
| Inventories | - | - | - | - | - |
| Other | - | - | 439 | 514 | 514 |
| **Total non-financial assets** | **-** | **754** | **8,492** | **9,751** | **10,073** |
| **Total assets** | **-** | **754** | **31,479** | **37,209** | **37,547** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | - | - | 2,388 | 3,158 | 3,158 |
| Other payables | - | - | 1,603 | 5,558 | 5,558 |
| **Total payables** | **-** | **-** | **3,991** | **8,716** | **8,716** |
| **Provisions** |  |  |  |  |  |
| Employees | - | - | 8,225 | 9,045 | 9,045 |
| Other provisions | - | - | 346 | 362 | 378 |
| **Total provisions** | **-** | **-** | **8,571** | **9,407** | **9,423** |
| **Total liabilities** | **-** | **-** | **12,562** | **18,123** | **18,139** |
| **Net assets** | **-** | **754** | **18,917** | **19,086** | **19,408** |
| **EQUITY** |  |  |  |  |  |
| Contributed equity | - | 754 | 22,868 | 24,562 | 26,409 |
| Reserves | - | - | - | - | - |
| Retained surpluses or accumulated deficits | - | - | (3,951) | (5,476) | (7,001) |
| **Total equity** | **-** | **754** | **18,917** | **19,086** | **19,408** |

**Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Retained earnings**   $'000 | **Asset revaluation reserve**  $'000 | **Contributed equity/ capital**  $'000 | **Total  equity**   $'000 |
| **Opening balance as at 1 July 2018** |  |  |  |  |
| Balance carried forward from previous period | - | - | - | **-** |
| Surplus (deficit) for the period | - | - | - | **-** |
| Capital budget - Bill 1 (DCB) | - | - | 754 | **754** |
| **Estimated closing balance as at 30 June 2019** | **-** | **-** | **754** | **754** |

DCB = Departmental Capital Budget.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget(a)** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Appropriations | - | 31,960 | 65,246 | 51,469 | 56,012 |
| Goods and services | - | - | 8,399 | 34,048 | 30,242 |
| Net GST received | - | - | - | - | - |
| Other cash received | - | - | - | - | - |
| **Total cash received** | **-** | **31,960** | **73,645** | **85,517** | **86,254** |
| **Cash used** |  |  |  |  |  |
| Employees | - | 21,153 | 49,482 | 63,021 | 64,058 |
| Suppliers | - | 10,807 | 23,785 | 21,974 | 22,180 |
| Other cash used | - | - | - | - | - |
| **Total cash used** | **-** | **31,960** | **73,267** | **84,995** | **86,238** |
| **Net cash from (or used by) operating activities** | **-** | **-** | **378** | **522** | **16** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant and equipment | - | 754 | 2,238 | 2,194 | 1,847 |
| **Total cash used** | **-** | **754** | **2,238** | **2,194** | **1,847** |
| **Net cash from (or used by) investing activities** | **-** | **(754)** | **(2,238)** | **(2,194)** | **(1,847)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Appropriations - contributed equity | - | 754 | 1,694 | 1,694 | 1,847 |
| Cash due to restructuring | - | - | 1,167 | - | - |
| **Total cash received** | **-** | **754** | **2,861** | **1,694** | **1,847** |
| **Cash used** |  |  |  |  |  |
| Other financing activity | - | - | - | - | - |
| **Total cash used** | **-** | **-** | **-** | **-** | **-** |
| **Net cash from (or used by) financing activities** | **-** | **754** | **2,861** | **1,694** | **1,847** |
| **Net increase (or decrease) in cash held** | **-** | **-** | **1,001** | **22** | **16** |
| Cash and cash equivalents at the beginning of the reporting period | - | - | - | 1,001 | 1,023 |
| **Cash and cash equivalents at the end of the reporting period** | **-** | **-** | **1,001** | **1,023** | **1,039** |

(a) ACQSC was established as at 1 January 2019. Cash flow in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under  
section 75 of the PGPA Act.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget(a)** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Capital budget - Bill 1 (DCB) | - | 754 | 1,694 | 1,694 | 1,847 |
| Equity injections - Bill 2 | - | - | - | - | - |
| **Total capital appropriations** | **-** | **754** | **1,694** | **1,694** | **1,847** |
| **Total new capital appropriations represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | - | 754 | 1,694 | 1,694 | 1,847 |
| Other items | - | - | - | - | - |
| **Total items** | **-** | **754** | **1,694** | **1,694** | **1,847** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations - equity injection (b) | - | - | - | - | - |
| Funded by capital appropriation  - DCB (c) | - | 754 | 1,694 | 1,694 | 1,847 |
| Funded internally from departmental resources | - | - | 544 | 500 | - |
| **Total acquisitions of  non-financial assets** | **-** | **754** | **2,238** | **2,194** | **1,847** |
| **RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE** |  |  |  |  |  |
| Total purchases | - | 754 | 2,238 | 2,194 | 1,847 |
| **Total cash used to acquire assets** | **-** | **754** | **2,238** | **2,194** | **1,847** |

(a) ACQSC was established as at 1 January 2019. Funding in 2018-19 reflects a part year effect as part of the transfer of functions from the Department of Health and the Australian Aged Care Quality Agency under  
section 75 of the PGPA Act.

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

(c) Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental Capital Budgets (DCB).

**Table 3.2.6: Statement of Asset Movements (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Buildings**  $'000 | **Other  property, plant and  equipment** $'000 | **Intangibles**  $'000 | **Total**  $'000 |
| **As at 1 July 2018** |  |  |  |  |
| Gross book value | - | - | - | **-** |
| Accumulated depreciation/ amortisation and impairment | - | - | - | **-** |
| **Opening net book balance** | **-** | **-** | **-** | **-** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |
| By purchase - internally funded | - | - | - | **-** |
| By purchase - appropriation ordinary annual services | - | - | 754 | **754** |
| **Total additions** | **-** | **-** | **754** | **754** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | - | - | - | **-** |
| Other movements | - | - | - | **-** |
| **Total other movements** | **-** | **-** | **-** | **-** |
| **As at 30 June 2019** |  |  |  |  |
| Gross book value | - | - | 754 | **754** |
| Accumulated depreciation/ amortisation and impairment | - | - | - | **-** |
| **Closing net book balance** | **-** | **-** | **754** | **754** |

**Australian Sports Commission**

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Section 1: Entity Overview and Resources

**1.1 Strategic Direction Statement**

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

For more information about the ASC’s current strategy and context, refer the ASC’s current corporate plan and the *2018-19 Health Portfolio Budget Statements*.

**1.2 Entity Resource Statement**

The Entity Resource Statement details the resourcing for the ASC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: ASC Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Total available appropriation**$'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed Additional Estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **Opening balance/cash reserves at 1 July (a) (b)** | 76,673 | 82,005 | - | 82,005 |
| **FUNDS FROM GOVERNMENT** |  |  |  |  |
| **Annual appropriations** |  |  |  |  |
| Ordinary annual services (c) |  |  |  |  |
| Outcome 1 | 267,904 | 313,479 | 60,867 | 374,346 |
| Other services **(d)** |  |  |  |  |
| Equity injection | 1,069 | 856 | - | 856 |
| **Total annual appropriations** | **268,973** | **314,335** | **60,867** | **375,202** |
| **Total funds from Government** | **268,973** | **314,335** | **60,867** | **375,202** |
| **Funds from other sources** |  |  |  |  |
| Interest | 2,742 | 2,000 | - | 2,000 |
| Sale of goods and services | 27,795 | 20,651 | (358) | 20,293 |
| Other | 3,234 | 65 | - | 65 |
| **Total funds from other sources** | **33,771** | **22,716** | **(358)** | **22,358** |
| **Total net resourcing for ASC** | **379,417** | **419,056** | **60,509** | **479,565** |
|  |  |  |  |  |
|  | **Actual  2017-18** |  |  | **Revised 2018-19** |
| **Average staffing level (number)** | 494 |  |  | 491 |

All figures are GST exclusive.

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

(a) Includes cash and investments.

(b) The estimate at Budget has been revised to reflect the ASC's 2017-18 Annual Report.

(c) Appropriation Bill (No. 1 & 3) 2018-19.

(d) Appropriation Bill (No. 2 & 4) 2018-19.

**1.3 Entity Measures**

Table 1.2 summarises new Government measures taken since the 2018-19 Budget.

**Table 1.2: ASC 2018-19 Measures Since Budget**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Program** | **2018-19  $'000** | **2019-20  $'000** | **2020-21  $'000** | **2021-22 $'000** |
| **Sport 2030 - Australian Institute of Sport - development of a detailed business case** | | | | | |
| Australian Sports Commission |  |  |  |  |  |
| Departmental expenses | 1.1 | 1,963 | - | - | - |
| **Total expenses** |  | **1,963** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Sport 2030 - Community Sport Infrastructure Program - additional funding** | | | | | |
| Australian Sports Commission |  |  |  |  |  |
| Departmental expenses | 1.1 | 30,300 | - | - | - |
| **Total expenses** |  | **30,300** | **-** | **-** | **-** |
|  |  |  |  |  |  |
| **Sport 2030 - high performance funding (a)** | | | | | |
| Australian Sports Commission |  |  |  |  |  |
| Departmental expenses | 1.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |
|  | | | | | |
| **Community Education and Events Centre in Tullamarine (b)** | | | | | |
| Australian Sports Commission |  |  |  |  |  |
| Departmental expenses | 1.1 | - | - | - | - |
| **Total expenses** |  | **-** | **-** | **-** | **-** |

(a) Funding for this measure has already been provided for by the Government.

(b) This measure has been announced since MYEFO and will be included in the 2019-20 Budget Paper 2. Fiscal impacts are already included in the forward estimates.

**1.4 Additional Estimates, resourcing and Variations to outcomes**

The following table details the changes to the resourcing for the ASC at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures since the 2018-19 Budget in Appropriation Bills No. 3 and No. 4.

**Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since the 2018-19 Budget**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 1.1: Australian Sports Commission** |  |  |  |  |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3 and No. 4* |  |  |  |  |
| **Measure** - Sport 2030 - Australian Institute of Sport - |  |  |  |  |
| development of a detailed business case | 1,963 | - | - | - |
| **Measure** - Sport 2030 - Community Sport |  |  |  |  |
| Infrastructure Program - additional funding | 30,300 | - | - | - |
| **Measure** - Sport 2030 - high performance funding | 25,104 | 25,456 | 88 | 97 |
| **Measure** - Community Education and Events Centre | 3,500 | 5,500 | 3,000 | - |
| in Tullamarine |  |  |  |  |
| Price parameter adjustments (a) | - | - | - | (210) |
| **Total** | **60,867** | **30,956** | **3,088** | **(113)** |

(a) See explanation glossary.

**1.5 Breakdown of Additional Estimates by Appropriation Bill**

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available** $'000 | **2018-19 Budget** $'000 | **2018-19 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Departmental** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport | 267,904 | 313,479 | 374,346 | 60,867 | - |
| **Total Appropriation Bill No. 3 departmental** | **267,904** | **313,479** | **374,346** | **60,867** | **-** |

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available** $'000 | **2018-19 Budget** $'000 | **2018-19 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Departmental** |  |  |  |  |  |
| **Outcome 1** |  |  |  |  |  |
| Increased participation in organised sport and continued international sporting success including through leadership and development of a cohesive and effective sports sector, provision of targeted financial support, and the operation of the Australian Institute of Sport | 1,069 | 856 | 856 | - | - |
| **Total Appropriation Bill No. 4 departmental** | **1,069** | **856** | **856** | **-** | **-** |

Section 2: Revisions to Outcomes and Planned Performance

**2.1 Budgeted Expenses and Performance for Outcome 1**

**Outcome 1**

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

**Budgeted Expenses for the ASC**

**Table 2.1.1: Budgeted Expenses and Resources for the ASC**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 1.1: Australian Sports Commission** | | | | | |
| Revenue from Government |  |  |  |  |  |
| Ordinary annual services (a) | 267,904 | 374,346 | 289,438 | 229,005 | 228,499 |
| Revenues from independent sources | 31,130 | 22,703 | 22,287 | 22,033 | 22,028 |
| Expenses not requiring appropriation in the Budget year (b) | 15,149 | 9,846 | 8,958 | 8,958 | 8,958 |
| **Total for Program 1.1** | **314,183** | **406,895** | **320,683** | **259,996** | **259,485** |
| **Total expenses for Outcome 1** | **314,183** | **406,895** | **320,683** | **259,996** | **259,485** |
|  |  |  |  |  |  |
|  | **Actual 2017-18** | **Revised 2018-19** |  |  |  |
| **Average staffing level (number)** | 494 | 491 |  |  |  |

(a) Appropriation Bill (No. 1 & 3) 2018-19.

(b) Expenses not requiring appropriation in the Budget year mainly consists of unfunded depreciation and amortisation expenses.

**Planned Performance for the ASC**

Table 2.1.2 below details the performance criteria for the program associated with Outcome 1. It is used by entities to describe the results they plan to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2018-19 Budget. Refer page 277 of the *2018-19 Health Portfolio Budget Statements* for all remaining unchanged performance criteria.

**Table 2.1.2: Performance Criteria for the ASC**

| **Purpose** | |
| --- | --- |
| The ASC will contribute to improving the health and wellbeing of Australians and making communities stronger through sport and physical activity. | |
| **Delivery** | |
| **More Australians move more often**   * Embed sport, physical activity and physical literacy into early childhood environments. * Encourage parents, guardians and schools to value the impact that sport, physical literacy and physical activity have on a child's development. * Influence planning, investment and design of sport infrastructure to maximise community benefits.   **Building the capability of sport to create a robust, connected industry**   * Maximise outcomes through a strategic approach to National Sporting Organisations (NSO) transformation and innovation. * Lead and influence the supply of sport, physical literacy and physical activity interventions. * Establish strong partnerships between the Commonwealth and state sectors, including State and Territory Departments of Sport and Recreation by focusing on the collective impact of sport. * Widely share ASC insights with sport. | |
| **Changes to performance criteria[[3]](#footnote-3)** | |
| **More Australians move more often** | |
| **Percentage of Australians participating in physical activity** | |
| **2018-19 Target** | **2019-20 (& beyond) Target** |
| An increase of 204,000 Australians aged 15 or more meeting current physical activity guidelines for their age group when compared to the 2017-2018 baseline result. | An increase of 207,000 Australians aged 15 or more meeting current physical activity guidelines for their age group when compared to the 2018-2019 result. |
| **Building the capability of sport to create a robust, connected industry** | |
| **Improving the organisational capability of targeted national sporting organisations** | |
| **2018-19 Target** | **2019-20 (& beyond) Target** |
| Average overall score on Sport.Scan[[4]](#footnote-4), for 23 targeted NSOs is at least 75%. | Average overall score on Sport.Scan, for 23 targeted NSOs, is at least 78%. |

Section 3: Special Account Flows and Budgeted Financial Statements

**3.1 Special Account Flows**

**Estimates of Special Account Flows**

The ASC does not manage any special accounts.

**3.2 Budgeted Financial Statements**

An analysis of the ASC budgeted financial statements for 2018-19 is provided below.

**3.2.1 Analysis of Budgeted Financial Statements**

**Departmental**

Since the publication of the 2018-19 Portfolio Budget Statements, there has been four new measures impacting the financial statements. Details of the changes are listed in Table 1.3 - Additional Estimates and Variations to Outcomes from Measures and Other Variations since the Budget 2018-19.

**3.2.2 Budgeted Financial Statements**

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | 61,056 | 62,271 | 57,799 | 58,897 | 59,957 |
| Suppliers | 43,672 | 50,257 | 43,370 | 37,763 | 36,907 |
| Grants | 182,770 | 269,423 | 194,857 | 139,066 | 138,360 |
| Depreciation and amortisation | 23,260 | 24,944 | 24,657 | 24,270 | 24,261 |
| Write-down and impairment of assets | 224 | - | - | - | - |
| Losses from sale of assets | 147 | - | - | - | - |
| Resources provided free of charge | 2,700 | - | - | - | - |
| Other expenses | 354 | - | - | - | - |
| **Total expenses** | **314,183** | **406,895** | **320,683** | **259,996** | **259,485** |
| **LESS:** |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering of services | 27,852 | 20,651 | 20,491 | 20,491 | 20,491 |
| Interest | 3,053 | 2,052 | 1,796 | 1,542 | 1,537 |
| **Total revenue** | **30,905** | **22,703** | **22,287** | **22,033** | **22,028** |
| **Gains** |  |  |  |  |  |
| Reversals of impairment losses | 225 | - | - | - | - |
| **Total gains** | **225** | **-** | **-** | **-** | **-** |
| **Total own-source income** | **31,130** | **22,703** | **22,287** | **22,033** | **22,028** |
| **Net cost of (contribution by) services** | **283,053** | **384,192** | **298,396** | **237,963** | **237,457** |
| Revenue from Government | 267,904 | 374,346 | 289,438 | 229,005 | 228,499 |
| **Surplus (deficit) attributable to the Australian Government** | **(15,149)** | **(9,846)** | **(8,958)** | **(8,958)** | **(8,958)** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation reserves | 1,216 | - | - | - | - |
| **Total other comprehensive income (loss)** | **1,216** | **-** | **-** | **-** | **-** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **(13,933)** | **(9,846)** | **(8,958)** | **(8,958)** | **(8,958)** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 7,005 | 6,858 | 2,682 | 3,151 | 2,388 |
| Trade and other receivables | 8,588 | 8,610 | 8,610 | 8,610 | 8,610 |
| Loans | 632 | 619 | 563 | 508 | 454 |
| Investments | 75,000 | 55,000 | 40,000 | 35,000 | 38,000 |
| **Total financial assets** | **91,225** | **71,087** | **51,855** | **47,269** | **49,452** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 203,813 | 206,864 | 215,236 | 211,175 | 199,606 |
| Property, plant and equipment | 10,862 | 11,289 | 10,505 | 10,404 | 10,698 |
| Intangibles | 2,326 | 7,482 | 9,507 | 9,986 | 10,465 |
| Inventories | 690 | 690 | 690 | 690 | 690 |
| Other | 1,550 | 1,550 | 1,550 | 1,550 | 1,550 |
| **Total non-financial assets** | **219,241** | **227,875** | **237,488** | **233,805** | **223,009** |
| **Total assets** | **310,466** | **298,962** | **289,343** | **281,074** | **272,461** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 3,938 | 3,938 | 3,938 | 3,938 | 3,938 |
| Grants | 92 | - | - | - | - |
| Other payables | 4,271 | 2,600 | 1,611 | 1,611 | 1,611 |
| **Total payables** | **8,301** | **6,538** | **5,549** | **5,549** | **5,549** |
| **Provisions** |  |  |  |  |  |
| Employees | 12,512 | 11,761 | 12,089 | 12,425 | 12,770 |
| Other provisions | 309 | 309 | 309 | 309 | 309 |
| **Total provisions** | **12,821** | **12,070** | **12,398** | **12,734** | **13,079** |
| **Total liabilities** | **21,122** | **18,608** | **17,947** | **18,283** | **18,628** |
| **Net assets** | **289,344** | **280,354** | **271,396** | **262,791** | **253,833** |
| **EQUITY** |  |  |  |  |  |
| Contributed equity | 151,279 | 152,135 | 152,135 | 152,488 | 152,488 |
| Reserves | 195,052 | 195,052 | 195,052 | 195,052 | 195,052 |
| Retained surpluses (accumulated deficits) | (56,987) | (66,833) | (75,791) | (84,749) | (93,707) |
| **Total equity** | **289,344** | **280,354** | **271,396** | **262,791** | **253,833** |

**Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Retained earnings**   $'000 | **Asset revaluation reserve**  $'000 | **Contributed equity/ capital**  $'000 | **Total  equity**   $'000 |
| **Opening balance as at 1 July 2018** |  |  |  |  |
| Balance carried forward from previous period | (56,987) | 195,052 | 151,279 | **289,344** |
| Surplus (deficit) for the period | (9,846) | - | - | **(9,846)** |
| Appropriation (equity injection) | - | - | 856 | **856** |
| **Estimated closing balance as at 30 June 2019** | **(66,833)** | **195,052** | **152,135** | **280,354** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Goods and services | 24,606 | 19,801 | 20,013 | 20,155 | 20,155 |
| Receipts from Government | 267,904 | 374,346 | 289,438 | 229,005 | 228,499 |
| Contribution from Government entities | 3,189 | 492 | 142 | - | - |
| Interest | 2,742 | 2,000 | 1,750 | 1,500 | 1,500 |
| Net GST received | 17,441 | - | - | - | - |
| **Total cash received** | **315,882** | **396,639** | **311,343** | **250,660** | **250,154** |
| **Cash used** |  |  |  |  |  |
| Employees | 59,048 | 64,693 | 58,460 | 58,561 | 59,612 |
| Suppliers | 47,244 | 49,921 | 43,034 | 37,427 | 36,571 |
| Grants | 196,658 | 269,515 | 194,857 | 139,066 | 138,360 |
| **Total cash used** | **302,950** | **384,129** | **296,351** | **235,054** | **234,543** |
| **Net cash from (or used by) operating activities** | **12,932** | **12,510** | **14,992** | **15,606** | **15,611** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Proceeds from sales of property, plant and equipment | 940 | - | - | - | - |
| Repayment of advances and loans | 2,294 | 65 | 102 | 97 | 91 |
| **Total cash received** | **3,234** | **65** | **102** | **97** | **91** |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant and equipment and intangibles | 11,903 | 33,578 | 34,270 | 20,587 | 13,465 |
| **Total cash used** | **11,903** | **33,578** | **34,270** | **20,587** | **13,465** |
| **Net cash from (or used by) investing activities** | **(8,669)** | **(33,513)** | **(34,168)** | **(20,490)** | **(13,374)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Contributed equity | 1,069 | 856 | - | 353 | - |
| **Total cash received** | **1,069** | **856** | **-** | **353** | **-** |
| **Net cash from (or used by) financing activities** | **1,069** | **856** | **-** | **353** | **-** |
| **Net increase (or decrease) in cash held** | **5,332** | **(20,147)** | **(19,176)** | **(4,531)** | **2,237** |
| Cash and cash equivalents at the beginning of the reporting period | 76,673 | 82,005 | 61,858 | 42,682 | 38,151 |
| **Cash and cash equivalents at the end of the reporting period** | **82,005** | **61,858** | **42,682** | **38,151** | **40,388** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Equity injections - Bill 2 | 1,069 | 856 | - | 353 | - |
| **Total capital appropriations** | **1,069** | **856** | **-** | **353** | **-** |
| **Total new capital appropriations represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | 1,069 | 856 | - | 353 | - |
| **Total items** | **1,069** | **856** | **-** | **353** | **-** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations - equity injection (a) | 1,069 | 856 | - | 353 | - |
| Funded internally from departmental resources | 10,834 | 32,722 | 34,270 | 20,234 | 13,465 |
| **Total acquisitions of non-financial assets** | **11,903** | **33,578** | **34,270** | **20,587** | **13,465** |
| **RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE** |  |  |  |  |  |
| Total purchases | 11,903 | 33,578 | 34,270 | 20,587 | 13,465 |
| **Total cash used to acquire assets** | **11,903** | **33,578** | **34,270** | **20,587** | **13,465** |

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

**Table 3.2.6: Statement of Asset Movements (Budget year 2018-19)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Land**  $'000 | **Buildings**$'000 | **Other property,  plant and equipment**  $'000 | **Intangibles**  $'000 | **Total**  $'000 |
| **As at 1 July 2018** |  |  |  |  |  |
| Gross book value | 10,000 | 538,662 | 25,700 | 10,568 | **584,930** |
| Accumulated depreciation/amortisation and impairment | - | (344,849) | (14,838) | (8,242) | **(367,929)** |
| **Opening net book balance** | **10,000** | **193,813** | **10,862** | **2,326** | **217,001** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |  |
| By purchase - appropriation equity | - | - | - | 856 | **856** |
| By purchase - internal resources | - | 22,013 | 4,279 | 6,430 | **32,722** |
| **Total additions** | **-** | **22,013** | **4,279** | **7,286** | **33,578** |
| **Other movements** |  |  |  |  |  |
| Depreciation/amortisation expense | - | (18,962) | (3,852) | (2,130) | **(24,944)** |
| **Total other movements** | **-** | **(18,962)** | **(3,852)** | **(2,130)** | **(24,944)** |
| **As at 30 June 2019** |  |  |  |  |  |
| Gross book value | 10,000 | 560,675 | 29,979 | 17,854 | **618,508** |
| Accumulated depreciation/amortisation and impairment | - | (363,811) | (18,690) | (10,372) | **(392,873)** |
| **Closing net book balance** | **10,000** | **196,864** | **11,289** | **7,482** | **225,635** |

**Food Standards Australia New Zealand**

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[1.1 Strategic Direction Statement 116](#_Toc534806917)

[1.2 Entity Resource Statement 117](#_Toc534806918)

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[1.4 Additional Estimates, Resourcing and Variations to Outcomes 118](#_Toc534806920)

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Section 1: Entity Overview and Resources

**1.1 Strategic Direction Statement**

Food Standards Australia New Zealand (FSANZ) was established to implement an agreement with States and Territories to achieve the goals of: a high degree of consumer confidence in the quality and safety of food that is available in Australia and New Zealand; an effective, transparent and accountable regulatory framework within which industry can work efficiently; the provision of adequate information about food to support informed food choices; and the harmonisation of food standards in Australia and New Zealand, and internationally.

The role and functions of FSANZ are set out in the *Food Standards Australia New Zealand Act 1991*. FSANZ is a corporate Commonwealth entity under the *Public Governance, Performance and Accountability Act 2013*.

For further information about FSANZ strategic goals, refer to the Corporate Plan and *2018-19 Health Portfolio Budget Statements*.

**1.2 Entity Resource Statement**

The Entity Resource Statement details the resourcing for FSANZ at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2018-19 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: FSANZ Resource Statement – Additional Estimates for 2018-19 as at Additional Estimates February 2019**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2017-18 Actual available appropriation**$'000 | **2018-19 Estimate as at Budget** $'000 | **2018-19 Proposed Additional Estimates** $'000 | **2018-19 Total estimate at AEs** $'000 |
| **Opening balance/cash reserves at 1 July (a) (b)** | 11,496 | 10,184 | - | 10,184 |
| **FUNDS FROM GOVERNMENT** |  |  |  |  |
| **Annual appropriations** |  |  |  |  |
| Ordinary annual services (c) |  |  |  |  |
| Outcome 1 | 16,961 | 16,899 | 259 | 17,158 |
| Other services **(d)** |  |  |  |  |
| Equity injection | - | - | - | - |
| **Total annual appropriations** | **16,961** | **16,899** | **259** | **17,158** |
| **Amounts received from related entities (e)** |  |  |  |  |
| Amounts from the Portfolio Department | - | - | - | - |
| Amounts from other entities | - | - | - | - |
| **Total amounts received from related entities** | **-** | **-** | **-** | **-** |
| **Total funds from Government** | **16,961** | **16,899** | **259** | **17,158** |
| **Funds from other sources** |  |  |  |  |
| Interest | 325 | 320 | - | 320 |
| Sale of goods and services | 1,776 | 100 | - | 100 |
| Other | 11 | 1,930 | - | 1,930 |
| **Total funds from other sources** | **2,112** | **2,350** | **-** | **2,350** |
| **Total net resourcing for FSANZ** | **30,569** | **29,433** | **259** | **29,692** |
|  |  |  |  |  |
|  | **Actual  2017-18** |  |  | **Revised  2018-19** |
| **Average staffing level (number)** | 104 |  |  | 107 |

All figures are GST exclusive.

(a) Includes cash and investments.

(b) The estimate at Budget has been revised to reflect the 2017-18 Annual Report.

(c) Appropriation Bill (No. 1 & 3) 2018-19.

(d) Appropriation Bill (No. 2 & 4) 2018-19.

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

**1.3 Entity Measures**

Table 1.2 summarises new Government measures taken since the 2018-19 Budget.

**Table 1.2: FSANZ 2018-19 Measures Since Budget**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Program** | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Improving Confidence in the Strawberry Supply Chain** | | | | | |
| Food Standards Australia New Zealand |  |  |  |  |  |
| Departmental expenses | 1.1 | 259 | - | - | - |
| **Total** |  | **259** | **-** | **-** | **-** |

**1.4 Additional Estimates, resourcing and Variations to outcomes**

The following table details the changes to the resourcing for FSANZ at Additional Estimates, by Outcome. Table 1.3 details the Additional Estimates resulting from new measures since the 2018-19 Budget in Appropriation Bills No. 3 and No. 4.

**Table 1.3: Additional Estimates and Variations to Outcomes from Measures and Other Variations Since the 2018-19 Budget**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **2018-19** $'000 | **2019-20** $'000 | **2020-21** $'000 | **2021-22** $'000 |
| **Program 1.1: Food Regulatory Activity and Services to the Minister and Parliament** | | | | |
| **Changes to departmental appropriations** |  |  |  |  |
| *Appropriation Bill No. 3* |  |  |  |  |
| **Measure** - Improving Confidence in the |  |  |  |  |
| Strawberry Supply Chain | 259 | - | - | - |
| **Total** | **259** | **-** | **-** | **-** |

**1.5 Breakdown of Additional Estimates by Appropriation Bill**

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

**Table 1.4: Appropriation Bill (No. 3) 2018-19**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Available** $'000 | **2018-19 Budget** $'000 | **2018-19 Revised** $'000 | **Additional estimates** $'000 | **Reduced estimates** $'000 |
| **Departmental** |  |  |  |  |  |
| **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 | 16,961 | 16,899 | 17,158 | 259 | - |
| **Total Appropriation Bill No. 3 departmental** | **16,961** | **16,899** | **17,158** | **259** | **-** |

**Table 1.5: Appropriation Bill (No. 4) 2018-19**

This table is not applicable to FSANZ in 2018-19.

Section 2: Revisions to Outcomes and Planned Performance

**2.1 Budgeted Expenses and Performance for Outcome 1**

**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

**Budgeted Expenses for FSANZ**

**Table 2.1.1: Budgeted Expenses and Resources for FSANZ**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **Program 1.1: Food Regulatory Activity and Services to the Minister and Parliament** | | | | | |
| Revenue from Government |  |  |  |  |  |
| Ordinary annual services (a) | 16,961 | 17,158 | 16,907 | 17,023 | 17,122 |
| Revenues from independent sources | 2,908 | 2,350 | 2,350 | 2,375 | 2,375 |
| Operating deficit (surplus) | (314) | - | - | - | (200) |
| **Total for Program 1.1** | **19,555** | **19,508** | **19,257** | **19,398** | **19,297** |
| **Total expenses for Outcome 1** | **19,555** | **19,508** | **19,257** | **19,398** | **19,297** |
|  |  |  |  |  |  |
|  | **Actual 2017-18** | **Revised 2018-19** |  |  |  |
| **Average staffing level (number)** | 104 | 107 |  |  |  |

(a) Appropriation Bill (No. 1 & 3) 2018-19.

**Planned Performance for FSANZ**

There have been no changes to performance information for FSANZ since the 2018-19 Budget which require new or modified performance criteria. Refer page 314 of the *2018-19 Health Portfolio Budget Statements* for current performance information.

Section 3: Special Account Flows and Budgeted Financial Statements

**3.1 Special Account Flows**

**Estimates of Special Account Flows**

FSANZ does not manage any special accounts.

**3.2 Budgeted Financial Statements**

An analysis of FSANZ budgeted financial statements for 2018-19 is provided below.

**3.2.1 Analysis of Budgeted Financial Statements**

**Departmental**

**Comprehensive Income Statement**

FSANZ has projected a break even budget in 2018-19 and the forward years.

**Revenues**

Revenue from government has increased in 2018-19 due to the new Government measure - *Improving confidence in the strawberry supply chain*. The $0.259 million additional funding limited to 2018-19 reflects additional work required to be undertaken by the agency.

Revenue from other sources of $2.4 million is received primarily from the New Zealand Government, cost recovery arrangements for the processing of paid applications to amend the Food Standards Code and bank interest.

**Expenses**

Expenditure in 2018-19 is anticipated to be $19.5 million which is in line with the agency’s resourcing.

**3.2.2 Budgeted Financial Statements**

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **EXPENSES** |  |  |  |  |  |
| Employee benefits | 13,712 | 14,432 | 14,429 | 14,382 | 14,382 |
| Supplier | 4,710 | 3,971 | 3,723 | 3,911 | 3,810 |
| Depreciation and amortisation | 1,102 | 1,105 | 1,105 | 1,105 | 1,105 |
| Other | 31 | - | - | - | - |
| **Total expenses** | **19,555** | **19,508** | **19,257** | **19,398** | **19,297** |
| **LESS:** |  |  |  |  |  |
| **OWN-SOURCE INCOME** |  |  |  |  |  |
| **Revenue** |  |  |  |  |  |
| Sale of goods and rendering of services | 2,693 | 100 | 100 | 200 | 200 |
| Interest | 204 | 320 | 320 | 200 | 200 |
| Other revenue | 11 | 1,930 | 1,930 | 1,975 | 1,975 |
| **Total revenue** | **2,908** | **2,350** | **2,350** | **2,375** | **2,375** |
| **Gains** |  |  |  |  |  |
| Other | - | - | - | - | - |
| **Total gains** | **-** | **-** | **-** | **-** | **-** |
| **Total own-source income** | **2,908** | **2,350** | **2,350** | **2,375** | **2,375** |
| **Net cost of (contribution by) services** | **16,647** | **17,158** | **16,907** | **17,023** | **16,922** |
| Revenue from Government | 16,961 | 17,158 | 16,907 | 17,023 | 17,122 |
| **Surplus (deficit)** | **314** | **-** | **-** | **-** | **200** |
| **Surplus (deficit) attributable to the Australian Government** | **314** | **-** | **-** | **-** | **200** |
| **OTHER COMPREHENSIVE INCOME** |  |  |  |  |  |
| Changes in asset revaluation reserves | - | - | - | - | - |
| **Total other comprehensive income (loss)** | **-** | **-** | **-** | **-** | **-** |
| **Total comprehensive income (loss) attributable to the Australian Government** | **314** | **-** | **-** | **-** | **200** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **ASSETS** |  |  |  |  |  |
| **Financial assets** |  |  |  |  |  |
| Cash and cash equivalents | 10,184 | 10,684 | 10,684 | 10,684 | 10,684 |
| Trade and other receivables | 1,080 | 1,080 | 1,080 | 1,080 | 1,280 |
| **Total financial assets** | **11,264** | **11,764** | **11,764** | **11,764** | **11,964** |
| **Non-financial assets** |  |  |  |  |  |
| Land and buildings | 3,044 | 3,064 | 3,064 | 3,064 | 3,064 |
| Property, plant and equipment | 1,046 | 996 | 996 | 996 | 996 |
| Intangibles | 1,882 | 1,412 | 1,412 | 1,412 | 1,412 |
| Other | 165 | 165 | 165 | 165 | 165 |
| **Total non-financial assets** | **6,137** | **5,637** | **5,637** | **5,637** | **5,637** |
| **Total assets** | **17,401** | **17,401** | **17,401** | **17,401** | **17,601** |
| **LIABILITIES** |  |  |  |  |  |
| **Payables** |  |  |  |  |  |
| Suppliers | 720 | 720 | 720 | 720 | 720 |
| Other payables | 2,082 | 2,082 | 2,082 | 2,082 | 2,082 |
| **Total payables** | **2,802** | **2,802** | **2,802** | **2,802** | **2,802** |
| **Interest bearing liabilities** |  |  |  |  |  |
| Leases | 1,929 | 1,929 | 1,929 | 1,929 | 1,929 |
| **Total interest bearing liabilities** | **1,929** | **1,929** | **1,929** | **1,929** | **1,929** |
| **Provisions** |  |  |  |  |  |
| Employees | 4,347 | 4,347 | 4,347 | 4,347 | 4,347 |
| Other provisions | 201 | 201 | 201 | 201 | 201 |
| **Total provisions** | **4,548** | **4,548** | **4,548** | **4,548** | **4,548** |
| **Total liabilities** | **9,279** | **9,279** | **9,279** | **9,279** | **9,279** |
| **Net assets** | **8,122** | **8,122** | **8,122** | **8,122** | **8,322** |
| **EQUITY** |  |  |  |  |  |
| Contributed equity | 1,823 | 1,823 | 1,823 | 1,823 | 1,823 |
| Reserves | 2,254 | 2,254 | 2,254 | 2,254 | 2,254 |
| Retained surpluses or accumulated deficits | 4,045 | 4,045 | 4,045 | 4,045 | 4,245 |
| **Total equity** | **8,122** | **8,122** | **8,122** | **8,122** | **8,322** |

**Table 3.2.3: Departmental Statement of Changes in Equity – Summary of Movement (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Retained earnings**   $'000 | **Asset revaluation reserve**  $'000 | **Contributed equity/ capital** $'000 | **Total  equity**   $'000 |
| **Opening balance as at 1 July 2018** |  |  |  |  |
| Balance carried forward from previous period | 4,045 | 2,254 | 1,823 | **8,122** |
| Surplus (deficit) for the period | - | - | - | **-** |
| Appropriation (equity injection) | - | - | - | **-** |
| **Estimated closing balance as at 30 June 2019** | **4,045** | **2,254** | **1,823** | **8,122** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **OPERATING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Goods and services | 1,776 | 100 | 100 | 200 | 200 |
| Appropriations | 16,961 | 17,158 | 16,907 | 17,023 | 17,122 |
| Interest | 325 | 320 | 320 | 200 | - |
| Other cash received | 11 | 1,930 | 1,930 | 1,975 | 1,975 |
| **Total cash received** | **19,073** | **19,508** | **19,257** | **19,398** | **19,297** |
| **Cash used** |  |  |  |  |  |
| Employees | 14,672 | 14,432 | 14,429 | 14,382 | 14,382 |
| Suppliers | 3,312 | 3,971 | 3,723 | 3,911 | 3,810 |
| **Total cash used** | **17,984** | **18,403** | **18,152** | **18,293** | **18,192** |
| **Net cash from (or used by) operating activities** | **1,089** | **1,105** | **1,105** | **1,105** | **1,105** |
| **INVESTING ACTIVITIES** |  |  |  |  |  |
| **Cash used** |  |  |  |  |  |
| Purchase of property, plant and equipment | 4,259 | 605 | 1,105 | 1,105 | 1,105 |
| **Total cash used** | **4,259** | **605** | **1,105** | **1,105** | **1,105** |
| **Net cash from (or used by) investing activities** | **(4,259)** | **(605)** | **(1,105)** | **(1,105)** | **(1,105)** |
| **FINANCING ACTIVITIES** |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |
| Contributed equity | 1,861 | - | - | - | - |
| **Total cash received** | **1,861** | **-** | **-** | **-** | **-** |
| **Net cash from (or used by) financing activities** | **1,861** | **-** | **-** | **-** | **-** |
| **Net increase (or decrease) in cash held** | **(1,309)** | **500** | **-** | **-** | **-** |
| Cash and cash equivalents at the beginning of the reporting period | 11,496 | 10,184 | 10,684 | 10,684 | 10,684 |
| Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period | (3) | - | - | - | - |
| **Cash and cash equivalents at the end of the reporting period** | **10,184** | **10,684** | **10,684** | **10,684** | **10,684** |

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **2017-18 Actual**  $'000 | **2018-19 Revised Budget** $'000 | **2019-20 Forward Year 1** $'000 | **2020-21 Forward Year 2** $'000 | **2021-22 Forward Year 3** $'000 |
| **CAPITAL APPROPRIATIONS** |  |  |  |  |  |
| Equity injections - Bill 2 | - | - | - | - | - |
| **Total capital appropriations** | **-** | **-** | **-** | **-** | **-** |
| **Total new capital appropriations represented by:** |  |  |  |  |  |
| Purchase of non-financial assets | - | - | - | - | - |
| **Total items** | **-** | **-** | **-** | **-** | **-** |
| **PURCHASE OF NON-FINANCIAL ASSETS** |  |  |  |  |  |
| Funded by capital appropriations - equity injection (a) | - | - | - | - | - |
| Funded internally from departmental resources | 4,612 | 605 | 1,105 | 1,105 | 1,105 |
| **Total acquisitions of non-financial assets** | **4,612** | **605** | **1,105** | **1,105** | **1,105** |
| **RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE** |  |  |  |  |  |
| Total purchases | 4,259 | 605 | 1,105 | 1,105 | 1,105 |
| **Total cash used to acquire assets** | **4,259** | **605** | **1,105** | **1,105** | **1,105** |

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

**Table 3.2.6: Statement of Asset Movements (Budget year 2018-19)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Buildings**  $'000 | **Other  property,  plant and equipment** $'000 | **Intangibles**  $'000 | **Total**  $'000 |
| **As at 1 July 2018** |  |  |  |  |
| Gross book value | 4,172 | 2,634 | 4,972 | **11,778** |
| Accumulated depreciation amortisation and impairment | (1,128) | (1,588) | (3,090) | **(5,806)** |
| **Opening net book balance** | **3,044** | **1,046** | **1,882** | **5,972** |
| **CAPITAL ASSET ADDITIONS** |  |  |  |  |
| **Estimated expenditure on new or replacement assets** |  |  |  |  |
| By purchase - appropriation equity | - | - | - | **-** |
| By purchase - internal resources | 200 | 100 | 305 | **605** |
| **Total additions** | **200** | **100** | **305** | **605** |
| **Other movements** |  |  |  |  |
| Depreciation/amortisation expense | (180) | (150) | (775) | **(1,105)** |
| **Total other movements** | **(180)** | **(150)** | **(775)** | **(1,105)** |
| **As at 30 June 2019** |  |  |  |  |
| Gross book value | 4,372 | 2,734 | 5,277 | **12,383** |
| Accumulated depreciation amortisation and impairment | (1,308) | (1,738) | (3,865) | **(6,911)** |
| **Closing net book balance** | **3,064** | **996** | **1,412** | **5,472** |

**Portfolio Glossary**

|  |  |
| --- | --- |
| **Accrual accounting** | System of accounting where items are brought to account and included in the financial statements as they are earned or incurred, rather than as they are received or paid. |
| **Accumulated depreciation** | The aggregate depreciation recorded for a particular depreciating asset. |
| **Additional Estimates** | The Additional Estimates process updates estimates from the previous Budget update. |
| **Additional Estimates Bills or Acts** | Where amounts appropriated in the annual appropriation acts at Budget time are insufficient, Parliament may appropriate more funds to Portfolios through the Additional Estimates Acts. These are Appropriation Bills No. 3 and No. 4, and a separate Bill for Parliamentary Departments (Appropriations (Parliamentary Departments) Bill (No.2)). These Bills are introduced into the Parliament sometime after the Budget Bills. |
| **Administered items** | Expenses, revenues, assets or liabilities managed by entities on behalf of the Australian Government. Entities do not control administered items. Administered items include grants, subsidies and benefits (for example, funding for the Pharmaceutical Benefits Scheme). |
| **Annotated appropriation** | A form of appropriation which allows an entity access to certain money it receives in payment of services. The nature and extent of the amount to be appropriated are specified in Rules under s74 of the *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) -Savings - Rephasings - Other Reductions +/- Section 74. |
| **Budget measure** | A decision by Cabinet or Ministers in the Budget process that has resulted in a change in expenditure in the current year and/or the forward years. See also cross-Portfolio Budget measure. |
| **Capital Budget Statement** | A statement of the entity’s estimated capital funding, through Appropriation Act No. 1 Departmental Capital Budget funding or Appropriation Act No. 2 equity injection funding and the entity’s estimated expenditures on non-financial assets. |
| **Capital expenditure** | Expenditure by an entity on non-financial assets, for example purchasing a building. |
| **Cross-Portfolio Budget measure** | This is a Budget measure which affects outcomes administered in a number of Portfolios. |
| **Departmental Capital Budget (DCB)** | Departmental Capital Budget funding appropriated to non‑corporate PGPA Act entities through their Appropriation Act 1 Departmental appropriation, for the ongoing replacement of Departmental assets which cost less than $10 million. |
| **Departmental items** | Assets, liabilities, revenues and expenses which are controlled by the entity in providing its outputs. Departmental items would generally include computers, plant and equipment assets used by entities in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred. |
| **Depreciation** | An expense recognised systematically for the purpose of allocating the depreciable amount of a depreciable asset over its useful life. |
| **Efficiency dividend** | An annual deduction of a percentage of running costs from an entity's budget, which acts as both an incentive to efficiency and a quantification of some of the efficiency gains made by an entity in the previous year. |
| **Equity or net assets** | Residual interest in the assets of an entity after deduction of its liabilities. |
| **Expense** | The value of resources consumed or lost during the reporting period. |
| **Fair value** | Fair values are prices in arm’s length transactions between willing buyers and sellers in an active market. |
| **Forward estimates** | A system of rolling three year financial estimates. After the Budget is passed, the first year of the forward estimates becomes the base for next year's Budget bid, and another out year is added to the forward estimates. |
| **Historical cost** | The original cost of acquisition of an asset, including any costs associated with acquisition. Under AASB 116 *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 Government’s intended results, benefits or consequences for the Australian community. The Government requires entities, such as the Department, to use outcomes as a basis for budgeting, measuring performance and reporting. Annual administered funding is appropriated on an outcome basis. The achievement of actual outcomes is assessed and reported in the Annual Report. |
| **Performance criteria** | A concise list of criteria, which are used to measure entity effectiveness in achieving the Government’s outcomes. Criteria must be measurable, but may be qualitative or quantitative. Criteria in the Portfolio Budget Statements are reported in the annual performance statements, in the Annual Report, for the same year. Outcomes are generally measured by performance criteria relating to effectiveness and equity, but may include efficiency and access criteria. |
| **PGPA Act** | *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. |
| **Portfolio Budget Statements** | Statements prepared by Portfolios to explain the Budget appropriations in terms of outcomes and programs. |
| **Price parameter adjustment** | Expenses are indexed by a price parameter for anticipated increases in costs over the estimates period. Changes in indexation are annotated to each outcome as ‘Price parameter adjustment’ or ‘Application of indexation parameters’. |
| **Programs** | Commonwealth programs deliver benefits, services or transfer payments to individuals, industry/business or the community as a whole, and are the primary vehicles for Government entities to achieve the intended results of their outcome statements. Commencing from the 2009-10 Budget, entities are required to report to Parliament by program. |

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

1. ABS National Survey of Mental Health and Wellbeing 2007. Mental illness is defined here as a high prevalence mental disorder including depression, anxiety or substance abuse. [↑](#footnote-ref-1)
2. ABS Mental Health of Young People 2007. Mental illness is defined here as a high prevalence mental disorder including depression, anxiety or substance abuse. [↑](#footnote-ref-2)
3. The targets for the following performance criteria have been amended to be consistent with revised targets published in the ASC’s Corporate Plan 2018-2022. [↑](#footnote-ref-3)
4. Sport.Scan is the ASC’s organisational capability assessment tool. [↑](#footnote-ref-4)