

# Portfolio Additional Estimates Statements 2015-16

Foreign Affairs and Trade Portfolio

Explanations of Additional Estimates 2015-16

© Commonwealth of Australia 2016

ISBN 978-1-74322-293-5

This publication is available for your use under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/legalcode) licence, with the exception of the Commonwealth Coat of Arms, the Department of Foreign Affairs and Trade logo, photographs, images, signatures and where otherwise stated. The full licence terms are available from <http://creativecommons.org/licenses/by/3.0/au/legalcode>.



Use of Foreign Affairs and Trade Portfolio material under a [Creative Commons BY Attribution 3.0 Australia](http://creativecommons.org/licenses/by/3.0/au/legalcode) licence requires you to attribute the work (but not in any way that suggests that the Foreign Affairs and Trade Portfolio endorses you or your use of the work).

*Foreign Affairs and Trade Portfolio material used 'as supplied'*

Provided you have not modified or transformed Foreign Affairs and Trade Portfolio material in any way including, for example, by changing the text; calculating percentage changes; graphing or charting data; or deriving new statistics from published statistics – then the Foreign Affairs and Trade Portfolio prefers the following attribution:

*Source: The Australian Government Foreign Affairs and Trade Portfolio*

Derivative material

If you have modified or transformed Foreign Affairs and Trade Portfolio material, or derived new material from those of the Foreign Affairs and Trade Portfolio in any way, then the Foreign Affairs and Trade Portfolio prefers the following attribution:

*Based on The Australian Government Foreign Affairs and Trade Portfolio data*

#### **Use of the Coat of Arms**

The terms under which the Coat of Arms can be used are set out on the It's an Honour website (see [www.itsanhonour.gov.au](http://www.itsanhonour.gov.au)).

#### **Other Uses**

Inquiries regarding this licence and any other use of this document are welcome at: Mr Paul Wood, Chief Financial Officer, Department of Foreign Affairs and Trade.



## MINISTER

PARLIAMENT HOUSE  
CANBERRA 2600

President of the Senate  
Australian Senate  
Parliament House  
CANBERRA ACT 2600

Speaker  
House of Representatives  
Parliament House  
CANBERRA ACT 2600

Dear Mr President  
Dear Mr Speaker

We hereby submit Portfolio Additional Estimates Statements in support of the 2015-16 Additional Estimates for the Foreign Affairs and Trade Portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the funding requirements being sought for the Portfolio.

We present these statements by virtue of our ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

A handwritten signature in blue ink, reading 'Julie Bishop'.

The Hon Julie Bishop MP  
Minister for Foreign Affairs

A handwritten signature in blue ink, reading 'Andrew Robb'.

The Hon Andrew Robb AO MP  
Minister for Trade and Investment

## 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

Figures in tables and in the text may be rounded. Figures in text are generally rounded to one decimal place, whereas figures in tables are generally rounded to the nearest thousand. Discrepancies in tables between totals and sums of components are due to rounding.

### Enquiries

Should you have any enquiries regarding this publication please contact Mr Paul Wood, Chief Financial Officer in the Department of Foreign Affairs and Trade on (02) 6261 1240.

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](http://www.budget.gov.au).

**USER GUIDE  
TO THE  
PORTFOLIO ADDITIONAL  
ESTIMATE STATEMENTS**



## USER GUIDE

The purpose of the 2015-16 Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB 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 PB Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non-financial planned performance of programmes supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in *Appropriation Bills (Nos. 3 and 4) 2015-16*. In this sense the PAES is declared by the Additional Estimates Appropriation Bills to be a 'relevant document' to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the *Mid-Year Economic and Fiscal Outlook (MYEFO) 2015-16* is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the Portfolio.

## Structure of the Portfolio Additional Estimates Statements

The PAES 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.

<b>Section 1: Entity overview and resources</b>	This section details the changes in total resources available to an entity, the impact of any measures since Budget, and impact of <i>Appropriation Bills Nos. 3 and 4</i> .
<b>Section 2: Revisions to outcomes and planned performance</b>	This section details <b>changes</b> to Government outcomes and/or <b>changes</b> to the planned performance of entity programmes.
<b>Section 3: Explanatory tables and budgeted financial statements</b>	This section contains updated explanatory tables on special account flows and staffing levels and revisions to the budgeted financial statements.
<b>Portfolio glossary</b>	Explains key terms relevant to the Portfolio.



# CONTENTS

<b>Portfolio overview</b> .....	<b>3</b>
<b>Entity additional estimates statements</b> .....	<b>8</b>
Department of Foreign Affairs and Trade (DFAT) .....	9
Australian Trade Commission (Austrade) .....	62
Tourism Australia .....	89
<b>Portfolio glossary</b> .....	<b>109</b>





# **PORTFOLIO OVERVIEW**

## PORTFOLIO OVERVIEW

The four portfolio ministers are the Minister for Foreign Affairs, the Hon Julie Bishop MP, the Minister for Trade and Investment, the Hon Andrew Robb AO MP, the Minister for International Development and the Pacific, the Hon Steven Ciobo MP, and the Minister for Tourism and International Education and the Minister Assisting the Minister for Trade and Investment, Senator the Hon Richard Colbeck. Mr Ciobo and Senator Colbeck were sworn in on 21 September 2015.

A full outline of the Foreign Affairs and Trade Portfolio Overview can be found in the *Portfolio Budget Statements 2015-16*.

### ADDITIONAL ESTIMATES AND VARIATIONS – PORTFOLIO LEVEL

The Portfolio is seeking a net increase of \$61.6 million in *Appropriation Bills No. 3 and No. 4* for 2015-16.

#### **Department of Foreign Affairs and Trade (DFAT) \$44.6 million**

##### Departmental items

- \$1.3m funding for the Department's engagement with the Asian Infrastructure Investment Bank;
- (\$0.3m) adjustment for savings on Public Sector Superannuation accumulation plan (PSSap) administration costs;
- \$0.8m adjustment for overseas inflation;
- \$27.1m adjustment for foreign exchange movements; and
- (\$7.7m) adjustment for passport funding due to lower than expected passports issued in 2015-16.

##### Administered items

- \$0.2m adjustment for foreign exchange movements;
- \$10.4m adjustment for contributions to UN Peacekeeping Operations;
- \$6.4m adjustment for contributions to International Organisations; and
- \$6.5m adjustment for contributions from Other Government Departments to the Official Development Assistance – reprioritised funding measure.

*Portfolio Overview*

**Australian Trade Commission (Austrade) \$10.3 million**

Departmental items

- \$6.0m adjustment for a movement of funds for Free Trade Agreement Promotion;
- \$0.8m adjustment for simpler land arrangements to support investment in the north;
- \$3.5m adjustment for foreign exchange movements; and
- (\$0.04m) adjustment for savings on Public Sector Superannuation accumulation plan (PSSap) administration costs.

**Australian Centre for International Agricultural Research (ACIAR)**

There are no additional measures or variations for ACIAR.

**Australian Secret Intelligence Service (ASIS)**

There are no additional measures or variations for ASIS.

**Export Finance and Insurance Corporation (EFIC)**

EFIC does not appear in the Portfolio Additional Estimates Statements as it is not part of the general government sector.

**Tourism Australia \$6.7 million**

Departmental items

- \$6.7m adjustment for foreign exchange movements in 2014-15.

**Figure 1: Foreign Affairs and Trade portfolio structure and outcomes**



## Portfolio resources

Table 1 shows those entities reporting in the PAES and the additional resources provided to the Portfolio in the 2015-16 budget year, by entity.

**Table 1: Portfolio Resources (2015-16 Additional Estimates)**

	Appropriation Bill No. 3 (\$m)	Appropriation Bill No. 4 (\$m)	Special appropriation (\$m)	Receipts (\$m)	Total (\$m)
<b>Department of Foreign Affairs and Trade</b>					
Administered appropriations	23.5	-	-	-	23.5
Departmental appropriations	21.1	-	-	-	21.1
<b>Total:</b>	<b>44.6</b>	-	-	-	<b>44.6</b>
<b>Australian Trade Commission</b>					
Administered appropriations	10.3	-	-	-	10.3
Departmental appropriations	-	-	-	-	-
<b>Total:</b>	<b>10.3</b>	-	-	-	<b>10.3</b>
<b>Tourism Australia</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	6.7	-	-	-	6.7
<b>Total:</b>	<b>6.7</b>	-	-	-	<b>6.7</b>
<b>Portfolio total</b>					<b>61.6</b>
<b>Resources available within portfolio:</b>					<b>61.6</b>





# ENTITY ADDITIONAL ESTIMATES STATEMENTS

Department of Foreign Affairs and Trade (DFAT).....	9
Australian Trade Commission (Austrade).....	62
Tourism Australia.....	89

# DEPARTMENT OF FOREIGN AFFAIRS AND TRADE

<b>Section 1: Entity overview and resources .....</b>	<b>11</b>
1.1 Strategic direction statement .....	11
1.2 Entity resource statement .....	11
1.3 Entity measures .....	15
1.4 Additional estimates and variations.....	17
1.5 Breakdown of additional estimates by appropriation bill .....	19
<b>Section 2: Revisions to outcomes and planned performance .....</b>	<b>22</b>
2.1 Outcomes and performance information .....	22
<b>Section 3: Explanatory tables and budgeted financial statements.....</b>	<b>42</b>
3.1 Explanatory tables.....	42
3.2 Budgeted financial statements.....	44



# DEPARTMENT OF FOREIGN AFFAIRS AND TRADE

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

To further progress the priorities outlined in the *Portfolio Budget Statements 2015-16*, the Government has allocated funds for Australia's investment as a founding member of the Asian Infrastructure Investment Bank (AIIB). The Department and the Treasury are together engaging the AIIB, with staff assigned in Canberra and the deployment of a staff member to Beijing (China), to facilitate Australia's participation as a member of the bank.

A full outline of DFAT's Strategic Direction can be found in the *Portfolio Budget Statements 2015-16*.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for DFAT at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2015-16 Budget year, including variations through *Appropriation Bill Nos. 3 and No. 4*, Special Appropriations and Special Accounts.

**Table 1.1: DFAT resource statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016**

	<i>Actual Available Appropriation 2014-15</i> \$'000	Estimate as at Budget 2015-16 \$'000	Proposed Additional Estimate 2015-16 \$'000	Total estimate at Additional Estimates 2015-16 \$'000
<b>Ordinary annual services (a)</b>				
<b>Departmental appropriation</b>				
Prior year appropriations (b)	292,010	-	-	292,010
Departmental appropriation (c)	-	1,399,990	21,096	1,421,086
s74 Retained revenue receipts (d)	-	81,599	-	81,599
<b>Total</b>	<b>292,010</b>	<b>1,481,589</b>	<b>21,096</b>	<b>1,794,695</b>
<b>Administered expenses</b>				
Outcome 1 (e)	411,328	3,579,158	23,518	4,014,004
Outcome 2	159	750	-	750
Payments to corporate entities (f)	-	137,290	6,728	144,018
<b>Total</b>	<b>411,487</b>	<b>3,717,198</b>	<b>30,246</b>	<b>4,158,931</b>
<b>Total ordinary annual services [A]</b>	<b>703,497</b>	<b>5,198,787</b>	<b>51,342</b>	<b>5,953,626</b>
<b>Departmental non-operating</b>				
Prior year appropriations (b)	109,956	-	-	109,956
Equity injections (g)	-	205,241	-	205,241
<b>Total</b>	<b>109,956</b>	<b>205,241</b>	<b>-</b>	<b>315,197</b>
<b>Administered non-operating</b>				
Prior year appropriations (b)	2,174,844	-	-	2,174,844
Administered assets and liabilities	-	13,527	-	13,527
<b>Total</b>	<b>2,174,844</b>	<b>13,527</b>	<b>-</b>	<b>2,188,371</b>
<b>Total other services [B]</b>	<b>2,284,800</b>	<b>218,768</b>	<b>-</b>	<b>2,503,568</b>
<b>Total available annual appropriations [A+B]</b>	<b>2,988,297</b>	<b>5,417,555</b>	<b>51,342</b>	<b>8,457,194</b>

Table continued on the following page.

**Table 1.1: DFAT resource statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016 (continued)**

	<i>Actual Available Appropriation 2014-15 \$'000</i>	<i>Estimate as at Budget 2015-16 \$'000</i>	<i>Proposed Additional Estimate 2015-16 \$'000</i>	<i>Total estimate at Additional Estimates 2015-16 \$'000</i>
<b>Special appropriations</b>				
<b>Special appropriations limited by criteria/entitlement</b>				
Public Governance, Performance and Accountability Act 2013 - s77 (h) Passport Refunds	945	1,010	-	1,010
<b>Total special appropriations [C]</b>	<b>945</b>	<b>1,010</b>	<b>-</b>	<b>1,010</b>
<b>Total appropriations excluding special accounts</b>	<b>2,989,242</b>	<b>5,418,565</b>	<b>51,342</b>	<b>8,459,149</b>
<b>Special accounts</b>				
Opening balance (i)	281,327	154,027	53,432	207,459
Appropriation receipts (j)	166,057	65,765	-	65,765
Appropriation receipts - other entities (k) Non-appropriation receipts to Special Accounts	30,445	24,271	-	24,271
	5,246	5,540	(2,477)	3,063
<b>Total special accounts [D]</b>	<b>483,075</b>	<b>249,603</b>	<b>50,955</b>	<b>300,558</b>
<b>Total resourcing [A+B+C+D]</b>	<b>3,472,317</b>	<b>5,668,168</b>	<b>102,297</b>	<b>8,758,762</b>
Less appropriations drawn from annual or special appropriations above and credited to special accounts and/or payments to corporate entities through annual appropriations	(166,057)	(65,765)	-	(65,765)
	-	(137,290)	(6,728)	(144,018)
<b>Total net resourcing for DFAT</b>	<b>3,306,260</b>	<b>5,465,113</b>	<b>95,569</b>	<b>8,548,979</b>

(a) *Appropriation Bill (No. 1 and No. 3) 2015-16.*

(b) Estimated adjusted balance carried forward from previous year.

(c) Includes an amount of \$52.171m in 2015-16 for the Departmental Capital Budget (refer to Table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

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

(e) Includes an amount of \$2.325m in 2015-16 for the Administered Capital Budget (refer to Table 3.2.10 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

(f) 'Corporate entities' are corporate Commonwealth entities and Commonwealth companies as defined under the *PGPA Act 2013*.

(g) *Appropriation Bills (No. 2 and No. 4) 2015-16.*

(h) Repayments not provided for under other appropriations. Amounts received on or before 30 June 2014 were repaid under section 28 of the *Financial Management and Accountability Act 1997*.

(i) Estimated opening balance for special accounts (less 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), *Services for other Government and Non-agency Bodies* accounts (SOG), or *Services for Other Entities and Trust Moneys* accounts (SOETM)).

(j) For further information on special accounts see Table 3.1.1.

(k) Appropriation receipts from DFAT annual and special appropriations for 2015-16 included above.

(l) Appropriation receipts from other entities credited to DFAT's special accounts.

Reader note: All figures are GST exclusive. These figures may not match figures in the cash flow statement.  
*Table continued on the following page.*

**Table 1.1: DFAT resource statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016 (continued)**

**Third party payments from and on behalf of other entities**

	Estimate at Budget 2015-16 \$'000	Estimate at Additional Estimates 2015-16 \$'000
Receipts received from other entities for the provision of services (disclosed above in s74 Retained revenue receipts section above)	81,599	81,599
Payments made to corporate entities within the Portfolio Tourism Australia Appropriation	137,290	144,018



### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2015-16 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

**Table 1.2: Entity 2015-16 measures since Budget**

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Revenue measures</b>					
Refurbishment of the Paris Chancery	3.2				
Administered revenues		-	-	-	-
Departmental revenues		-	-	-	-
<b>Total</b>		-	-	-	-
<b>Total revenue measures</b>					
Administered		-	-	-	-
Departmental		-	-	-	-
<b>Total</b>		-	-	-	-
<b>Expense measures (if applicable)</b>					
Asian Infrastructure Investment Bank	1.1				
Administered expenses		-	-	-	-
Departmental expenses (a)		1,281	1,250	438	442
<b>Total</b>		<b>1,281</b>	<b>1,250</b>	<b>438</b>	<b>442</b>
Our North, Our Future - business, trade and investment gateway	1.2				
Administered expenses		-	-	-	-
Departmental expenses (b)		-	-	-	-
<b>Total</b>		-	-	-	-
Our North, Our Future - workforce for growth	1.2				
Administered expenses		-	-	-	-
Departmental expenses (c)		-	-	-	-
<b>Total</b>		-	-	-	-
Public Sector Superannuation accumulation plan administrative fees	1.2				
Administered expenses		-	-	-	-
Departmental expenses (d)		(294)	(294)	(294)	(294)
<b>Total</b>		<b>(294)</b>	<b>(294)</b>	<b>(294)</b>	<b>(294)</b>
Public Sector savings - Enterprise Resource Planning	3.1				
Administered expenses		-	-	-	-
Departmental expenses (e)		-	-	(950)	(1,168)
<b>Total</b>		-	-	<b>(950)</b>	<b>(1,168)</b>
<b>Total expense measures</b>					
Administered		-	-	-	-
Departmental		987	956	(806)	(1,020)
<b>Total</b>		<b>987</b>	<b>956</b>	<b>(806)</b>	<b>(1,020)</b>

Table continued on the following page.

**Table 1.2: Entity 2015-16 measures since Budget (continued)**

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Capital measures (if applicable)</b>					
Refurbishment of the Paris Chancery	3.2				
Administered capital		-	-	-	-
Departmental capital		-	-	-	-
<b>Total</b>		-	-	-	-
Savings from Overseas Property Repairs and Maintenance	3.2				
Administered capital		-	-	-	-
Departmental capital		-	-	-	-
<b>Total</b>		-	-	-	-
<b>Total capital measures</b>					
Administered		-	-	-	-
Departmental		-	-	-	-
<b>Total</b>		-	-	-	-

**Prepared on a Government Financial Statistics (fiscal) basis.**

- (a) The lead entity for Asian Infrastructure Investment Bank is Treasury. The full measure description and package details appear in MYEFO under the Treasury Portfolio.
- (b) The lead entity for Our North, Our Future - business, trade and investment gateway is the Department of Industry, Innovation and Science. The full measure description and package details appear in MYEFO under the Industry, Innovation and Science Portfolio.
- (c) The lead entity for Our North, Our Future — workforce for growth is the Department of Immigration and Border Protection. The full measure description and package details appear in MYEFO under the Immigration and Border Protection Portfolio.
- (d) Public Sector Superannuation accumulation plan administration fees is a cross portfolio measure lead by the Department of Finance. The full measure description appears in 2014-15 MYEFO under cross portfolio measures. Savings for this measure were included as a 'decision taken but not yet announced' in the 2014-15 Budget.
- (e) Public Sector savings - Enterprise Resource Planning is a cross portfolio measure lead by the Department of Finance. The full measure description and package appear in the 2015-16 Budget under cross portfolio measures.

## 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for DFAT at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2015-16 Budget in *Appropriation Bills Nos. 3 and 4*. Table 1.4 details Additional Estimates or variations through other factors, such as parameter adjustments.

**Table 1.3: Additional estimates and variations to outcomes from measures since 2015-16 Budget**

	Programme impacted	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Outcome 1</b>					
Increase in estimates (departmental)					
Asian Infrastructure Investment Bank	1.1	1,281	1,250	438	442
Decrease in estimates (departmental)					
Public Sector Superannuation Accumulation Plan administrative fees	1.1	(294)	(294)	(294)	(294)
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>987</b>	<b>956</b>	<b>144</b>	<b>148</b>
<b>Outcome 3</b>					
Decrease in estimates (departmental)					
Whole of Government savings - Enterprise Resource Planning	3.1	-	-	(950)	(1,168)
<b>Net impact on estimates for Outcome 3 (departmental)</b>		<b>-</b>	<b>-</b>	<b>(950)</b>	<b>(1,168)</b>

**Table 1.4: Additional estimates and variations to outcomes from other variations**

	Programme impacted	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Outcome 1</b>					
Increase in estimates (administered)					
Adjustment for Foreign Exchange	1.1	182	169	156	185
Adjustment for UN Peacekeeping Operations	1.5	10,445	11,279	11,545	13,547
Adjustment for International Organisations	1.5	6,400	6,853	7,016	8,207
Adjustment for contributions from Other Government Departments to Aid reprioritisation	1.2	6,491	-	-	-
<b>Net impact on estimates for Outcome 1 (administered)</b>		<b>23,518</b>	<b>18,301</b>	<b>18,717</b>	<b>21,939</b>
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	1.1	383	383	383	383
Adjustment for Foreign Exchange	1.1	4,314	4,314	4,314	4,314
Adjustment for 2014-15 Foreign Exchange Rebasing	1.1	9,505	-	-	-
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>14,202</b>	<b>4,697</b>	<b>4,697</b>	<b>4,697</b>
<b>Outcome 2</b>					
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	2.1,2.2	248	248	248	248
Adjustment for Foreign Exchange	2.1,2.2	2,792	2,792	2,792	2,792
Decrease in estimates (departmental)					
Adjustment for Passport Funding due to lower than expected passport issues 2015-16	2.2	(7,738)	(12,797)	(12,281)	(12,048)
<b>Net impact on estimates for Outcome 2 (departmental)</b>		<b>(4,698)</b>	<b>(9,757)</b>	<b>(9,241)</b>	<b>(9,008)</b>
<b>Outcome 3</b>					
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	3.1	120	120	120	120
Adjustment for Foreign Exchange	3.1	1,352	1,352	1,352	1,352
Adjustment for 2014-15 Foreign Exchange Rebasing	3.1	9,133	-	-	-
Decrease in estimates (departmental)					
Capital injection (departmental) reduction in equity due to change of scope for the diplomatic accommodation project in Kabul	3.1	(3,730)	(16,475)	-	-
<b>Net impact on estimates for Outcome 3 (departmental)</b>		<b>6,875</b>	<b>(15,003)</b>	<b>1,472</b>	<b>1,472</b>

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for DFAT through *Appropriation Bills Nos. 3 and 4*.

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

	2014-15 Available \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
<b>Outcome 1</b> - The advancement of Australia's international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities	4,530,015	3,579,158	3,602,676	23,518	-
<b>Total administered</b>	<b>4,530,015</b>	<b>3,579,158</b>	<b>3,602,676</b>	<b>23,518</b>	<b>-</b>

*Table continued on the following page.*

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

	2014-15 Available \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programmes</b>					
<b>Outcome 1</b> - The advancement of Australia's international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities	841,458	866,556	881,745	15,189	-
<b>Outcome 2</b> - The protection and welfare of Australians abroad and access to secure international travel documentation through timely and responsive travel advice and consular and passport services in Australia and overseas	329,264	340,091	335,393	-	(4,698)
<b>Outcome 3</b> - A secure Australian Government presence overseas through the provision of security services and information and communications technology infrastructure, and the management of the Commonwealth's overseas owned estate	206,594	193,343	203,948	10,605	-
<b>Total departmental</b>	<b>1,377,316</b>	<b>1,399,990</b>	<b>1,421,086</b>	<b>25,794</b>	<b>(4,698)</b>
<b>Total administered and departmental</b>	<b>5,907,331</b>	<b>4,979,148</b>	<b>5,023,762</b>	<b>49,312</b>	<b>(4,698)</b>

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

There is no change to DFAT information supplied in the *Portfolio Budget Statements 2015-16*.

## Section 2: Revisions to outcomes and planned performance

### 2.1 OUTCOMES AND PERFORMANCE INFORMATION

There is no change to DFAT's outcomes and performance information as expressed in the *Portfolio Budget Statements 2015-16*.

#### **OUTCOME 1: THE ADVANCEMENT OF AUSTRALIA'S INTERNATIONAL STRATEGIC, SECURITY AND ECONOMIC INTERESTS INCLUDING THROUGH BILATERAL, REGIONAL AND MULTILATERAL ENGAGEMENT ON AUSTRALIAN GOVERNMENT FOREIGN, TRADE AND INTERNATIONAL DEVELOPMENT POLICY PRIORITIES**

##### **Outcome 1 strategy**

There is no change to the Department's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*.

Measures being funded through Additional Estimates reflect the Government's foreign, trade, international development and security policy priorities through Australia's bilateral, regional and multilateral relationships.

As part of the Mid-Year Economic and Fiscal Outlook (MYEFO), the Government allocated funds to support Australia's founding membership of the Asian Infrastructure Investment Bank (AIIB).



**Table 2.1.1 Budgeted expenses for Outcome 1**

	2014-15 Actual expenses \$'000	2015-16 Estimated actual expenses \$'000
<b>Outcome 1: The advancement of Australia's international strategic, security and economic interests including through bilateral, regional and multilateral engagement on Australian Government foreign, trade and international development policy priorities</b>		
<b>Programme 1.1: Foreign Affairs and Trade Operations</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	25,750	8,721
Other services (Appropriation Act No. 2 & Bill No. 4) (a)	212,033	13,452
Special accounts (b)	277,056	257,000
Expenses not requiring appropriation in the Budget year (d)	11,022	13,452
Departmental expenses		
Departmental appropriation (c)	606,612	671,532
Expenses not requiring appropriation in the Budget year (d)	95,509	123,303
<b>Total for programme 1.1</b>	<b>1,227,982</b>	<b>1,087,460</b>
<b>Programme 1.2: Official Development Assistance</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	-	3,112,214
Expenses not requiring appropriation in the Budget year	-	1,507
Other services (Appropriation Act No. 2 & Bill No. 4)	-	-
Departmental expenses		
Departmental appropriation (c)	231,898	230,823
<b>Total for programme 1.2</b>	<b>231,898</b>	<b>3,344,544</b>
<b>Programme 1.3: Official Development Assistance - Multilateral Replenishments</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	106,868	-
Other services (Appropriation Act No. 2 & Bill No. 4)	-	-
Expenses not requiring appropriation in the Budget year (e)	105,577	-
<b>Total for Programme 1.3</b>	<b>212,445</b>	<b>-</b>
<b>Programme 1.4: Official Development Assistance - East Asia AIPRD</b>		
Administered expenses		
AIPRD Loans Special Account (b)	19,282	-
AIPRD Loans Special Account 2015 (b)	18,775	-
Expenses not requiring appropriation in the Budget year (e)	17,740	-
<b>Total for Programme 1.4</b>	<b>55,797</b>	<b>-</b>
<b>Programme 1.5: Payments to International Organisations</b>		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	319,910	432,649
<b>Total for Programme 1.5</b>	<b>319,910</b>	<b>432,649</b>

*Table continued on the following page.*



**Table 2.1.1 Budgeted expenses for Outcome 1 (continued)**

	2014-15 Actual expenses \$'000	2015-16 Estimated actual expenses \$'000
<b>Outcome 1:</b>		
<b>Programme 1.14: Official Development Assistance - NGO, Volunteer and Community Programmes (f)</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1)	202,401	-
<b>Total for Programme 1.14</b>	<b>202,401</b>	<b>-</b>
<b>Outcome 1 Totals by appropriation type</b>		
Administered Expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	4,530,898	3,600,370
Corporate Commonwealth Entity	138,865	144,018
Other services (Appropriation Act No. 2 & Bill No. 4)	212,698	13,527
Special Accounts	315,113	257,000
Expenses not requiring appropriation in the Budget year	135,664	14,959
Departmental expenses		
Departmental appropriation	838,510	902,355
Expenses not requiring appropriation in the Budget year	95,509	123,303
<b>Total expenses for Outcome 1</b>	<b>6,267,257</b>	<b>5,055,532</b>
	2014-15	2015-16
<b>Average staffing level (number) (g)</b>	<b>3,762</b>	<b>3,728</b>

- (a) Includes payments for the Debt-to-Health Swap with the Government of Indonesia of \$12.0 million in 2014-15 and \$13.4 million in 2015-16.
- (b) This reflects the amount of funding to be disbursed on a cash basis, not an expense basis.
- (c) Departmental appropriation combines 'Ordinary annual services (*Appropriation Bill No. 1*)' and 'Revenue from independent sources (s 74)'.  
(d) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees.
- (e) Expenses not requiring appropriation in the Budget year relates to the concessional investment discount for the discounting of the investment component for the International Development Association and Asian Development Fund.
- (f) A new programme (Programme 1.2: Official Development Assistance) has been created effective from 1 July 2015 which combines the forward estimates of these programmes.
- (g) Average Staffing Levels (ASL) figures are estimates only. ASL allocated to Outcome 1 may also, at times, contribute to Outcome 2 and Outcome 3.
- Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as Government priorities change.

## Programme 1.1: Foreign Affairs and Trade Operations

### Programme objective 1.1

There is no change to the objective for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

### Programme expenses 1.1

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>Annual administered expenses:</b>					
Foreign Affairs and Trade Operations					
Export Finance and Insurance Corporation (EFIC) - National Interest Account Expenses	16,370	2,078	1,300	1,300	1,300
International Climate Change Engagement (a)	2,875	3,000	3,000	3,000	3,000
Personal Benefits - Locally Engaged Staff pension schemes	6,505	2,980	2,909	3,012	3,030
Other Administered Items	571	663	679	694	710
Other services (Appropriation Act No. 2 & Bill No. 4)					
Capital Injection for EFIC	200,000	-	-	-	-
Special Account Expenses					
Administered Payments and Receipts for Other Entities	272,309	250,000	250,000	250,000	250,000
Services for Other Entities and Trust Moneys - Foreign Affairs and Trade	4,747	7,000	7,000	7,000	7,000
Expositions Special Account	-	-	-	-	-
Expenses not requiring appropriation in the Budget year (b)	-	-	-	-	-
Debt-to-Health Swap with Government of Indonesia	12,033	13,452	15,027	-	-
Other Administered Items	10,451	-	-	-	-
<b>Annual departmental expenses:</b>					
Foreign Affairs and Trade Operations	606,612	671,532	669,093	610,254	609,691
Expenses not requiring appropriation in the Budget year (b)	95,509	123,303	125,348	115,327	108,874
<b>Total programme expenses</b>	<b>1,227,982</b>	<b>1,074,008</b>	<b>1,074,356</b>	<b>990,587</b>	<b>983,605</b>

(a) Includes Programme 1.4: International Climate Change Engagement Programme published in *Portfolio Additional Estimates Statements 2014-15*.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees.

### Programme deliverables 1.1

There is no change to the deliverables for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

### Programme key performance indicators 1.1

There is no change to the key performance indicators for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 1.2: Official Development Assistance**

**Programme objective 1.2**

There is no change to the objective for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.2**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Official Development Assistance	-	3,112,214	2,915,190	3,170,934	3,382,150
Expenses not requiring appropriation in the Budget year (a)	-	1,507	1,489	1,489	2,440
Annual departmental expenses:					
Official Development Assistance	231,898	230,823	245,466	254,532	263,523
<b>Total programme expenses</b>	<b>231,898</b>	<b>3,344,544</b>	<b>3,162,145</b>	<b>3,426,955</b>	<b>3,648,113</b>

(a) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees.

**Programme deliverables 1.2**

There is no change to the deliverables for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.2**

There is no change to the key performance indicators for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 1.3: Official Development Assistance – Multilateral Replenishments**

**Programme objective 1.3**

There is no change to the objective for Programme 1.3 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.3**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
Annual administered expenses:					
Administered item					
Administered item (Appropriation Act No. 1 & Bill No. 3)	106,868	-	377,274	12,622	105,000
Administered item (Appropriation Act No. 2 & Bill No. 4)	-	-	1,103,505	-	-
Expenses not requiring appropriation in the Budget year (a)	105,577	-	953,505	-	-
<b>Total programme expenses</b>	<b>212,445</b>	<b>-</b>	<b>2,434,284</b>	<b>12,622</b>	<b>105,000</b>

(a) Expenses not requiring appropriation in the Budget year relate to the concessional investment discount for the discounting of the investment components for International Development Association and Asian Development Fund.

**Programme deliverables 1.3**

There is no change to the deliverables for Programme 1.3 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.3**

There is no change to the key performance indicators for Programme 1.3 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 1.4: Official Development Assistance – East Asia AIPRD**

**Programme objective 1.4**

There is no change to the objective for Programme 1.4 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.4**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Special Account Expenses					
AIPRD Loans Special Account (a)	19,282	-	-	-	-
AIPRD Loans Special Account 2015 (a)	18,775	-	-	-	-
Expenses not requiring appropriation in the Budget year (b)	17,740	-	-	-	-
<b>Total programme expenses</b>	<b>55,797</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(a) This reflects the amount of funding to be disbursed on a cash basis, not an expense basis.

(b) Expenses not requiring appropriation year relates to the concessional discounting of the loan.

**Programme deliverables 1.4**

There is no change to the deliverables for Programme 1.4 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.4**

There is no change to the key performance indicators for Programme 1.4 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 1.5: Payments to International Organisations**

**Programme objective 1.5**

There is no change to the objective for Programme 1.5 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.5**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Administered item					
Payments to International Organisations	319,910	432,649	454,727	479,156	506,005
<b>Total programme expenses</b>	<b>319,910</b>	<b>432,649</b>	<b>454,727</b>	<b>479,156</b>	<b>506,005</b>

**Programme deliverables 1.5**

There is no change to the deliverables for Programme 1.5 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.5**

There is no change to the key performance indicators for Programme 1.5 as expressed in the *Portfolio Budget Statements 2015-16*.



**Programme 1.6: New Colombo Plan – Transforming Regional Relationships****Programme objective 1.6**

There is no change to the objective for Programme 1.6 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.6**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Administered item					
New Colombo Plan - Transforming Regional Relationships	10,514	27,742	27,790	50,933	50,933
Administered item (Appropriation Act No. 2 & Bill No. 4)	665	75	425	150	-
<b>Total programme expenses</b>	<b>11,179</b>	<b>27,817</b>	<b>28,215</b>	<b>51,083</b>	<b>50,933</b>

**Programme deliverables 1.6**

There is no change to the deliverables for Programme 1.6 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.6**

There is no change to the key performance indicators for Programme 1.6 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 1.7: Public Information Services and Public Diplomacy**

**Programme objective 1.7**

There is no change to the objective for Programme 1.7 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.7**

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
International Relations Grants Programme	4,550	4,594	4,594	4,594	4,594
Australia Network	10,588	-	-	-	-
Bali Peace Park	-	450	-	-	-
<b>Total programme expenses</b>	<b>15,138</b>	<b>5,044</b>	<b>4,594</b>	<b>4,594</b>	<b>4,594</b>

**Programme deliverables 1.7**

There is no change to the deliverables for Programme 1.7 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.7**

There is no change to the key performance indicators for Programme 1.7 as expressed in the *Portfolio Budget Statements 2015-16*.

## Programme 1.8: Programmes to Promote Australia's International Tourism Interests

### Programme objective 1.8

There is no change to the objective for Programme 1.8 as expressed in the *Portfolio Budget Statements 2015-16*.

### Programme expenses 1.8

	2014-15 Actual \$'000	2015-16 Estimated Budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Tourism Industry Regional Development Fund	3,896	-	-	-	-
Tasmanian Regional Tourism Package	120	-	-	-	-
T-Qual Grants (a)	4,158	-	-	-	-
Transfer of T-Qual Accreditation to Industry	600	-	-	-	-
Tourism Australia -Asia Marketing Fund	13,500	14,000	14,000	14,000	14,000
Tourism Australia - Corporate Commonwealth Entity	138,865	144,018	140,536	141,985	144,070
<b>Total programme expenses</b>	<b>161,139</b>	<b>158,018</b>	<b>154,536</b>	<b>155,985</b>	<b>158,070</b>

(a) The balance of this programme has been transferred to Austrade. Refer to *Portfolio Budget Statements 2015-16*, page 103.

### Programme deliverables 1.8

There is no change to the deliverables for Programme 1.8 as expressed in the *Portfolio Budget Statements 2015-16*.

### Programme key performance indicators 1.8

There is no change to the key performance indicators for Programme 1.8 as expressed in the *Portfolio Budget Statements 2015-16*.

**OUTCOME 2: THE PROTECTION AND WELFARE OF AUSTRALIANS  
ABROAD AND ACCESS TO SECURE INTERNATIONAL TRAVEL  
DOCUMENTATION THROUGH TIMELY AND RESPONSIVE TRAVEL ADVICE  
AND CONSULAR AND PASSPORT SERVICES IN AUSTRALIA AND  
OVERSEAS**

**Outcome 2 strategy**

There is no change to the Department's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*.

DFAT will return \$7.7m of passport funding due to lower than expected numbers of passports issued in 2015-16.

**Table 2.1.2 Budgeted expenses for Outcome 2**

	2014-15 Actual expenses \$'000	2015-16 Estimated actual expenses \$'000
<b>Outcome 2: The protection and welfare of Australians abroad and access to secure international travel documentation through timely and responsive travel advice and consular and passport services in Australia and overseas</b>		
<b>Programme 2.1: Consular Services</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	159	200
Special accounts (a)	192	101
Departmental expenses (b)		
Consular Services	63,535	93,983
Expenses not requiring appropriation in the Budget year (c)	2,927	-
<b>Total for programme 2.1</b>	<b>66,813</b>	<b>94,284</b>
<b>Programme 2.2: Passport Services</b>		
Administered expenses		
Special appropriations	945	1,010
Departmental expenses (b)		
Passport Services	234,388	231,410
Expenses not requiring appropriation in the Budget year (c)	2,064	-
<b>Total for programme 2.2</b>	<b>237,397</b>	<b>232,420</b>
<b>Outcome 2 Totals by appropriation type</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)	159	200
Special appropriations	945	1,010
Special accounts	192	101
Departmental expenses		
Departmental appropriation (b)	297,923	325,393
Expenses not requiring appropriation in the Budget year (c)	4,991	-
<b>Total expenses for Outcome 2</b>	<b>304,210</b>	<b>326,704</b>
	2014-15	2015-16
<b>Average staffing level (number) (d)</b>	<b>1,088</b>	<b>1,077</b>

(a) This reflects actual cash disbursements from the property account.

(b) Departmental appropriation combines 'Ordinary annual services (Appropriation Act No. 1 & Bill No. 3)' and 'Revenue from independent sources (s 74)'.

(c) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees.

(d) Average Staffing Levels (ASL) figures are estimates only. ASL allocated to Outcome 2 may also, at times, contribute to Outcome 1 and Outcome 3.

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as Government priorities change.

**Programme 2.1: Consular Services**

**Programme objective 2.1**

There is no change to the objective for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 2.1**

	2014-15 Actual \$'000	2015-16 Estimated actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Administered item					
Consular Emergency Services (a)	159	200	200	200	200
Special account expenses:					
Consular Services Special Account	192	101	100	100	100
Annual departmental expenses:					
Consular Services	63,535	93,983	93,967	95,153	95,233
Expenses not requiring appropriation in the Budget year (b)	2,927	-	-	-	-
<b>Total programme expenses</b>	<b>66,813</b>	<b>94,284</b>	<b>94,267</b>	<b>95,453</b>	<b>95,533</b>

(a) This expense does not include \$0.55m for Traveller's Emergency Loans, as these are treated as receivables and form part of the receivable balance in Table 3.2.8.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make-good expenses, audit fees.

**Programme deliverables 2.1**

There is no change to the deliverables for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 2.1**

There is no change to the key performance indicators for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 2.2: Passport Services****Programme objective 2.2**

There is no change to the objective for Programme 2.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 2.2**

	2014-15 Actual \$'000	2015-16 Estimated actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual administered expenses:					
Special appropriations:					
<i>PGPA Act s77</i> - Passport Refunds	945	1,010	1,010	1,010	1,010
Annual departmental expenses:					
Passport Services	234,388	231,410	226,530	227,354	227,362
Expenses not requiring appropriation in the Budget year (a)	2,064	-	-	-	-
<b>Total programme expenses</b>	<b>237,397</b>	<b>232,420</b>	<b>227,540</b>	<b>228,364</b>	<b>228,372</b>

(a) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make-good expenses, audit fees.

**Programme deliverables 2.2**

There is no change to the deliverables for Programme 2.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 2.2**

There is no change to the key performance indicators for Programme 2.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**OUTCOME 3: A SECURE AUSTRALIAN GOVERNMENT PRESENCE OVERSEAS THROUGH THE PROVISION OF SECURITY SERVICES AND INFORMATION AND COMMUNICATIONS TECHNOLOGY INFRASTRUCTURE, AND THE MANAGEMENT OF THE COMMONWEALTH'S OVERSEAS OWNED ESTATE**

**Outcome 3 strategy**

There is no change to the Department's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*.



**Table 2.1.3 Budgeted expenses for Outcome 3**

	2014-15	2015-16
<b>Outcome 3: A secure Australian presence overseas through the provision of security services and information and communication technology infrastructure, and the management of the Commonwealth's overseas owned estate</b>	Actual expenses \$'000	Estimated actual expenses \$'000
<b>Programme 3.1: Foreign Affairs and Trade Security and IT</b>		
Departmental expenses		
Foreign Affairs and Trade Security and IT (a)	188,169	204,815
Expenses not requiring appropriation in the Budget year (b)	34,843	-
<b>Total for programme 3.1</b>	<b>223,012</b>	<b>204,815</b>
<b>Programme 3.2: Overseas Property</b>		
Departmental expenses		
Special Accounts (c)	275,616	163,586
Expenses not requiring appropriation in the Budget year (b)	75,456	19,295
<b>Total for programme 3.2</b>	<b>351,072</b>	<b>182,881</b>
<b>Outcome 3 Totals by appropriation type</b>		
Departmental expenses		
Departmental appropriation (a)	188,169	204,815
Special accounts	275,616	163,586
Expenses not requiring appropriation in the Budget year (b)	110,299	19,295
<b>Total expenses for Outcome 3</b>	<b>574,084</b>	<b>387,696</b>
	2014-15	2015-16
<b>Average staffing level (number) (d)</b>	872	864

(a) Departmental appropriation combines 'Ordinary annual services (*Appropriation Act No. 1 and Bill No. 3*)' and 'Revenue from independent sources (s 74)'.  
(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make-good expenses, audit fees.

(c) This reflects actual cash disbursements from the property account.

(d) Average Staffing Levels (ASL) figures are estimates only. ASL allocated to Outcome 3 may also, at times, contribute to Outcome 1 and Outcome 2.

Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as Government priorities change.

**Programme objective 3.1**

There is no change to the objective for Programme 3.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 3.1**

	2014-15 Actual \$'000	2015-16 Estimated actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual departmental expenses:					
Foreign Affairs and Trade Security and IT	188,169	204,815	208,177	146,884	146,938
Expenses not requiring appropriation in the Budget year (a)	34,843	-	-	-	-
<b>Total programme expenses</b>	<b>223,012</b>	<b>204,815</b>	<b>208,177</b>	<b>146,884</b>	<b>146,938</b>

(a) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make-good expenses, audit fees.

**Programme deliverables 3.1**

There is no change to the deliverables for Programme 3.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 3.1**

There is no change to the key performance indicators for Programme 3.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme 3.2: Overseas Property****Programme objective 3.2**

There is no change to the objective for Programme 3.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 3.2**

	2014-15 Actual \$'000	2015-16 Estimated actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
Annual departmental expenses:					
Overseas Property Special Account (a)	275,616	163,586	160,879	165,185	172,389
Expenses not requiring appropriation in the Budget year (b)	75,456	19,295	15,432	22,414	25,476
<b>Total programme expenses</b>	<b>351,072</b>	<b>182,881</b>	<b>176,311</b>	<b>187,599</b>	<b>197,865</b>

(a) This reflects actual cash disbursements from the property account.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make-good expenses, audit fees.

**Programme deliverables 3.2**

There is no change to the deliverables for Programme 3.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 3.2**

There is no change to the key performance indicators for Programme 3.2 as expressed in the *Portfolio Budget Statements 2015-16*.

## Section 3: Explanatory tables and budgeted financial statements

### 3.1 EXPLANATORY TABLES

#### Estimates of special account flows

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

**Table 3.1.1: Estimates of special account flows and balances**

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Administered Payments and Receipts for Other Entities Special Account - s20 FMA Act Det 2000/13 (A) - 2015-16	1	5,000	250,000	(250,000)	-	5,000
<i>Administered Payments and Receipts for Other Entities Special Account - s20 FMA Act Det 2000/13 (A) - 2014-15</i>	1	5,000	272,309	(272,309)	-	5,000
Consular Services Special Account - s78 PGPA Act Determination 2015/05 (A) - 2015-16	2	-	83	(83)	37	37
Consular Services Special Account - s20 FMA Act Det 2005/38 (A) - 2015-16 (a)	2	38	17	(18)	(37)	-
<i>Consular Services Special Account - s20 FMA Act Det 2005/38 (A) - 2014-15</i>	2	34	196	(192)	-	38
Expositions Special Account - s20 FMA Act Det 2007/14 (A) 2015-16 (A) - 2015-16	1	994	-	-	-	994
<i>Expositions Special Accounts - s20 FMA Act Det 2007/14 (A) - 2014-15</i>	1	994	-	-	-	994
Australia-Indonesia Partnership for Reconstruction and Development (Loans) Special Account - s78 PGPA Act Determination 2015/01 (A) - 2015-16	1	-	-	-	-	-
<i>Australia-Indonesia Partnership for Reconstruction and Development (Loans) Special Account - s78 PGPA Act Determination 2015/01 (A) - 2014-15</i>	1	-	18,775	(18,775)	-	-
<i>Australia-Indonesia Partnership for Reconstruction and Development (Loans) Special Account - s20 FMA Act Det 2005/03 (A) - 2014-15 (b)</i>	1	38,057	-	(19,282)	(18,775)	-

Table continued on the following page.

**Table 3.1.1: Estimates of special account flows and balances (continued)**

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Services for Other Entities and Trust Monies - <i>s20 FMA Act Det 2009/25 (A) - 2015-16</i>	1	7,399	7,000	(7,000)	-	7,399
<i>Services for Other Entities and Trust Monies - s20 FMA Act Det 2009/25 (A) - 2014-15</i>	1	6,978	13,781	(7,297)	(6,063)	7,399
Overseas Property Special Account - DFAT - <i>s20 FMA Act Det 2002/01 (D) - 2015-16</i>	3	207,459	91,528	(163,586)	-	135,401
<i>Overseas Property Special Account - DFAT - s20 FMA Act Det 2002/01 (D) - 2014-15</i>	3	281,327	201,748	(275,616)	-	207,459
<b>Total Special Accounts 2015-16 Budget estimate</b>		<b>220,890</b>	<b>348,545</b>	<b>(420,604)</b>	<b>(37)</b>	<b>148,794</b>
<i>Total Special Accounts 2014-15 actual</i>		<i>332,390</i>	<i>506,809</i>	<i>(593,471)</i>	<i>(24,838)</i>	<i>220,890</i>

(A) = Administered

(D) = Departmental

(a) Note that this account was closed in August 2015 and replaced with the Consular Services Special Account - *s78 PGPA Act Determination 2015/05*.(b) Note that this account was closed in April 2015 and replaced with the Australia-Indonesia Partnership for Reconstruction and Development (Loans) Special Account - *s78 PGPA Act Determination 2015/01*.

## **3.2 BUDGETED FINANCIAL STATEMENTS**

### **Differences in agency resourcing and financial statements**

In accordance with the Government Finance Statistics provided by the Australian Bureau of Statistics, the budgeted financial statements do not recognise concessionality and the associated discounting of concessional loans. Australian Accounting Standards require concessional loans to reflect a market related rate of interest and be discounted over the loan maturity period. DFAT has two programmes that are affected by this treatment:

- Asian Development Fund replenishments – investment component; and
- International Development Association replenishments – investment component.

The investment component does not impact on the fiscal or underlying cash balances, as the provision of a loan only affects the composition of the Australian Government investment in financial assets.

### **Budget Departmental Income Statement**

The Department will receive a net increase in revenue from Government of \$2.5 million (excluding equity injections) in 2015-16.

DFAT's change in revenue is primarily attributable to funding for the Department's engagement with the Asian Infrastructure Investment Bank, an adjustment for within year foreign exchange movements and an adjustment for passport funding due to lower than expected passports issued in 2015-16.

### **Budgeted Departmental Balance Sheet**

The Department will not receive additional equity in 2015-16. For 2015-16, the Department's non-financial asset position is budgeted to be \$3,865.0 million at year-end. The major asset component is \$3,076.2 million for Land and Buildings.

### **Schedule of budgeted income and expenses administered on behalf of Government**

This schedule identifies the main revenues and expenses for those programs managed and implemented by DFAT on behalf of the Government.

Administered revenues are forecast to decrease by \$22.3 million from the 2015-16 Budget primarily due to a decrease in passport revenues.

Administered expenses are forecast to increase by \$30.2 million from the 2015-16 Budget primarily due to an increase in UN peacekeeping operations and other payments to International Organisations.

**Schedule of budgeted assets and liabilities administered on behalf of Government**

This schedule shows the administered assets and liabilities administered on behalf of the Government.

Asset and liabilities administered on behalf of the Government are budgeted at \$4,305.5 million and \$1,902.5 million respectively for the year ending 30 June 2016.

**Schedule of budgeted administered cash flows**

This schedule shows the budgeted cash flows. It provides information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

## 3.2.1 Budgeted financial statements

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

	2014-15 Actual \$'000	2015-16 Estimated actual \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	725,252	740,491	745,704	728,508	731,365
Suppliers	636,431	674,895	674,097	584,468	588,513
Grants	7,929	5,000	4,930	4,930	4,930
Depreciation and amortisation	147,490	154,775	159,282	154,012	152,289
Write down and impairment of assets	17,950	-	-	-	-
Finance costs - unwinding of discount	349	-	-	-	-
<b>Total expenses</b>	<b>1,535,401</b>	<b>1,575,161</b>	<b>1,584,013</b>	<b>1,471,918</b>	<b>1,477,097</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	104,953	99,062	104,863	110,769	113,817
Other	10,602	8,300	8,300	8,300	8,300
<b>Total own-source revenue</b>	<b>115,555</b>	<b>107,362</b>	<b>113,163</b>	<b>119,069</b>	<b>122,117</b>
<b>Gains</b>					
Sale of assets	536	-	-	-	-
Reversal of previous impairments	34	-	-	-	-
Foreign exchange gains - non-speculative	6,280	-	-	-	-
Other gains - gains on restoration obligations	2,120	-	21,345	102,698	-
Other	-	687	694	701	708
<b>Total gains</b>	<b>8,970</b>	<b>687</b>	<b>22,039</b>	<b>103,399</b>	<b>708</b>
<b>Total own-source income</b>	<b>124,525</b>	<b>108,049</b>	<b>135,202</b>	<b>222,468</b>	<b>122,825</b>
<b>Net cost of services</b>	<b>1,410,876</b>	<b>1,467,112</b>	<b>1,448,811</b>	<b>1,249,450</b>	<b>1,354,272</b>
Revenue from Government	1,303,974	1,350,277	1,360,940	1,251,877	1,260,440
<b>Deficit attributable to the Australian Government</b>	<b>(106,902)</b>	<b>(116,835)</b>	<b>(87,871)</b>	<b>2,427</b>	<b>(93,832)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	473,709	-	-	-	-
<b>Total other comprehensive income</b>	<b>473,709</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>366,807</b>	<b>(116,835)</b>	<b>(87,871)</b>	<b>2,427</b>	<b>(93,832)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>366,807</b>	<b>(116,835)</b>	<b>(87,871)</b>	<b>2,427</b>	<b>(93,832)</b>

**Note: Impact of net cash appropriation arrangements**



**Table 3.2.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**

<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>514,297</b>	<b>37,940</b>	<b>71,411</b>	<b>156,439</b>	<b>58,457</b>
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	147,490	154,775	159,282	154,012	152,289
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>366,807</b>	<b>(116,835)</b>	<b>(87,871)</b>	<b>2,427</b>	<b>(93,832)</b>

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.2.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	84,720	84,720	84,720	84,720	84,720
Trade and other receivables	755,014	631,755	602,982	714,250	668,649
<b>Total financial assets</b>	<b>839,734</b>	<b>716,475</b>	<b>687,702</b>	<b>798,970</b>	<b>753,369</b>
<b>Non-financial assets</b>					
Land and buildings	2,883,632	3,076,195	3,127,447	3,071,414	3,101,198
Property, plant and equipment	208,468	276,206	281,258	282,537	283,049
Intangibles	89,611	93,114	86,090	78,563	73,592
Inventories	39,641	39,641	39,641	39,641	39,641
Other non-financial assets	85,210	86,062	86,923	87,792	88,670
Assets held for sale	671	-	-	-	-
<b>Total non-financial assets</b>	<b>3,307,233</b>	<b>3,571,218</b>	<b>3,621,359</b>	<b>3,559,947</b>	<b>3,586,150</b>
Assets held for sale					
<b>Total assets</b>	<b>4,146,967</b>	<b>4,287,693</b>	<b>4,309,061</b>	<b>4,358,917</b>	<b>4,339,519</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	121,472	122,687	123,914	82,226	83,048
Other payables	62,468	62,895	63,324	63,755	64,189
<b>Total payables</b>	<b>183,940</b>	<b>185,582</b>	<b>187,238</b>	<b>145,981</b>	<b>147,237</b>
<b>Provisions</b>					
Employee provisions	212,482	214,607	216,753	218,920	221,110
Other provisions	22,422	22,534	22,647	22,760	22,874
<b>Total provisions</b>	<b>234,904</b>	<b>237,141</b>	<b>239,400</b>	<b>241,680</b>	<b>243,984</b>
<b>Total liabilities</b>	<b>418,844</b>	<b>422,723</b>	<b>426,638</b>	<b>387,661</b>	<b>391,221</b>
<b>Net assets</b>	<b>3,728,123</b>	<b>3,864,970</b>	<b>3,882,423</b>	<b>3,971,256</b>	<b>3,948,298</b>
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	2,153,381	2,407,063	2,512,388	2,598,794	2,676,868
Reserves	1,241,494	1,241,494	1,241,493	1,241,493	1,241,493
Retained surplus	333,248	216,413	128,542	130,969	29,937
<b>Total parent entity interest</b>	<b>3,728,123</b>	<b>3,864,970</b>	<b>3,882,423</b>	<b>3,971,256</b>	<b>3,948,298</b>
<b>Total Equity</b>	<b>3,728,123</b>	<b>3,864,970</b>	<b>3,882,423</b>	<b>3,971,256</b>	<b>3,948,298</b>

\*Equity is the residual interest in assets after deduction of liabilities.  
Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2015-16)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2015</b>				
Balance carried forward from previous period	333,248	1,241,494	2,153,381	3,728,123
<b>Adjusted opening balance</b>	<b>333,248</b>	<b>1,241,494</b>	<b>2,153,381</b>	<b>3,728,123</b>
<b>Comprehensive income</b>				
Other comprehensive income	-	-	-	-
Surplus/(deficit) for the period	(116,835)	-	-	(116,835)
<b>Total comprehensive income</b>	<b>(116,835)</b>	<b>-</b>	<b>-</b>	<b>(116,835)</b>
of which:				
Attributable to the Australian Government	(116,835)	-	-	(116,835)
<b>Transactions with owners</b>				
<b>Distributions to owners</b>				
Returns of capital:				
Cash transfer to the OPA	-	-	-	-
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	201,511	201,511
Departmental Capital Budget (DCB)	-	-	52,171	52,171
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>253,682</b>	<b>253,682</b>
<b>Estimated closing balance as at 30 June 2016</b>	<b>216,413</b>	<b>1,241,494</b>	<b>2,407,063</b>	<b>3,864,970</b>
<b>Closing balance attributable to the Australian Government</b>	<b>216,413</b>	<b>1,241,494</b>	<b>2,407,063</b>	<b>3,864,970</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	1,576,118	1,350,277	1,360,940	1,251,877	1,260,440
Sale of goods and rendering of services	86,898	107,362	113,163	119,069	122,117
Net GST received	37,798	-	-	-	-
Other	9,236	-	-	-	-
<b>Total cash received</b>	<b>1,710,050</b>	<b>1,457,639</b>	<b>1,474,103</b>	<b>1,370,946</b>	<b>1,382,557</b>
<b>Cash used</b>					
Employees	722,755	737,939	743,129	725,910	728,741
Suppliers	661,344	673,253	672,441	542,349	587,257
Section 74 receipts transferred to OPA	97,699	-	-	-	-
Other	7,731	4,802	4,732	4,732	4,732
<b>Total cash used</b>	<b>1,489,529</b>	<b>1,415,994</b>	<b>1,420,302</b>	<b>1,272,991</b>	<b>1,320,730</b>
<b>Net cash from/(used by) operating activities</b>	<b>220,521</b>	<b>41,645</b>	<b>53,801</b>	<b>97,955</b>	<b>61,827</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	1,660	-	21,345	102,698	-
<b>Total cash received</b>	<b>1,660</b>	<b>-</b>	<b>21,345</b>	<b>102,698</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	378,855	536,814	313,910	139,359	170,736
<b>Total cash used</b>	<b>378,855</b>	<b>536,814</b>	<b>313,910</b>	<b>139,359</b>	<b>170,736</b>
<b>Net cash from/(used by) investing activities</b>	<b>(377,195)</b>	<b>(536,814)</b>	<b>(292,565)</b>	<b>(36,661)</b>	<b>(170,736)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	159,345	232,209	70,768	39,898	5,806
Other	-	304,605	243,142	99,461	164,930
<b>Total cash received</b>	<b>159,345</b>	<b>536,814</b>	<b>313,910</b>	<b>139,359</b>	<b>170,736</b>
<b>Cash used</b>					
Returns of equity	-	-	-	-	7,200
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,200</b>
<b>Net cash used by financing activities</b>	<b>159,345</b>	<b>536,814</b>	<b>313,910</b>	<b>139,359</b>	<b>163,536</b>
<b>Net increase in cash held</b>	<b>2,671</b>	<b>41,645</b>	<b>75,146</b>	<b>200,653</b>	<b>54,627</b>
Cash and cash equivalents at the beginning of the reporting period	75,769	84,720	84,720	84,720	84,720
Effect of exchange rate movements on cash and cash equivalents at the beginning of the reporting period	6,280	-	-	-	-
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>84,720</b>	<b>84,720</b>	<b>84,720</b>	<b>84,720</b>	<b>84,720</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.5: Departmental capital budget statement (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act 1 & Bill 3 (DCB)	58,508	52,171	51,908	47,590	72,268
Equity injections - Act 2 & Bill 4	100,837	201,511	53,417	38,816	5,806
<b>Total new capital appropriations</b>	<b>159,345</b>	<b>253,682</b>	<b>105,325</b>	<b>86,406</b>	<b>78,074</b>
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	159,345	253,682	105,325	86,406	78,074
<b>Total Items</b>	<b>159,345</b>	<b>253,682</b>	<b>105,325</b>	<b>86,406</b>	<b>78,074</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	100,837	232,209	70,768	39,898	5,806
Funded by capital appropriation - DCB (b)	58,508	52,171	51,908	47,590	72,268
Funded internally from departmental resources (c)	219,510	252,434	191,234	51,871	92,662
<b>TOTAL</b>	<b>378,855</b>	<b>536,814</b>	<b>313,910</b>	<b>139,359</b>	<b>170,736</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	378,855	536,814	313,910	139,359	170,736
<b>Total cash used to acquire assets</b>	<b>378,855</b>	<b>536,814</b>	<b>313,910</b>	<b>139,359</b>	<b>170,736</b>

- (a) Includes both Act 2, Bill 4 and prior Act 2/4/6 appropriations and special capital appropriations.  
(b) Does not include annual finance lease costs. Include purchases from current and previous years' Departmental Capital Budgets (DCBs).  
(c) Includes the following sources of funding:  
- Act 1, Bill 3 and prior year Act 1/3/5 appropriations (excluding amounts from the DCB);  
- internally developed assets;  
- s 74 Retained revenue receipts;  
- proceeds from the sale of assets.

Prepared on Australian Accounting Standards basis.

**Table 3.2.6: Statement of asset movements (2015-16 Budget year)**

	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000			\$'000
<b>As at 1 July 2015</b>					
Gross book value	1,575,435	1,128,916	250,167	120,964	3,075,482
Accumulated depreciation/amortisation and impairment	-	(149,282)	(83,116)	(78,247)	(310,645)
Work in progress	-	328,563	41,417	46,894	416,874
<b>Opening net book balance</b>	<b>1,575,435</b>	<b>1,308,197</b>	<b>208,468</b>	<b>89,611</b>	<b>3,181,711</b>
<b>Capital asset additions</b>					
<b>Estimated expenditure on new or replacement assets</b>					
By purchase - appropriation equity (a)	-	5,425	159,627	67,157	232,209
By purchase - appropriation ordinary annual services (b)	-	304,605	-	-	304,605
<b>Total additions</b>	<b>-</b>	<b>310,030</b>	<b>159,627</b>	<b>67,157</b>	<b>536,814</b>
<b>Other movements</b>					
Depreciation/amortisation expense	-	(87,543)	(50,472)	(16,760)	(154,775)
Other	-	-	-	-	-
Work in progress movements	-	(29,924)	(41,417)	(46,894)	(118,235)
<b>Total other movements</b>	<b>-</b>	<b>(117,467)</b>	<b>(91,889)</b>	<b>(63,654)</b>	<b>(273,010)</b>
<b>As at 30 June 2016</b>					
Gross book value	1,575,435	1,438,946	409,794	188,121	3,612,296
Accumulated depreciation/amortisation and impairment	-	(236,825)	(133,588)	(95,007)	(465,420)
Work in progress	-	298,639	-	-	298,639
<b>Closing net book balance</b>	<b>1,575,435</b>	<b>1,500,760</b>	<b>276,206</b>	<b>93,114</b>	<b>3,445,515</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2015-16* and *Bill (No.4) 2015-16*, including CDABs.

(b) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2015-16* and *Bill (No.3) 2015-16* for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

**Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	2014-15	2015-16	2016-17	2017-18	2018-19
	Actual	Estimated	Forw ard	Forw ard	Forw ard
	\$'000	Actual	estimate	estimate	estimate
		\$'000	\$'000	\$'000	\$'000
<b>EXPENSES</b>					
Employee benefits	6,505	2,980	2,909	3,012	3,030
Suppliers	11,999	1,673	1,689	1,704	1,720
International Development Assistance Aid Programme	3,427,544	3,112,214	2,915,190	3,170,934	3,382,150
IDA/ADF Multilateral Replenishment grants (a)	696,282	-	-	-	-
Other Multilateral Replenishment grants	-	-	248,764	-	-
Finance costs	-	-	128,510	12,622	105,000
Write down and impairment of assets	59,165	-	-	-	-
Concessional loan discount	9,187	-	-	-	-
Concessional investment discount	17,740	-	-	-	-
Grants and contributions	-	-	953,505	-	-
Depreciation and amortisation	360,526	482,635	504,311	551,883	578,732
Net foreign exchange losses - non speculative	1,322	1,507	1,489	1,489	2,440
Other expenses	11,022	-	-	-	-
Payments to Corporate entities	67,039	15,530	16,327	1,300	1,300
	138,865	144,018	140,536	141,985	144,070
<b>Total expenses administered on behalf of Government</b>	<b>4,807,196</b>	<b>3,760,557</b>	<b>4,913,230</b>	<b>3,884,929</b>	<b>4,218,442</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Non-taxation revenue</b>					
Sale of goods and rendering of services	402,558	432,805	450,526	459,951	469,886
Interest	13,289	1,105	96	96	96
Dividends	18,153	13,654	6,900	9,300	10,200
Other revenue	33,099	158	158	158	159
Returns of prior year administered expenses	38,953	54,814	59,145	59,066	88,222
<b>Total non-taxation revenue</b>	<b>506,052</b>	<b>502,536</b>	<b>516,825</b>	<b>528,571</b>	<b>568,563</b>
<b>Gains</b>					
Reversals of previous asset write-downs	-	-	-	-	-
	391,236	-	-	-	-
<b>Total gains administered on behalf of Government</b>	<b>391,236</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-sourced income administered on behalf of Government</b>	<b>897,288</b>	<b>502,536</b>	<b>516,825</b>	<b>528,571</b>	<b>568,563</b>
<b>Net (cost of) services</b>	<b>(3,909,908)</b>	<b>(3,258,021)</b>	<b>(4,396,405)</b>	<b>(3,356,358)</b>	<b>(3,649,879)</b>

**Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June) (continued)**

	2014-15	2015-16	2016-17	2017-18	2018-19
	Actual	Estimated	Forw ard	Forw ard	Forw ard
	\$'000	Actual	estimate	estimate	estimate
		\$'000	\$'000	\$'000	\$'000
<b>OTHER COMPREHENSIVE INCOME</b>					
Re-measurement of defined benefit plans	(7,108)	-	-	-	-
Movement in the carrying amount of investments	14,053	-	-	-	-
<b>Total other comprehensive income</b>	<b>6,945</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>(3,902,963)</b>	<b>(3,258,021)</b>	<b>(4,396,405)</b>	<b>(3,356,358)</b>	<b>(3,649,879)</b>

(a) International Development Association (IDA) and Asian Development Fund (ADF).  
Prepared on Australian Accounting Standards basis.



**Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	1,832	1,832	1,832	1,832	1,832
Trade and other receivables	33,123	-	-	-	-
Loans and receivables	142,510	142,411	142,961	143,511	144,061
Investments (IDA/ADF)(a)	1,936,071	1,936,071	2,086,071	2,086,071	2,086,071
Investment accounted for using the equity method	456,302	456,302	456,302	456,302	456,302
Appropriation receivable - other	-	1,761,645	2,879,737	2,527,016	2,373,302
<b>Total financial assets</b>	<b>2,569,838</b>	<b>4,298,261</b>	<b>5,566,903</b>	<b>5,214,732</b>	<b>5,061,568</b>
<b>Non-financial assets</b>					
Leasehold improvements	1,661	2,482	3,361	2,847	2,440
Infrastructure, plant and equipment	18	33	48	1,516	1,987
Intangibles	4,586	4,568	4,568	4,568	4,568
Other non-financial assets	151	151	151	151	151
<b>Total non-financial assets</b>	<b>6,416</b>	<b>7,234</b>	<b>8,128</b>	<b>9,082</b>	<b>9,146</b>
<b>Total assets administered on behalf of Government</b>	<b>2,576,254</b>	<b>4,305,495</b>	<b>5,575,031</b>	<b>5,223,814</b>	<b>5,070,714</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	159,020	152,225	152,227	152,229	152,231
IDA/ADF grant component (a)	285,809	301,104	467,802	390,227	327,808
IDA/ADF concessional component (a)	892,360	1,028,954	1,856,847	1,597,542	1,392,797
Aid programme payable	304,640	308,826	405,356	389,359	502,802
Other payables	20,638	30,663	32,934	32,938	32,943
<b>Total payables</b>	<b>1,662,467</b>	<b>1,821,772</b>	<b>2,915,166</b>	<b>2,562,295</b>	<b>2,408,581</b>
<b>Provisions</b>					
Employee provisions	80,749	80,749	80,749	80,749	80,749
<b>Total provisions</b>	<b>80,749</b>	<b>80,749</b>	<b>80,749</b>	<b>80,749</b>	<b>80,749</b>
<b>Total liabilities administered on behalf of Government</b>	<b>1,743,216</b>	<b>1,902,521</b>	<b>2,995,915</b>	<b>2,643,044</b>	<b>2,489,330</b>
<b>Net assets</b>	<b>833,038</b>	<b>2,402,974</b>	<b>2,579,116</b>	<b>2,580,770</b>	<b>2,581,384</b>

(a) International Development Association (IDA) and Asian Development Fund (ADF).  
Prepared on Australian Accounting Standards basis.

**Table 3.2.9: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sales of goods and rendering of services	404,858	432,805	450,526	459,951	469,886
Interest	2,804	1,105	96	96	96
Dividends	18,153	13,654	6,900	9,300	10,200
Return of prior year administered expenses	33,099	54,814	59,145	59,066	88,222
Other	118,849	158	158	158	159
<b>Total cash received</b>	<b>577,763</b>	<b>502,536</b>	<b>516,825</b>	<b>528,571</b>	<b>568,563</b>
<b>Cash used</b>					
Grants and contributions	1,078,226	482,635	504,311	551,883	578,732
Personal benefits	2,297	2,980	2,909	3,012	3,030
International Development Assistance	3,511,560	3,454,563	3,316,612	3,544,108	3,683,387
Suppliers	9,876	1,673	1,689	1,704	1,720
National Interest Account expenses	16,989	-	-	-	-
Payments to corporate entities	138,865	144,018	140,536	141,985	144,070
Other	1,024	15,530	16,327	1,300	1,300
Cash to OPA	581,417	502,536	516,825	528,571	568,563
<b>Total cash used</b>	<b>5,340,254</b>	<b>4,603,935</b>	<b>4,499,209</b>	<b>4,772,563</b>	<b>4,980,802</b>
<b>Net cash used by operating activities</b>	<b>(4,762,491)</b>	<b>(4,101,399)</b>	<b>(3,982,384)</b>	<b>(4,243,992)</b>	<b>(4,412,239)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant and equipment	291	2,325	2,383	2,443	2,504
Purchase of concessional financial instruments	292,043	-	-	-	-
Investment in Export Finance and Investment Corporation	200,000	-	-	-	-
<b>Total cash used</b>	<b>492,334</b>	<b>2,325</b>	<b>2,383</b>	<b>2,443</b>	<b>2,504</b>
<b>Net cash used by investing activities</b>	<b>(492,334)</b>	<b>(2,325)</b>	<b>(2,383)</b>	<b>(2,443)</b>	<b>(2,504)</b>
<b>Net increase/(decrease) in cash held</b>	<b>(5,254,825)</b>	<b>(4,103,724)</b>	<b>(3,984,767)</b>	<b>(4,246,435)</b>	<b>(4,414,743)</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.9: Schedule of budgeted administered cash flows (for the period ended 30 June) (continued)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
Cash and cash equivalents at beginning of reporting period	16,414	1,832	1,832	1,832	1,832
Cash from Official Public Account for:					
- Appropriations	5,209,782	4,103,724	3,984,767	4,246,435	4,414,743
- Special accounts	41,483	-	-	-	-
Total cash from Official Public Account	5,251,265	4,103,724	3,984,767	4,246,435	4,414,743
Effect of exchange rate movements on cash and cash equivalents at the beginning of the reporting period	(11,022)	-	-	-	-
<b>Cash and cash equivalents at end of reporting period</b>	<b>1,832</b>	<b>1,832</b>	<b>1,832</b>	<b>1,832</b>	<b>1,832</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.10: Schedule of administered capital budget (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Estimated Actual \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Bill 1 & Bill 3 (ACB)	291	2,325	2,383	2,443	2,504
Administered Assets and Liabilities - Bill 2 & Bill 4	212,698	13,527	1,118,957	150	-
<b>Total new capital appropriations</b>	<b>212,989</b>	<b>15,852</b>	<b>1,121,340</b>	<b>2,593</b>	<b>2,504</b>
<b>Provided for:</b>					
Purchase of non-financial assets	291	2,325	2,383	2,443	2,504
Other Items	212,698	13,527	1,118,957	150	-
<b>Total items</b>	<b>212,989</b>	<b>15,852</b>	<b>1,121,340</b>	<b>2,593</b>	<b>2,504</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriation - ACB (a)	291	2,325	2,383	2,443	2,504
<b>TOTAL</b>	<b>291</b>	<b>2,325</b>	<b>2,383</b>	<b>2,443</b>	<b>2,504</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total accrual purchases	291	2,325	2,383	2,443	2,504
<b>Total cash used to acquire assets</b>	<b>291</b>	<b>2,325</b>	<b>2,383</b>	<b>2,443</b>	<b>2,504</b>

(a) Includes purchases from current and previous years' administered capital budgets (ACBs). Prepared on Australian Accounting Standards basis.

**Table 3.2.11: Statement of administered asset movements (2015-16 Budget year)**

	Buildings	Other property, plant and equipment	Other	Total
	\$'000	\$'000	\$'000	\$'000
<b>As at 1 July 2015</b>				
Gross book value	4,396	517	11,985	16,898
Accumulated depreciation/amortisation and impairment	(2,735)	(499)	(7,399)	(10,633)
<b>Opening net book balance</b>	<b>1,661</b>	<b>18</b>	<b>4,586</b>	<b>6,265</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation ordinary annual services (a)	1,830	495	-	2,325
<b>Total additions</b>	<b>1,830</b>	<b>495</b>	<b>-</b>	<b>2,325</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(1,009)	(480)	(18)	(1,507)
<b>Total other movements</b>	<b>(1,009)</b>	<b>(480)</b>	<b>(18)</b>	<b>(1,507)</b>
<b>As at 30 June 2016</b>				
Gross book value	6,226	1,012	11,985	19,223
Accumulated depreciation/amortisation and impairment	(3,744)	(979)	(7,417)	(12,140)
<b>Closing net book balance</b>	<b>2,482</b>	<b>33</b>	<b>4,568</b>	<b>7,083</b>

(a) 'Appropriation ordinary annual services' refers to funding provided through *Appropriation Bills (No. 1 & No. 3) 2015-16* for depreciation/amortisation expenses, ACBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

## Notes to the financial statements

### *Departmental Financial Statements and Schedule of Administered Activity*

Under the Australian Government's accrual-based budgeting framework, and consistent with Australian Accounting Standards, transactions that agencies control (Departmental transactions) are separately budgeted for and reported on from transactions agencies do not have control over (Administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

- Departmental items are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the agency in providing its goods and services.
- Administered items are revenues, expenses, assets and liabilities that are managed by an agency or authority on behalf of the Government according to set Government directions. Administered expenses include subsidies, grants and personal benefit payments and Administered revenues include taxes, fees, fines and excises.

### *Appropriations in the accrual budgeting framework*

Under the Australian Government's accrual budgeting framework, separate annual appropriations are provided for:

- Departmental price of outputs appropriations: representing the Government's funding for outputs from agencies;
- Departmental capital appropriations: for investments by the Government for either additional equity or loans to agencies;
- Administered expense appropriations: for the estimated administered expenses relating to an existing outcome, a new outcome or a Specific Purpose Payment to the states; and
- Administered capital appropriations: for increases in administered equity through funding non-expense administered payments.

Special appropriations fund the majority of payments from the Consolidated Revenue Fund (especially those that are entitlement driven or involve transfers to State governments).

### *Administered investments in controlled entities*

The Department has two administered investments in:

- Export Finance and Insurance Corporation with an estimated asset value of \$436.8 million as at 30 June 2016; and
- Tourism Australia with an estimated asset value of \$19.5 million as at 30 June 2016.

**Asset Valuation**

In accordance with current Australian accounting standards and the Finance Minister's Orders, the Department's assets are carried at fair value.

# AUSTRALIAN TRADE COMMISSION (AUSTRADE)

<b>Section 1: Entity overview and resources .....</b>	<b>63</b>
1.1 Strategic direction statement .....	63
1.2 Entity resource statement .....	64
1.3 Entity measures .....	65
1.4 Additional estimates and variations.....	66
1.5 Breakdown of additional estimates by appropriation bill .....	68
<b>Section 2: Revisions to outcomes and planned performance .....</b>	<b>69</b>
2.1 Outcomes and performance information .....	69
<b>Section 3: Explanatory tables and budgeted financial statements.....</b>	<b>75</b>
3.1 Explanatory tables.....	75
3.2 Budgeted financial statements.....	76



# AUSTRALIAN TRADE COMMISSION (AUSTRADE)

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

A full outline of Austrade's current strategic direction can be found in the *Portfolio Budget Statements 2015-16*.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for Austrade at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2015-16 Budget year, including variations through *Appropriation Bill No. 3* and *No. 4*, special appropriations and special accounts.

**Table 1.1: Austrade Resource Statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016**

	<i>Actual available appropriation 2014-15</i> \$'000	Estimate as at Budget 2015-16 \$'000	Proposed Additional Estimate 2015-16 \$'000	Total estimate at Additional Estimates 2015-16 \$'000
<b>Ordinary annual services(a)</b>				
<b>Departmental appropriation</b>				
Prior year departmental appropriation(b)	45,277	42,914	-	42,914
Departmental appropriation(c)	-	221,215	10,306	231,521
s74 Retained Revenue Receipts(d)	-	20,000	5,100	25,100
<b>Total</b>	<b>45,277</b>	<b>284,129</b>	<b>15,406</b>	<b>299,535</b>
<b>Administered expenses</b>				
Outcome 1	1,777	145,277	-	145,277
<b>Total</b>	<b>1,777</b>	<b>145,277</b>	<b>-</b>	<b>145,277</b>
<b>Total ordinary annual services [A]</b>	<b>47,054</b>	<b>429,406</b>	<b>15,406</b>	<b>444,812</b>
<b>Other services</b>				
<b>Departmental non-operating</b>				
Equity injections	-	2,718	-	2,718
<b>Total</b>	<b>-</b>	<b>2,718</b>	<b>-</b>	<b>2,718</b>
<b>Total other services [B]</b>	<b>-</b>	<b>2,718</b>	<b>-</b>	<b>2,718</b>
<b>Total available annual appropriations</b>	<b>47,054</b>	<b>432,124</b>	<b>15,406</b>	<b>447,530</b>
<b>Total appropriations excluding Special Accounts</b>	<b>47,054</b>	<b>432,124</b>	<b>15,406</b>	<b>447,530</b>
<b>Total resourcing [A+B]</b>	<b>47,054</b>	<b>432,124</b>	<b>15,406</b>	<b>447,530</b>
<b>Total net resourcing for Austrade</b>	<b>47,054</b>	<b>432,124</b>	<b>15,406</b>	<b>447,530</b>

(a) *Appropriation Act (No. 1) 2015-16 and Appropriation Bill (No. 3) 2015-16.*

(b) Estimated adjusted balance carried from previous year for annual appropriations.

(c) Includes an amount of \$14.160m in 2015-16 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

(d) Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.

Reader note: All figures are GST exclusive. These figures may not match figures in the cash flow statement.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2015-16 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

**Table 1.2: Entity 2015-16 measures since Budget**

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Expense measures</b>					
National Innovation and Science Agenda - Global Innovation Strategy Departmental expenses(a)	1.1	-	2,058	2,068	3,282
<b>Total</b>		-	<b>2,058</b>	<b>2,068</b>	<b>3,282</b>
Our North, Our Future - simpler land arrangements to support investment Departmental expenses(b)	1.1	816	507	406	256
<b>Total</b>		<b>816</b>	<b>507</b>	<b>406</b>	<b>256</b>
<b>Total expense measures</b>					
Departmental		816	2,565	2,474	3,538
<b>Total</b>		<b>816</b>	<b>2,565</b>	<b>2,474</b>	<b>3,538</b>
<b>Capital measures</b>					
National Innovation and Science Agenda - Global Innovation Strategy Departmental capital(a)	1.1	-	300	-	190
<b>Total</b>		-	<b>300</b>	-	<b>190</b>
<b>Total capital measures</b>					
Departmental		-	300	-	190
<b>Total</b>		-	<b>300</b>	-	<b>190</b>

**Prepared on a Government Financial Statistics (fiscal) basis.**

- (a) The lead entity for measure National Innovation and Science Agenda - Global Innovation Strategy is the Department of Industry, Innovation and Science. The full measure description and package details appear in MYEFO under the Industry, Innovation and Science Portfolio.
- (b) The lead entity for measure Our North, Our Future - simpler land arrangements to support investment is the Department of the Prime Minister and Cabinet. The full measure description and package details appear in MYEFO under the Prime Minister and Cabinet Portfolio.

## 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

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

**Table 1.3: Additional estimates and variations to outcomes from measures since 2015-16 Budget**

	Programme impacted	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Outcome 1</b>					
Increase in estimates (departmental)					
National Innovation and Science Agenda - Global Innovation Strategy - expense	1.1	-	2,058	2,068	3,282
Our North, Our Future - simpler land arrangements to support investment - expense	1.1	816	507	406	256
National Innovation and Science Agenda - Global Innovation Strategy - capital	1.1	-	300	-	190
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>816</b>	<b>2,865</b>	<b>2,474</b>	<b>3,728</b>

**Table 1.4: Additional estimates and variations to outcomes from other variations**

	Programme impacted	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Outcome 1</b>					
Increase in estimates (departmental)					
Movement of Funds - FTA Promotion	1.1	6,000	(6,000)	-	-
Changes in Foreign Exchange	1.1	3,529	30	30	30
Decrease in estimates (departmental)					
Changes in Price and Wage Indices	1.1	-	(59)	(158)	(259)
Enterprise Resource Planning Systems - savings	1.1	-	-	(132)	(163)
PSSap administration costs - savings	1.1	(39)	(39)	(39)	(39)
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>9,490</b>	<b>(6,068)</b>	<b>(299)</b>	<b>(431)</b>
<b>Outcome 2</b>					
Decrease in estimates (departmental)					
Changes in Price and Wage Indices	2.1	-	(9)	(19)	(28)
<b>Net impact on estimates for Outcome 2 (departmental)</b>		<b>-</b>	<b>(9)</b>	<b>(19)</b>	<b>(28)</b>

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for Austrade through *Appropriation Bill No. 3* and *No. 4*.

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

	2014-15 Available \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
<b>Outcome 1</b> - Contribute to Australia's economic prosperity by promoting Australia's export and other international economic interests through the provision of information, advice and services to business, associations, institutions and government	139,400	145,277	145,277	-	-
<b>Total administered</b>	<b>139,400</b>	<b>145,277</b>	<b>145,277</b>	<b>-</b>	<b>-</b>
<b>Departmental programmes</b>					
<b>Outcome 1</b> - Contribute to Australia's economic prosperity by promoting Australia's export and other international economic interests through the provision of information, advice and services to business, associations, institutions and government	197,465	211,718	222,024	10,306	-
<b>Outcome 2</b> - The protection and welfare of Australians abroad through timely and responsive consular and passport services in specific locations overseas	9,314	9,497	9,497	-	-
<b>Total departmental</b>	<b>206,779</b>	<b>221,215</b>	<b>231,521</b>	<b>10,306</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>346,179</b>	<b>366,492</b>	<b>376,798</b>	<b>10,306</b>	<b>-</b>

Note: 2014-15 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available appropriation is the amount available to be drawn down, and is equal to: *Budget Appropriation + Additional Estimates Appropriation + AFM - section 51 withholdings - administrative quarantines +/- Machinery of Government transfers*.

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

There is no change to Austrade information supplied in the *Portfolio Budget Statements 2015-16*.

## Section 2: Revisions to outcomes and planned performance

### **2.1 OUTCOMES AND PERFORMANCE INFORMATION**

There is no change to Austrade's outcomes and performance information as expressed in the *Portfolio Budget Statements 2015-16*.

#### **OUTCOME 1: CONTRIBUTE TO AUSTRALIA'S ECONOMIC PROSPERITY BY PROMOTING AUSTRALIA'S EXPORT AND OTHER INTERNATIONAL ECONOMIC INTERESTS THROUGH THE PROVISION OF INFORMATION, ADVICE AND SERVICES TO BUSINESS, ASSOCIATIONS, INSTITUTIONS AND GOVERNMENT**

##### **Outcome 1 strategy**

There is no change to Austrade's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*.

**Table 2.1.1 Budgeted expenses for Outcome 1**

	2014-15	2015-16
<b>Outcome 1: Contribute to Australia's economic prosperity by promoting Australia's export and other international economic interests through the provision of information, advice and services to business, associations, institutions and government</b>	Actual expenses \$'000	Revised estimated expenses \$'000
<b>Programme 1.1: Promotion of Australia's export and other international economic interests</b>		
Departmental expenses		
Departmental appropriation(a)	192,235	226,165
Special Accounts	620	1,018
Expenses not requiring appropriation in the Budget year(b)	18,234	19,000
<b>Total for Programme 1.1</b>	<b>211,089</b>	<b>246,183</b>
<b>Program 1.2: Programmes to promote Australia's exports and other international economic interests</b>		
Administered expenses		
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	146,001	145,277
<b>Total for Programme 1.2</b>	<b>146,001</b>	<b>145,277</b>
<b>Outcome 1 Totals by appropriation type</b>		
Administered Expenses		
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	146,001	145,277
Departmental expenses		
Departmental appropriation(a)	192,235	226,165
Special Accounts	620	1,018
Expenses not requiring appropriation in the Budget year(b)	18,234	19,000
<b>Total expenses for Outcome 1</b>	<b>357,090</b>	<b>391,460</b>
	2014-15	2015-16
<b>Average Staffing Level (number)</b>	972	978

(a) Departmental Appropriation combines "Ordinary annual services" (*Appropriation Act No. 1 and Bill No. 3*) and "Retained Revenue Receipts under s74 of the PGPA Act 2013".

(b) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, Makegood Expense, Audit Fees.



**Program 1.1: Promotion of Australia's exports and other international economic interests**

**Programme objective 1.1**

There is no change to the objective for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.1**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard year 1 \$'000	2017-18 Forw ard year 2 \$'000	2018-19 Forw ard year 3 \$'000
Special Account Expenses:					
Services for Other Entities and Trust Monies Special Account	620	1,018	10	-	-
Annual departmental expenses:					
Departmental item	192,235	226,165	213,260	213,365	216,226
Expenses not requiring appropriation in the Budget year(a)	18,234	19,000	17,500	17,500	17,500
<b>Total programme expenses</b>	<b>211,089</b>	<b>246,183</b>	<b>230,770</b>	<b>230,865</b>	<b>233,726</b>

(a) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, Makegood Expense, Audit Fees.

**Programme deliverables 1.1**

There is no change to the deliverables for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.1**

There is no change to the key performance indicators for Programme 1.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Program 1.2: Programmes to promote Australia' export and other international economic interests**

**Programme objective 1.2**

There is no change to the objective for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.2**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard year 1 \$'000	2017-18 Forw ard year 2 \$'000	2018-19 Forw ard year 3 \$'000
Annual administered expenses:					
Export Market Development Grants (EMDG) Scheme	144,621	137,900	137,900	137,900	137,900
Asian Business Engagement (ABE) Plan	1,380	600	200	-	-
Free Trade Agreement Promotion	-	1,372	773	-	-
Tasmania Regional Tourism Package	-	4,380	-	-	-
Developing Northern Australia - positioning the north as a leader in tropical health	-	1,025	1,841	2,258	2,046
<b>Total programme expenses</b>	<b>146,001</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>

**Programme deliverables 1.2**

There is no change to the deliverables for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 1.2**

There is no change to the key performance indicators for Programme 1.2 as expressed in the *Portfolio Budget Statements 2015-16*.

**OUTCOME 2: THE PROTECTION AND WELFARE OF AUSTRALIANS ABROAD THROUGH TIMELY AND RESPONSIVE CONSULAR AND PASSPORT SERVICES IN SPECIFIC LOCATIONS OVERSEAS**

**Outcome 2 strategy**

There is no change to Austrade's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*.

**Table 2.1.2 Budgeted expenses for Outcome 2**

<b>Outcome 2: The protection and welfare of Australians abroad through timely and responsive consular and passport services in specific locations overseas</b>	2014-15 Actual expenses \$'000	2015-16 Revised estimated expenses \$'000
<b>Programme 2.1: Consular Services</b>		
Departmental expenses		
Departmental appropriation(a)	12,058	13,001
Expenses not requiring appropriation in the Budget year(b)	1,129	-
<b>Total for Programme 2.1</b>	<b>13,187</b>	<b>13,001</b>
<b>Outcome 2 Totals by appropriation type</b>		
Departmental expenses		
Departmental appropriation(a)	12,058	13,001
Expenses not requiring appropriation in the Budget year(b)	1,129	-
<b>Total expenses for Outcome 2</b>	<b>13,187</b>	<b>13,001</b>
	2014-15	2015-16
<b>Average Staffing Level (number)</b>	41	40

(a) Departmental Appropriation combines "Ordinary annual services (*Appropriation Act No. 1 and Bill No. 3*)" and "Retained Revenue Receipts under s74 of the PGPA Act 2013".

(b) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, Makegood Expense, Audit Fees.

**Program 2.1: Consular and Passport Services**

**Programme objective 2.1**

There is no change to the objective for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 2.1**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard year 1 \$'000	2017-18 Forw ard year 2 \$'000	2018-19 Forw ard year 3 \$'000
Annual departmental expenses:					
Departmental item	12,058	13,001	13,088	13,050	13,114
Expenses not requiring appropriation in the Budget year(a)	1,129	-	-	-	-
<b>Total programme expenses</b>	<b>13,187</b>	<b>13,001</b>	<b>13,088</b>	<b>13,050</b>	<b>13,114</b>

(a) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, Makegood Expense, Audit Fees.

**Programme deliverables 2.1**

There is no change to the deliverables for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Programme key performance indicators 2.1**

There is no change to the key performance indicators for Programme 2.1 as expressed in the *Portfolio Budget Statements 2015-16*.

**Section 3: Explanatory tables and budgeted financial statements**

**3.1 EXPLANATORY TABLES**

**Estimates of special account flows**

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

**Table 3.1.1: Estimates of special account flows and balances**

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Administered Payments and Receipts for Other Entities (A) 2015-16	1	100	9,200	(9,200)	-	100
<i>Administered Payments and Receipts for Other Entities (A) 2014-15</i>	1	100	10,217	(10,217)	-	100
Services for Other Entities and Trust Monies (D) 2015-16	1	1,023	5	(1,018)	-	10
<i>Services for Other Entities and Trust Monies (D) 2014-15</i>	1	947	696	(620)	-	1,023
<b>Total special accounts 2015-16 Budget estimate</b>		<b>1,123</b>	<b>9,205</b>	<b>(10,218)</b>	<b>-</b>	<b>110</b>
<i>Total special accounts 2014-15 actual</i>		<i>1,047</i>	<i>10,913</i>	<i>(10,837)</i>	<i>-</i>	<i>1,123</i>

(A) = Administered  
(D) = Departmental

## **3.2 BUDGETED FINANCIAL STATEMENTS**

### **3.2.1 Analysis of budgeted financial statements**

An analysis of Austrade's budgeted financial statements, as reflected in the departmental financial statements and administered schedules, is provided below.

### **3.2.2 Budgeted financial statements**

#### **Departmental Financial Statements**

The Departmental financial statements represent the assets, liabilities, revenues and expenses which are controlled by Austrade. Departmental expenses include employee and supplier expenses and other administrative costs which are incurred by Austrade in undertaking its operations.

#### **Budgeted departmental comprehensive income statement**

This statement provides actual financial results for 2014-15 and the estimated revenue and expenses for 2015-16 and forward years.

Total income in 2015-16 is estimated to be \$240.2 million, an increase of \$12.9 million from the Budget. The increase is mainly due to a \$6.0 million movement of funds for Free Trade Agreement Promotion and a \$5.1 million increase in estimated own-source income. The 2015-16 total income excludes \$3.1 million supplementation for foreign exchange movements as they relate to prior years' activities. These amounts are included in Table 1.1 Austrade Resource Statement.

Total estimated expenses for 2015-16 have increased by \$13.6 million from Budget to reflect the increase in income and estimated depreciation.

#### **Budgeted departmental balance sheet**

This statement discloses the estimated end of year financial position for Austrade. Austrade's budgeted net asset position at the end of 2015-16 of \$62.7 million is consistent with the 2014-15 actual of \$62.9 million in Table 3.2.2.

#### **Departmental capital budget statement**

This statement shows all planned departmental capital expenditure on non-financial assets, whether funded through capital appropriations, additional equity, borrowings, or funds from internal sources.

#### **Departmental statement of asset movements**

This statement shows budgeted acquisitions and disposals of non-financial assets during the budget year.

**Schedule of administered activity**

Details of transactions administered by Austrade on behalf of the Government are shown in the following schedules to the financial statements.

**Schedule of budgeted income and expenses administered on behalf of Government**

This schedule discloses revenue and expenses administered on behalf of the Government.

Administered expenses of \$145.3 million for 2015-16 relate to the EMDG Scheme (\$137.9 million), ABE Plan (\$0.6 million), Free Trade Agreement Promotion (\$1.4 million), Tasmania Regional Tourism Package (\$4.4 million) and Tropical Health (\$1.0 million). The EMDG Scheme is comprised of \$131.0 million in grant expenditure and \$6.9 million in expenditure for the costs of administration on behalf of the Government. ABE Plan, FTA Promotion, Tasmania Regional Tourism Package and Tropical Health are wholly comprised of grant expenditure.

**Schedule of budgeted assets and liabilities administered on behalf of Government**

This schedule identifies the assets and liabilities administered on behalf of the Government.

Total administered assets and liabilities for 2015-16 are estimated at \$0.04 million and \$8.8 million respectively.

**Schedule of budgeted administered cash flows**

This schedule shows cash flows administered on behalf of the Government. All cash received is expected to be expended on the relevant programs.

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

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	129,294	135,002	139,820	140,108	140,633
Suppliers	74,642	105,182	85,575	85,243	87,493
Depreciation and amortisation	19,203	19,000	19,000	19,000	19,000
Losses from asset sales	49	-	-	-	-
Other expenses	1,088	-	-	-	-
<b>Total expenses</b>	<b>224,276</b>	<b>259,184</b>	<b>244,395</b>	<b>244,351</b>	<b>247,126</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	22,913	22,868	22,010	22,000	22,000
Rental income	75	100	100	100	100
Other revenue	3,040	3,000	3,000	3,000	3,000
<b>Total own-source revenue</b>	<b>26,028</b>	<b>25,968</b>	<b>25,110</b>	<b>25,100</b>	<b>25,100</b>
<b>Gains</b>					
Other	257	-	-	-	-
<b>Total gains</b>	<b>257</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income</b>	<b>26,285</b>	<b>25,968</b>	<b>25,110</b>	<b>25,100</b>	<b>25,100</b>
<b>Net cost of (contribution by) services</b>	<b>197,991</b>	<b>233,216</b>	<b>219,285</b>	<b>219,251</b>	<b>222,026</b>
Revenue from Government	182,483	214,216	200,285	200,251	203,026
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(15,508)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>(15,508)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>

Table continued on the following page.



**Table 3.2.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**

**Note: Impact of net cash appropriation arrangements**

	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>3,695</b>	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(a)	19,203	19,000	19,000	19,000	19,000
<b>Total comprehensive income/(loss) - as per the Statement of Comprehensive Income</b>	<b>(15,508)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>	<b>(19,000)</b>

(a) From 2010-11, the Government introduced net cash appropriation arrangements where *Appropriation Act No. 1 or Bill No. 3* revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through *Appropriation Act No. 1 or Bill No. 3* equity appropriations. For information regarding DCBs, please refer to Table 3.2.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	5,881	5,500	5,500	5,500	5,500
Trade and other receivables	47,674	48,055	48,055	48,055	48,055
<b>Total financial assets</b>	<b>53,555</b>	<b>53,555</b>	<b>53,555</b>	<b>53,555</b>	<b>53,555</b>
<b>Non-financial assets</b>					
Land and buildings	13,382	14,082	13,742	14,242	12,541
Property, plant and equipment	18,084	13,364	11,903	10,058	7,403
Intangibles	21,735	25,533	27,435	27,606	27,600
Other non-financial assets	7,769	7,769	7,769	7,769	7,769
<b>Total non-financial assets</b>	<b>60,970</b>	<b>60,748</b>	<b>60,849</b>	<b>59,675</b>	<b>55,313</b>
Assets held for sale					
<b>Total assets</b>	<b>114,525</b>	<b>114,303</b>	<b>114,404</b>	<b>113,230</b>	<b>108,868</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	10,996	10,996	10,996	10,996	10,996
Other payables	2,536	2,536	2,536	2,536	2,536
<b>Total payables</b>	<b>13,532</b>	<b>13,532</b>	<b>13,532</b>	<b>13,532</b>	<b>13,532</b>
<b>Provisions</b>					
Employee provisions	36,684	36,684	36,684	36,684	36,684
Other provisions	1,395	1,395	1,395	1,395	1,395
<b>Total provisions</b>	<b>38,079</b>	<b>38,079</b>	<b>38,079</b>	<b>38,079</b>	<b>38,079</b>
<b>Total liabilities</b>	<b>51,611</b>	<b>51,611</b>	<b>51,611</b>	<b>51,611</b>	<b>51,611</b>
<b>Net assets</b>	<b>62,914</b>	<b>62,692</b>	<b>62,793</b>	<b>61,619</b>	<b>57,257</b>
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	87,302	87,695	103,296	117,622	132,260
Reserves	66,319	28,494	31,994	35,494	35,494
Retained surplus/(accumulated deficit)	(90,707)	(53,497)	(72,497)	(91,497)	(110,497)
<b>Total parent entity interest</b>	<b>62,914</b>	<b>62,692</b>	<b>62,793</b>	<b>61,619</b>	<b>57,257</b>
<b>Total Equity</b>	<b>62,914</b>	<b>62,692</b>	<b>62,793</b>	<b>61,619</b>	<b>57,257</b>

\*Equity is the residual interest in assets after the deduction of liabilities.  
Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2015-16)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2015</b>					
Balance carried forward from previous period	(90,707)	27,594	38,725	87,302	62,914
<b>Adjusted opening balance</b>	<b>(90,707)</b>	<b>27,594</b>	<b>38,725</b>	<b>87,302</b>	<b>62,914</b>
<b>Comprehensive income</b>					
Other comprehensive income					-
Surplus/(deficit) for the period	(19,000)	900	-	-	(18,100)
<b>Total comprehensive income</b>	<b>(19,000)</b>	<b>900</b>	<b>-</b>	<b>-</b>	<b>(18,100)</b>
of which:					
Attributable to the Australian Government	(19,000)	900	-	-	(18,100)
<b>Transactions with owners</b>					
<b>Contributions by owners</b>					
Equity Injection - Appropriation				2,718	2,718
Departmental Capital Budget (DCB)				15,160	15,160
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,878</b>	<b>17,878</b>
Transfers between equity components	56,210	-	(38,725)	(17,485)	-
<b>Estimated closing balance as at 30 June 2016</b>	<b>(53,497)</b>	<b>28,494</b>	<b>-</b>	<b>87,695</b>	<b>62,692</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(53,497)</b>	<b>28,494</b>	<b>-</b>	<b>87,695</b>	<b>62,692</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	181,766	212,635	199,748	199,815	202,740
Sale of goods and rendering of services	23,037	22,968	22,110	22,100	22,100
Net GST received	3,731	3,731	3,731	3,731	3,731
Other	2,781	3,000	3,000	3,000	3,000
<b>Total cash received</b>	<b>211,315</b>	<b>242,334</b>	<b>228,589</b>	<b>228,646</b>	<b>231,571</b>
<b>Cash used</b>					
Employees	129,599	135,002	139,820	140,108	140,633
Suppliers	78,998	107,713	88,769	88,538	90,938
<b>Total cash used</b>	<b>208,597</b>	<b>242,715</b>	<b>228,589</b>	<b>228,646</b>	<b>231,571</b>
<b>Net cash from/(used by) operating activities</b>	<b>2,718</b>	<b>(381)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	180	-	-	-	-
<b>Total cash received</b>	<b>180</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	18,651	17,878	15,601	14,326	14,638
<b>Total cash used</b>	<b>18,651</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>Net cash from/(used by) investing activities</b>	<b>(18,471)</b>	<b>(17,878)</b>	<b>(15,601)</b>	<b>(14,326)</b>	<b>(14,638)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	18,040	17,878	15,601	14,326	14,638
<b>Total cash received</b>	<b>18,040</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>Cash used</b>					
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash used by financing activities</b>	<b>18,040</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>Net increase/(decrease) in cash held</b>	<b>2,287</b>	<b>(381)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	3,594	5,881	5,500	5,500	5,500
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>5,881</b>	<b>5,500</b>	<b>5,500</b>	<b>5,500</b>	<b>5,500</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.5: Departmental capital budget statement (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 (DCB)	17,287	15,160	14,306	14,326	14,448
Equity injections - Act No. 2		2,718	1,295	-	190
<b>Total new capital appropriations</b>	<b>17,287</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>Provided for:</b>					
<i>Purchase of non-financial assets</i>	17,287	17,878	15,601	14,326	14,638
<b>Total Items</b>	<b>17,287</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations(a)	505	2,718	1,295	-	190
Funded by capital appropriation - DCB(b)	18,146	15,160	14,306	14,326	14,448
<b>TOTAL AMOUNT SPENT</b>	<b>18,651</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	18,651	17,878	15,601	14,326	14,638
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>18,651</b>	<b>17,878</b>	<b>15,601</b>	<b>14,326</b>	<b>14,638</b>

(a) Includes both current and prior Act 3 and Bills 4/6 appropriations and special capital appropriations.

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

Prepared on Australian Accounting Standards basis.

**Table 3.2.6: Statement of asset movements (2015-16 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2015</b>				
Gross book value	13,382	30,209	66,231	109,822
Accumulated depreciation/amortisation and impairment	-	(12,125)	(44,496)	(56,621)
<b>Opening net book balance</b>	<b>13,382</b>	<b>18,084</b>	<b>21,735</b>	<b>53,201</b>
<b>Capital asset additions</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity(a)	2,718	-	-	2,718
By purchase - appropriation ordinary annual services(b)	3,482	402	11,276	15,160
<b>Total additions</b>	<b>6,200</b>	<b>402</b>	<b>11,276</b>	<b>17,878</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(5,500)	(5,622)	(7,878)	(19,000)
Other	-	500	400	900
<b>Total other movements</b>	<b>(5,500)</b>	<b>(5,122)</b>	<b>(7,478)</b>	<b>(18,100)</b>
<b>As at 30 June 2016</b>				
Gross book value	19,582	31,111	77,907	128,600
Accumulated depreciation/amortisation and impairment	(5,500)	(17,747)	(52,374)	(75,621)
<b>Closing net book balance</b>	<b>14,082</b>	<b>13,364</b>	<b>25,533</b>	<b>52,979</b>

(a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Act (No.2) 2015-16* and *Bill (No.4) 2015-16*, including CDABs.

(b) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Act (No.1) 2015-16* and *Bill (No.3) 2015-16* for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

**Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Employee benefits	5,234	5,000	5,000	5,000	5,000
Suppliers	1,547	1,895	1,895	1,895	1,895
Grants	139,220	138,382	133,819	133,263	133,051
<b>Total expenses administered on behalf of Government</b>	<b>146,001</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Non-taxation revenue</b>					
Other revenue	270	-	-	-	-
<b>Total non-taxation revenue</b>	<b>270</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>270</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income administered on behalf of Government</b>	<b>270</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cost of/(contribution by) services</b>	<b>145,731</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>
<b>Surplus/(Deficit)</b>	<b>145,731</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Total other comprehensive income	-	-	-	-	-
<b>Total comprehensive income (loss)</b>	<b>145,731</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	-	-	-	-	-
Trade and other receivables	41	41	41	41	41
<b>Total financial assets</b>	<b>41</b>	<b>41</b>	<b>41</b>	<b>41</b>	<b>41</b>
<b>Total assets administered on behalf of Government</b>	<b>41</b>	<b>41</b>	<b>41</b>	<b>41</b>	<b>41</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	30	30	30	30	30
Grants	635	635	635	635	635
Other payables	22	22	22	22	22
<b>Total payables</b>	<b>687</b>	<b>687</b>	<b>687</b>	<b>687</b>	<b>687</b>
<b>Provisions</b>					
Employee provisions	2,035	2,035	2,035	2,035	2,035
Other provisions	6,066	6,066	6,066	6,066	6,066
<b>Total provisions</b>	<b>8,101</b>	<b>8,101</b>	<b>8,101</b>	<b>8,101</b>	<b>8,101</b>
<b>Total liabilities administered on behalf of Government</b>	<b>8,788</b>	<b>8,788</b>	<b>8,788</b>	<b>8,788</b>	<b>8,788</b>
<b>Net assets/(liabilities)</b>	<b>(8,747)</b>	<b>(8,747)</b>	<b>(8,747)</b>	<b>(8,747)</b>	<b>(8,747)</b>

Prepared on Australian Accounting Standards basis.



**Table 3.2.9: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forw ard estimate \$'000	2017-18 Forw ard estimate \$'000	2018-19 Forw ard estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Net GST received	165	195	195	195	195
Other	260	-	-	-	-
<b>Total cash received</b>	<b>425</b>	<b>195</b>	<b>195</b>	<b>195</b>	<b>195</b>
<b>Cash used</b>					
Grants	141,988	138,382	133,819	133,263	133,051
Suppliers	1,716	2,090	2,090	2,090	2,090
Employees	5,087	5,000	5,000	5,000	5,000
<b>Total cash used</b>	<b>148,791</b>	<b>145,472</b>	<b>140,909</b>	<b>140,353</b>	<b>140,141</b>
<b>Net cash from/(used by) operating activities</b>	<b>(148,366)</b>	<b>(145,277)</b>	<b>(140,714)</b>	<b>(140,158)</b>	<b>(139,946)</b>
<b>Net increase/(decrease) in cash held</b>	<b>(148,366)</b>	<b>(145,277)</b>	<b>(140,714)</b>	<b>(140,158)</b>	<b>(139,946)</b>
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
- Appropriations	148,758	145,277	140,714	140,158	139,946
<b>Total cash from Official Public Account</b>	<b>148,758</b>	<b>145,277</b>	<b>140,714</b>	<b>140,158</b>	<b>139,946</b>
Cash to Official Public Account for:					
- Appropriations	(392)	-	-	-	-
<b>Total cash to Official Public Account</b>	<b>(392)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Prepared on Australian Accounting Standards basis.

**Notes to the financial statements**

Austrade's budgeted statements are prepared on an Australian Equivalents to International Financial Standards (AEIFRS) basis.

Under the Government's budgeting framework, transactions that agencies control (departmental transactions) are separately budgeted for and reported on from transactions that agencies do not have control over (administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

**Departmental**

Departmental assets, liabilities, revenues and expenses in relation to an agency or authority are those which are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs which are incurred by the agency in providing its goods and services.

**Administered**

Administered items are revenues, expenses, assets and liabilities which are managed by an agency or authority on behalf of the Government according to set Government directions. Administered expenses include subsidies, grants and personal benefit payments and administered revenues include taxes, fees, fines and excises.

# TOURISM AUSTRALIA

<b>Section 1: Entity overview and resources .....</b>	<b>90</b>
1.1 Strategic direction statement .....	90
1.2 Entity resource statement .....	90
1.3 Entity measures .....	92
1.4 Additional estimates and variations.....	93
1.5 Breakdown of additional estimates by appropriation bill .....	93
<b>Section 2: Revisions to outcomes and planned performance .....</b>	<b>94</b>
2.1 Outcomes and performance information .....	94
<b>Section 3: Explanatory tables and budgeted financial statements.....</b>	<b>96</b>
3.1 Explanatory tables.....	96
3.2 Budgeted financial statements.....	97

# TOURISM AUSTRALIA

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

There is no change to Tourism Australia's Strategic Direction. For further details please refer to *Portfolio Budget Statements 2015-16* Budget Related Paper No. 1.9 Foreign Affairs and Trade Portfolio.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for Tourism Australia at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2015-16 Budget year, including variations through *Appropriation Bill Nos. 3* and *No. 4*, special appropriations and special accounts.

An additional appropriation of \$6.7 million representing a supplementation of foreign exchange loss relates to the prior year's activities (2014-15).

Tourism Australia does not receive any special appropriations nor does it have any special accounts.

**Table 1.1: CAC Act Body Tourism Australia Resource Statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016**

	<i>Total available appropriation</i>	Estimate as at Budget *	Proposed Additional Estimate	Total estimate at Additional Estimates
	<i>2014-15 \$'000</i>	2015-16 \$'000	2015-16 \$'000	2015-16 \$'000
<b>Ordinary annual services(a)</b>				
<b>Departmental appropriation</b>				
Departmental appropriation(b)	138,865	137,290	6,728	144,018
<b>Total</b>	<b>138,865</b>	<b>137,290</b>	<b>6,728</b>	<b>144,018</b>
<b>Total available annual appropriations</b>	<b>138,865</b>	<b>137,290</b>	<b>6,728</b>	<b>144,018</b>
	<i>Total available appropriation</i>	Estimate as at Budget *	Proposed Additional Estimate	Total estimate at Additional Estimates
	<i>2014-15 \$'000</i>	2015-16 \$'000	2015-16 \$'000	2015-16 \$'000
<b>Total net resourcing for entity</b>	<b>138,865</b>	<b>137,290</b>	<b>6,728</b>	<b>144,018</b>

(a) Appropriation Act (No. 1 and No. 3) 2015-2016.

(b) Estimated adjusted balance carried from previous year for annual appropriations. Reader note: All figures are GST exclusive.

### 1.3 ENTITY MEASURES TABLE

Tourism Australia has no new measures, and no new decisions taken but not yet announced, since the 2015-16 Budget.

### 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following table details the changes to the resourcing for Tourism Australia at Additional Estimates, by outcome. Table 1.4 details Additional Estimates or variations through factors such as parameter adjustments.

**Table 1.4: Additional estimates and variations to outcomes from other variations**

	Programme impacted	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
<b>Outcome 1</b>					
Increase in estimates (departmental) FOREX Rebasing		6,728	4,312	4,225	4,697
Decrease in estimates (departmental) Parameter Adjustment			(536)	(678)	(686)
<b>Net impact on estimates for Outcome 1 (departmental)</b>		<b>6,728</b>	<b>3,776</b>	<b>3,547</b>	<b>4,011</b>

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for Tourism Australia through *Appropriation Bills Nos. 3 and 4*.

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

	2014-15 <i>Available</i> \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>DEPARTMENTAL PROGRAMMES</b>					
<b>Outcome 1</b>					
Grow demand and foster a competitive and sustainable Australian tourism industry through partnership marketing to targeted global consumers in key markets					
	138,865	137,290	144,018	6,728	
<b>Total</b>	<b>138,865</b>	<b>137,290</b>	<b>144,018</b>	<b>6,728</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>138,865</b>	<b>137,290</b>	<b>144,018</b>	<b>6,728</b>	<b>-</b>

**Note 1:** 2015-16 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 – Savings - Other Reductions (includes all quarantines + movement of funds) +/- Machinery of Government transfers - formal reductions determined by the Finance Minister.*

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

There is no change to Tourism Australia information supplied in the *Portfolio Budget Statements 2015-16*.

## Section 2: Revisions to outcomes and planned performance

### 2.1 OUTCOMES AND PERFORMANCE INFORMATION

There is no change to Tourism Australia's outcomes and performance information as expressed in the *Portfolio Budget Statements 2015-16*.

#### **OUTCOME 1: GROW DEMAND AND FOSTER A COMPETITIVE AND SUSTAINABLE AUSTRALIAN TOURISM INDUSTRY THROUGH PARTNERSHIP MARKETING TO TARGETED GLOBAL CONSUMERS IN KEY MARKETS**

##### **Outcome 1 strategy**

There is no change to Tourism Australia's Outcome Strategy as expressed in the *Portfolio Budget Statements 2015-16*. For further details please refer to *Portfolio Budget Statements 2015-16* Budget Related Paper No. 1.9 Foreign Affairs and Trade Portfolio.

**Table 2.1 Budgeted expenses for Outcome 1**

<b>Outcome 1: Grow demand and foster a competitive and sustainable Australian tourism industry through partnership marketing to targeted global consumers in key markets</b>	2014-15 Actual expenses \$'000	2015-16 Revised estimated expenses \$'000
<b>Programme 1.1: (Supporting Outcome 1)</b>		
Revenue from Government		
Ordinary annual services ( <i>Appropriation Act No. 1 and Bill No. 3</i> )	138,865	144,018
Payment from related entities (Portfolio Agency)	13,500	14,000
Revenues from other independent sources	24,150	17,874
<b>Total for Programme 1.1</b>	<b>176,515</b>	<b>175,892</b>
<b>Outcome 1 Totals by resource type</b>		
Revenue from Government		
Ordinary annual services ( <i>Appropriation Act No. 1 and Bill No. 3</i> )	138,865	144,018
Payment from related entities	13,500	14,000
Revenues from other independent sources	24,150	17,874
<b>Total expenses for Outcome 1</b>	<b>176,515</b>	<b>175,892</b>
	2014-15	2015-16
<b>Average Staffing Level (number)</b>	204	207



**Programme objective 1.1**

Programme objective, deliverables and key performance indicators remain consistent with those published in the *Portfolio Budget Statements 2015-16*.

**Programme expenses 1.1**

Table 2.2 provides a breakdown of programme 1 expenses by component.

**Table 2.2 Programme 1 Expenses by Component**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward year 1 \$'000	2017-18 Forward year 2 \$'000	2018-19 Forward year 3 \$'000
Annual departmental expenses:					
<i>1.1.1 - Component 1 - Grow Demand</i>					
Programme Support	149,470	148,932	145,984	147,215	148,982
<b>Total component expenses</b>	<b>149,470</b>	<b>148,932</b>	<b>145,984</b>	<b>147,215</b>	<b>148,982</b>
<i>1.1.2 - Component 2 - Industry Development</i>					
Programme Support	27,045	26,960	26,426	26,644	26,962
<b>Total component expenses</b>	<b>27,045</b>	<b>26,960</b>	<b>26,426</b>	<b>26,644</b>	<b>26,962</b>
<b>Total programme expenses</b>	<b>176,515</b>	<b>175,892</b>	<b>172,410</b>	<b>173,859</b>	<b>175,944</b>

## Section 3: Explanatory Tables and Budgeted Financial Statements

### **3.1 EXPLANATORY TABLES**

#### **Estimates of special account flows**

A Special Account Statement is not applicable as Tourism Australia has no special accounts.

## **3.2 BUDGETED FINANCIAL STATEMENTS**

### **3.2.1 Analysis of budgeted financial statements**

The financial framework upon which the financial statements are based has not changed since the 2015-16 Budget.

#### **Departmental financial statements**

- An additional appropriation of \$6.7 million, representing supplementation of a foreign exchange loss, relates to the prior year's activities (2014-15).
- Total additional appropriation of \$13.2 million represents supplementation of foreign exchange movement in the following forward Budget years: 2016-17 (\$4.3m), 2017-18 (\$4.2m) and 2018-19 (\$4.7m) periods.

### 3.2.2 Budgeted financial statements

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

	Actual 2014-15 \$'000	Revised budget 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000	Forw ard estimate 2018-19 \$'000
<b>EXPENSES</b>					
Employee benefits	29,924	30,473	30,469	30,996	30,996
Suppliers	141,588	136,686	133,208	134,130	136,215
Depreciation and amortisation	4,460	4,500	4,500	4,500	4,500
Finance costs	10	33	33	33	33
Write-down and impairment of assets	11				
Losses from asset sales					
Other expenses		4,200	4,200	4,200	4,200
<b>Total expenses</b>	<b>175,993</b>	<b>175,892</b>	<b>172,410</b>	<b>173,859</b>	<b>175,944</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Interest	1,299	1,300	1,300	1,300	1,300
Other revenue	36,351	30,574	30,574	30,574	30,574
<b>Total own-source revenue</b>	<b>37,650</b>	<b>31,874</b>	<b>31,874</b>	<b>31,874</b>	<b>31,874</b>
<b>Gains</b>					
Sale of assets	10				
Other gains	2,621				
<b>Total gains</b>	<b>2,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income</b>	<b>40,281</b>	<b>31,874</b>	<b>31,874</b>	<b>31,874</b>	<b>31,874</b>
<b>Net cost of (contribution by) services</b>	<b>135,712</b>	<b>144,018</b>	<b>140,536</b>	<b>141,985</b>	<b>144,070</b>
Revenue from Government	138,865	144,018	140,536	141,985	144,070
<b>Surplus (Deficit) before income tax on continuing operations</b>	<b>3,153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Surplus (Deficit) after income tax on continuing operations</b>	<b>3,153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Surplus (Deficit) after income tax</b>	<b>3,153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Items not subject to subsequent reclassification to profit or loss</b>					
Changes in asset revaluation surplus					
<b>Total other comprehensive income after income tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income (loss)</b>	<b>3,153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note: Impact of Net Cash Appropriation Arrangements**

Table continued on the following page.

Prepared on Australian Accounting Standards basis.

**Table 3.2.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**

	Actual	Revised	Forward	Forward	Forward
	2014-15	budget	estimate	estimate	estimate
	\$'000	2015-16	2016-17	2017-18	2018-19
		\$'000	\$'000	\$'000	\$'000
<b>Total Comprehensive Income (loss) excluding heritage and cultural depreciation expenses previously funded through revenue appropriations</b>	<b>3,153</b>	-	-	-	-
<b>Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income</b>	<b>3,153</b>	-	-	-	-

(a) From 2009-10, the Government replaced *Appropriation Act No. 1* and *Bill No. 3* revenue appropriations for the heritage and cultural depreciation expenses of Designated Collection Institutions, with a separate capital budget (the Collection Development Acquisition Budget, or CDAB) provided through *Appropriation Act No. 2* and *Bill No. 4* equity appropriations. For information regarding CDABs, please refer to Table 3.2.5 Departmental Capital Budget Statement.  
Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)**

	Actual 2014-15 \$'000	Revised budget 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000	Forw ard estimate 2018-19 \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	13,929	13,929	13,896	13,896	13,896
Trade and other receivables	5,954	5,954	5,954	5,954	5,954
<b>Total financial assets</b>	<b>19,883</b>	<b>19,883</b>	<b>19,850</b>	<b>19,850</b>	<b>19,850</b>
<b>Non-financial assets</b>					
Land and buildings	3,675	3,675	3,675	3,675	3,675
Property, plant and equipment	1,040	740	740	740	740
Intangibles	8,176	8,476	8,476	8,476	8,476
Other non-financial assets	4,794	4,794	4,794	4,794	4,794
<b>Total non-financial assets</b>	<b>17,685</b>	<b>17,685</b>	<b>17,685</b>	<b>17,685</b>	<b>17,685</b>
Assets held for sale					
<b>Total assets</b>	<b>37,568</b>	<b>37,568</b>	<b>37,535</b>	<b>37,535</b>	<b>37,535</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	6,544	6,544	6,511	6,511	6,511
Other payables	5,481	5,481	5,481	5,481	5,481
<b>Total payables</b>	<b>12,025</b>	<b>12,025</b>	<b>11,992</b>	<b>11,992</b>	<b>11,992</b>
<b>Provisions</b>					
Employee provisions	5,275	5,275	5,275	5,275	5,275
Other provisions	766	766	766	766	766
<b>Total provisions</b>	<b>6,041</b>	<b>6,041</b>	<b>6,041</b>	<b>6,041</b>	<b>6,041</b>
Liabilities included in disposal groups held for sale					
<b>Total liabilities</b>	<b>18,066</b>	<b>18,066</b>	<b>18,033</b>	<b>18,033</b>	<b>18,033</b>
<b>Net assets</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>

Table continued on the following page.

Prepared on Australian Accounting Standards basis.

**Table 3.2.2: Budgeted departmental balance sheet (as at 30 June) (continued)**

	Actual	Revised	Forw ard	Forw ard	Forw ard
	2014-15	budget	estimate	estimate	estimate
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>EQUITY*</b>					
<b>Parent entity interest</b>					
Contributed equity	1,543	1,543	1,543	1,543	1,543
Reserves	1,990	1,990	1,990	1,990	1,990
Retained surplus (accumulated deficit)	15,969	15,969	15,969	15,969	15,969
<b>Total parent entity interest</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>
<b>Total Equity</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>	<b>19,502</b>

\*Equity is the residual interest in assets after deduction of liabilities.  
Prepared on Australian Accounting Standards basis.

**Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget Year 2015-16)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2015</b>					
Balance carried forward from previous period	15,969	1,990	-	1,543	19,502
Adjustment for changes in accounting policies					-
<b>Adjusted opening balance</b>	<b>15,969</b>	<b>1,990</b>	<b>-</b>	<b>1,543</b>	<b>19,502</b>
<b>Comprehensive income</b>					
Other comprehensive income					-
Surplus (deficit) for the period					-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
of which:					
Attributable to the Australian Government					-
Attributable to non-controlling interest*					-
<b>Estimated closing balance as at 30 June 2016</b>	<b>15,969</b>	<b>1,990</b>	<b>-</b>	<b>1,543</b>	<b>19,502</b>
Less: non-controlling interests *					-
<b>Closing balance</b>	<b>15,969</b>	<b>1,990</b>	<b>-</b>	<b>1,543</b>	<b>19,502</b>

\* This disclosure is not required if an entity does not have non-controlling interests.  
Prepared on Australian Accounting Standards basis.



**Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	Actual	Revised	Forward	Forward	Forward
	2014-15	budget	estimate	estimate	estimate
	2014-15	2015-16	2016-17	2017-18	2018-19
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	138,865	144,018	140,536	141,985	144,451
Interest	1,286	1,300	1,300	1,300	1,300
Other	41,270	30,574	30,574	30,574	17,558
<b>Total cash received</b>	<b>181,421</b>	<b>175,892</b>	<b>172,410</b>	<b>173,859</b>	<b>163,309</b>
<b>Cash used</b>					
Employees	29,502	29,173	30,469	30,996	30,996
Suppliers	145,074	137,986	133,241	134,163	123,613
Other	-	4,233	4,200	4,200	4,200
<b>Total cash used</b>	<b>174,576</b>	<b>171,392</b>	<b>167,910</b>	<b>169,359</b>	<b>158,809</b>
<b>Net cash from (used by) operating activities</b>	<b>6,845</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Other	-	-	-	-	-
<b>Total cash received</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	5,541	4,500	4,500	4,500	4,500
<b>Total cash used</b>	<b>5,541</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>
<b>Net cash from (used by) investing activities</b>	<b>(5,541)</b>	<b>(4,500)</b>	<b>(4,500)</b>	<b>(4,500)</b>	<b>(4,500)</b>

Table continued on the following page.

Prepared on Australian Accounting Standards basis.

**Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June) (continued)**

	Actual 2014-15 \$'000	Revised budget 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000	Forward estimate 2018-19 \$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Retained Surplus	9,115	-	-	-	-
<b>Total cash received</b>	<b>9,115</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Other	9,115	-	-	-	-
<b>Total cash used</b>	<b>9,115</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash used by financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash held</b>	<b>1,304</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	10,002	13,929	13,929	13,896	13,896
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	2,623	-	(33)		
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>13,929</b>	<b>13,929</b>	<b>13,896</b>	<b>13,896</b>	<b>13,896</b>

Prepared on Australian Accounting Standards basis.

**Table 3.2.5: Departmental capital budget statement (for the period ended 30 June)**

	Actual 2014-15 \$'000	Revised budget 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000	Forw ard estimate 2018-19 \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Equity injections - Act No. 2	-	-			-
<b>Total new capital appropriations</b>	-	-	-	-	-
<b>Provided for:</b>					
Other Items	-				
<b>Total Items</b>	-	-	-	-	-
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations(a)	-				
Funded internally from					
departmental resources(b)	4,500	4,500	4,500	4,500	4,500
<b>TOTAL AMOUNT SPENT</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	4,500	4,500	4,500	4,500	4,500
<b>Total cash used to acquire assets</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>	<b>4,500</b>

(a) Includes *Appropriation Bills (No. 2 and No. 4)* and prior *Appropriation Bills (No. 2 and No. 4)* and special capital appropriations.

- (b) Includes the following sources of funding:
- current and prior *Appropriation Bills (No. 3 and No. 5)* (excluding amounts from the Departmental Capital Budget)
  - donations and contributions
  - gifts
  - internally developed assets
  - s74 Retained Revenue Receipts
  - proceeds from the sale of assets.

Prepared on Australian Accounting Standards basis.

**Table 3.2.6: Statement of asset movements (2015-16 Budget year)**

	Category (as appropriate)			Total \$'000
	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	
<b>As at 1 July 2015</b>				
Gross book value	8,137	4,898	41,437	54,472
Accumulated depreciation/amortisation and impairment	(4,462)	(3,858)	(33,261)	(41,581)
<b>Opening net book balance</b>	<b>3,675</b>	<b>1,040</b>	<b>8,176</b>	<b>12,891</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - other	600	-	3,900	4,500
<b>Total additions</b>	<b>600</b>	<b>-</b>	<b>3,900</b>	<b>4,500</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(600)	(300)	(3,600)	(4,500)
<b>Total other movements</b>	<b>(600)</b>	<b>(300)</b>	<b>(3,600)</b>	<b>(4,500)</b>
<b>As at 30 June 2016</b>				
Gross book value	8,737	4,898	45,337	58,972
Accumulated depreciation/amortisation and impairment	(5,062)	(4,158)	(36,861)	(46,081)
<b>Closing net book balance</b>	<b>3,675</b>	<b>740</b>	<b>8,476</b>	<b>12,891</b>

Prepared on Australian Accounting Standards basis.

**Notes to the financial statements**

The financial statements have been prepared in accordance with:

- Finance Minister's Orders;
- Australian Accounting Standards and Accounting Interpretations issued by the Australian Accounting Board; and
- Consensus Views of the Urgent Issues Group.

Assets and liabilities are recognised in the Balance Sheet when and only when it is probable that future economic benefits will flow and the amounts of the assets or liabilities can be reliably measured.

Revenues and expenses are recognised in the Income Statement when and only when the flow or consumption or loss of economic benefits has occurred and can be reliably measured.

The Analysis of Budgeted Financial Statements provides an overview of the key elements of Tourism Australia's financial statements, including variations in major aggregates from actual of 2014-15 to budget estimate of 2015-16.



## PORTFOLIO GLOSSARY

Term	Meaning
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	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts.
Administered	Revenues, expenses, assets or liabilities managed by agencies on behalf of the Commonwealth. Agencies do not control administered items. Administered expenses include grants, subsidies and benefits. In many cases, administered expenses fund the delivery of third party outputs.
Annual appropriation	Two appropriation Bills are introduced into Parliament in May and comprise the Budget for the financial year beginning 1 July. Further Bills are introduced later in the financial year as part of the additional estimates. Parliamentary departments have their own appropriations.
Appropriation	An authorisation by Parliament to spend monies from the Consolidated Revenue Fund for a particular purpose.
Capital expenditure	Expenditure by an agency on capital projects, for example purchasing a building.
Consolidated Revenue Fund	Section 81 of the Constitution stipulates that all revenue raised or money received by the Commonwealth forms the one consolidated revenue fund (CRF).
Departmental	Revenue, expenses, assets and liabilities that are controlled by the agency in providing its outputs. Departmental items would generally include computers, plant and equipment assets used by agencies in providing goods and services and most employee expenses, supplier costs and other administrative expenses incurred.

Glossary

Depreciation	Apportionment of an asset's capital value as an expense over its estimated useful life to take account of normal usage, obsolescence, or the passage of time.
Effectiveness indicators	Measure the joint or independent contribution of programmes to the achievement of their specified outcome.
Efficiency indicators	Measure the adequacy of an agency's management of its programmes. Includes price, quality and quantity indicators. The interrelationship between the three efficiency indicators of any one programme should be considered when judging efficiency.
Equity or net assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expense	Total value of all of the resources consumed in producing goods and services or the loss of future economic benefits in the form of reductions in assets or increases in liabilities of an entity.
Fair value	Valuation methodology: the amount for which an asset could be exchanged, or a liability settled, between knowledgeable and willing parties in an arm's length transaction. The fair value can be affected by the conditions of the sale, market conditions and the intentions of the asset holder.
Operating result	Equals revenue less expense.
Outcomes	The Government's objectives in each portfolio area. Outcomes are desired results, impacts or consequences for the Australian community as influenced by the actions of the Australian Government. Actual outcomes are assessments of the end results or impacts actually achieved.
Price	One of the three key efficiency indicators. The amount the Government or the community pays for the delivery of programmes.
Programme	Activity that delivers benefits, services or transfer payments to individuals, industry and/or the community as a whole, with the aim of achieving the intended result specified in an outcome statement.
Quality	One of the three key efficiency indicators. Relates to the characteristics by which customers or stakeholders judge an



	organisation, product or service. Assessment of quality involves use of information gathered from interested parties to identify differences between the user's expectations and experiences.
Quantity	One of the three key efficiency indicators. Examples include: the size of a programme; count or volume measures; how many or how much.
Revenue	Total value of resources earned or received to cover the production of goods and services.
Special Account	Special Accounts allow money in the Consolidated Revenue Fund to be acknowledged as set-aside (hypothecated) for a particular purpose. Amounts credited to a Special Account may only be spent for the purposes of the Special Account. Special Accounts can only be established by a written determination of the Finance Minister (section 78 of the <i>Public Governance, Performance and Accountability (PGPA) Act 2013</i> ) or through an Act of Parliament (section 80 of the <i>PGPA Act 2013</i> ).
Special Appropriations (including Standing Appropriations)	An amount of money appropriated by a particular Act of Parliament for a specific purpose and number of years. For Special Appropriations the authority to withdraw funds from the Consolidated Revenue Fund does not generally cease at the end of the financial year. Standing Appropriations are a sub-category consisting of ongoing Special Appropriations - the amount appropriated will depend on circumstances specified in the legislation.