

AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

Section 1: Entity overview and resources	147
1.1 Strategic direction statement	147
1.2 Entity resource statement	149
1.3 Budget measures.....	151
Section 2: Outcomes and planned performance.....	153
2.1 Budgeted expenses and performance for Outcome 1.....	153
Section 3: Budgeted financial statements	160
3.1 Budgeted financial statements.....	160
3.2. Budgeted financial statements tables	162

AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The Australian Securities and Investments Commission (ASIC) is an independent Government body established under the *Australian Securities and Investments Commission Act 2001*.

ASIC's objectives, as set out in the *Australian Securities and Investments Commission Act 2001*, are to:

- maintain, facilitate and improve the performance of the financial system and the entities within that system in the interests of commercial certainty, reducing business costs, and the efficiency and development of the economy;
- promote the confident and informed participation of investors and consumers in the financial system;
- administer the laws that confer functions and powers on it effectively and with a minimum of procedural requirements;
- receive, process and store, efficiently and quickly, the information given to ASIC under the laws that confer functions and powers on it;
- ensure that information is available as soon as practicable for access by the public; and
- take whatever action it can take, and is necessary, to enforce and give effect to the laws of the Commonwealth that confer functions and powers on it.

ASIC's vision is to allow markets to fund the economy and in turn, economic growth; in doing so, contributing to the financial well-being of all Australians. It does this by:

- promoting investor and consumer trust and confidence;
- ensuring fair and efficient markets; and
- providing efficient registration services.

As the financial services regulator, ASIC has responsibility for investor and consumer protection in financial services. ASIC administers the Australian financial services (AFS) licensing regime and monitors financial services businesses to ensure that they

operate efficiently, honestly and fairly. These businesses typically deal in superannuation, managed funds, deposit and payment products, shares and company securities, derivatives and insurance.

As the consumer credit regulator, ASIC regulates people and businesses engaging in consumer credit activities (including banks, credit unions, finance companies, and mortgage and finance brokers). ASIC ensures that licensees meet the standards – including their responsibilities to consumers – that are set out in the *National Consumer Credit Protection Act 2009* (National Credit Act).

As the markets regulator, ASIC monitors how effectively financial markets are complying with their legal obligations to operate fair and efficient markets. ASIC also exercises delegated authority from the Minister in authorising new markets. It has responsibility for the supervision of trading on Australia's domestic licensed equity, derivatives and futures markets.

As the corporate regulator, ASIC ensures that companies, schemes and related entities meet their obligations under the *Corporations Act 2001* (Corporations Act). ASIC registers and regulates companies at every point from their incorporation through to their winding up, and ensures that company officers comply with their responsibilities. This 'cradle to grave' approach enhances regulatory oversight. It also registers and, where necessary, takes disciplinary action against company auditors and liquidators. ASIC monitors public companies' financial reporting and disclosure and fundraising activities.

ASIC promotes financial literacy. It supports the financial capability of Australians to improve their financial knowledge and skills and develop the attitudes and behaviours to make good financial decisions.

ASIC also operates a public register that provides information about Australia's companies, business names, financial services licensees and other professionals registered with ASIC.

1.2 ENTITY RESOURCE STATEMENT

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

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

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

Information in this table is presented on a resourcing (that is, appropriations/cash available) basis, whilst the 'Budgeted expenses by Outcome 1' tables in Section 2 and the financial statements in Section 3 are presented on an accrual basis.

Table 1.1: Australian Securities and Investments Commission resource statement — Budget estimates for 2017-18 as at Budget May 2017

	2016-17 Estimated actual \$'000	2017-18 Estimate \$'000
Departmental		
Annual appropriations - ordinary annual services (a)		
Prior year appropriations available (b)	127,691	117,576
Departmental appropriation (c)	341,588	340,223
s 74 retained revenue receipts (d)	4,522	4,563
Departmental capital budget (e)	24,095	20,868
Annual appropriations - other services - non-operating (f)		
Equity injection	29,449	22,185
<i>Total departmental annual appropriations</i>	<i>527,345</i>	<i>505,415</i>
Special accounts (g)		
Opening balance	-	44,195
Appropriation receipts (h)	26,815	26,279
Non-appropriation receipts	1,000	1,000
<i>Total special accounts</i>	<i>27,815</i>	<i>71,474</i>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>(26,815)</i>	<i>(26,279)</i>
Total departmental resourcing	528,345	550,610

Table 1.1: Australian Securities and Investments Commission resource statement — Budget estimates for 2017-18 as at Budget May 2017 (continued)

	2016-17 <i>Estimated actual</i> \$'000	2017-18 Estimate \$'000
Administered		
Annual appropriations - ordinary annual services (a)		
Prior year appropriations available (b)	2,041	
Outcome 1 - Assetless Administration fund	3,591	3,583
Outcome 1 - Ordinary annual services	577	574
Outcome 1 - Corporations Unclaimed Money interest	1,695	3,145
Total administered annual appropriations	7,904	7,302
Special appropriations		
<i>Banking Act 1959</i>	45,868	35,598
<i>Life Insurance Act 1995</i>	7,052	4,264
Total administered special appropriations	52,920	39,862
Total administered resourcing	60,824	47,164
Total resourcing for ASIC	589,169	597,774
	2016-17	2017-18
Average staffing level (number)	1,687	1,698

Prepared on a resourcing (i.e. appropriations available) basis.

Please note: All figures shown above are GST exclusive — these may not match figures in the cash flow statement.

- (a) Appropriation Bill (No. 1) 2017-18.
- (b) Estimated adjusted balance carried forward from previous year.
- (c) Excludes departmental capital budget (DCB).
- (d) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (e) Departmental capital budgets are not separately identified in Appropriation Bill (No.1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (f) Appropriation Bill (No. 2) 2017-18.
- (g) Excludes '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 Monies accounts (SOETM)). For further information on special appropriations and special accounts, please refer to Budget Paper No. 4 — Agency Resourcing. Please also see Table 2.1 for further information on outcome and program expenses broken down by various funding sources, e.g. annual appropriations, special appropriations and special accounts.
- (h) Amounts credited to the special account(s) from ASIC's annual and special appropriations.

1.3 BUDGET MEASURES

Budget measures in Part 1 relating to Australian Securities and Investments Commission are detailed in Budget Paper No. 2 and are summarised below.

Table 1.2: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO)

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Revenue measures						
A More Accountable and Competitive Banking System - improving dispute resolution						
Administered revenues	1.1	-	-	1,844	1,086	667
Australian Securities and Investments Commission - improving financial literacy						
Administered revenues	1.1	-	-	4,000	3,979	3,978
Crowd-sourced Equity Funding for Proprietary Companies						
Administered revenues	1.1	-	-	1,317	1,076	1,055
Finalisation of the Industry Funding Model for the Australian Securities and Investments Commission						
Administered revenues	1.1	-	-	37,829	37,314	37,498
Total revenue measures		-	-	44,990	43,455	43,198

Table 1.2: Measures announced since the 2016-17 Mid-Year Economic and Fiscal Outlook (MYEFO) (continued)

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Expense measures						
A More Accountable and Competitive Banking System - improving external dispute resolution						
Departmental expenses	1.1	-	901	1,086	667	(4,529)
Australian Securities and Investments Commission - improving financial literacy						
Departmental expenses	1.1	-	4,000	3,979	3,978	4,001
Crowd-sourced Equity Funding for Proprietary Companies						
Departmental expenses	1.1	-	1,210	1,076	1,055	1,062
Public Service Modernisation Fund - transformation and innovation stream (a)						
Departmental expenses	1.1	-	-	-	-	-
Total expense measures		-	6,111	6,141	5,700	534
Capital measures						
A More Accountable and Competitive Banking System - improving external dispute resolution						
Departmental capital	1.1	-	(1,071)	-	-	-
Crowd-sourced Equity Funding for Proprietary Companies						
Departmental capital	1.1	-	107	-	-	-
Total capital measures		-	(964)	-	-	-

(a) ASIC's budget for 2019-20 includes \$0.725 million in respect of this measure.

Section 2: Outcomes and planned performance

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

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

Note:

Performance reporting requirements in the Portfolio Budget Statements are part of the enhanced Commonwealth performance framework established by the *Public Governance, Performance and Accountability Act 2013*. It is anticipated that the performance criteria described in Portfolio Budget Statements will be read with broader information provided in an entity's corporate plans and annual performance statements – included in Annual Reports – to provide an entity's complete performance story.

The most recent corporate plan for ASIC can be found at: Corporate Plan.

The most recent annual performance statement can be found at: Annual Performance Report.

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1: Improved confidence in Australia's financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.

Budgeted expenses for Outcome 1

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

Australian Securities and Investments Commission Budget Statements

Table 2.1: Budgeted expenses for Outcome 1

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Program 1.1: Australian Securities and Investments Commission					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	4,168	4,157	4,132	4,133	4,154
Expenses not requiring appropriation in the Budget year (a)	55,600	50,812	51,607	53,951	54,192
Administered total	59,768	54,969	55,739	58,084	58,346
Departmental expenses					
Departmental appropriation	355,750	341,763	331,273	326,470	321,277
Expenses not requiring appropriation in the Budget year (b)	44,373	42,083	35,977	34,361	29,304
Departmental total	400,123	383,846	367,250	360,831	350,581
Total expenses for program 1.1	459,891	438,815	422,989	418,915	408,927
Program 1.2: Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts					
Administered expenses					
Companies unclaimed monies - section 77 of the PGPA ACT	48,429	31,188	31,738	32,086	31,706
Ordinary annual services (Appropriation Bill No. 1)	1,695	3,145	3,361	3,658	3,993
Special appropriations					
<i>Banking Act 1959 - Banking Unclaimed Moneys</i>	7,784	6,398	8,172	52,954	49,759
<i>Life Insurance Act 1995 - Life Unclaimed Moneys</i>	1,240	1,389	1,357	5,199	4,664
Administered total	59,148	42,120	44,628	93,897	90,122
Total expenses for program 1.2	59,148	42,120	44,628	93,897	90,122

Australian Securities and Investments Commission Budget Statements

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	5,863	7,302	7,493	7,791	8,147
Companies unclaimed monies - section 77 of the PGPA ACT	48,429	31,188	31,738	32,086	31,706
Special appropriations	9,024	7,787	9,529	58,153	54,423
Expenses not requiring appropriation in the Budget year (b)	55,600	50,812	51,607	53,951	54,192
Administered total	118,916	97,089	100,367	151,981	148,468
Departmental expenses					
Departmental appropriation	355,750	341,763	331,273	326,470	321,277
Expenses not requiring appropriation in the Budget year (b)	44,373	42,083	35,977	34,361	29,304
Departmental total	400,123	383,846	367,250	360,831	350,581
Total expenses for Outcome 1	519,039	480,935	467,617	512,812	499,049

	2016-17	2017-18
Average staffing level (number)	1,687	1,698

(a) Expenses not requiring appropriation in the Budget year are doubtful debts.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses and amortisation expenses.

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

Table 2.2: Performance criteria for Outcome 1

Table 2.2 below details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2017-18 Budget measures have created new programs or materially changed existing programs.

<p>Outcome 1 Improved confidence in Australia’s financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.</p>	
<p>Program 1.1 — Australian Securities and Investments Commission Program 1.1 contributes to Outcome 1 by improving industry behaviour through ASIC’s detect, understand and respond approach where investor and consumer trust and confidence and fair and efficient markets are most at risk. ASIC:</p> <ul style="list-style-type: none"> • detects wrongdoing through surveillance, breach reports, and reports from the public and whistle blowers; • understands our environment by continually scanning it to identify issues and manage risks; and • responds to wrongdoing or the risk of wrongdoing using a number of tools, including education, guidance, enforcement and policy advice to Government. <p>This program also seeks to improve ASIC’s registry services by developing initiatives for business and consumer stakeholders to simplify and reduce the cost of interactions with ASIC.</p>	
<p>Delivery</p>	<p>ASIC will deliver this objective through engagement with industry and other stakeholders, surveillance, guidance, education, enforcement and policy advice.</p>

Australian Securities and Investments Commission Budget Statements

Performance information		
Year	Performance criteria	Targets
2016-17	<p>Investor and consumer trust and confidence</p> <ul style="list-style-type: none"> • investors and consumers have trust and confidence to participate in the financial system; • product issuers, credit providers and advisers meet required standards; • fair and efficient processes are in place for resolution of disputes; and • misconduct is dealt with and deterred. <p>Fair and efficient markets</p> <ul style="list-style-type: none"> • participants in financial markets meet required standards; • issuers and their officers meet required standards; • financial markets are fair, orderly and transparent; and • misconduct is dealt with and deterred. <p>Providing efficient registration services</p> <ul style="list-style-type: none"> • registration is efficient, accurate and cost effective for business; • business complies with ongoing registration obligations; • the public has easy access to information in ASIC registers; and • misconduct is dealt with and deterred. 	<p>Promoting investor and consumer trust and confidence and ensuring fair and efficient markets</p> <ul style="list-style-type: none"> • On track to meet performance criteria for 2016-17 through engagement, surveillance, enforcement, guidance, education, and policy activities. • Providing efficient registration services • On track to meet the performance criteria for 2016-17.

Australian Securities and Investments Commission Budget Statements

Performance information (continued)		
Year	Performance criteria	Targets
2017-18	<ul style="list-style-type: none"> As per 2016-17 	<ul style="list-style-type: none"> Evidenced by qualitative and quantitative measures, including: Promoting investor and consumer trust and confidence/ ensuring fair and efficient markets Stakeholder feedback External data Published ASIC reports Case studies Measures of the cleanliness of Australia's listed equity markets ASIC operational data — surveillances undertaken and results achieved ASIC operational data – enforcement activities undertaken and results achieved Meetings and other engagements with stakeholders, including via committees and panels Financial capability resources and tools produced ASIC MoneySmart accessibility and usage <p>Providing efficient registration services:</p> <ul style="list-style-type: none"> ASIC operational data — volume and efficiency of registry activity Performance against ASIC Service Charter Stakeholder feedback Case studies
2018-19 and beyond	As per 2017-18	As per 2017-18
Purposes	ASIC's vision is to allow markets to fund the economy and, in turn, economic growth. In doing so, contributing to the financial well-being of all Australians.	

Australian Securities and Investments Commission Budget Statements

<p>Program 1.2 — <i>Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts.</i> ASIC is responsible for the administration of unclaimed money from banking and deposit taking institutions and life insurance institutions</p>		
Delivery	Provide an accurate register of unclaimed money and special accounts administered by ASIC.	
Performance information		
Year	Performance criteria	Targets
2016-17	<ul style="list-style-type: none"> • ensure that refunds of unclaimed monies are paid to successful claimants promptly; and • ensure that payments of money from special accounts are paid out promptly in accordance with the specified purposes or appropriate legislation. 	Process claims within 28 days of receiving all necessary claim documentation.
2017-18	As per 2016-17	As per 2016-17
2018-19 and beyond	As per 2016-17	As per 2016-17
Purposes	ASIC's vision is to allow markets to fund the real economy and, in turn, economic growth. In doing so, we contribute to improved standards of living for all Australians.	

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2017-18 budget year, including the impact of budget measures and resourcing on financial statements.

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Differences between entity resourcing and financial statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2017-18 budget year. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations and programme expenses, movements in administered funds, special accounts and Government indigenous expenditure.

3.1.2 Explanatory notes and analysis of budgeted financial statements

Budgeted departmental income statement

ASIC is budgeting for a break-even operating result for 2017-18 and for the remainder of the forward estimates, after adding back non-appropriated depreciation and amortisation expenses.

Budgeted departmental balance sheet

This statement shows the financial position of ASIC. It helps decision-makers to track the management of ASIC's assets and liabilities.

ASIC's budgeted equity (or net asset position) for 2017-18 is \$147.2 million.

The 2017-18 equity position reflects the cumulative effect of capital injections of \$43.1 million received during 2017-18.

Budgeted departmental statement of cash flows

The budgeted statement of cash flows provides important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental statement of changes in equity — summary of movement

This statement shows the changes in the equity position of ASIC. It helps decision-makers to track the management of ASIC's equity.

Departmental Capital Budget statement

This statement shows details of capital appropriations received by ASIC. It helps decision-makers to track the acquisition of new non-financial assets.

Statement of asset movements — departmental

This statement shows details of gross asset movements during the year. It helps decision-makers to analyse movements of non-financial assets.

Schedule of administered activity

Schedule of budgeted income and expenses administered on behalf of Government

The schedule of budgeted income and expenses administered on behalf of Government shows the revenue and expenses associated with the collection of revenue under the *Corporations Act 2001* and ASIC's responsibilities in administering unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and section 77 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).

Other non-taxation revenue represents the amount of fees and charges budgeted to be levied under the *Corporations Act 2001* and estimated receipts of unclaimed monies under the *Banking Act 1959*, the *Life Insurance Act 1995* and the *Corporations Act 2001*.

Expenses represent budgeted payments of unclaimed monies, refund of overpaid fees and charges levied under the *Corporations Act 2001*, bad debt expense, administered advertising expenses and grant payments to registered insolvency practitioners to investigate breaches of directors' duties and fraudulent conduct.

Schedule of budgeted assets and liabilities administered on behalf of Government

The amount shown for receivables in 2017-18 and in the forward estimates is the estimated amount of fees and charges under the *Corporations Act 2001* remaining unpaid at 30 June.

The amounts shown in other payables for 2017-18 and the forward estimates represent the estimated amount of refunds relating to the overpayments of annual review and other fees under the *Corporations Act 2001*, estimated claims payable under the *Banking Act 1959* and the *Life Insurance Act 1995* and companies unclaimed monies under section 77 of the PGPA Act.

Schedule of budgeted administered cash flows

Budgeted administered cash flows provide important 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. BUDGETED FINANCIAL STATEMENTS TABLES

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

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Employee benefits	247,125	244,483	237,739	232,700	216,857
Suppliers	108,125	96,780	93,030	88,094	103,591
Depreciation and amortisation	42,083	35,977	34,361	29,304	29,002
Finance costs	500	500	504	5,676	829
Total expenses	397,833	377,740	365,634	355,774	350,279
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	3,657	3,698	3,662	3,720	3,720
Other revenue	865	865	865	865	865
Total own-source revenue	4,522	4,563	4,527	4,585	4,585
Gains					
Other	330	330	330	330	330
Total gains	330	330	330	330	330
Total own-source income	4,852	4,893	4,857	4,915	4,915
Net (cost of)/contribution by services	(392,981)	(372,847)	(360,777)	(350,859)	(345,364)
Revenue from Government	336,566	340,223	329,769	322,618	318,619
Surplus/(deficit) attributable to the Australian Government	(56,415)	(32,624)	(31,008)	(28,241)	(26,745)
OTHER COMPREHENSIVE INCOME					
Total comprehensive income/(loss) attributable to the Australian Government	(56,415)	(32,624)	(31,008)	(28,241)	(26,745)

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

Note: Impact of net cash appropriation arrangements

	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	-	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	56,415	32,624	31,008	28,241	26,745
Total comprehensive income/(loss) - as per the statement of comprehensive income	(56,415)	(32,624)	(31,008)	(28,241)	(26,745)

(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 3.5 Departmental Capital Budget Statement.
Prepared on Australian Accounting Standards basis.

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

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	2,606	2,606	2,606	2,606	2,606
Trade and other receivables	120,491	116,314	106,562	106,562	106,562
Total financial assets	123,097	118,920	109,168	109,168	109,168
Non-financial assets					
Land and buildings	34,423	32,267	32,046	33,992	34,323
Property, plant and equipment	14,228	9,941	6,273	4,270	2,987
Intangibles	93,806	106,871	111,867	103,360	96,166
Other non-financial assets	9,392	9,392	9,392	9,392	9,392
Total non-financial assets	151,849	158,471	159,578	151,014	142,868
Total assets	274,946	277,391	268,746	260,182	252,036
LIABILITIES					
Payables					
Suppliers	32,482	30,456	30,456	30,456	30,456
Other payables	24,109	20,040	16,687	15,624	13,367
Total payables	56,591	50,496	47,143	46,080	43,823
Provisions					
Employee provisions	70,765	70,765	70,765	70,765	70,765
Other provisions	10,777	8,888	8,384	8,384	8,384
Total provisions	81,542	79,653	79,149	79,149	79,149
Total liabilities	138,133	130,149	126,292	125,229	122,972
Net assets	136,813	147,242	142,454	134,953	129,064
EQUITY*					
Parent entity interest					
Contributed equity	367,849	410,902	437,122	457,862	478,718
Reserves	17,137	17,137	17,137	17,137	17,137
Retained surplus (accumulated deficit)	(248,173)	(280,797)	(311,805)	(340,046)	(366,791)
Total parent entity interest	136,813	147,242	142,454	134,953	129,064
Total equity	136,813	147,242	142,454	134,953	129,064

*Equity is the residual interest in assets after the deduction of liabilities.

Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2017-18)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2017					
Balance carried forward from previous period	(248,173)	17,137	-	367,849	136,813
Adjusted opening balance	(248,173)	17,137	-	367,849	136,813
Comprehensive income					
Other comprehensive income					-
Surplus/(deficit) for the period	(32,624)	-	-	-	(32,624)
Total comprehensive income	(32,624)	-	-	-	(32,624)
Contributions by owners					
Equity injection					-
Equity injection - Appropriation	-	-	-	22,185	22,185
Departmental capital budget (DCB)	-	-	-	20,868	20,868
Sub-total transactions with owners	-	-	-	43,053	43,053
Estimated closing balance as at 30 June 2018	(280,797)	17,137	-	410,902	147,242
Closing balance attributable to the Australian Government	(280,797)	17,137	-	410,902	147,242

Prepared on Australian Accounting Standards basis.

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

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	346,681	344,400	339,521	322,618	315,494
Sale of goods and rendering of services	3,657	3,698	3,662	3,720	3,720
Net GST received	12,188	13,972	12,577	9,584	-
Other	865	865	865	865	865
Total cash received	363,391	362,935	356,625	336,787	320,079
Cash used					
Employees	247,125	244,483	237,739	232,700	213,732
Suppliers	112,886	102,618	93,708	93,440	104,090
Net GST paid	12,188	13,972	12,577	9,584	-
Other	280	2,316	3,353	1,063	2,257
Total cash used	372,479	363,389	347,377	336,787	320,079
Net cash from/(used by) operating activities	(9,088)	(454)	9,248	-	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment and intangibles	43,356	42,599	35,468	20,740	20,856
Total cash used	43,356	42,599	35,468	20,740	20,856
Net cash from/(used by) investing activities	(43,356)	(42,599)	(35,468)	(20,740)	(20,856)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	53,544	43,053	26,220	20,740	20,856
Total cash received	53,544	43,053	26,220	20,740	20,856
Net cash from/(used by) financing activities	53,544	43,053	26,220	20,740	20,856
Net increase/(decrease) in cash held	1,100	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	1,506	2,606	2,606	2,606	2,606
Cash and cash equivalents at the end of the reporting period	2,606	2,606	2,606	2,606	2,606

Prepared on Australian Accounting Standards basis

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

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	24,095	20,868	20,721	20,740	20,856
Equity injections - Bill 2	29,449	22,185	5,499	-	-
Total new capital appropriations	53,544	43,053	26,220	20,740	20,856
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	53,191	41,164	25,716	15,064	20,027
<i>Other Items</i>	353	1,889	504	5,676	829
Total items	53,544	43,053	26,220	20,740	20,856
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	19,614	22,185	5,499	-	-
Funded by capital appropriation - DCB (b)	23,742	18,979	20,217	20,740	20,856
Funded internally from departmental resources (c)	-	1,435	9,752	-	-
TOTAL	43,356	42,599	35,468	20,740	20,856
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	53,544	43,053	26,220	20,740	20,856
Total cash used to acquire assets	53,544	43,053	26,220	20,740	20,856

(a) Includes both current Bill 2 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:

- current Bill 1 and prior year Act 1/3/5 appropriations (excluding amounts from the DCB);
- donations and contributions;
- gifts;
- internally developed assets;
- s 74 Retained revenue receipts;
- proceeds from the sale of assets.

Prepared on Australian Accounting Standards basis.

Table 3.6: Statement of asset movements (Budget year 2017-18)

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
As at 1 July 2017				
Gross book value	91,046	54,340	322,108	467,494
Accumulated depreciation/ amortisation and impairment	(56,623)	(40,112)	(228,302)	(325,037)
Opening net book balance	34,423	14,228	93,806	142,457
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation ordinary annual services (a)	5,900	600	36,099	42,599
Total additions	5,900	600	36,099	42,599
Other movements				
Depreciation/amortisation expense	(8,056)	(4,887)	(23,034)	(35,977)
Total other movements	(8,056)	(4,887)	(23,034)	(35,977)
As at 30 June 2018				
Gross book value	96,946	54,940	358,207	510,093
Accumulated depreciation/ amortisation and impairment	(64,679)	(44,999)	(251,336)	(361,014)
Closing net book balance	32,267	9,941	106,871	149,079

(a) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2016-17 for depreciation/amortisation expenses, DCBs or other operational expenses.
Prepared on Australian Accounting Standards basis.

Table 3.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
EXPENSES					
Suppliers	577	574	571	570	574
Grants	3,591	3,583	3,561	3,563	3,580
Write-down and impairment of assets	55,600	50,812	51,607	53,951	54,192
Interest expense	4,456	5,856	5,873	6,022	6,629
Other expenses	54,692	36,264	38,755	87,875	83,493
Total expenses administered on behalf of Government	118,916	97,089	100,367	151,981	148,468
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Taxation revenue					
Fees and fines	924,288	930,470	938,379	970,280	1,000,161
Levies other than Agricultural	-	-	41,829	41,293	41,476
Total taxation revenue	924,288	930,470	980,208	1,011,573	1,041,637
Non-taxation revenue					
Other Non-tax Revenue	-	-	232,373	231,069	243,439
Other Fees from Regulatory Services	61,180	44,091	45,193	115,216	115,500
Total non-taxation revenue	61,180	44,091	277,566	346,285	358,939
Total own-source revenue administered on behalf of Government	985,468	974,561	1,257,774	1,357,858	1,400,576
Total own-sourced income administered on behalf of Government	985,468	974,561	1,257,774	1,357,858	1,400,576
Net (cost of)/contribution by services	866,552	877,472	1,157,407	1,205,877	1,252,108
Surplus/(deficit)	866,552	877,472	1,157,407	1,205,877	1,252,108
Total comprehensive income/(loss)	866,552	877,472	1,157,407	1,205,877	1,252,108

Prepared on Australian Accounting Standards basis.

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	2,573	2,580	2,482	2,580	2,530
Trade and other receivables	134,961	139,464	143,807	152,489	162,652
Total financial assets	137,534	142,044	146,289	155,069	165,182
Total assets administered on behalf of Government	137,534	142,044	146,289	155,069	165,182
LIABILITIES					
Payables					
Suppliers	27,341	23,271	16,051	16,051	16,051
Other payables	358,086	323,309	303,365	331,175	338,329
Total payables	385,427	346,580	319,416	347,226	354,380
Total liabilities administered on behalf of Government	385,427	346,580	319,416	347,226	354,380
Net assets/(liabilities)	(247,893)	(204,536)	(173,127)	(192,157)	(189,198)

Prepared on Australian Accounting Standards basis.

**Table 3.9: Schedule of budgeted administered cash flows
(for the period ended 30 June)**

	2016-17 Estimated actual \$'000	2017-18 Budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Other Non-tax Revenue	-	-	232,373	231,069	243,439
Fees and fines	866,612	871,166	877,169	907,648	935,806
Levies other than Agricultural	-	-	41,829	41,293	41,476
Net GST received	331	331	331	331	-
Other Fees from Regulatory Services	61,180	44,091	45,193	115,216	115,500
Total cash received	928,123	915,588	1,196,895	1,295,557	1,336,221
Cash used					
Grant	3,591	3,583	3,597	3,563	3,580
Net GST paid	331	331	331	331	-
Interest	4,456	5,856	5,720	6,022	6,629
Other	89,329	71,741	59,547	60,778	77,084
Total cash used	97,707	81,511	69,195	70,694	87,293
Net cash from/(used by) operating activities	830,416	834,077	1,127,700	1,224,863	1,248,928
FINANCING ACTIVITIES					
Cash received					
Cash from Official Public Account	107,497	91,180	78,864	80,363	97,293
Total cash received	107,497	91,180	78,864	80,363	97,293
Cash used					
Cash to Official Public Account	937,405	925,170	1,206,742	1,305,128	1,346,271
Total cash used	937,405	925,170	1,206,742	1,305,128	1,346,271
Net cash from/(used by) financing activities	(829,908)	(833,990)	(1,127,878)	(1,224,765)	(1,248,978)
Net increase/(decrease) in cash held	508	87	(178)	98	(50)
Cash and cash equivalents at beginning of reporting period	2,065	2,573	2,660	2,482	2,580
Cash and cash equivalents at end of reporting period	2,573	2,660	2,482	2,580	2,530

Prepared on Australian Accounting Standards basis.

