

Portfolio Additional Estimates Statements 2014-15

Foreign Affairs and Trade Portfolio

Explanations of Additional Estimates 2014-15

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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 Madam Speaker

We hereby submit Portfolio Additional Estimates Statements in support of the 2014-15 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



The Hon Julie Bishop MP
Minister for Foreign Affairs



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nfp	not for publication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 Finance Officer in the Department of Foreign Affairs and Trade on (02) 6261 1240.

A copy of this document can be located on the Australian Government Budget website at: <http://www.budget.gov.au>.

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

USER GUIDE

The purpose of the Portfolio Additional Estimates Statements (PAES), like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament 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) 2014-15*. 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) 2014-15* 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.

Section 1: Entity Overview and Resources	This section details the total resources available to an entity, the impact of any measures since Budget, and impact on <i>Appropriation Bills Nos. 3 and 4</i> .
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Section 2: Revisions to Outcomes and Planned Performance	This section details changes to Government outcomes and/or changes to the planned performance of entity programmes.
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Section 3: Explanatory Tables and Budgeted Financial Statements	This section contains updated explanatory tables on special account flows and revisions to the budgeted financial statements.
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Glossary	Explains key terms relevant to the Portfolio.
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PORTFOLIO OVERVIEW

PORTFOLIO OVERVIEW

A full outline of the Foreign Affairs and Trade Portfolio Overview can be found in the *Portfolio Budget Statements 2014-15*.

The two Portfolio ministers are the Minister for Foreign Affairs, the Hon Julie Bishop MP, and the Minister for Trade and Investment, the Hon Andrew Robb AO MP. Their work is supported by the Parliamentary Secretary to the Minister for Foreign Affairs and the Minister for Trade and Investment, the Hon Steven Ciobo MP, who was sworn in on 23 December 2014.

ADDITIONAL ESTIMATES AND VARIATIONS – PORTFOLIO LEVEL

The Portfolio is seeking a net increase of \$139.5 million in *Appropriation Bills No. 3 and No. 4* for 2014-15.

Department of Foreign Affairs and Trade (DFAT) \$99.5 million

Departmental Items

- (\$0.2m) adjustment for savings on communications functions;
- (\$9.3m) adjustment for passport funding due to lower than expected passports issued in 2014-15;
- \$3.7m adjustment for overseas inflation;
- \$38.3m adjustment for foreign exchange rebasing;
- \$12.9m for the continued Australian presence in Baghdad, Iraq, including security arrangements, until 30 June 2015;
- \$10.8m (including capital) for the establishment of an interim Embassy in Kyiv, Ukraine, and *Operation Bring Them Home*; and
- \$37.3m reappropriation of lapsed capital funding from previous years.

Administered Items

- \$1.1m adjustment for foreign exchange movements;
- \$14.3m adjustment for contributions for UN Peace Keeping Operations;
- \$0.6m adjustment for contributions for International Organisations;
- \$0.8m adjustment for consular appropriation;

Portfolio Overview

- (\$0.04m) adjustment for Export Finance and Insurance Corporation (EFIC) National Interest Account Expense; and
- (\$10.6m) adjustment for the Australia Network.

Australian Trade Commission (Austrade) \$9.6 million

Departmental Items

- \$6.8m adjustment for foreign exchange movements;
- \$2.8m supplementation for employee liabilities;
- \$0.1m adjustment for reforming and enhancing investor visa programmes (staff transfer from Department of Immigration and Border Protection); and
- (\$0.1m) adjustment for savings on communications functions.

Australian Centre for International Agricultural Research (ACIAR)

There are no additional measures or variations for ACIAR.

Australian Secret Intelligence Service (ASIS) \$21.4 million

Departmental Items

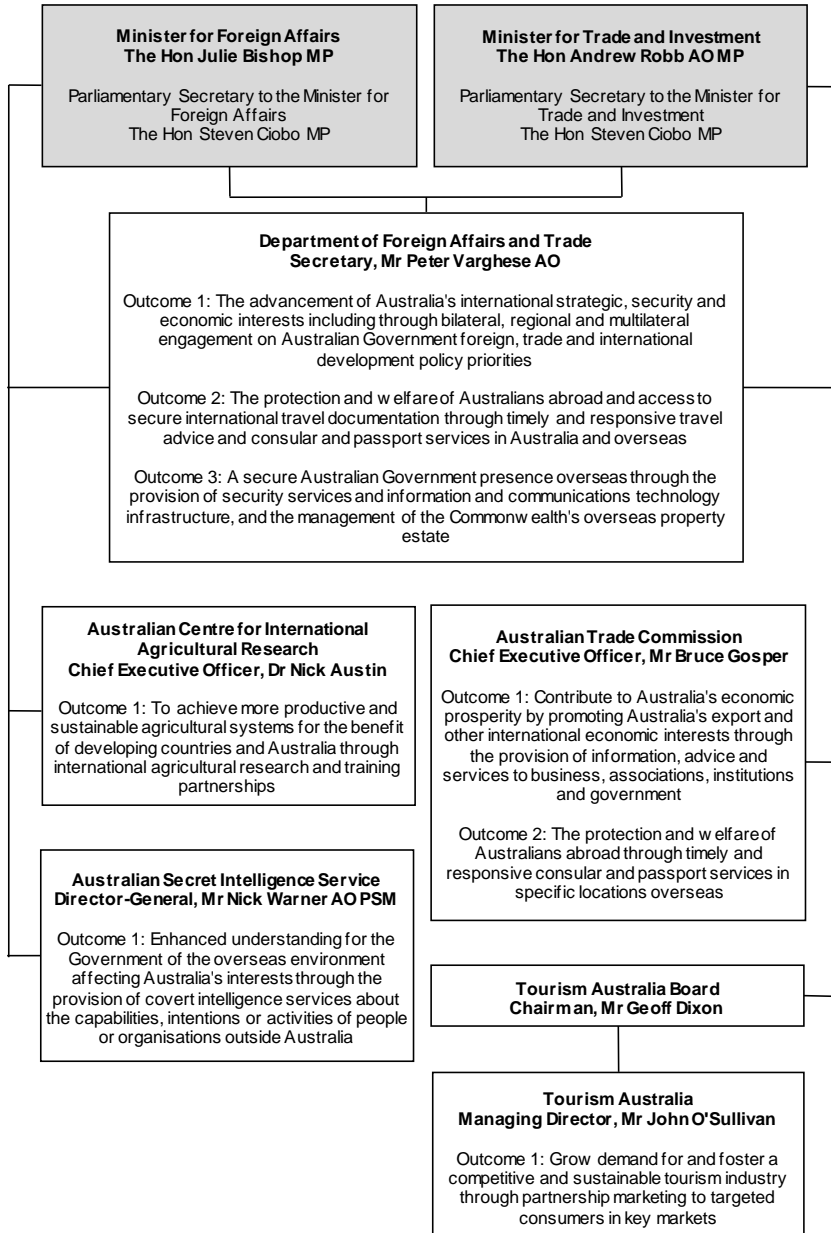
- \$21.4m (including capital) for National Security – additional counter-terrorism funding.

Tourism Australia \$9.0 million

Departmental Items

- \$9.1m adjustment for foreign exchange rebasing 2013-14; and
- (\$0.1m) adjustment for Whole of Government targeted savings.

Figure 1: Foreign Affairs and Trade Portfolio Structure and Outcomes



Portfolio Resources

Table 1 shows for those entities reporting in the PAES the additional resources provided to the Portfolio in the 2014-15 budget year, by entity.

Table 1: Portfolio Resources 2014-15

	Bill No. 3 \$m	Appropriation Bill No. 4 \$m	Special \$m	Receipts \$m	Total \$m
Department of Foreign Affairs and Trade					
Administered appropriations	6.0	-	-	-	6.0
Departmental appropriations	53.4	40.1	-	-	93.5
Total:					99.5
Australian Trade Commission					
Administered appropriations	-	-	-	-	-
Departmental appropriations	9.6	-	-	-	9.6
Total:					9.6
Australian Secret Intelligence Service					
Administered appropriations	-	-	-	-	-
Departmental appropriations	15.4	6.0	-	-	21.4
Total:					21.4
Tourism Australia					
Administered appropriations	-	-	-	-	-
Departmental appropriations	9.0	-	-	-	9.0
Total:					9.0
Portfolio total					
					139.5
Less amounts transferred within portfolio	-	-	-	-	-
Resources available within portfolio:					139.5

ENTITY ADDITIONAL ESTIMATES STATEMENTS

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DEPARTMENT OF FOREIGN AFFAIRS AND TRADE

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

To progress further the foreign and trade policy priorities outlined in the *Portfolio Budget Statements 2014-15*, the Government has agreed to fund three additional foreign and trade policy initiatives, which will be delivered by the Department.

The Government agreed to provide additional funding to support the Department's contribution to *Operation Bring Them Home* following the downing of Malaysia Airlines flight MH17 in July 2014. This funding covered the provision of additional consular assistance to the families of the Australian victims and the deployment of staff, including to Ukraine and the Netherlands, to support the whole-of-government crisis response.

The Government has agreed to establish an interim Embassy in Kyiv, Ukraine, until September 2015. This interim Embassy will support Australian investigators currently in Ukraine. It will also facilitate continued cooperation between Australia and Ukraine on issues of mutual concern.

The Government has also agreed to fund the continuation of operations of the Australian Embassy in Baghdad, Iraq until 30 June 2015. The extension of Australia's diplomatic presence in Iraq will enable the Australian Government to provide support to the Iraqi Government in its efforts to combat the Islamic State of Iraq and the Levant. It will also enable the Australian Government to continue to service our ongoing commercial and consular interests.

As part of the *Mid-Year Economic and Fiscal Outlook (MYEFO)*, the Government has announced a reduction to Australia's overseas development assistance of \$3.727 billion over the forward estimates. The Department's aid expenditure in the 2014-15 financial year remains unchanged.

This reduction is important to ensure the national budget is sustainable in the context of Australia's difficult financial position, in which savings are being sought across all areas of government expenditure.

The Department remains committed to delivering a high-quality, cost effective aid programme that promotes Australia's national interests by contributing to international economic growth and poverty reduction. The effectiveness of the programme will continue to be measured against clear benchmarks. Its geographic priority will be the Indo-Pacific region, especially the South Pacific and Southeast Asia.

DFAT Additional Estimates Statements

A full outline of DFAT's Strategic Direction can be found in the *Portfolio Budget Statements 2014-15*.

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 2014-15 Budget year, including variations through *Appropriation Bill No. 3* and *No. 4*, Special Appropriations and Special Accounts.

**Table 1.1: DFAT Resource Statement — Additional Estimates for 2014-15
as at Additional Estimates February 2015**

	<i>Total available appropriation</i>	Estimate as at Budget ⁺	Proposed Additional Estimate =	Total estimate at Additional Estimates
	<i>2013- 14</i>	2014- 15	2014- 15	2014- 15
	<i>\$'000</i>	\$'000	\$'000	\$'000
Ordinary annual services ¹				
Departmental appropriation				
Prior year departmental appropriation ²	487,951	-	-	487,951
Departmental appropriation ³	-	1,323,984	53,420	1,377,404
s74 Retained Revenue Receipts ⁴	-	81,599	-	81,599
Total	487,951	1,405,583	53,420	1,946,954
Administered expenses				
Outcome 1 ⁵	1,330,426	4,526,600	5,293	5,862,319
Outcome 2	128	-	750	878
Payments to corporate entities ⁶	-	129,872	8,993	138,865
Total	1,330,554	4,656,472	15,036	6,002,062
Total ordinary annual services A	1,818,505	6,062,055	68,456	7,949,016
Other services				
Departmental non- operating				
Prior year departmental appropriation ⁷	109,875	-	-	109,875
Equity injections ⁸	-	80,816	40,104	120,920
Total	109,875	80,816	40,104	230,795
Administered non- operating				
Administered assets and liabilities	2,530,391	212,698	-	2,743,089
Total	2,530,391	212,698	-	2,743,089
Total other services B	2,640,266	293,514	40,104	2,973,884
Total available annual appropriations	4,458,771	6,355,569	108,560	10,922,900
Special appropriations				
Special appropriations limited by criteria/entitlement				
<i>Public Governance, Performance and Accountability Act 2013 - s77</i>				
Passport Refunds	-	1,010	-	1,010
Special appropriations limited by amount				
Total special appropriations C	-	1,010	-	1,010
Total appropriations excluding Special Accounts	4,458,771	6,356,579	108,560	10,923,910

Table continued on the following page.

Table 1.1: DFAT Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015 (continued)

	Total available appropriation	Estimate as at Budget +	Proposed Additional = Estimate	Total estimate at Additional Estimates
	2013- 14	2014- 15	2014- 15	2014- 15
	\$'000	\$'000	\$'000	\$'000
Special Accounts				
Opening balance ⁹	431,246	270,274	11,053	281,327
Appropriation Receipts ¹⁰	54,894	53,692	-	53,692
Appropriation Receipts - other entities ¹¹	23,828	30,841	-	30,841
Non-appropriation receipts to Special Accounts	4,685	6,074	804	6,878
Total Special Account	D 514,653	360,881	11,857	372,738
Total resourcing (A+B+C+D)	4,973,424	6,717,460	120,417	11,296,648
Total net resourcing for DFAT	4,973,424	6,717,460	120,417	11,811,301

(1) *Appropriation Bill (No. 1 and No. 3) 2014-15.*

(2) Estimated adjustment balance carried from previous year for annual appropriations and includes *Financial Management and Accountability Act 1997* section 32 transfer from Machinery of Government changes.

(3) Includes an amount of \$53.032m in 2014-15 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'.

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

(5) Includes an amount of \$2.293m in 2014-15 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'.

(6) 'Corporate Entities' are Corporate Commonwealth Entities and Commonwealth Companies as defined under the *Public Governance, Performance and Accountability Act 2013*.

(7) Estimated adjustment balance carried from previous year for annual appropriations.

(8) *Appropriation Bill (No.4) 2014-15.*

(9) Estimated opening balance for Special Accounts (less 'Special Public Money' held in a *Services for Other Entities and Trust Moneys Special Accounts (SOETM)*). For further information on Special Accounts see Table 3.1.1.

(10) Appropriation receipts from DFAT annual and special appropriations for 2014-15 included above.

(11) Appropriation receipts from other entities credited to DFAT's Special Accounts.

Reader note: All figures are GST exclusive.

Table 1.1: DFAT Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015 (continued)

Third Party Payments from and on behalf of other entities

	Estimate at Budget 2014- 15 \$'000	Estimate at Additional Estimates 2014- 15 \$'000
Receipts received from other entities for the provision of services (disclosed above in s74 Retained Revenue Receipts section above)	81,599	-
Payments made to corporate entities within the Portfolio Export Finance and Insurance Corporation Appropriation Act 1& 3	3,039	2,998
Tourism Australia Appropriation Acts 1& 3	129,872	138,865

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 Measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Revenue measures					
Passports issued overseas - surcharge					
Administered revenues	2.2	-	6,755	7,234	7,380
Total		-	6,755	7,234	7,380
Total revenue measures					
Administered		-	6,755	7,234	7,380
Total		-	6,755	7,234	7,380
Expense measures					
Delay to co-locating diplomatic presence in Baghdad with the UK					
Departmental expenses	3.1	12,933	-	-	-
Total		12,933	-	-	-
Kyiv - Interim Embassy and Operation Bring Them Home					
Departmental expenses	1.1,2.1,3.1	7,997	1,681	-	-
Total		7,997	1,681	-	-
International Cultural Council - abolition					
Departmental expenses	1.1	-	-	-	-
Total		-	-	-	-
Australia-India Strategic Research Fund – continuation ¹					
Administered expenses	1.2	-	-	-	-
Total		-	-	-	-
Official Development Assistance –reprioritised funding ²					
Administered expenses		-	(1,000,000)	(1,350,000)	(1,377,000)
Total		-	(1,000,000)	(1,350,000)	(1,377,000)
Total expense measures					
Administered		-	(1,000,000)	(1,350,000)	(1,377,000)
Departmental		20,930	1,681	-	-
Total		20,930	(998,319)	(1,350,000)	(1,377,000)
Capital measures					
Kyiv - Interim Embassy					
Departmental capital	3.1	2,804	-	-	-
Total		2,804	-	-	-
Total capital measures					
Departmental		2,804	-	-	-
Total		2,804	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

- (1) This measure includes \$10.0m from within existing DFAT resources.
- (2) This measure was announced at MYEFO 2014-15. Programme allocations as a result of this decision will be determined in the 2015-16 Budget.

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 2014-15 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 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Decrease in estimates (administered)					
Australia-India Strategic Research Fund – continuation ¹		-	-	-	-
Official Development Assistance –reprioritised funding ²		- (1,000,000)	(1,350,000)	(1,377,000)	
Net impact on estimates for Outcome 1 (administered)		- (1,000,000)	(1,350,000)	(1,377,000)	
Increase in estimates (departmental)					
Kyiv - Interim Embassy	1.1	2,832	1,022	-	-
Net impact on estimates for Outcome 1 (departmental)		2,832	1,022	-	-
Outcome 2					
Increase in estimates (departmental)					
Kyiv - interim Embassy and Operation Bring Them Home	2.1	4,138	356	-	-
Net impact on estimates for Outcome 2 (departmental)		4,138	356	-	-
Outcome 3					
Increase in estimates (departmental)					
Kyiv - Interim Embassy	3.1	1,027	303	-	-
Continuation of operations of Baghdad Embassy	3.1	12,933	-	-	-
Net impact on estimates for Outcome 3 (departmental)		13,960	-	-	-
Increase in estimates (capital)					
Kyiv - Interim Embassy	3.1	2,804	-	-	-
Net impact on estimates for Outcome 3 (capital)		2,804	303	-	-

(1) This measure includes \$10.0m from within existing DFAT resources.

(2) This measure was announced at MYEFO 2014-15. Programme allocations as a result of this decision will be determined in the 2015-16 Budget.

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (administered)					
Adjustment for Foreign Exchange	1.1, 1.2	2,099	4,455	2,773	1,550
Adjustment for UN Peace Keeping Operations	1.2	14,289	38,790	49,837	62,036
Adjustment for International Organisations	1.2	595	13,360	20,458	28,208
Decrease in estimates (administered)					
Adjustment for EFIC National Interest Account Expenses	1.1	(41)	(66)	-	-
Adjustment for Foreign Exchange	1.2	(1,061)	-	(1,036)	(1,946)
Adjustment for termination of the Australia Network Contract	1.3	(10,588)	-	-	-
Net impact on estimates for Outcome 1 (administered)		5,293	56,539	72,032	89,848
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	1.1	2,227	2,340	2,336	2,323
Adjustment for 2013-14 Foreign Exchange Rebasing	1.1	22,235	-	-	-
Decrease in estimates (departmental)					
Targeted savings - Communication Functions	1.1	(145)	(287)	(286)	(287)
Net impact on estimates for Outcome 1 (departmental)		24,317	2,053	2,050	2,036

Table continued on the following page.

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations (continued)

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 2					
Increase in estimates (administered)					
Adjustment for consular appropriation	2.1	750	-	-	-
Net impact on estimates for Outcome 2 (administered)					
		750	-	-	-
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	2.1, 2.2	716	755	755	757
Adjustment for 2013-14 Foreign Exchange Rebasing	2.1, 2.2	8,050	-	-	-
Decrease in estimates (departmental)					
Adjustment for Passport funding due to lower than expected passport issues in 2014-15	2.2	(9,329)	(11,066)	(11,915)	(12,645)
Targeted savings - Communication Functions	2.1, 2.2	(50)	(100)	(100)	(100)
Net impact on estimates for Outcome 2 (departmental)					
		(613)	(10,411)	(11,260)	(11,988)
Capital Injection					
Re-appropriation of lapsed Capital funding from previous years	2.2	10,800	4,260	313	-
Net impact on estimates for Outcome 2 (capital)					
		10,800	4,260	313	-
Outcome 3					
Increase in estimates (departmental)					
Adjustment for Overseas Inflation	3.1	773	621	625	636
Adjustment for 2013-14 Foreign Exchange Rebasing	3.1	8,051	-	-	-
Decrease in estimates (departmental)					
Targeted savings - Communication Functions		(38)	(77)	(76)	(79)
Net impact on estimates for Outcome 3 (departmental)					
		8,786	544	549	557
Capital Injection					
Re-appropriation of lapsed Capital funding from previous years	3.1	26,500	57,039	-	-
Net impact on estimates for Outcome 3 (capital)					
		26,500	57,039	-	-

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
ADMINISTERED ITEMS¹					
Outcome 1					
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	605,280	4,526,600	4,531,893	5,293	-
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	128	-	750	750	-
Total	605,408	4,526,600	4,532,643	6,043	-

Table 1.5: Appropriation Bill (No. 3) 2014-15 (continued)

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL PROGRAMMES¹					
Outcome 1					
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	485,552	814,309	841,458	27,149	-
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	298,657	325,827	329,352	3,525	-
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	180,785	183,848	206,594	22,746	-
Total	964,994	1,323,984	1,377,404	53,420	-
Total administered and departmental	1,570,402	5,850,584	5,910,047	59,463	-

(1) The 2013-14 available figure excludes *Financial Management and Accountability Act 1997* section 32 transfers from Machinery of Government changes.

DFAT Additional Estimates Statements

Table 1.6: Appropriation Bill (No. 4) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	72,015	80,816	120,920	40,104	-
Total non-operating	72,015	80,816	120,920	40,104	-
Department of Foreign Affairs and Trade					
Total	72,015	80,816	120,920	40,104	-

Section 2: Revisions to Entity Outcomes and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There is no change to DFAT's Outcomes and Performance Information as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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.

The Government has agreed to provide funding for the establishment of a temporary Embassy in Kyiv, Ukraine, until September 2015.

The Government has agreed to provide funding over four years to continue the Australia-India Strategic Research Fund, which supports collaboration between Australian and Indian researchers. This measure will be funded from DFAT's existing official development assistance resources.

The Government will abolish the Australia International Cultural Council. This measure is part of the third phase of the Smaller Government reforms, which will reduce the size and complexity of government.

Table 2.1.1 Budgeted Expenses and Resources for Outcome 1

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	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.1: Foreign Affairs and Trade Operations		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	5,993	6,076
Expenses not requiring appropriation in the Budget year ¹	9,608	10,240
Special Accounts	275,213	207,000
Departmental expenses		
Departmental appropriation ^{2 & 3}	554,558	615,909
Expenses not requiring appropriation in the Budget year ⁴	58,264	38,588
Total for Programme 1.1	903,636	877,813
Programme 1.2: Payments to International Organisations		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	293,170	314,436
Total for Programme 1.2	293,170	314,436
Programme 1.3: Public Information Services and Public Diplomacy		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	24,956	15,632
Total for Programme 1.3	24,956	15,632
Programme 1.4: International Climate Change Engagement		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	267	3,000
Total for Programme 1.4	267	3,000
Programme 1.5: New Colombo Plan - Transforming Regional Relationships		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	3,918	10,958
Total for Programme 1.5	3,918	10,958
Programme 1.6: Official Development Assistance - PNG & Pacific		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	873,114	966,618
Other services (Appropriation Bill No. 2 & No. 4)	4,053	-
Total for Programme 1.6	877,167	966,618
Programme 1.7: Official Development Assistance - East Asia		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	1,011,682	1,047,521
Total for Programme 1.7	1,011,682	1,047,521

Table continued on the following page.

Table 2.1.1 Budgeted Expenses and Resources for Outcome 1 (continued)

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	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.8: Official Development Assistance - East Asia AIPRD		
Administered expenses		
AIPRD loans special account ⁵	39,538	38,057
Total for Programme 1.8	39,538	38,057
Programme 1.9: Official Development Assistance - Africa, South and Central Asia, Middle East and Other		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	823,346	1,129,828
Expenses not requiring appropriation in the Budget year ⁴	2,479	1,507
Total for Programme 1.9	825,825	1,131,335
Programme 1.10: Official Development Assistance - Emergency, Humanitarian and Refugee Programme		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	252,540	338,636
Total for Programme 1.10	252,540	338,636
Programme 1.11: Official Development Assistance - Multilateral Replenishments		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	279,445	117,622
Expenses not requiring appropriation in the Budget year ⁴	372,802	-
Other services (Appropriation Bill No. 2 & No. 4)	346,247	-
Total for Programme 1.11	998,494	117,622
Programme 1.12: Official Development Assistance - UN Commonwealth and Other International Organisations		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	432,489	344,428
Total for Programme 1.12	432,489	344,428
Programme 1.13: Official Development Assistance - NGO, Volunteer and Community Programmes		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	196,091	203,864
Total for Programme 1.13	196,091	203,864
Programme 1.14: Programmes to Promote Australia's International Tourism Interests		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	92,040	167,585
Total for Programme 1.14	92,040	167,585

Table continued on the following page.

Table 2.1.1 Budgeted Expenses and Resources for Outcome 1 (continued)

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	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme Support		
Departmental expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	288,407	231,898
Expenses not requiring appropriation in the Budget year ⁴	-	17,168
Total for Programme Support	288,407	249,066
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bill No. 1 & No. 3)	4,289,051	4,666,204
Other services (Appropriation Bill No. 2 & No. 4)	350,300	-
Special Accounts	314,751	245,057
Expenses not requiring appropriation in the Budget year	384,889	11,747
Departmental expenses		
Departmental appropriation ^{2 & 3}	842,965	847,807
Expenses not requiring appropriation in the Budget year ⁴	58,264	55,756
Total expenses for Outcome 1	6,240,220	5,826,571
	2013-14	2014-15
Average Staffing Level (number)⁶	4,120	3,774

- (1) Includes expenses for a Debt-to-Health Swap with the Government of Indonesia.
- (2) Departmental Appropriation combines "Ordinary annual services (*Appropriation Bills (No. 1 and No. 3)*)" and "Retained Revenue Receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013*".
- (3) These expenses include a portion of an intra-entity amount of \$53.692m representing rent paid by DFAT to the DFAT Overseas Property Special Account which is eliminated upon consolidation in the Comprehensive Income Statement (Table 3.2.1).
- (4) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense, Amortisation Expense, Makegood Expense and Audit Fees.
- (5) This reflects the amount of funding to be dispersed on a cash basis, not an expense basis.
- (6) Average Staffing Levels (ASL) figures are estimates only. ASL allocated to Outcome 1 may also, at times, contribute to Outcome 2 and Outcome 3.

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 2014-15*.

Programme Expenses 1.1

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered items					
Export Finance and Insurance Corporation Expenses	1,967	2,998	2,097	1,300	1,300
Personal Benefits - Locally Engaged Staff pension schemes	2,189	2,512	2,533	2,485	2,598
Other Administered Items	1,837	566	591	618	647
Annual departmental expenses:					
Foreign Affairs and Trade Operations	554,558	615,909	579,184	573,180	570,345
Expenses not requiring appropriation in the Budget year ¹	58,264	38,588	38,579	38,561	38,561
Official development assistance - Debt-to-Health Swap with Government of Indonesia ²	9,608	10,240	11,450	12,760	-
Total programme expenses	628,423	670,813	634,434	628,904	613,451

(1) Expenses not requiring appropriation in the Budget year include Depreciation and Amortisation expenses, Makegood Expense and Audit Fees.

(2) This is being expensed over a period of six years in accordance with an Export Finance and Insurance Corporation (EFIC) loan repayment.

Programme Deliverables 1.1

There is no change to the deliverables for Programme 1.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.2: Payments to International Organisations

Programme Objective 1.2

There is no change to the objective for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.2

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered item					
Payments to International Organisations	293,170	314,436	355,089	374,921	398,982
Total programme expenses	293,170	314,436	355,089	374,921	398,982

Programme Deliverables 1.2

There is no change to the deliverables for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.3: Public Information Services and Public Diplomacy**Programme Objective 1.3**

There is no change to the objective for Programme 1.3 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.3

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered items					
International Relations Grants Programme	4,154	4,594	4,594	4,594	4,594
Australia Network	20,802	10,588	-	-	-
Bali Peace Park	-	450	-	-	-
Total programme expenses	24,956	15,632	4,594	4,594	4,594

Programme Deliverables 1.3

There is no change to the deliverables for Programme 1.3 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.4: International Climate Change Engagement

Programme Objective 1.4

There is no change to the objective for Programme 1.4 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.4

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered item	267	3,000	3,000	3,000	3,000
Total programme expenses	267	3,000	3,000	3,000	3,000

Programme Deliverables 1.4

There is no change to the deliverables for Programme 1.4 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.5: New Colombo Plan – Transforming Regional Relationships

Programme Objective 1.5

There is no change to the objective for Programme 1.5 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.5

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered item	3,918	10,958	27,742	27,790	50,933
Total programme expenses	3,918	10,958	27,742	27,790	50,933

Programme Deliverables 1.5

There is no change to the deliverables for Programme 1.5 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.6: Official Development Assistance – PNG and Pacific

Programme Objective 1.6

There is no change to the objective for Programme 1.6 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.6

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered item (Bill No.1 & No.3) ¹	873,114	966,618	1,017,308	1,044,863	1,081,537
Administered item (Bill No.2 & No.4)	4,053	-	-	-	-
Total programme expenses	877,167	966,618	1,017,308	1,044,863	1,081,537

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

Programme Deliverables 1.6

There is no change to the deliverables for Programme 1.6 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.7: Official Development Assistance – East Asia**Programme Objective 1.7**

There is no change to the objective for Programme 1.7 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.7

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered item ¹	1,011,682	1,047,521	1,091,148	1,117,698	1,144,967
Total programme expenses	1,011,682	1,047,521	1,091,148	1,117,698	1,144,967

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

Programme Deliverables 1.7

There is no change to the deliverables for Programme 1.7 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.8: Official Development Assistance – East Asia AIPRD

Programme Objective 1.8

There is no change to the objective for Programme 1.8 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.8

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Special Account Expenses:					
AIPRD loans special account ¹	39,538	38,057	-	-	-
Total programme expenses	39,538	38,057	-	-	-

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

Programme Deliverables 1.8

There is no change to the deliverables for Programme 1.8 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.9: Official Development Assistance – Africa, South and Central Asia, Middle East and Other

Programme Objective 1.9

There is no change to the objective for Programme 1.9 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.9

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered item ¹	823,346	1,129,828	1,079,605	1,122,418	1,438,534
Expenses not requiring appropriation in the budget year ²	2,479	1,507	1,507	1,489	1,489
Total programme expenses	825,825	1,131,335	1,081,112	1,123,907	1,440,023

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

(2) Expenses not requiring appropriation in the Budget year include Depreciation and Amortisation expenses.

Programme Deliverables 1.9

There is no change to the deliverables for Programme 1.9 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.9

There is no change to the key performance indicators for Programme 1.9 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme 1.10: Official Development Assistance – Emergency, Humanitarian and Refugee Programme

Programme Objective 1.10

There is no change to the objective for Programme 1.10 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.10

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forward year 1 \$'000	2016-17 Forward year 2 \$'000	2017-18 Forward year 3 \$'000
Annual administered expenses:					
Administered item ¹	252,540	338,636	349,680	361,875	373,843
Total programme expenses	252,540	338,636	349,680	361,875	373,843

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

Programme Deliverables 1.10

There is no change to the deliverables for Programme 1.10 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.10

There is no change to the key performance indicators for Programme 1.10 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme 1.11: Official Development Assistance – Multilateral Replenishments**Programme Objective 1.11**

There is no change to the objective for Programme 1.11 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.11

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses ¹ :					
Administered item (Act No.1 & Bill No.3)					
Expenses not requiring appropriation in the budget year ¹					
Administered item (Appropriation Bill1)	279,445	117,622	-	377,274	12,622
Expenses not requiring appropriation in the budget year ²	372,802	-	-	953,505	-
Administered item (Appropriation Bill 2)	346,247	-	-	1,103,505	-
Total programme expenses	998,494	117,622	-	2,434,284	12,622

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

(2) 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 1.11

There is no change to the deliverables for Programme 1.11 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.11

There is no change to the key performance indicators for Programme 1.11 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme 1.12: Official Development Assistance – UN, Commonwealth and Other International Organisations

Programme Objective 1.12

There is no change to the objective for Programme 1.12 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.12

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered item ¹	432,489	344,428	342,941	421,170	424,614
Total programme expenses	432,489	344,428	342,941	421,170	424,614

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

Programme Deliverables 1.12

There is no change to the deliverables for Programme 1.12 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.12

There is no change to the key performance indicators for Programme 1.12 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme 1.13: Official Development Assistance – NGO, Volunteer and Community Programmes

Programme Objective 1.13

There is no change to the objective for Programme 1.13 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.13

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered item ¹	196,091	203,864	208,710	213,679	218,770
Total programme expenses	196,091	203,864	208,710	213,679	218,770

(1) Allocations remain unchanged from the 2014-15 Budget. Programme allocations as a result of the 2014-15 MYEFO decision will be determined in the 2015-16 Budget.

Programme Deliverables 1.13

There is no change to the deliverables for Programme 1.13 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.13

There is no change to the key performance indicators for Programme 1.13 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme 1.14: Programmes to promote Australia's tourism interests

Programme Objective 1.14

There is no change to the objective for Programme 1.14 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.14

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
T-Qual Grants	4,789	4,474	-	-	-
Fund	2,433	3,896	-	-	-
Tasmanian Regional Tourism Package	-	2,250	2,250	-	-
Transfer of T-Qual Accreditation to Industry	-	600	-	-	-
Cadbury	-	4,000	8,000	4,000	-
Tourism Australia - Asia Marketing Fund	-	13,500	14,000	14,000	14,000
Tourism Australia - Corporate	84,818				
Commonw ealth Entity		138,865	128,646	128,114	129,496
Total programme expenses	92,040	167,585	152,896	146,114	143,496

Programme Deliverables 1.14

There is no change to the deliverables for Programme 1.14 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Key Performance Indicators 1.14

There is no change to the key performance indicators for Programme 1.14 as expressed in the *Portfolio Budget Statements 2014-15*.

Departmental ODA Programme Support: Outcome 1**Programme Objective**

There is no change to the objective for Departmental ODA Programme Support as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual departmental expenses:					
Departmental item	288,407	231,898	230,823	245,466	254,532
Expenses not requiring appropriation in the Budget year ¹	23,488	17,168	16,612	16,612	16,612
Total programme expenses	311,895	249,066	247,435	262,078	271,144

(1) Expenses not requiring appropriation in the Budget year include Depreciation and Amortisation expenses, Makegood Expense and Audit Fees.

**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 2014-15*.

The Government has provided funds for MH17 emergency response costs for *Operation Bring Them Home*.

The Government has agreed to provide funding for the establishment of a temporary Embassy in Kyiv, Ukraine, until September 2015.

The Government will introduce a surcharge on passport applications lodged overseas. The surcharge will be \$100 for adult passports and \$50 for child passports commencing in 2015-16, indexed annually with the Consumer Price Index.

Table 2.1.2 Budgeted Expenses and Resources for Outcome 2

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	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 2.1: Consular Services		
Administered expenses		
Ordinary annual services (Appropriation Bills No. 1 and No. 3)	9	200
Departmental expenses		
Departmental appropriation	71,598	83,651
Expenses not requiring appropriation in the Budget year	7,522	5,626
Total for Programme 2.1	79,129	89,477
Programme 2.2: Passport Services		
Administered expenses		
Ordinary annual services (Appropriation Bill No. 1)		
Special appropriations	979	1,010
Departmental expenses		
Departmental appropriation	234,291	237,629
Expenses not requiring appropriation in the Budget year	24,615	15,672
Total for Programme 2.2	259,885	254,311
Outcome 2 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (Appropriation Bills No. 1 and No. 3)	9	200
Special appropriations	979	1,010
Departmental expenses		
Departmental appropriation ^{1 & 2}	305,889	321,280
Expenses not requiring appropriation in the Budget year ³	32,137	21,298
Total expenses for Outcome 2	339,014	343,788
	2013-14	2014-15
Average Staffing Level (number)⁴	1,111	1,090

(1) Departmental Appropriation combines "Ordinary annual services (*Appropriation Bills (No.1 and No. 3)*)" and "Retained Revenue Receipts under section 74 of the *Public Governance, Performance and Accountability Act 2013*".

(2) These expenses include a portion of an intra-entity amount of \$53.692m representing rent paid by DFAT to the DFAT Overseas Property Special Account which is eliminated upon consolidation in the Comprehensive Income Statement (Table 3.2.1).

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

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

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 2014-15*.

Programme Expenses 2.1

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Administered items					
Consular Emergency Services ¹	9	200	200	200	200
Annual departmental expenses:					
Foreign Affairs and Trade Operations	71,598	83,651	79,220	78,372	78,782
Expenses not requiring appropriation in the Budget year ²	7,522	5,626	5,627	5,627	5,627
Total programme expenses	79,129	89,477	85,047	84,199	84,609

(1) 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.

(2) Expenses not requiring appropriation in the Budget year include Depreciation and Amortisation expenses, Makegood Expense and Audit Fees.

Programme Deliverables 2.1

There is no change to the deliverables for Programme 2.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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 2014-15*.

Programme Expenses 2.2

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual administered expenses:					
Special Appropriations:					
PGPA Act s77 - Passport Refunds	979	1,010	1,010	1,010	1,010
Annual departmental expenses:					
Foreign Affairs and Trade Operations	234,291	237,629	245,715	237,449	238,052
Expenses not requiring appropriation in the Budget year ¹	24,615	15,672	15,674	15,674	15,674
Total programme expenses	259,885	254,311	262,399	254,133	254,736

(1) Expenses not requiring appropriation in the Budget year include Depreciation and Amortisation expenses, Makegood Expense and Audit Fees.

Programme Deliverables 2.2

There is no change to the deliverables for Programme 2.2 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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 PROPERTY ESTATE

Outcome 3 Strategy

There is no change to the Department's Outcome Strategy as expressed in the *Portfolio Budget Statements 2014-15*.

The Government has agreed to provide funding for the continuation of operations, including security arrangements, of the Australian Embassy in Baghdad, Iraq, until 30 June 2015.

The Government has agreed to provide funding for the establishment of a temporary Embassy in Kyiv, Ukraine, until September 2015.

Table 2.1.3 Budgeted Expenses and Resources for Outcome 3

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	2013-14	2014-15
	Actual expenses \$'000	Revised Estimated expenses \$'000
Programme 3.1: Other (Departmental)		
Departmental expenses		
Departmental appropriation	178,109	198,526
Expenses not requiring appropriation in the Budget year	18,713	10,023
Total for Programme 3.1	196,822	208,549
Program 3.2: Overseas Property		
Departmental expenses		
Special Accounts	68,022	73,177
Expenses not requiring appropriation in the Budget year	-	-
Total for Programme 3.2	68,022	73,177
Outcome 3 Totals by appropriation type		
Departmental expenses		
Departmental appropriation ^{1 & 2}	178,109	198,526
Special Accounts	68,022	73,177
Expenses not requiring appropriation in the Budget year ³	18,713	10,023
Total expenses for Outcome 3	264,844	281,726
	2013-14	2014-15
Average Staffing Level (number)⁴	944	875

(1) Departmental Appropriation combines "Ordinary annual services (*Appropriation Bills (No. 1 and No. 3)*)" and "Retained Revenue Receipts under s74 of the *Public Governance, Performance and Accountability Act 2013*".

(2) These expenses include a portion of an intra-entity amount of \$53.692m representing rent paid by DFAT to the DFAT Overseas Property Special Account which is eliminated upon consolidation in the Comprehensive Income Statement (Table 3.2.1).

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

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

Programme 3.1: Foreign Affairs and Trade Operations

Programme Objective 3.1

There is no change to the objective for Programme 3.1 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 3.1

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual departmental expenses:					
Foreign Affairs and Trade Operations	178,109	198,526	131,962	131,656	133,707
Expenses not requiring appropriation in the Budget year ¹	18,713	10,023	10,026	10,026	10,026
Total programme expenses	196,822	208,549	141,988	141,682	143,733

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

Programme Deliverables 3.1

There is no change to the deliverables for Programme 3.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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 2014-15*.

Programme Expenses 3.2

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Special Appropriations:					
Special Account Expenses:					
Overseas Property Special Account - Finance Determination 2006-36	68,022	73,177	81,721	84,943	97,004
Total programme expenses	68,022	73,177	81,721	84,943	97,004

Programme Deliverables 3.2

There is no change to the deliverables for Programme 3.2 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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 *Portfolio Budget Statements 2014-15* is Table 3.1.2.

Table 3.1.1: Estimates of Special Account Flows and Balances

		Opening balance 2014-15 2013-14	Receipts 2014-15 2013-14	Payments 2014-15 2013-14	Adjustments 2014-15 2013-14	Closing balance 2014-15 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Administered Payments and Receipts for Other Entities Special Account - s20 FMA Act Det 2005/26 (A)	1	5,000	200,000	(200,000)	-	5,000
		5,000	260,143	(260,143)	-	5,000
Consular Services Special Account - s20 FMA Act Det 2005/38 (A)	2	34	100	(100)	-	34
		45	180	(191)	-	34
Expositions Special Accounts - s20 FMA Act Det 2007/14 (A)	1	994	-	-	-	994
		994	-	-	-	994
Australia- Indonesia Partnership for Reconstruction and Development (Loans) Special Account - s20 FMA Act Det 2005/03 (A)	1	38,057	-	(38,057)	-	-
		77,595	-	(39,538)	-	38,057
Services for Other Entities and Trust Monies - s20 FMA Act Det 2009/25 (A)	1	6,977	7,000	(7,000)	-	6,977
		8,679	13,368	(15,070)	-	6,977
Overseas Property Special Account - DFAT - s20 FMA Act Det 2002/01 (D)	3	281,327	91,411	(219,659)	-	153,079
		431,246	83,407	(233,326)	-	281,327
Total Special Accounts						
2014-15 Budget estimate		332,389	298,511	(464,816)	-	166,084
<i>Total Special Accounts</i>						
<i>2013-14 estimated actual</i>		523,559	357,098	(548,268)	-	332,389

(A) = Administered
(D) = Departmental

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of 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 additional departmental appropriation funding of \$53.4 million (excluding equity injections) in 2014-15.

DFAT's change in departmental appropriation is primarily attributable to additional funding for the continued operations of the Australian Embassy in Baghdad, Iraq until 30 June 2015 and an adjustment for within year foreign exchange movements in 2013-14.

Budgeted Departmental Balance Sheet

The Department will receive an additional equity injection of \$40.1 million in 2014-15, comprised of \$37.3 million related to the re-appropriation of lapsed capital appropriations from previous years and \$2.8 million for the establishment of an interim Embassy in Kyiv, Ukraine. For 2014-15, the Department's non-financial asset position is budgeted to be \$2,935.8 million at year-end. The major asset component is \$2,184.3 million for Land and Buildings, which includes \$1,995.0 million managed in the Overseas Property Special Account.

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.

DFAT Additional Estimates Statements

Administered revenues are forecast to increase by \$31.0 million due to an increase in passport revenues.

Administered expenses are forecast to increase by \$15.9 million primarily due to an increase in UN peacekeeping operations, which has been offset by a reduction relating to the termination of the Australia Network contract.

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 \$4,392.6 million and \$2,257.9 million respectively for the year ending 30 June 2015.

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.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
EXPENSES					
Employee benefits	749,806	667,737	657,597	673,201	680,559
Suppliers	603,115	690,552	596,283	583,556	591,678
Grants	8,250	5,000	5,000	4,930	4,930
Depreciation and amortisation	156,149	111,023	113,226	115,913	120,279
Write-down and impairment of assets	1,273	-	-	-	-
Foreign Exchange Losses	1,247	-	-	-	-
Losses from asset sales	7,167	131	-	1,120	4,038
Other expenses	580	-	-	-	-
Total expenses	1,527,587	1,474,443	1,372,106	1,378,720	1,401,484
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	68,605	73,599	73,599	73,599	73,599
Rental income	30,052	35,359	36,711	39,241	39,875
Other revenue	8,488	8,000	8,000	8,000	8,000
Total own-source revenue	107,145	116,958	118,310	120,840	121,474
Gains					
Other gains	330	411	411	411	411
Total gains	330	411	411	411	411
Total own-source income	107,475	117,369	118,721	121,251	121,885
Net cost of (contribution by) services	1,420,112	1,357,074	1,253,385	1,257,469	1,279,599
Revenue from Government	1,327,693	1,286,014	1,185,305	1,184,524	1,193,819
Deficit before and after income tax	(92,419)	(71,060)	(68,080)	(72,945)	(85,780)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income after income tax	-	-	-	-	-
Total comprehensive loss	(92,419)	(71,060)	(68,080)	(72,945)	(85,780)

Table continued on the following page.

Prepared on Australian Accounting Standards basis.

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services) (continued)

Note: Impact of Net Cash Appropriation Arrangements

	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Total Comprehensive Loss excluding depreciation/ amortisation expenses previously funded through revenue appropriations	63,730	39,963	45,146	42,968	34,499
less depreciation/amortisation expenses previously funded through revenue appropriations ¹	156,149	111,023	113,226	115,913	120,279
Total Comprehensive Loss as per the Statement of Comprehensive Income	(92,419)	(71,060)	(68,080)	(72,945)	(85,780)

(1) From 2010-11, the Government introduced net cash appropriation arrangements where *Appropriation Bill (No. 1 and 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 Bills (No. 1 and No. 3)* equity appropriations. For information regarding DCBs, please refer to Table 3.2.5 Departmental Capital Budget Statement.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	73,716	73,716	73,716	73,716	73,716
Trade and other receivables	1,000,856	825,783	732,643	699,631	703,277
Total financial assets	1,074,572	899,499	806,359	773,347	776,993
Non-financial assets					
Land and buildings	2,221,210	2,184,298	2,429,868	2,596,592	2,556,878
Property, plant and equipment	191,496	240,339	381,256	397,530	437,142
Intangibles	83,556	38,481	41,892	38,855	34,077
Inventories	28,326	28,326	28,326	28,326	28,326
Other non-financial assets	100,757	444,354	321,976	207,842	217,515
Total non-financial assets	2,625,345	2,935,798	3,203,318	3,269,145	3,273,938
Total assets	3,699,917	3,835,297	4,009,677	4,042,492	4,050,931
LIABILITIES					
Payables					
Suppliers	117,309	116,808	116,808	116,808	116,808
Other payables	45,545	23,212	23,212	23,212	23,212
Total payables	162,854	140,020	140,020	140,020	140,020
Provisions					
Employee provisions	220,363	243,361	243,361	243,361	243,361
Other provisions	22,981	22,981	22,981	22,981	22,981
Total provisions	243,344	266,342	266,342	266,342	266,342
Total liabilities	406,198	406,362	406,362	406,362	406,362
Net assets	3,293,719	3,428,935	3,603,315	3,636,130	3,644,569
EQUITY					
Parent entity interest					
Contributed equity	2,086,006	2,259,958	2,473,097	2,578,218	2,664,786
Reserves	767,785	800,767	830,767	848,941	919,856
Retained surplus	439,928	368,210	299,451	208,971	59,927
Total parent entity interest	3,293,719	3,428,935	3,603,315	3,636,130	3,644,569
Total Equity	3,293,719	3,428,935	3,603,315	3,636,130	3,644,569

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental Statement of Changes in Equity — Summary of Movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	439,928	767,785	-	2,086,006	3,293,719
Adjusted opening balance	439,928	767,785	-	2,086,006	3,293,719
Comprehensive income					
Other comprehensive income	-	32,982	-	-	32,982
Deficit for the period	(71,060)	-	-	-	(71,060)
Total comprehensive income	(71,060)	32,982	-	-	(38,078)
of which:					
Attributable to the Australian Government	(71,060)	32,982	-	-	(38,078)
Transactions with owners					
Distributions to owners					
Returns of capital:					
Distribution of equity	(658)	-	-	-	(658)
Contributions by owners					
Equity Injection - Appropriation	-	-	-	120,920	120,920
Departmental Capital Budget (DCBs)	-	-	-	53,032	53,032
Sub-total transactions with owners	(658)	-	-	173,952	173,294
Estimated closing balance as at 30 June 2015	368,210	800,767	-	2,259,958	3,428,935
Estimated closing balance as at 30 June 2015	368,210	800,767	-	2,259,958	3,428,935

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	1,586,948	1,327,760	1,191,682	1,189,633	1,196,023
Sale of goods and rendering of services	77,405	108,958	110,040	112,840	113,474
Net GST received	32,922	31,375	31,375	31,375	-
Other	-	8,000	8,000	8,000	8,000
Total cash received	1,697,275	1,476,093	1,341,097	1,341,848	1,317,497
Cash used					
Employees	747,356	590,317	579,907	592,799	681,117
Suppliers	653,581	769,220	674,092	669,937	596,030
Net GST paid	-	31,375	31,375	31,375	-
Cash (s31 Receipts) to the Official Public Account	114,192	-	-	-	-
Other	8,262	4,845	4,840	4,769	4,769
Total cash used	1,523,391	1,395,757	1,290,214	1,298,880	1,281,916
Net cash from operating activities	173,884	80,336	50,883	42,968	35,581
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	2,473	700	-	19,775	67,302
Total cash received	2,473	700	-	19,775	67,302
Cash used					
Purchase of land and buildings	90,569	-	-	-	-
Purchase of property, plant, equipment and intangibles	93,439	378,542	327,220	171,136	121,252
Total cash used	184,008	378,542	327,220	171,136	121,252
Net cash used by investing activities	(181,535)	(377,842)	(327,220)	(151,361)	(53,950)

Table continued on the following page.

**Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)
(continued)**

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
FINANCING ACTIVITIES					
Cash received					
Contributed equity	102,196	173,526	211,958	104,997	86,590
Other	-	204,085	64,379	22,051	-
Total cash received	102,196	377,611	276,337	127,048	86,590
Cash used					
Dividends paid	-	79,447	-	-	-
Other	79,944	658	-	18,655	68,221
Total cash used	79,944	80,105	-	18,655	68,221
Net cash used by financing activities	22,252	297,506	276,337	108,393	18,369
Net increase in cash held					
Cash and cash equivalents at the beginning of the reporting period	60,362	73,716	73,716	73,716	73,716
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	(1,247)	-	-	-	-
Cash and cash equivalents at the end of the reporting period	73,716	73,716	73,716	73,716	73,716

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill No. 1 (Departmental Capital Budget (DCB))	38,181	53,032	52,297	47,955	73,055
Equity injections - Bill No. 2	62,110	120,920	159,661	38,613	5,604
Total new capital appropriations	100,291	173,952	211,958	86,568	78,659
Provided for:					
Purchase of non-financial assets	100,921	173,952	211,958	86,568	78,659
Total Items	100,921	173,952	211,958	86,568	78,659
PURCHASE OF NON-FINANCIAL ASSETS					
ASSETS					
Funded by capital appropriations ¹	66,754	156,316	165,398	39,695	5,604
Funded by capital appropriation - DCB ²	24,397	53,032	52,297	47,955	73,055
Funded internally from departmental resources ³	59,446	52,230	255,429	24,136	99,862
TOTAL AMOUNT SPENT	150,597	261,578	473,124	111,786	178,521
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	150,597	261,578	473,124	111,786	178,521
Total cash used to acquire assets	150,597	261,578	473,124	111,786	178,521

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

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

(3) 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
- *Public Governance, Performance and Accountability Act 2013* section 74 Retained Revenue Receipts
- proceeds from the sale of assets.

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of Asset Movements (2014-15)

	Asset Category (as appropriate)					Total
	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	Other	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014						
Gross book value	1,213,361	978,344	279,742	103,636	28,326	2,603,409
Accumulated depreciation/amortisation and impairment	-	(95,125)	(133,659)	(67,520)	-	(296,304)
Work in progress	-	124,630	45,413	47,440	-	217,483
Opening net book balance	1,213,361	1,007,849	191,496	83,556	28,326	2,524,588
CAPITAL ASSET ADDITIONS						
Estimated expenditure on new or replacement assets						
By purchase - appropriation equity ¹	-	92,088	111,387	5,071	-	208,546
By purchase - appropriation ordinary annual services ²	-	23,454	27,541	2,037	-	53,032
Total additions	-	115,542	138,928	7,108	-	261,578
Other movements						
Depreciation/amortisation expenses	-	(60,002)	(44,672)	(4,743)	-	(109,417)
Disposals ³	(345)	(459)	-	-	-	(804)
Other	8,592	24,390	-	-	-	32,982
Total other movements	8,247	(36,071)	(44,672)	(4,743)	-	(77,239)
As at 30 June 2015						
Gross book value	1,221,608	1,117,817	418,670	110,744	28,326	2,897,165
Accumulated depreciation/amortisation and impairment	-	(155,127)	(178,331)	(72,263)	-	(405,721)
Closing net book balance	1,221,608	962,690	240,339	38,481	28,326	2,491,444

(1) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through *Appropriation Bills (No. 2 and No. 4)* 2014-15, including Collection Development Acquisition Budgets.

(2) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Bills (No. 1 and No. 3)* 2014-15 for depreciation/amortisation expenses, Departmental Capital Budgets or other operational expenses.

(3) Net Proceeds may be returned to the Official Public Accounts.

Prepared on Australian Accounting Standards basis.

Schedule of Administered Activity

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

	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Employee benefits	4,715	2,512	2,533	2,485	2,597
Suppliers	27,039	26,264	15,601	15,628	15,657
International Development Assistance	3,084,967	3,686,467	3,746,451	3,860,533	4,257,651
Other - International Development Assistance	735,669	462,050	342,941	549,680	437,236
IDA/ADF grants	-	-	-	248,764	-
Finance Costs	50,630	1,298	597	-	-
Concessional loan discount	29,221	14,991	-	-	-
Concessional Investment discount	373,801	-	-	953,505	-
Depreciation and amortisation	2,479	1,507	1,507	1,489	1,489
Grants and contributions	303,888	348,258	400,875	414,505	457,709
Write-down and impairment of assets	1,652	-	-	-	-
Other expenses	-	11,940	12,950	14,060	1,300
Payments to Corporate Entities	106,426	138,865	128,646	128,114	129,496
Total expenses administered on behalf of Government	4,720,487	4,694,152	4,652,101	6,188,763	5,303,135
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Sale of goods and rendering of services	376,986	409,585	459,055	491,251	501,380
Interest	12,233	9,633	1,056	88	88
Dividends	11,250	11,450	12,400	13,000	14,150
Other revenue	29,844	38,475	40,350	41,843	41,495
Return of prior year administered expenses	42,264	-	-	-	-
Total non-taxation revenue	472,577	469,143	512,861	546,182	557,113
Gains					
Net foreign exchange gains	168	-	-	-	-
Reversals of previous asset write-down and impairments	42,541	-	-	-	-
Other gains	58,301	-	-	-	-
Total gains	101,010	-	-	-	-
Total own-source income	573,587	469,143	512,861	546,182	557,113
Total own-source revenues administered on behalf of Government	573,587	469,143	512,861	546,182	557,113
Total own-sourced income administered on behalf of Government	573,587	469,143	512,861	546,182	557,113
Net Cost of services	(4,146,900)	(4,225,009)	(4,139,240)	(5,642,581)	(4,746,022)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income	16,530	-	-	-	-
Total comprehensive loss	(4,163,430)	(4,225,009)	(4,139,240)	(5,642,581)	(4,746,022)

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)

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	16,414	16,414	16,414	16,414	16,414
Taxation receivables	-	10,476	10,476	10,476	10,476
Trade and other receivables	13,706	6,994	7,670	7,670	7,670
Loans and Receivables	121,711	124,984	125,151	125,701	126,251
Investments (IDA/ADF) ¹	1,544,835	1,544,835	1,544,835	1,694,835	1,694,835
Appropriation receivable - other	-	2,224,871	1,992,045	3,105,213	2,718,421
Appropriation receivable - special accounts	51,062	13,005	13,005	13,005	13,005
Investments accounted for using the equity method	242,249	442,249	442,249	442,249	442,249
Total financial assets	1,989,977	4,383,828	4,151,845	5,415,563	5,029,321
Non-financial assets					
Leasehold improvements	2,127	2,938	3,759	4,638	4,124
Infrastructure, plant and equipment	18	11	26	41	1,509
Intangibles	5,154	5,136	5,118	5,118	5,118
Other non-financial assets	652	652	652	652	652
Total non-financial assets	7,951	8,737	9,555	10,449	11,403
Total assets administered on behalf of Government	1,997,928	4,392,565	4,161,400	5,426,012	5,040,724
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	135,105	124,436	124,433	124,433	124,433
IDA/ADF ¹ grant component	590,525	378,004	299,767	466,409	388,834
IDA/ADF ¹ concessional component	1,068,853	1,280,336	1,022,377	1,850,047	1,590,742
Aid programme payable	-	378,274	394,174	486,064	466,002
Other payables	76,030	28,693	28,693	28,693	28,693
Total payables	1,870,513	2,189,743	1,869,444	2,955,646	2,598,704
Provisions					
Employee provisions	10,187	68,184	68,184	68,184	68,184
Other provisions	13	21	21	21	21
Total provisions	10,200	68,205	68,205	68,205	68,205
Total liabilities administered on behalf of Government	1,880,713	2,257,948	1,937,649	3,023,851	2,666,909
Net assets	117,215	2,134,617	2,223,751	2,402,161	2,373,815

(1) 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)

	Actual	Revised budget	Forw ard estimate	Forw ard estimate	Forw ard estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	371,584	409,585	459,055	491,251	501,380
Interest	12,243	7,599	120	88	88
Dividends	11,250	11,450	12,400	13,000	14,150
Return of prior year administered expenses	42,264	20,422	36,623	35,479	58,304
Net GST received	88,891	2,120	2,170	2,210	-
Other	39,443	38,995	40,591	41,843	41,495
Total cash received	565,675	490,171	550,959	583,871	615,417
Cash used					
Grants and contributions	941,279	649,587	1,207,308	1,222,916	1,395,383
Personal benefits	5,349	2,512	2,533	2,485	2,597
International Development Assistance	3,083,716	3,696,970	3,759,401	3,874,593	4,258,951
Suppliers	20,862	12,164	1,601	1,628	1,657
Net GST paid	-	2,120	2,170	2,210	-
Borrowing costs	-	1,378	578	-	-
Payments to Corporate Entities	102,150	138,865	128,646	128,114	129,496
Other	2,164	-	-	-	-
Total cash used	4,155,520	4,503,596	5,102,237	5,231,946	5,788,084
Net cash used by operating activities	(3,589,845)	(4,013,425)	(4,551,278)	(4,648,075)	(5,172,667)
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment	1,017	2,293	2,325	2,383	2,443
Purchase of concessional financial instruments	454,252	-	-	-	-
Total cash used	455,269	2,293	2,325	2,383	2,443
Net cash from (used by) investing activities	(455,269)	(2,293)	(2,325)	(2,383)	(2,443)
Net increase (decrease) in cash held	(4,045,114)	(4,015,718)	(4,553,603)	(4,650,458)	(5,175,110)
Cash and cash equivalents at beginning of reporting period	24,705	16,414	16,414	16,414	16,414
Cash from Official Public Account for:					
- Appropriations	4,514,159	4,027,887	5,061,422	4,092,299	4,615,449
- Appropriations Administered Capital Budget	1,017	2,293	2,325	2,383	2,443
- Capital Appropriations	9,608	212,728	13,527	1,118,957	150
- Special Accounts	62,726	245,157	7,100	7,100	7,100
	4,587,510	4,488,065	5,084,374	5,220,739	4,625,142
Cash to Official Public Account for:					
- Appropriations	(550,687)	(472,347)	(530,771)	(570,281)	(549,968)
	(550,687)	(472,347)	(530,771)	(570,281)	(549,968)
Cash and cash equivalents at end of reporting period	16,414	16,414	16,414	16,414	16,414

Prepared on Australian Accounting Standards basis.

Table 3.2.10: Schedule of Administered Capital Budget

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act 1 (Administered Capital Budget (ACB))	2,505	2,293	2,325	2,383	2,443
Administered Assets and Liabilities - Act 2	2,196,366	212,728	13,527	1,118,957	150
Total new capital appropriations	2,198,871	215,021	15,852	1,121,340	2,593
Provided for:					
Purchase of non-financial assets	2,505	2,293	2,325	1,105,888	2,443
Other Items	2,196,366	212,728	13,527	15,452	150
Total Items	2,198,871	215,021	15,852	1,121,340	2,593
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations ¹	385	665	75	425	150
Funded by capital appropriation - ACB ¹	2,505	2,293	2,325	2,383	2,443
TOTAL AMOUNT SPENT	2,890	2,958	2,400	2,808	2,593
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	2,505	2,293	2,325	2,383	2,443
Total cash used to acquire assets	2,505	2,293	2,325	2,383	2,443

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

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.11: Statement of Administered Asset Movements (2014-15)

	Category (as appropriate)			Total \$'000
	Buildings \$'000	Other property, plant and equipment \$'000	Other \$'000	
As at 1 July 2014				
Gross book value	2,601	224	9,721	12,546
Accumulated depreciation/amortisation and impairment	(474)	(206)	(4,567)	(5,247)
Opening net book balance	2,127	18	5,154	7,299
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation ordinary annual services ¹	1,820	473	-	2,293
Total additions	1,820	473	-	2,293
Other movements				
Assets held for sale or in a disposal group held for sale	-	-	-	-
Depreciation/amortisation expenses	(1,009)	(480)	(18)	(1,507)
Total other movements	(1,009)	(480)	(18)	(1,507)
As at 30 June 2015				
Gross book value	4,421	697	9,721	14,839
Accumulated depreciation/amortisation and impairment	(1,483)	(686)	(4,585)	(6,754)
Closing net book balance	2,938	11	5,136	8,085

(1) "Appropriation ordinary annual services" refers to funding provided through *Appropriation Bill (No. 1 and No. 3) 2014-15* for depreciation/amortisation expenses, Administered Capital Budgets 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 one administered investment in the Export Finance and Insurance Corporation with an estimated asset value of \$225.9 million as at 30 June 2014.

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)

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AUSTRALIAN TRADE COMMISSION (AUSTRADE)

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

A full outline of Austrade's current strategic direction can be found in the *Portfolio Budget Statements 2014-15*.

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 2014-15 Budget year, including variations through *Appropriation Bills No. 3 and No. 4*, Special Appropriations and Special Accounts.

Table 1.1: Austrade Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015

	Total available appropriation	Estimate as at Budget +	Proposed Additional Estimate =	Total estimate at Additional Estimates
	2013-14	2014-15	2014-15	2014-15
	\$'000	\$'000	\$'000	\$'000
Ordinary annual services¹				
Departmental appropriation				
Prior year departmental appropriation ²	43,064	51,004	(7,940)	43,064
Departmental appropriation ³	-	196,767	9,592	206,359
s74 Retained Revenue Receipts ⁴	-	19,842	158	20,000
Total	43,064	267,613	1,810	269,423
Administered expenses				
Outcome ⁵	-	139,400	-	139,400
Total	-	139,400	-	139,400
Total ordinary annual services A	43,064	407,013	1,810	408,823
Other services⁶				
Departmental non- operating				
Equity injections	-	1,500	-	1,500
Total	-	1,500	-	1,500
Total other services B	-	1,500	-	1,500
Total available annual appropriations	43,064	408,513	1,810	410,323
Total appropriations excluding Special Accounts	43,064	408,513	1,810	410,323
Special Accounts				
Opening balance ⁷	1,333	1,030	17	1,047
Non- appropriation receipts to Special Accounts	-	-	36	36
Total Special Accounts D	1,333	1,030	53	1,083
Total resourcing (A+B+D)	44,397	409,543	1,863	411,406
Total net resourcing for Austrade	44,397	409,543	1,863	411,406

(1) *Appropriation Bill (No. 1 and No. 3) 2014-15.*

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

(3) Includes an amount of \$17.287m in 2014-15 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'.

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

(5) Administered appropriation relating to Tourism Grants programmes are reflected in the Department of Foreign Affairs and Trade Resource Statement.

(6) *Appropriation Bill (No. 2) 2014-15.*

(7) Estimated opening balance for special accounts (less 'Special Public Money' held in a *Services for Other Entities and Trust Moneys Special Accounts (SOETM)*). For further information on Special Accounts see Table 3.1.1.

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 Measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures					
Communications and Public Affairs					
Functions - targeted savings					
	1.1	(97)	(193)	(192)	(194)
		(97)	(193)	(192)	(194)
Total					
Total expense measures					
		(97)	(193)	(192)	(194)
		(97)	(193)	(192)	(194)

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 2014-15 Budget in *Appropriation Bill No. 3*. 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 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Decrease in estimates (departmental)					
Communications and Public Affairs					
Functions - targeted savings	1.1	(97)	(193)	(192)	(194)
Net impact on estimates					
for Outcome 1 (departmental)		(97)	(193)	(192)	(194)

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Reforming Temporary Skilled Migration and Enhancing Investor Visas	1.1	132	131	131	132
Supplementation for 2013/2014 Foreign Exchange Rebasing	1.1	6,442	-	-	-
Transfer of Employee Benefits relating to Tourism Division to Austrade	1.1	2,809	-	-	-
Changes in Foreign Exchange	1.1	306	306	306	306
Changes in Price and Wages Indices	1.1	-	67	(3)	30
Reallocation of Funding from Operating to DCB	1.1	3,000	-	-	-
Decrease in estimates (departmental)					
Reallocation of Funding from Operating to DCB	1.1	(3,000)	-	-	-
Net impact on estimates for Outcome 1 (departmental)					
		9,689	504	434	468
Outcome 2					
Decrease in estimates (departmental)					
Changes in Price and Wages Indices	2.1	-	(9)	(18)	(18)
Net impact on estimates for Outcome 2 (departmental)					
		-	(9)	(18)	(18)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
ADMINISTERED ITEMS					
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	127,201	139,400	139,400	-	-
Total	127,201	139,400	139,400	-	-
DEPARTMENTAL PROGRAMMES					
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	176,406	187,453	197,045	9,592	-
Outcome 2					
The protection and welfare of Australians abroad through timely and responsive consular and passport services in specific locations overseas	9,180	9,314	9,314	-	-
Total	185,586	196,767	206,359	9,592	-
Total administered and departmental	312,787	336,167	345,759	9,592	-

Note 1: 2013-14 available appropriations 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.*

Section 2: Revisions to Entity Outcomes and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There is no change to Austrade's Outcomes and Performance Information as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Table 2.1.1 Budgeted Expenses and Resources for Outcome 1

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	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 1.1: Promotion of Australia's export and other international economic interests		
Departmental expenses		
Departmental appropriation ¹	183,697	187,003
Special Accounts	286	833
Expenses not requiring appropriation in the Budget year ²	18,394	17,500
Total for Programme 1.1	202,377	205,336
Program 1.2: Programmes to promote Australia's exports and other international economic interests		
Administered expenses		
Ordinary annual services (<i>Appropriation Bill No. 1 and No. 3</i>)	124,607	139,400
Total for Programme 1.2	124,607	139,400
Outcome 1 Totals by appropriation type		
Administered Expenses		
Ordinary annual services (<i>Appropriation Bill No. 1 and No. 3</i>)	124,607	139,400
Departmental expenses		
Departmental appropriation ¹	183,697	187,003
Special Accounts	286	833
Expenses not requiring appropriation in the Budget year ²	18,394	17,500
Total expenses for Outcome 1	326,984	344,736
	2013-14	2014-15
Average Staffing Level (number)	974	957

(1) *Appropriation Bill (No. 1 and No. 3) 2014-15* and Retained Revenue Receipts under s74 of the *Public Governance, Performance and Accountability Act 2013*.

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

Programme Objective 1.1

There is no change to the objective for Programme 1.1 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.1

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Special Account Expenses:					
Services for Other Entities and Trust Moneys Special Account	286	833	150	-	-
Annual departmental expenses:					
Departmental item	183,697	187,003	189,051	185,869	187,861
Expenses not requiring appropriation in the Budget year ¹	18,394	17,500	17,500	17,500	18,500
Total programme expenses	202,377	205,336	206,701	203,369	206,361

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

Programme Deliverables 1.1

There is no change to the deliverables for Programme 1.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme Objective 1.2

There is no change to the objective for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.2

	2013-14	2014-15	2015-16	2016-17	2017-18
	Actual	Revised budget	Forward year 1	Forward year 2	Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual administered expenses:					
Export Market Development Grants (EMDG) Scheme	124,031	137,900	137,900	137,900	137,900
Asian Business Engagement (ABE) Plan	576	1,500	1,500	1,500	1,500
Total programme expenses	124,607	139,400	139,400	139,400	139,400

Programme Deliverables 1.2

There is no change to the deliverables for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

**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 2014-15*.

Table 2.1.2 Budgeted Expenses and Resources for Outcome 2

Outcome 2: The protection and welfare of Australians abroad through timely and responsive consular and passport services in specific locations overseas	2013-14 Actual expenses \$'000	2014-15 Revised Estimated expenses \$'000
Programme 2.1: Consular and passport services		
Departmental expenses		
Departmental appropriation ¹	12,684	12,818
Total for Programme 2.1	12,684	12,818
Outcome 2 Totals by appropriation type		
Departmental expenses		
Departmental appropriation ¹	12,684	12,818
Total expenses for Outcome 2	12,684	12,818
	2013-14	2014-15
Average Staffing Level (number)	39	39

(1) Departmental Appropriation combines Ordinary annual services (*Appropriation Bill No. 1 and No. 3*) and Retained Revenue Receipts under s74 of the *Public Governance, Performance and Accountability Act 2013*.

Austrade Additional Estimates Statements

Programme Objective 2.1

There is no change to the objective for Programme 2.1 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 2.1

	2013-14	2014-15	2015-16	2016-17	2017-18
	Actual	Revised budget	Forward year 1	Forward year 2	Forward year 3
	\$'000	\$'000	\$'000	\$'000	\$'000
Annual departmental expenses:					
Departmental item	12,684	12,818	12,746	12,842	12,814
Total programme expenses	12,684	12,818	12,746	12,842	12,814

Programme Deliverables 2.1

There is no change to the deliverables for Programme 2.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

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 2014-15 *Portfolio Budget Statements* is Table 3.1.2.

Table 3.1.1: Estimates of Special Account Flows and Balances

		Opening balance 2014-15 2013-14	Receipts 2014-15 2013-14	Payments 2014-15 2013-14	Adjustments 2014-15 2013-14	Closing balance 2014-15 2013-14
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
Administered Payments and Receipts for Other Entities						
Special Account (A)	1	100 100	9,200 10,224	(9,200) (10,224)	- -	100 100
Services for Other Entities and Trust Monies						
Special Account (D)	1	930 1,233	36 -	(833) (286)	17 -	150 947
Total Special Accounts						
2014-15 Budget estimate		1,030	9,236	(10,033)	17	250
<i>Total Special Accounts</i>						
<i>2013-14 actual</i>		<i>1,333</i>	<i>10,224</i>	<i>(10,510)</i>	<i>-</i>	<i>1,047</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 2013-14 and the estimated revenue and expenses for 2014-15 and forward years.

Total income in 2014-15 is estimated to be \$199.8 million, a decrease of \$2.7million from the Budget. The reduction is due to \$3.0 million reallocated from departmental to Departmental Capital Budget offset by \$0.3 million exchange rate movement. The 2014-15 total income excludes \$6.4 million supplementation in foreign exchange movements and \$2.8 million in employee liabilities transferred to Austrade as they relate to prior years' activities. These amounts are included in Table 1.1 Austrade Resource Statement.

Total estimated expenses for 2014-15 have decreased by \$2.7 million from Budget to reflect the decrease in income.

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 2014-15 of \$61.3 million represents an increase of \$3.8 million from the 2013-14 actual in table 3.2.2 due to the \$1.3 million variation between capital programme funding (\$18.8 million) and estimated depreciation expense (\$17.5 million) and \$2.5 million estimated asset revaluation.

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 \$139.4 million for 2014-15 relate to the Export Market Development Grants (EMDG) Scheme (\$137.9 million) and Asian Business Engagement (ABE) Plan (\$1.5 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. The ABE Plan is comprised of \$1.5 million in 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 2014-15 are estimated at \$0.1 million and \$8.9 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 programmes.

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Actual	Revised budget	Forward estimate	Forward estimate	Forward estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
EXPENSES					
Employee benefits	124,641	119,161	117,512	117,334	117,381
Suppliers	71,345	80,660	84,285	81,377	83,294
Depreciation and amortisation	18,068	17,500	17,500	17,500	18,500
Write-down and impairment of assets	12	-	-	-	-
Losses from asset sales	43	-	-	-	-
Other expenses	666	-	-	-	-
Total expenses	214,775	217,321	219,297	216,211	219,175
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	20,975	18,000	18,000	18,000	18,000
Rental income	85	500	500	500	500
Other revenue	2,851	1,500	1,500	1,500	1,500
Total own-source revenue	23,911	20,000	20,000	20,000	20,000
Gains					
Other gains	326	-	-	-	-
Total gains	326	-	-	-	-
Total own-source income	24,237	20,000	20,000	20,000	20,000
Net cost of (contribution by) services	190,538	197,321	199,297	196,211	199,175
Revenue from Government	176,760	179,821	181,797	178,711	180,675
Surplus (Deficit) before income tax	(13,778)	(17,500)	(17,500)	(17,500)	(18,500)
Surplus (Deficit) after income tax	(13,778)	(17,500)	(17,500)	(17,500)	(18,500)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income after income tax	-	-	-	-	-
Total comprehensive income (loss)	(13,778)	(17,500)	(17,500)	(17,500)	(18,500)

Table continued on the following page.

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services) (Continued)

Note: Impact of Net Cash Appropriation Arrangements

	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Total Comprehensive Income (loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(13,778)	(17,500)	(17,500)	(17,500)	(18,500)
less depreciation/amortisation expenses previously funded through revenue appropriations ¹	-	-	-	-	-
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(13,778)	(17,500)	(17,500)	(17,500)	(18,500)

(1) From 2010-11, the Government introduced net cash appropriation arrangements where *Appropriation Bills (No. 1 or 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 Bills (No. 1 or 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)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	3,594	5,500	5,500	5,500	5,500
Trade and other receivables	43,108	40,272	40,272	40,272	40,272
Total financial assets	46,702	45,772	45,772	45,772	45,772
Non-financial assets					
Land and buildings	14,346	15,166	15,601	15,601	15,601
Property, plant and equipment	19,064	21,320	21,210	21,286	20,832
Intangibles	22,586	23,297	23,259	23,520	23,365
Other non-financial assets	7,913	7,913	7,913	7,913	7,913
Total non-financial assets	63,909	67,696	67,983	68,320	67,711
Total assets	110,611	113,468	113,755	114,092	113,483
LIABILITIES					
Payables					
Suppliers	12,163	12,163	12,163	12,163	12,163
Other payables	1,600	670	670	670	670
Total payables	13,763	12,833	12,833	12,833	12,833
Provisions					
Employee provisions	36,989	36,989	36,989	36,989	36,989
Other provisions	2,342	2,342	2,342	2,342	2,342
Total provisions	39,331	39,331	39,331	39,331	39,331
Total liabilities	53,094	52,164	52,164	52,164	52,164
Net assets	57,517	61,304	61,591	61,928	61,319
EQUITY*					
Parent entity interest					
Contributed equity	66,701	85,488	102,375	116,712	131,103
Reserves	66,015	68,515	69,415	72,915	76,415
Retained surplus (accumulated deficit)	(75,199)	(92,699)	(110,199)	(127,699)	(146,199)
Total parent entity interest	57,517	61,304	61,591	61,928	61,319
Total Equity	57,517	61,304	61,591	61,928	61,319

* '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 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	(75,199)	27,290	38,725	66,701	57,517
Adjusted opening balance	(75,199)	27,290	38,725	66,701	57,517
Comprehensive income					
Other comprehensive income					-
Surplus (deficit) for the period	(17,500)	2,500			(15,000)
Total comprehensive income	(17,500)	2,500	-	-	(15,000)
of which:					
Attributable to the Australian Government	(17,500)	2,500			(15,000)
Attributable to non-controlling interest*	-	-	-	-	-
Transactions with owners					
Contributions by owners					
Equity Injection - Appropriation				1,500	1,500
Departmental Capital Budget (DCBs)				17,287	17,287
Sub-total transactions with owners	-	-	-	18,787	18,787
Estimated closing balance as at 30 June 2015	(92,699)	29,790	38,725	85,488	61,304
Closing balance	(92,699)	29,790	38,725	85,488	61,304

(1) 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 (as at 30 June)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	176,775	181,727	181,797	178,711	180,675
Sale of goods and rendering of services	21,961	18,500	18,500	18,500	18,500
Net GST received	4,393	5,714	5,714	5,714	5,714
Other	2,649	1,500	1,500	1,500	1,500
Total cash received	205,778	207,441	207,511	204,425	206,389
Cash used					
Employees	124,723	119,161	117,512	117,334	117,381
Suppliers	77,321	80,660	84,285	81,377	83,294
Net GST paid	-	5,714	5,714	5,714	5,714
Total cash used	202,044	205,535	207,511	204,425	206,389
Net cash from (used by) operating activities	3,734	1,906	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	210	-	-	-	-
Total cash received	210	-	-	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	23,752	18,787	16,887	14,337	14,391
Total cash used	23,752	18,787	16,887	14,337	14,391
Net cash from (used by) investing activities	(23,542)	(18,787)	(16,887)	(14,337)	(14,391)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	19,928	18,787	16,887	14,337	14,391
Total cash received	19,928	18,787	16,887	14,337	14,391
Cash used					
Total cash used	-	-	-	-	-
Net cash used by financing activities	19,928	18,787	16,887	14,337	14,391
Net increase (decrease) in cash held	120	1,906	-	-	-
Cash and cash equivalents at the beginning of the reporting period	3,474	3,594	5,500	5,500	5,500
Cash and cash equivalents at the end of the reporting period	3,594	5,500	5,500	5,500	5,500

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual	Revised	Forw ard	Forw ard	Forw ard
	2013-14	budget	estimate	estimate	estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	15,820	17,287	14,169	14,337	14,391
Equity injections - Act No. 2	-	1,500	2,718	-	-
Total new capital appropriations	15,820	18,787	16,887	14,337	14,391
Provided for:					
<i>Purchase of non-financial assets</i>	15,820	18,787	16,887	14,337	14,391
Total Items	15,820	18,787	16,887	14,337	14,391
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations(1)	-	1,500	2,718	-	-
Funded by capital appropriation - DCB(2)	19,931	17,287	14,169	14,337	14,391
TOTAL AMOUNT SPENT	19,931	18,787	16,887	14,337	14,391
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	19,931	18,787	16,887	14,337	14,391
Total cash used to acquire assets	19,931	18,787	16,887	14,337	14,391

(1) Includes both current and prior *Appropriation Bill No. 2 and No.4/6* appropriations and special capital appropriations.

(2) 2013-14 Actual expenditure includes \$4.8m in prior years' unspent Departmental Capital Budgets. Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of Asset Movements (2014-15)

	Asset Category (as appropriate)			Total
	Buildings her property, plant and equipment \$'000	software and intangibles \$'000	Computer equipment and intangibles \$'000	
As at 1 July 2014				
Gross book value	14,346	25,369	57,937	97,652
Accumulated depreciation/amortisation and impairment	-	(6,305)	(35,351)	(41,656)
Opening net book balance	14,346	19,064	22,586	55,996
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity ¹	1,500	-	-	1,500
By purchase - appropriation ordinary annual services ²	3,500	9,787	4,000	17,287
Total additions	5,000	9,787	4,000	18,787
Other movements				
Depreciation/amortisation expenses	(4,180)	(8,031)	(5,289)	(17,500)
Other	-	500	2,000	2,500
Total other movements	(4,180)	(7,531)	(3,289)	(15,000)
As at 30 June 2015				
Gross book value	19,346	35,656	63,937	118,939
Accumulated depreciation/amortisation and impairment	(4,180)	(14,336)	(40,640)	(59,156)
Closing net book balance	15,166	21,320	23,297	59,783

(1) Appropriation equity refers to equity injections provided through *Appropriation Bill (No. 2) 2014-15*.

(2) Appropriation ordinary annual services refers to funding provided through *Appropriation Bill No. 1* and *No. 3 2014-15* for depreciation / amortisation expenses, Departmental Capital Budgets or other operational expenses.

Prepared on Australian Accounting Standards basis.

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.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Employee benefits	5,419	5,465	5,465	5,465	5,465
Suppliers	1,251	1,430	1,430	1,430	1,430
Grants	117,937	132,505	132,505	132,505	132,505
Total expenses administered on behalf of Government	124,607	139,400	139,400	139,400	139,400
LESS:					
OWN-SOURCE INCOME					
Non-taxation revenue					
Other revenue	372	-	-	-	-
Total non-taxation revenue	372	-	-	-	-
Total own-source revenues administered on behalf of Government	372	-	-	-	-
Total own-sourced income administered on behalf of Government	372	-	-	-	-
Net Cost of (contribution by) services	124,235	139,400	139,400	139,400	139,400
Surplus (Deficit) before income tax	(124,235)	(139,400)	(139,400)	(139,400)	(139,400)
Income tax expense	-	-	-	-	-
Surplus (deficit) after income tax	(124,235)	(139,400)	(139,400)	(139,400)	(139,400)
OTHER COMPREHENSIVE INCOME					
Total other comprehensive income before income tax	-	-	-	-	-
Total other comprehensive income after income tax	-	-	-	-	-
Total comprehensive income (loss)	(124,235)	(139,400)	(139,400)	(139,400)	(139,400)

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)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash and cash equivalents	-	-	-	-	-
Trade and other receivables	19	19	19	19	19
Total financial assets	19	19	19	19	19
Total assets administered on behalf of Government	19	19	19	19	19
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Suppliers	39	39	39	39	39
Grants	473	473	473	473	473
Other payables	184	184	184	184	184
Total payables	696	696	696	696	696
Provisions					
Employee provisions	1,709	1,709	1,709	1,709	1,709
Other provisions	8,996	8,996	8,996	8,996	8,996
Total provisions	10,705	10,705	10,705	10,705	10,705
Total liabilities administered on behalf of Government	11,401	11,401	11,401	11,401	11,401
Net assets/(liabilities)	(11,382)	(11,382)	(11,382)	(11,382)	(11,382)

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Net GST received	159	195	195	195	195
Other	393	-	-	-	-
Total cash received	552	195	195	195	195
Cash used					
Grants	114,906	132,505	132,505	132,505	132,505
Suppliers	1,441	1,930	1,430	1,430	1,430
Net GST paid	-	195	195	195	195
Employees	6,022	4,965	5,465	5,465	5,465
Total cash used	122,369	139,595	139,595	139,595	139,595
Net cash used by operating activities	(121,817)	(139,400)	(139,400)	(139,400)	(139,400)
Net increase (decrease) in cash held	(121,817)	(139,400)	(139,400)	(139,400)	(139,400)
Cash and cash equivalents at beginning of reporting period	46	-	-	-	-
Cash from Official Public Account for:					
- Appropriations	122,147	139,400	139,400	139,400	139,400
	122,147	139,400	139,400	139,400	139,400
Cash to Official Public Account for:					
- Appropriations	(376)	-	-	-	-
	(376)	-	-	-	-
Cash and cash equivalents at end of reporting period	-	-	-	-	-

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.

AUSTRALIAN SECRET INTELLIGENCE SERVICE (ASIS)

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AUSTRALIAN SECRET INTELLIGENCE SERVICE (ASIS)

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

There have been no changes to ASIS's role, outcomes, output groups, or outputs as expressed in the *Portfolio Budget Statements 2014-15*.

Additional appropriations are as a result of Government's decision to increase funding for National Security - additional counter-terrorism funding.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for ASIS at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill No. 3* and *No. 4*, Special Appropriations and Special Accounts.

Table 1.1: ASIS Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional Estimate =	Total estimate at Additional Estimates
	<i>2013-14</i>	<i>2014-15</i>	<i>2014-15</i>	<i>2014-15</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Ordinary annual services¹				
Departmental appropriation				
Prior year departmental appropriation ²	72,735	78,828	-	78,828
Departmental appropriation ³	214,417	220,750	15,383	236,133
s74 Retained Revenue Receipts ⁴	37,465	34,500	-	34,500
Total	324,617	334,078	15,383	349,461
Total ordinary annual services A	324,617	334,078	15,383	349,461
Other services⁵				
Departmental non-operating				
Equity injections	2,916	2,744	5,981	8,725
Total	2,916	2,744	5,981	8,725
Total other services B	2,916	2,744	5,981	8,725
Total available annual appropriations (A+B)	327,533	336,822	21,364	358,186
Total net resourcing for ASIS	327,533	336,822	21,364	358,186

(1) *Appropriation Bill (No. 1 and No. 3) 2014-15.*

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

(3) Includes an amount in 2014-15 for the Departmental Capital Budget. For accounting purposes this amount has been designated as 'contributions by owners'.

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

(5) *Appropriation Bill (No. 2 and No. 4) 2014-15.*

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 Measures since Budget

	Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures					
National Security - additional counter-terrorism funding					
Departmental expenses	1.1	14,407	30,067	30,625	31,755
Departmental expenses	1.2	-	-	-	-
Total		14,407	30,067	30,625	31,755
Total expense measures					
Departmental		14,407	30,067	30,625	31,755
Total		14,407	30,067	30,625	31,755
Capital measures					
National Security - additional counter-terrorism funding					
Departmental capital	1.1	6,957	5,751	3,500	3,118
Departmental capital	1.2	-	-	-	-
Total		6,957	5,751	3,500	3,118
Total capital measures					
Departmental		6,957	5,751	3,500	3,118
Total		6,957	5,751	3,500	3,118

Prepared on a Government Financial Statistics (fiscal) basis.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for ASIS at Additional Estimates by Outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 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 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
National Security - additional counter-terrorism funding	1.1	21,364	35,818	34,125	34,873
Net impact on estimates for Outcome 1 (departmental)		21,364	35,818	34,125	34,873

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Decrease in estimates (departmental)					
Economic Parameter Update	1.1 & 1.2	-	(485)	(485)	(725)
Net impact on estimates for Outcome 1 (departmental)		-	(485)	(485)	(725)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL PROGRAMMES					
Outcome 1					
Enhanced understanding for the Government of the overseas environment affecting Australia's interests through the provision of covert intelligence services about the capabilities, intentions or activities of people or organisations outside Australia.	214,417	220,750	236,133	15,383	-
Total departmental	214,417	220,750	236,133	15,383	-

Note 1: 2013-14 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Table 1.6: Appropriation Bill (No. 4) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections					
National Security - additional counter-terrorism funding	2,916	2,744	8,725	5,981	-
Total non-operating	2,916	2,744	8,725	5,981	-
Australian Secret Intelligence Service					
Total	2,916	2,744	8,725	5,981	-

Note 1: 2013-14 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

Section 2: Revisions to Entity Outcomes and Planned Performance

2.1 RESOURCES AND PERFORMANCE INFORMATION

There has been no change to ASIS's Outcome Statement as expressed in the *Portfolio Budget Statements 2014-15*.

OUTCOME 1

Outcome 1 Strategy

There has been no change to ASIS's Outcome Strategy as expressed in the *Portfolio Budget Statements 2014-15*.

Table 2.1 Budgeted Expenses and Resources for Outcome 1

Outcome 1: Enhanced understanding for the Government of the overseas environment affecting Australia's interests through the provision of covert intelligence services about the capabilities, intentions or activities of people or organisations outside Australia Programme 1.1: Secret Intelligence	2013-14	2014-15
	Estimated Actual expenses \$'000	Revised Estimated expenses \$'000
Departmental expenses		
Departmental appropriation ¹	177,318	194,338
Expenses not requiring appropriation in the Budget year ²	16,030	16,028
Total for Programme 1.1	193,348	210,366
Programme 1.2: Other Services		
Departmental expenses		
Departmental appropriation ¹	59,106	59,976
Expenses not requiring appropriation in the Budget year ²	5,343	5,343
Total for Programme 1.2	64,449	65,319
Outcome 1 Totals by appropriation type		
Departmental expenses		
Departmental appropriation ¹	236,424	254,314
Expenses not requiring appropriation in the Budget year ²	21,373	21,371
Total expenses for Outcome 1	257,797	275,685

(1) Departmental Appropriation combines "Ordinary annual services (*Appropriation Bill No. 1 and No. 3*)" and "Retained Revenue Receipts under s74 of the *Public Governance, Performance and Accountability Act 2013*".

(2) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expenses.

Programme 1.1: Secret Intelligence

Programme Objective 1.1

There is no change to the objective for Programme 1.1 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.1

	2013-14 Estimated Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual departmental expenses:	177,318	194,338	205,653	204,097	206,629
Expenses not requiring appropriation in the Budget year ¹	16,030	16,028	17,238	13,827	11,196
Total programme expenses	193,348	210,366	222,891	217,924	217,825

(1) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense.

Programme Deliverables 1.1

There is no change to the deliverables for Programme 1.1 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Programme 1.2: Other Services

Programme Objective 1.2

There is no change to the objective for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1.2

	2013-14 Estimated Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual departmental expenses:	59,106	59,976	58,529	57,824	58,291
Expenses not requiring appropriation in the Budget year ¹	5,343	5,343	5,746	4,609	3,732
Total programme expenses	64,449	65,319	64,275	62,433	62,023

(1) Expenses not requiring appropriation in the Budget year is made up of Depreciation Expense.

Programme Deliverables 1.2

There is no change to the deliverables for Programme 1.2 as expressed in the *Portfolio Budget Statements 2014-15*.

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 2014-15*.

Section 3: Budgeted Financial Statements

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of Budgeted Financial Statements

The increase in ASIS's operating revenues and net increase in assets since the *2014-15 Portfolio Budget Statements* is due to the new measure provided by Government during 2014-15. Further analysis of the budgeted financial statements is not provided due to the need to observe requirements of national security.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Estimated Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forward estimate 2015-16 \$'000	Forward estimate 2016-17 \$'000	Forward estimate 2017-18 \$'000
EXPENSES					
Total expenses	257,797	275,685	287,166	280,358	279,849
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Other revenue	37,465	34,500	34,500	34,500	34,500
Total own-source revenue	37,465	34,500	34,500	34,500	34,500
Gains					
Other gains	-	-	-	-	-
Total gains	-	-	-	-	-
Total own-source income	37,465	34,500	34,500	34,500	34,500
Net cost of (contribution by) services	220,332	241,185	252,666	245,858	245,349
Revenue from Government	198,959	219,814	229,682	227,421	230,420
Surplus (Deficit) before income tax	(21,373)	(21,371)	(22,984)	(18,437)	(14,929)
Income tax expense	-	-	-	-	-
Surplus (Deficit) after income tax	(21,373)	(21,371)	(22,984)	(18,437)	(14,929)
Total comprehensive income (loss)	(21,373)	(21,371)	(22,984)	(18,437)	(14,929)

Note: Impact of Net Cash Appropriation Arrangements

	2013-14 \$'000	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Total Comprehensive Income (loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations	-	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations(1)	21,373	21,371	22,984	18,437	14,929
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(21,373)	(21,371)	(22,984)	(18,437)	(14,929)

(1) From 2010-11, the Government introduced net cash appropriation arrangements where *Appropriation Bill (No. 1 and 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 Bill (No. 1 and Bill No. 3)* equity appropriations.

Prepared on Australian Accounting Standards basis.

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

	Estimated Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
ASSETS					
Financial assets	78,211	81,449	83,629	83,228	83,957
Non-financial assets	138,054	141,727	139,712	141,594	143,551
Total assets	216,265	223,176	223,341	224,822	227,508
LIABILITIES					
Payables	25,576	26,341	27,072	26,912	27,141
Interest bearing liabilities	-	-	-	-	-
Provisions	34,688	37,161	38,610	38,369	38,869
Total liabilities	60,264	63,502	65,682	65,281	66,010
Net assets	156,001	159,674	157,659	159,541	161,498
EQUITY*					
Parent entity interest					
Contributed equity	126,374	151,418	172,387	192,706	209,591
Reserves	74,000	74,000	74,000	74,000	74,000
Retained surplus (accumulated deficit)	(44,373)	(65,744)	(88,728)	(107,165)	(122,093)
Total parent entity interest	156,001	159,674	157,659	159,541	161,498
Total Equity	156,001	159,674	157,659	159,541	161,498

* '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 2014-15)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	(44,373)	-	74,000	126,374	156,001
Adjusted opening balance	(44,373)	-	74,000	126,374	156,001
Comprehensive income					
Other comprehensive income	-	-	-	-	-
Surplus (deficit) for the period	(21,371)	-	-	-	(21,371)
Total comprehensive income	(21,371)	-	-	-	(21,371)
of which:					
Attributable to the Australian Government	(21,371)	-	-	-	(21,371)
Transactions with owners					
Contributions by owners					
Equity Injection - Appropriation	-	-	-	8,725	8,725
Departmental Capital Budget (DCBs)	-	-	-	16,319	16,319
Sub-total transactions with owners	-	-	-	25,044	25,044
Estimated closing balance as at 30 June 2015	(65,744)	-	74,000	151,418	159,674
Closing balance	(65,744)	-	74,000	151,418	159,674

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Estimated Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	193,748	216,577	227,953	228,270	230,372
Other	37,465	34,500	34,500	34,500	34,500
Total cash received	231,213	251,077	262,453	262,770	264,872
Cash used					
Other	235,160	251,077	262,453	262,770	264,872
Total cash used	235,160	251,077	262,453	262,770	264,872
Net cash from (used by) operating activities	(3,947)	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Other	21,427	25,044	20,970	20,319	16,885
Total cash used	21,427	25,044	20,970	20,319	16,885
Net cash from (used by) investing activities	(21,427)	(25,044)	(20,970)	(20,319)	(16,885)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	18,374	25,044	20,970	20,319	16,885
Other	-	-	-	-	-
Total cash received	18,374	25,044	20,970	20,319	16,885
Cash used					
Other	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash used by financing activities	18,374	25,044	20,970	20,319	16,885
Net increase (decrease) in cash held	(7,000)	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	23,000	16,000	16,000	16,000	16,000
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	-	-	-	-	-
Cash and cash equivalents at the end of the reporting period	16,000	16,000	16,000	16,000	16,000

Prepared on Australian Accounting Standards basis.

Notes to the Financial Statements

Appropriate adjustments have been made to respective revenue, expense, asset and equity lines in the budgeted financial statements as a result of estimate changes due to the introduction of the new measure introduced by Government during 2014-15.

TOURISM AUSTRALIA

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TOURISM AUSTRALIA

Section 1: Entity Overview and Resources

1.1 STRATEGIC DIRECTION

There is no change to Tourism Australia's Strategic Direction, for further details please refer to *Portfolio Budget Statements 2014-15 Budget Related Paper No. 1.9 Foreign Affairs and Trade Portfolio*.

An additional appropriation of \$9.0 million has been sought due to foreign exchange losses in 2013-14 and Whole of Government Savings.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for entity Tourism Australia at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2014-15 Budget year, including variations through *Appropriation Bill No. 3* and *No. 4*, special appropriations and special accounts.

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

Table 1.1: CAC Act Body Tourism Australia Resource Statement — Additional Estimates for 2014-15 as at Additional Estimates February 2015

	<i>Total available appropriation</i>	Estimate as at Budget +	Proposed Additional Estimate =	Total estimate at Additional Estimates
	<i>2013-14</i>	2014-15	2014-15	2014-15
	<i>\$'000</i>	\$'000	\$'000	\$'000
Ordinary annual services¹				
Departmental appropriation				
Departmental appropriation ²	130,351	129,872	8,993	138,865
Total	130,351	129,872	8,993	138,865
Total available annual appropriations	130,351	129,872	8,993	138,865
Total net resourcing for entity	130,351	129,872	8,993	138,865

(1) Appropriation Bill (No. 1 and No. 3) 2014-15

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

Reader note: All figures are GST exclusive.

1.3 ENTITY MEASURES TABLE

Table 1.2 summarises new Government measures taken since the 2014-15 Budget. The table is split into revenue, expense and capital measures, with the affected programme identified.

Table 1.2: Entity 2014-15 Measures since Budget

Programme	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Expense measures				
Adjustment for Whole of Government targeted savings				
Decrease (Departmental)	(122)	(242)	(243)	(244)
Total expense measures	(122)	(242)	(243)	(244)

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for Tourism Australia at Additional Estimates by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2014-15 Budget in *Appropriation Bills No. 3* and *No. 4*. Table 1.4 details Additional Estimates or variations through other factors, such parameter adjustments.

Table 1.3: Additional Estimates and Variations to Outcomes from Measures since 2014-15 Budget

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Decrease in estimates (departmental)					
Adjustment for Whole of Government targeted savings		(122)	(243)	(242)	(244)
Net impact on estimates for Outcome 1 (departmental)					
		(122)	(243)	(242)	(244)

Table 1.4: Additional Estimates and Variations to Outcomes from Other Variations

	Programme impacted	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000
Outcome 1					
Increase in estimates (departmental)					
Parameter Adjustment for 2013-14 FOREX Rebasing		9,115	-	-	-
Net impact on estimates for Outcome 1 (departmental)		9,115	-	-	-

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

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

Table 1.5: Appropriation Bill (No. 3) 2014-15

	2013-14 Available \$'000	2014-15 Budget \$'000	2014-15 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL PROGRAMMES					
Outcome 1					
Grow demand and foster a competitive and sustainable Australian tourism industry through partnership marketing to targeted global consumers in key markets.	130,351	129,872	138,865	8,993	-
Total	130,351	129,872	138,865	8,993	-
Total administered and departmental	130,351	129,872	138,865	8,993	-

- (1) 2013-14 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 + AMF-Savings - Other Reductions (includes all quarantines + movement of funds) +/- Machinery of Government transfers - formal reductions determined by the Finance Minister

SECTION 2: REVISIONS TO ENTITY OUTCOMES AND PLANNED PERFORMANCE

2.1 RESOURCES AND PERFORMANCE INFORMATION

There is no change to Tourism Australia's Outcome Statement as expressed in the *Portfolio Budget Statements 2014-15*.

OUTCOME 1: GROW DEMAND AND FOSTER A COMPETITIVE AND SUSTAINABLE AUSTRALIAN TOURISM 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 2014-15 Budget*. For further details please refer to *Portfolio Budget Statements 2014-15 Budget Related Paper No. 1.9 Foreign Affairs and Trade Portfolio*.

The additional estimates that Tourism Australia is seeking have no impact on the organisation's outcome strategy.

Table 2.1 Budgeted Expenses and Resources for Outcome

Outcome 1: Grow demand and foster a competitive and sustainable Australian tourism industry through marketing to targeted global consumers in key markets	2013-14 Actual expenses \$'000	2014-15 Revised estimated expenses \$'000
Programme 1.1: (Supporting Outcome 1)		
Revenue from Government		
Ordinary annual services (<i>Appropriation Bill No. 1 and No. 3</i>)	130,351	138,865
Payment from related entities (Portfolio Agency)	12,500	13,500
Revenues from other independent sources	18,775	14,726
Total for Programme 1.1	161,626	167,091
Outcome 1 Totals by resource type		
Revenue from Government		
Ordinary annual services (<i>Appropriation Bill No. 1 and No. 3</i>)	130,351	138,865
Payment from related entities	12,500	13,500
Revenues from other independent sources	18,775	14,726
Total expenses for Outcome 1	161,626	167,091
	2013-14	2014-15
Average Staffing Level (number)	204	204

Programme Objective 1 - Supporting Outcome 1

Programme Objective, Deliverables and Key Performance Indicators remain consistent with those published in the *Portfolio Budget Statements 2014-15*.

Programme Expenses 1

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

Table 2.2 Programme 1 Expenses by Component

	2013-14 Actual \$'000	2014-15 Revised budget \$'000	2015-16 Forw ard year 1 \$'000	2016-17 Forw ard year 2 \$'000	2017-18 Forw ard year 3 \$'000
Annual departmental expenses:					
<i>1.1.1 - Component 1 - Grow Demand</i>					
Programme Support	136,865	141,493	134,787	134,336	135,507
Total component expenses	136,865	141,493	134,787	134,336	135,507
<i>1.1.2 - Component 2 - Industry Development</i>					
Programme Support	24,761	25,598	24,385	24,304	24,515
Total component expenses	24,761	25,598	24,385	24,304	24,515
Total programme expenses	161,626	167,091	159,172	158,640	160,022

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 2014-15 Budget.

3.2.2 Budgeted Financial Statements

Departmental Financial Statements

- \$9.1m adjustment for foreign exchange rebasing 2013-14; and
- (\$0.1m) adjustment for Whole of Government targeted savings.

3.2.3 Budgeted Financial Statements Tables

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services)

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
EXPENSES					
Employee benefits	29,270	28,788	29,500	30,248	31,000
Suppliers	142,725	128,869	120,489	119,209	119,839
Depreciation and amortisation	3,308	4,500	4,500	4,500	4,500
Finance costs	30	33	33	33	33
Write-down and impairment of assets	19				
Losses from asset sales					
Other expenses		6,701	4,200	4,200	4,200
Total expenses	175,352	168,891	158,722	158,190	159,572
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Interest	1,817	1,800	1,800	1,800	1,800
Other revenue	31,275	28,226	28,276	28,276	28,276
Total own-source revenue	33,092	30,026	30,076	30,076	30,076
Gains					
Sale of assets	175	-	-	-	-
Other gains	2,793	-	-	-	-
Total gains	2,968	-	-	-	-
Total own-source income	36,060	30,026	30,076	30,076	30,076
Net cost of (contribution by)					
services	139,292	138,865	128,646	128,114	129,496
Revenue from Government	130,351	138,865	128,646	128,114	129,496
Surplus (Deficit) before income tax on continuing operations	(8,941)	-	-	-	-
Surplus (Deficit) after income tax on continuing operations	(8,941)	-	-	-	-
Surplus (Deficit) after income tax	(8,941)	-	-	-	-
Total other comprehensive income after income tax	-	-	-	-	-
Total comprehensive income (loss)	(8,941)	-	-	-	-

Table continued on the following page.

Table 3.2.1: Budgeted Departmental Comprehensive Income Statement (Showing Net Cost of Services) (continued)

Note: Impact of Net Cash Appropriation Arrangements					
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
Total Comprehensive Income					
(loss) excluding heritage and cultural depreciation expenses previously funded through revenue appropria	(8,941)	-	-	-	-
Total Comprehensive Income (loss) - as per the Statement of Comprehensive Income	(8,941)	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	10,002	10,902	10,902	10,869	10,869
Trade and other receivables	7,529	7,529	7,529	7,529	7,529
Total financial assets	17,531	18,431	18,431	18,398	18,398
Non-financial assets					
Land and buildings	4,233	4,233	4,233	4,233	4,233
Property, plant and equipment	974	974	674	674	674
Intangibles	6,981	6,981	7,281	7,281	7,281
Other non-financial assets	3,095	3,095	3,095	3,095	3,095
Total non-financial assets	15,283	15,283	15,283	15,283	15,283
Assets held for sale					
Total assets	32,814	33,714	33,714	33,681	33,681
LIABILITIES					
Payables					
Suppliers	4,619	5,519	5,519	5,486	5,486
Other payables	6,227	6,227	6,227	6,227	6,227
Total payables	10,846	11,746	11,746	11,713	11,713
Provisions					
Employee provisions	4,853	4,853	4,853	4,853	4,853
Other provisions	792	792	792	792	792
Total provisions	5,645	5,645	5,645	5,645	5,645
Liabilities included in disposal groups held for sale	-	-	-	-	-
Total liabilities	16,491	17,391	17,391	17,358	17,358
Net assets	16,323	16,323	16,323	16,323	16,323
EQUITY					
Parent entity interest					
Contributed equity	4,240	4,240	4,240	4,240	4,240
Reserves	1,964	1,964	1,964	1,964	1,964
Retained surplus (accumulated deficit)	10,119	10,119	10,119	10,119	10,119
Total parent entity interest	16,323	16,323	16,323	16,323	16,323
Total Equity	16,323	16,323	16,323	16,323	16,323

Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental Statement of Changes in Equity — Summary of Movement (Budget Year 2014-15)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2014					
Balance carried forward from previous period	10,119	1,964	-	4,240	16,323
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	10,119	1,964	-	4,240	16,323
Comprehensive income					
Other comprehensive income	-	-	-	-	-
Surplus (deficit) for the period	-	-	-	-	-
Total comprehensive income	-	-	-	-	-
of which:					
Attributable to the Australian Government	-	-	-	-	-
Attributable to non-controlling interest*	-	-	-	-	-
Estimated closing balance as at 30 June 2015	10,119	1,964	-	4,240	16,323
Less: non-controlling interests	-	-	-	-	-
Closing balance	10,119	1,964	-	4,240	16,323

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)

	Actual	Revised	Forw ard	Forw ard	Forw ard
	2013-14	budget	estimate	estimate	estimate
	\$'000	2014-15	2015-16	2016-17	2017-18
		\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	130,351	138,865	128,646	128,114	129,496
Interest	1,803	1,800	1,800	1,800	1,800
Other	32,308	28,226	29,919	28,726	28,726
Total cash received	164,462	168,891	160,365	158,640	160,022
Cash used					
Employees	28,525	28,788	29,500	30,248	31,000
Suppliers	146,636	127,969	122,132	119,692	120,322
Other	-	7,634	4,233	4,200	4,200
Total cash used	175,161	164,391	155,865	154,140	155,522
Net cash from (used by) operating activities	(10,699)	4,500	4,500	4,500	4,500
INVESTING ACTIVITIES					
Cash received					
Other	2,697	-	-	-	-
Total cash received	2,697	-	-	-	-
Cash used					
Purchase of property, plant, equipment and intangibles	9,202	4,500	4,500	4,500	4,500
Total cash used	9,202	4,500	4,500	4,500	4,500
Net cash from (used by) investing activities	(6,505)	(4,500)	(4,500)	(4,500)	(4,500)

Table continued on the following page.

**Table 3.2.4: Budgeted Departmental Statement of Cash Flows (as at 30 June)
(Continued)**

	Actual 2013-14 \$'000	Revised budget 2014-15 \$'000	Forw ard estimate 2015-16 \$'000	Forw ard estimate 2016-17 \$'000	Forw ard estimate 2017-18 \$'000
FINANCING ACTIVITIES					
Cash received					
Retained Surplus	2,697	9,115	-	-	-
Total cash received	2,697	9,115	-	-	-
Cash used					
Other	-	9,115	-	-	-
Total cash used	-	9,115	-	-	-
Net cash used by financing activities	2,697	-	-	-	-
Net increase (decrease) in cash held	(14,507)	900	-	(33)	-
Cash and cash equivalents at the beginning of the reporting period	21,716	10,002	10,902	10,902	10,869
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	2,793	-	-	-	-
Cash and cash equivalents at the end of the reporting period	10,002	10,902	10,902	10,869	10,869

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Capital Budget Statement — Departmental

	Actual	Revised	Forward	Forward	Forward
	2013-14	budget	estimate	estimate	estimate
	2013-14	2014-15	2015-16	2016-17	2017-18
	\$'000	\$'000	\$'000	\$'000	\$'000
NEW CAPITAL APPROPRIATIONS					
Equity injections - Bill No. 2	2,697	-	-	-	-
Total new capital appropriations	2,697	-	-	-	-
Provided for:					
Other Items	2,697	-	-	-	-
Total Items	2,697	-	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations ¹	2,697	-	-	-	-
Funded internally from departmental resources ²	4,500	4,500	4,500	4,500	4,500
TOTAL AMOUNT SPENT	7,197	4,500	4,500	4,500	4,500
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	7,197	4,500	4,500	4,500	4,500
Total cash used to acquire assets	7,197	4,500	4,500	4,500	4,500

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

(2) 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
- *Public Governance, Performance and Accountability Act 2013* section 74 Retained Revenue Receipts
- proceeds from the sale of assets

Consistent with information contained in the Statement of Asset Movements and the Budgeted Statement of Cash Flows.

Table 3.2.6: Statement of Asset Movements (2014-15)

	Category (as appropriate)			Total
	Buildings	Other plant and equipment	Computer software intangibles	
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2014				
Gross book value	7,797	4,729	37,279	49,805
Accumulated depreciation/amortisation and impairment	(3,309)	(4,130)	(30,289)	(37,728)
Opening net book balance	4,488	599	6,990	12,077
CAPITAL ASSET ADDITIONS				
Estimated expenditure on new or replacement assets				
By purchase - other	500	100	3,900	4,500
Total additions	500	100	3,900	4,500
Other movements				
Depreciation/amortisation expense	(500)	(100)	(3,900)	(4,500)
Total other movements	(500)	(100)	(3,900)	(4,500)
As at 30 June 2015				
Gross book value	8,297	4,829	41,179	54,305
Accumulated depreciation/amortisation and impairment	(3,809)	(4,230)	(34,189)	(42,228)
Closing net book balance	4,488	599	6,990	12,077

Prepared on Australian Accounting Standards basis.

3.2.4 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 2013-14 to budget estimate of 2014-15.

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.

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

Glossary

	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 (CRF) 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.