

NATIONAL OFFICE FOR
THE INFORMATION
ECONOMY

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NATIONAL OFFICE FOR THE INFORMATION ECONOMY

Section 1: Overview, appropriations and budget measures summary

OVERVIEW

The objective of the National Office for the Information Economy (NOIE) is to enhance the competitiveness of the Australian economy through effective use of information and communication technologies. NOIE has a leading role in developing and coordinating Commonwealth Government responses to the strategic issues driving the information economy.

The Government is committed to providing a framework and stimulating action that maximises the opportunities and benefits for government agencies, business and the community to put new information and communication technologies to effective use. Each agency, each business and each individual, however, remains responsible for their own actions and for their own level of participation in the information economy.

NOIE develops strategies and administers programs with the objective of establishing Australia as a key player in the global information economy. This involves responsibility for coordinating Commonwealth efforts, nationally and internationally, to influence the emerging rules and conventions that underpin the development of e-business for the benefit of Australia.

NOIE coordinates whole-of-government strategies affecting access to, and effective use of, information tools, applications and technologies by business, government and the community. These strategies are intended to achieve long term societal and economic benefits that flow from the effective deployment of information technologies and applications.

NOIE has transferred to the Department of Communications, Information Technology and the Arts (DCITA), those functions directly related to the growth and development of the Information and Communications Technologies (ICT) industry. Those functions include the Centre of Excellence program and other international activities such as supporting international telecommunications forums.

As part of the Administrative Arrangements Order (AAO) in November 2001, the Information Access function of the Department of Finance and Administration was transferred into DCITA. With the exception of administration of the Commonwealth's copyright, which will stay with DCITA, it has been agreed to transfer the function to NOIE. The Information Access function coordinates access to Commonwealth information in both electronic and print form and will be subsumed under output 1.2.

NOIE was established as a Prescribed Agency on 1 July 2001. NOIE's estimates were previously included in the Budget Statements of the Department of Communications, Information Technology and the Arts.

APPROPRIATIONS

Total appropriations for the National Office for the Information Economy in the 2002-2003 Budget amount to \$42.651million. Table 1.1, on the following page, shows the total appropriations for the National Office for the Information Economy for 2002-03 by outcome, by administered expenses, price of output appropriation and, where appropriate, administered capital and departmental equity injections and loans.

National Office for the Information Economy – appropriations 2002-03

Table 1.1: Appropriations and other revenue ('000)

Outcome	Departmental (price of outputs) ('\$000)					Administered (\$'000)				Total appropriations (\$'000)
	Revenue from Government (appropriations) ⁽⁵⁾			Revenue from other sources ⁽⁴⁾	Price of outputs ⁽³⁾	Annual appropriations ⁽⁵⁾ (\$'000)	Special appropriations	Total administered appropriations	Total appropriations	
	Bill No. 1	Special approps	Total			Bill No. 1	Bill No. 2 (SPPs & NAOs) ⁽²⁾			
	(A)	(B)	(C = A+B)	(D)	(E = C+D)	(F)	(G)	(H)	(I = F+G+H)	(J=C+I)
			(C1) ⁽¹⁾		(E1) ⁽¹⁾				(I1) ⁽¹⁾	
1. A sustainable, effective and internationally competitive information economy	40,151	-	40,151	6,829	46,980	2,500	-	-	2,500	42,651
Total	40,151	-	40,151	6,829	46,980	2,500	-	-	2,500	42,651
									(K2) ⁽¹⁾	-
									(K3) ⁽¹⁾	-
									(K4) ⁽¹⁾	-
										42,651

- Cells C1, E1 and I1 refer to information provided in Table 2.1.1. Amounts K1, K2 to Budgeted Statement of Financial Performance, and amounts K3, K4 to Capital Budget Statements.
- Under the appropriation structure, Bill No. 2 includes Specific Purpose Payments (SPP's), New Agency Outcomes (NAO's), administered capital and departmental capital via departmental injections and loans.
- Refer to Budgeted Statement of Financial Performance for application of agency revenue.
- Revenue from other sources includes other revenue from government (for example, resources free of charge) and revenue from other sources. Non-appropriated departmental and administered revenues are details in Appendix 1.
- Departmental and Administered appropriations do not match Budget Appropriation Bills due to a transfer of resources between DCITA and NOIE, which was agreed too late to be reflected in the Appropriation Bills.

Note: Percentage figures indicate the percentage contribution of Revenue from Government (Departmental Appropriations) to the Total Price of Outputs, by outcome.

MEASURES — AGENCY SUMMARY

Table 1.2: Summary of measures disclosed in the 2002-03 Budget

Measure	Outcome	Output affected	Appropriations budget			Appropriations forward estimate 2003-04			Appropriations forward estimate 2004-05			Appropriations forward estimate 2005-06		
			2002-03 (\$'000)			2003-04 (\$'000)			2004-05 (\$'000)			2005-06 (\$'000)		
			Admin expenses	Dept outputs	Total	Admin expense	Dept outputs	Total	Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total
E-Security national agenda	1	1.1	-	-	-	-	-	-	-	-	-	-	-	-

This is a cross-portfolio measure. This table represents NOIE's contribution of \$1m over four years to be absorbed within its existing resources. Other agencies contributing to this measure include the Attorney – General's Department, Australian Security Intelligence Organisation, Australian Federal Police and the Department of Defence.

**ADMINISTERED CAPITAL AND DEPARTMENTAL EQUITY INJECTIONS
AND LOANS**

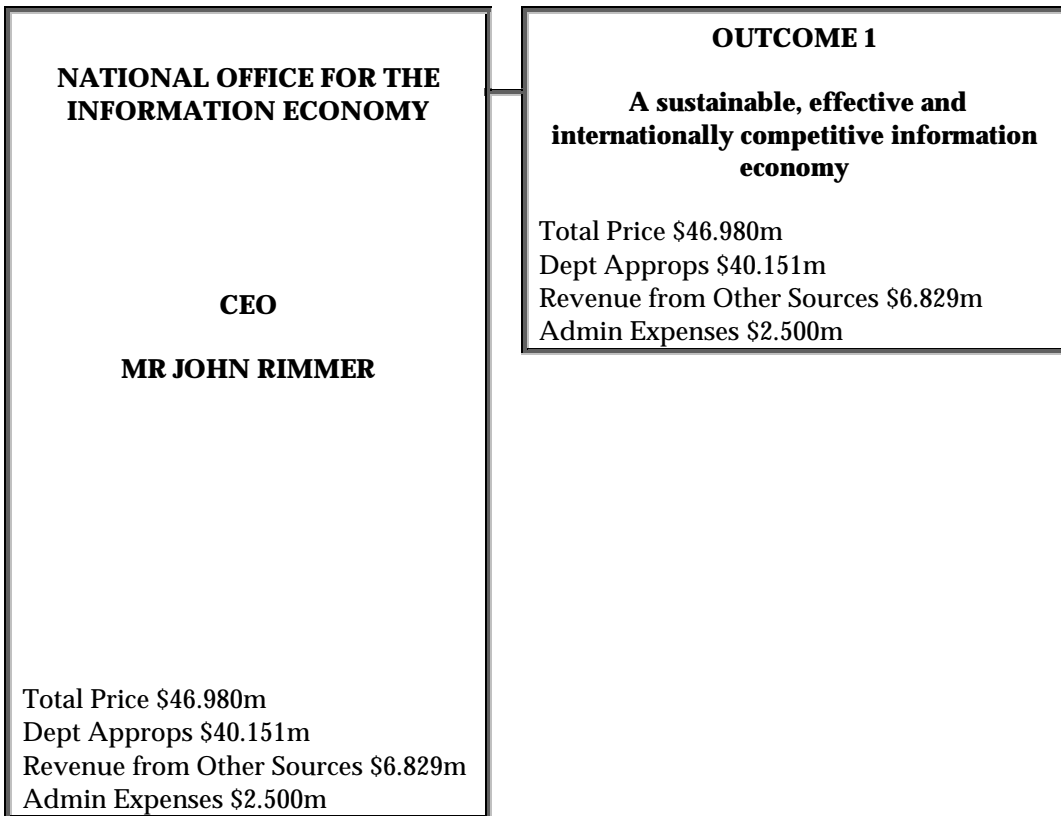
In 2002-2003 the National Office for the Information Economy will not receive any administered capital, departmental equity injection or departmental loans.

Section 2: Outcomes and outputs information

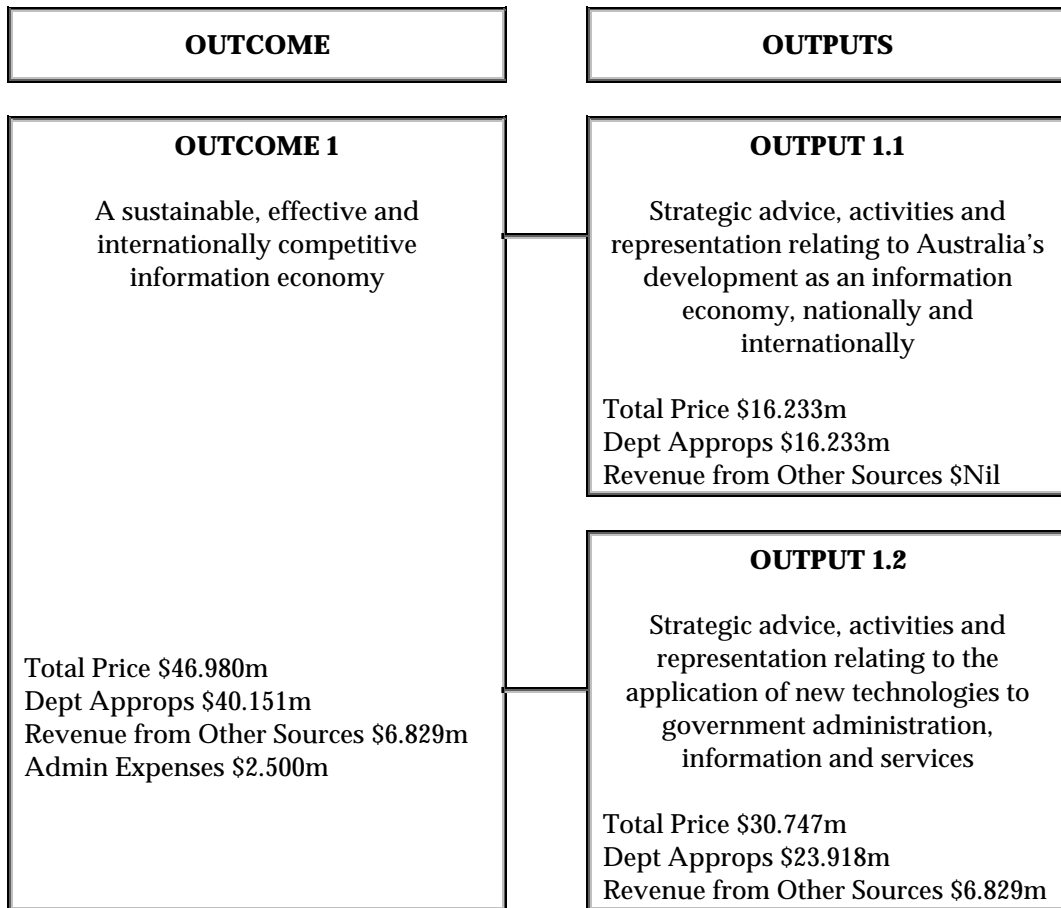
OUTCOMES AND OUTPUTS

The Chart on the following page shows the relationship between the outcome and the contributing outputs for the National Office for the Information Economy. Financial details for Outcome 1 by outputs appears in table 2.1.1 (Total Resources for Outcome 1) while non-financial information for Outcome 1 appears in table 2.2.1 (Performance Information for Outcome 1).

Map1: Outcome structure



Map 2: Outcome 1 – contributing outputs



Note: Revenue from Government (Appropriations) contributes 85.5% to the Total Price of Outputs for Outcome 1 for 2002-03.

CHANGES TO OUTCOMES AND OUTPUTS

NOIE has transferred to the Department of Communications, Information Technology and the Arts (DCITA), those functions directly related to the growth and development of the Information and Communications Technologies (ICT) industry. Those functions include the Centre of Excellence program and other international activities such as supporting international telecommunication forums.

As part of the Administrative Arrangements Order (AAO) in November 2001, the Information Access function of the Department of Finance and Administration was transferred into DCITA. With the exception of administration of the Commonwealth's copyright, which will stay with DCITA, it has been agreed to transfer the function to NOIE.

These transfers necessitated changes to the existing Outcome, and the number of outputs. Accordingly, aspects of outputs 1.1 and 1.2 have been transferred to DCITA and NOIE has redefined a new Output 1.1, which encapsulates strategic advice, nationally and internationally, as it relates to the information economy, but not the supply side of the ICT industries sector. Output 1.2 now relates to improving both the access to, and efficiency and effectiveness of the provision of government information, applications and services.

OUTCOME 1 — DESCRIPTION

A sustainable, effective and internationally competitive information economy

Measures affecting Outcome 1

E-Security national agenda

Expenses (\$m)

	2002-03	2003-04	2004-05	2005-06
National Office for the Information Economy	-	-	-	-

Explanation

The Government will provide additional funding of \$24.2 million to improve security awareness and management of the national information infrastructure. The E-security national agenda is designed to protect Australia's critical information technology infrastructure from attack.

This is a cross portfolio measure between the Attorney-General's Department, Australian Security Intelligence Organisation, Australian Federal Police, the National Office for the Information Economy and Defence Signals Directorate. The National Office for the Information Economy will contribute \$1 million over four years but absorb the cost within its existing resources.

See also the related capital measure titled *E-Security national agenda* in the Attorney-General's portfolio.

OUTCOME 1 — RESOURCING

Table 2.1.1 shows how the 2002-03 appropriations translate to total resourcing for Outcome 1, including administered expenses, revenue from government (appropriation), revenue from other sources, and the total price of outputs. Cell references **C1**, **E1** And **I1** show the links back to Table 1.1, the Appropriations Table.

Table 2.1.1: Total resources for Outcome 1 (\$'000)

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	
Administered appropriations			
ICT R&D Centre of Excellence *	3,000	-	
Information Technology On-Line (ITOL)	700	2,500	
Total administered expenses	3,700	2,500	(I1)
Departmental appropriations			
Output 1.1 Strategic advice, activities and representation relating to Australia's development as an information economy, nationally and internationally	15,343	16,233	
Output 1.2 Strategic advice, activities and representation relating to the application of new technologies to government administration, information and services	18,407	23,918	
Total revenue from government (appropriations)	33,750	40,151	(C1)
Contributing to price of departmental outputs	97.5%	85.5%	
Revenue from other sources			
Output 1.1 Strategic advice, activities and representation relating to Australia's development as an information economy, nationally and internationally	140	-	
Output 1.2 Strategic advice, activities and representation relating to the application of new technologies to government administration, information and services	738	6,829	
Total revenue from other sources	878	6,829	
Total price from departmental outputs (Total revenue from government and from other sources)	34,628	46,980	(E1)
Total estimated resourcing for Outcome 1 (Total price of outputs and administered appropriations)	38,328	49,480	
	2001-02	2002-03	
Average staffing level (number)	173	180	

* Transferred to DCITA from 2002-03 onw ards.

OUTCOME 1 — CONTRIBUTION OF OUTPUTS

Output 1.1 –Strategic advice, activities and representation relating to Australia’s development as an information economy, nationally and internationally.

The Government has an important leadership role in developing confidence in use of the online environment for the full suite of business and community applications. The role of NOIE is to create an environment that supports the development of the information economy, domestically and internationally, supporting the greatest possible range of services for Australian businesses and for all Australians.

NOIE will facilitate development of the information economy by: producing first class analyses of the information economy; accelerated effective use of e-business tools by both the business and community sector; and promotion of appropriate supporting infrastructure policies in regulation, standards, connectivity, interoperability, and bandwidth.

Output 1.2 - Strategic advice, activities and representation relating to the application of new technologies to government administration, information and services.

NOIE coordinates a whole-of-Government approach to support Commonwealth agency efforts to improve the access to government through the application of new technologies to government administration, information and services. NOIE's framework for e-government delivers both internal and external efficiencies and acts as an exemplar of innovation and reform in other areas of business and by the community.

PERFORMANCE INFORMATION FOR OUTCOME 1

Table 2.2.1: Performance information for Outcome 1

Effectiveness - Overall achievement of the Outcome (Measures, indicators and targets used as appropriate)	
Australia's participation in the Information Economy	<p>Quality</p> <p>Recognition of the Australian Government as an exemplary user of information tools and Level of e-business readiness in Australia. Level of trust and confidence in the online economy. Quality, timeliness and relevance of advice to Government provided by NOIE. Extent to which Australia is recognised as a technologically sophisticated information</p> <p>Quantity</p> <p>Extent of community connectivity and use of electronic transactions. Number of government services available Level of usage of government services online.</p>
Performance information for administered items (including third party outputs)	
Information Technology Online (ITOL) Grants	<p>Quality</p> <p>Take up of e-commerce by small business. Program run within budget. Feedback from stakeholders. Number of hits and downloaded pages and documents from NOIE websites.</p> <p>Quantity</p> <p>Number of innovative projects funded. Number of projects completed successfully.</p>
Performance information for departmental outputs	
Output 1.1 — Strategic advice, activities and representation relating to Australia's development as an information economy, nationally and internationally	<p>Quality</p> <p>Acceptance of a new strategic framework for the information economy including positions developed through the Framework for the Future and the Broadband Advisory Group Level of understanding of the dynamics of the drivers of the information economy. Satisfaction of stakeholders with operations of the Online Council. Extent to which NOIE advice is sought from other Government agencies.</p> <p>Quantity</p> <p>Level of e-business activity (B2B and B2C as a proportion of GDP). Number of hits and downloaded pages and documents from NOIE websites.</p> <p>Price</p> <p>\$16.233m</p>

Table 2.2.1: Performance information for Outcome 1 (continued)

Effectiveness - Overall achievement of the Outcome (Measures, indicators and targets used as appropriate)	
Performance information for departmental outputs	
Output 1.2 — Strategic advice, activities and representation relating to the application of new technologies to government administration, information and services	<p>Quality</p> <p>Development of new governance framework for the coordination of the application of new technologies to government information, services and administration.</p> <p>Implementation of Customer Focused Portals Framework.</p> <p>Acceptance of the framework for analysing eProcurement business processes.</p> <p>Development of a secure government business systems framework, including an authentication framework.</p> <p>Trials of integrated cross-jurisdictional government services conducted.</p> <p>Establishment of a framework to measure eGovernment benefits.</p> <p>Establishment of a framework for government-wide service channel delivery.</p> <p>Level of discoverability of Commonwealth Government information and services.</p> <p>Level of provision and uptake of online government services.</p> <p>Quantity</p> <p>National government interoperability framework available by end 2002.</p> <p>Number of government services available online which use an ABN-DSC.</p> <p>Number of tender information packages downloaded electronically from CETS.</p> <p>Number of tender responses lodged through</p> <p>Level of access to Commonwealth Government information through managed access entry channels.</p> <p>Extent to which agencies apply Government information standards, principles and guidelines to their online services.</p> <p>Price</p> <p>\$30.747m</p>

Section 3: Budgeted financial statements

DEPARTMENTAL FINANCIAL STATEMENTS

- Budgeted Departmental Statement of Financial Performance.
- Budgeted Departmental Statement of Financial Position.
- Budgeted Departmental Statement of Cash Flows.
- Departmental Capital Budget Statements.
- Departmental Non Financial Assets — Summary of Movement.

NOTES OF ADMINISTERED ACTIVITY

- Note of Budgeted Administered Financial Performance
- Note of Budgeted Administered Financial Position
- Note of Budgeted Administered Cash Flows
- Note of Administered Capital Budget
- Note of Administered Non-financial Assets — Summary of Movement

Note: Table 3.6: Note to the Estimated Actual Column of the Departmental Statement of Financial Performance is no longer required.

**Table 3.1: Budgeted Departmental Statement of Financial Performance
for the period ended 30 June**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
Revenues from ordinary activities					
Revenues from government	33,750	40,151	35,325	35,309	35,857
Sales of goods and services	40	6,410	5,799	5,251	4,759
Interest	10	10	10	10	10
Dividends	-	-	-	-	-
Proceeds from sales of assets	-	-	-	-	-
Other	828	409	427	445	463
Total revenues from ordinary activities	34,628	46,980	41,561	41,015	41,089
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	17,870	16,991	16,276	16,150	16,137
Suppliers	14,705	33,869	25,165	24,745	24,832
Grants	1,625	-	-	-	-
Depreciation and amortisation	120	120	120	120	120
Write-down of assets	-	-	-	-	-
Value of assets sold	-	-	-	-	-
Other	-	-	-	-	-
Total expenses from ordinary activities (excluding borrowing costs expense)	34,320	50,980	41,561	41,015	41,089
Borrowing costs expense	-	-	-	-	-
Net surplus or deficit from ordinary activities	308	(4,000)	-	-	-
Gain or loss on extraordinary items	-	-	-	-	-
Net surplus or deficit	-	-	-	-	-
Capital use charge	-	-	-	-	-
Net surplus or deficit after capital use charge	308	(4,000)	-	-	-

Table 3.2: Budgeted Departmental Statement of Financial Position

**Table 3.2: Budgeted Departmental Statement of Financial Position
as at 30 June**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
ASSETS					
Financial assets					
Cash	4,322	680	663	901	1,184
Receivables	115	85	83	82	82
Investments	-	-	-	-	-
Accrued revenues	-	-	-	-	-
Other	-	-	-	-	-
Total financial assets	4,437	765	746	983	1,266
Non-financial assets					
Land and buildings	168	85	251	168	85
Infrastructure, plant and equipment	209	209	209	209	209
Inventories	-	-	-	-	-
Intangibles	44	44	44	44	44
Other	10	10	10	10	10
Total non-financial assets	431	348	514	431	348
Total assets	4,868	1,113	1,260	1,414	1,614
LIABILITIES					
Debt					
Loans	-	-	-	-	-
Leases	-	-	-	-	-
Deposits	-	-	-	-	-
Overdrafts	-	-	-	-	-
Other	-	-	-	-	-
Total debt	-	-	-	-	-
Provisions and payables					
Employees	3,840	4,215	4,414	4,619	4,819
Suppliers	700	600	550	500	500
Grants	-	-	-	-	-
Other	115	85	83	82	82
Total provisions and payables	4,655	4,900	5,047	5,201	5,401
Total liabilities	4,655	4,900	5,047	5,201	5,401
EQUITY					
Capital	4,985	4,985	4,985	4,985	4,985
Reserves	-	-	-	-	-
Accumulated surpluses or deficits	(4,772)	(8,772)	(8,772)	(8,772)	(8,772)
Total equity	213	(3,787)	(3,787)	(3,787)	(3,787)
Current liabilities	2,351	2,371	2,399	2,430	2,510
Non-current liabilities	2,304	2,529	2,648	2,771	2,891
Current assets	4,447	775	756	993	1,276
Non-current assets	421	338	504	421	338

**Table 3.3: Budgeted Departmental Statement of Cash Flows
for the period ended 30 June**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	33,750	40,151	35,325	35,309	35,857
Sales of goods and services	40	6,410	5,799	5,251	4,759
Interest	10	10	10	10	10
Other	933	439	429	446	463
Total cash received	34,733	47,010	41,563	41,016	41,089
Cash used					
Employees	17,215	16,616	16,077	15,945	15,937
Suppliers	14,058	33,969	25,215	24,795	24,832
Grants	1,625	-	-	-	-
Interest	-	-	-	-	-
Other	1,159	30	2	1	-
Total cash used	34,057	50,615	41,294	40,741	40,769
Net cash from operating activities	676	(3,605)	269	275	320
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	-	-	-	-	-
Repayments of loans made	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	37	37	286	37	37
Loans made	-	-	-	-	-
Other	9	-	-	-	-
Total cash used	46	37	286	37	37
Net cash from investing activities	(46)	(37)	(286)	(37)	(37)
FINANCING ACTIVITIES					
Cash received					
Proceeds from issuing equity instruments	-	-	-	-	-
Proceeds from debt	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Repayments of debt	-	-	-	-	-
Capital use and dividends paid	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from financing activities	-	-	-	-	-

Table 3.3: Budgeted Departmental Statement of Cash Flows (cont.)

**Table 3.3: Budgeted Departmental Statement of Cash Flows
for the period ended 30 June (continued)**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
Net increase (decrease) in cash held	630	(3,642)	(17)	238	283
Cash at the beginning of the reporting period	3,692	4,322	680	663	901
Cash at the end of the reporting period	4,322	680	663	901	1,184

Table 3.4: Departmental Capital Budget Statement

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	-	(K3)	-	-	-
Total loans	-	(K3) ⁽¹⁾	-	-	-
Represented by					
Purchase of non-current assets	-	-	-	-	-
Other	-	-	-	-	-
Total	-	-	-	-	-
PURCHASE OF NON CURRENT ASSETS					
Funded by capital appropriation	-	-	-	-	-
Funded internally by					
Departmental resources	37	37	286	37	37
Total purchase of non-current assets	37	37	286	37	37

¹ These two lines link to (K3) in Table 1.1

Table 3.5: Departmental Non-financial Assets — Summary of Movement (Budget year 2002-03)

	Land	Buildings	Total land and buildings	Other infrastructure plant and equipment	Total infrastructure plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the start of year	-	168	168	209	209	44	421
Additions	-	-	-	37	37	-	37
Disposals	-	-	-	-	-	-	-
Revaluation increments	-	-	-	-	-	-	-
Recoverable amount w rite-dow ns	-	-	-	-	-	-	-
Net transfers free of charge	-	-	-	-	-	-	-
Depreciation/amortisation expense	-	83	83	37	37	-	120
Write-off of assets	-	-	-	-	-	-	-
Carrying amount at the end of year	-	85	85	209	209	44	338
Total additions							
Self funded	-	-	-	37	37	-	37
Appropriations	-	-	-	-	-	-	-
Total	-	-	-	37	37	-	37

Table 3.7: Note of Budgeted Revenues and Expenses Administered on behalf of Government for the period ended 30 June

	Estimated actual 2001-02 \$'000	Budget estimates 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
REVENUES					
Taxation					
Income tax	-	-	-	-	-
Indirect tax	-	-	-	-	-
Other taxes, fees and fines	-	-	-	-	-
Total taxation	-	-	-	-	-
Non-taxation					
Interest	-	-	-	-	-
Dividends	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-
Net foreign exchange gains	-	-	-	-	-
Other sources of non-taxation revenues	-	-	-	-	-
Total non-taxation	-	-	-	-	-
Total revenues administered on behalf of the Government	-	-	-	-	-
EXPENSES					
Grants	3,700	2,500	2,500	2,500	2,500
Subsidies	-	-	-	-	-
Personal benefits	-	-	-	-	-
Suppliers	-	-	-	-	-
Depreciation and amortisation	-	-	-	-	-
Value of assets sold	-	-	-	-	-
Net foreign exchange issues	-	-	-	-	-
Interest	-	-	-	-	-
Other	-	-	-	-	-
Total expenses administered on behalf of the Government	3,700	2,500	2,500	2,500	2,500
Extraordinary items	-	-	-	-	-

Table 3.8: Note of Budgeted Assets and Liabilities Administered on behalf of Government as at 30 June

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
ASSETS					
Financial assets					
Cash	-	-	-	-	-
Receivables	-	-	-	-	-
Investments	-	-	-	-	-
Accrued revenues	-	-	-	-	-
Other	-	-	-	-	-
Total financial assets	-	-	-	-	-
Non-financial assets					
Land and buildings	-	-	-	-	-
Infrastructure, plant and equipment	-	-	-	-	-
Other	-	-	-	-	-
Total non-financial assets	-	-	-	-	-
Total assets administered on behalf of the Government	-	-	-	-	-
LIABILITIES					
Interest bearing liabilities					
Loans	-	-	-	-	-
Leases	-	-	-	-	-
Deposits	-	-	-	-	-
Overdrafts	-	-	-	-	-
Other	-	-	-	-	-
Total interest bearing liabilities	-	-	-	-	-
Provisions and payables					
Employees	-	-	-	-	-
Suppliers	-	-	-	-	-
Grants	-	-	-	-	-
Other	-	-	-	-	-
Total provisions and payables	-	-	-	-	-
Total liabilities administered on behalf of the Government	-	-	-	-	-
Current liabilities	-	-	-	-	-
Non-current liabilities	-	-	-	-	-
Current assets	-	-	-	-	-
Non-current assets	-	-	-	-	-

**Table 3.9: Note of Budgeted Administered Cash Flows
for the period ended 30 June**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
OPERATING ACTIVITIES					
Cash received					
Income tax	-	-	-	-	-
Indirect tax	-	-	-	-	-
Other taxes, fees and fines	-	-	-	-	-
Appropriations	3,700	2,500	2,500	2,500	2,500
Interest	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	3,700	2,500	2,500	2,500	2,500
Cash used					
Subsidies	-	-	-	-	-
Personal benefits	-	-	-	-	-
Suppliers	-	-	-	-	-
Grants	3,700	2,500	2,500	2,500	2,500
Interest	-	-	-	-	-
Cash to Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	3,700	2,500	2,500	2,500	2,500
Net cash from operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	-	-	-	-	-
Cash from Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Purchase of property, plant and equipment	-	-	-	-	-
Cash to Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from investing activities	-	-	-	-	-

**Table 3.9: Note of Budgeted Administered Cash Flows
for the period ended 30 June (continued)**

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
FINANCING ACTIVITIES					
Cash received					
Proceeds from borrow ing	-	-	-	-	-
Cash from Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	-	-	-	-	-
Cash used					
Repayments of debt	-	-	-	-	-
Cash to Official Public Account	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from financing activities	-	-	-	-	-
Net increase (decrease) in cash held	-	-	-	-	-
Cash at beginning of reporting period	-	-	-	-	-
Administered cash at end of reporting period	-	-	-	-	-

Table 3.10: Note of Administered Capital Budget

	Estimated actual 2001-02 \$'000	Budget estimate 2002-03 \$'000	Forw ard estimate 2003-04 \$'000	Forw ard estimate 2004-05 \$'000	Forw ard estimate 2005-06 \$'000
CAPITAL APPROPRIATIONS					
Administered capital	-	-	-	-	-
Represented by:					
Purchase of non-current assets	-	-	-	-	-
Other	-	-	-	-	-
Total	-	-	-	-	-
PURCHASE OF NON-CURRENT ASSETS					
Funded by Capital appropriation	-	-	-	-	-
Funded internally by Departmental resources	-	-	-	-	-
Total purchase of non-current assets	-	-	-	-	-

Table 3.11: Note of Administered Non-financial Assets — Summary of Movement (Budget year 2002-03)

	Land	Buildings	Total land and buildings	Other infrastructure plant and equipment	Total infrastructure plant and equipment	Intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at start of year	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Revaluation increments	-	-	-	-	-	-	-
Recoverable amount w rite-dow ns	-	-	-	-	-	-	-
Net transfers free of charge	-	-	-	-	-	-	-
Depreciation/amortisation expense	-	-	-	-	-	-	-
Write-off of assets	-	-	-	-	-	-	-
Carrying amount at end of year	-	-	-	-	-	-	-
Total additions	-	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

Departmental Financial Statements and Notes Administered Items

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

Appropriations in the Accrual Budgeting Framework

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

- Departmental price of outputs appropriations: representing the Government's purchase of outputs from agencies,
- Departmental capital appropriations: for investments by the Government for either additional equity or loans in 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 continue under the accrual appropriation framework, and fund the majority of payments from the Consolidated Revenue Fund.

Capital Use Charge

A Capital Use Charge is levied on agencies and authorities to reflect the cost of the Commonwealth's investment in those entities. It is levied on those agencies closing Departmental net assets (equity) at a rate of 11 per cent.

Funding for the Capital Use Charge is included in agencies and authorities Departmental price of outputs appropriations. The Capital Use Charge is accounted for as a 'below Operating Result line' dividend payment.

Administered investments in controlled entities

Each Commonwealth Department is required to show an Administered investment in each Commonwealth Authority and Company Act entity within their portfolio. These Administered investments should be valued at the Commonwealth's ownership interest in the net assets of those CAC entities, fixed at a notional acquisition date of 30 June 1997.

Asset valuation

From 1 July 2002 Commonwealth agencies and authorities are required to use either the cost basis or the fair value basis to measure Property, Plant and Equipment. The shift from the deprival method of valuation to fair value should occur gradually over a three-year period. Fair value essentially reflects the current market value of an asset. See guidance from the Department of Finance and Administration on how to calculate fair value.

Table 3.6: Note to the Estimated Actual Column of the Departmental Statement of Financial Performance

Table 3.6: Note to the Estimated Actual Column of the Departmental Statement of Financial Performance is no longer required.

APPENDIX 1: REVENUES FROM INDEPENDENT SOURCES

Revenues from independent sources

	Estimated revenue 2001-02 \$'000	Estimated revenue 2002-03 \$'000
Departmental revenue		
Sales of goods and services	40	6,410
Interest	10	10
Other	828	409
Total estimated revenue	878	6,829