

# Portfolio Additional Estimates Statements 2017–18

Education and Training Portfolio

Explanations of Additional Estimates 2017–18

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## **Senator the Hon Simon Birmingham**

Minister for Education and Training  
Manager of Government Business in the Senate  
Senator for South Australia

Senator the Hon Scott Ryan  
President of the Senate  
Australian Senate  
Parliament House  
CANBERRA ACT 2600

The Hon Tony Smith MP  
Speaker  
House of Representatives  
Parliament House  
CANBERRA ACT 2600

Dear Mr President

Dear Mr Speaker

I hereby submit Portfolio Additional Estimates Statements in support of the 2017–18 Additional Estimates for the Education and Training Portfolio.

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

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

Yours sincerely

A handwritten signature in black ink, appearing to read 'Simon Birmingham', with a large, sweeping flourish extending to the right.

**Simon Birmingham**

## **ABBREVIATIONS AND CONVENTIONS**

The following notations may be used:

-	nil
..	not zero, but rounded to zero
n/a	not applicable
nfp	not for publication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.

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

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



## USER GUIDE

The purpose of the Portfolio Additional Estimates Statements 2017-18 (PAES), like that of the Portfolio Budget Statements (PBS), 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 PBS in one important aspect. While the PAES includes 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 programs supporting those outcomes.

The PAES facilitate understanding of the proposed appropriations in Appropriation Bills (Nos. 3 and 4) and Appropriation (Parliamentary Departments) Bill (No. 2) 2017-2018. 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) 2017-18 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 updates 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 figure 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.

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

Explains key terms relevant to the portfolio.

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# **PORTFOLIO OVERVIEW**



## PORTFOLIO OVERVIEW

Through the Education and Training portfolio, the Australian Government takes a national leadership role in early childhood education and child care, preschool education, schooling, higher education and research, skills and training, and international education.

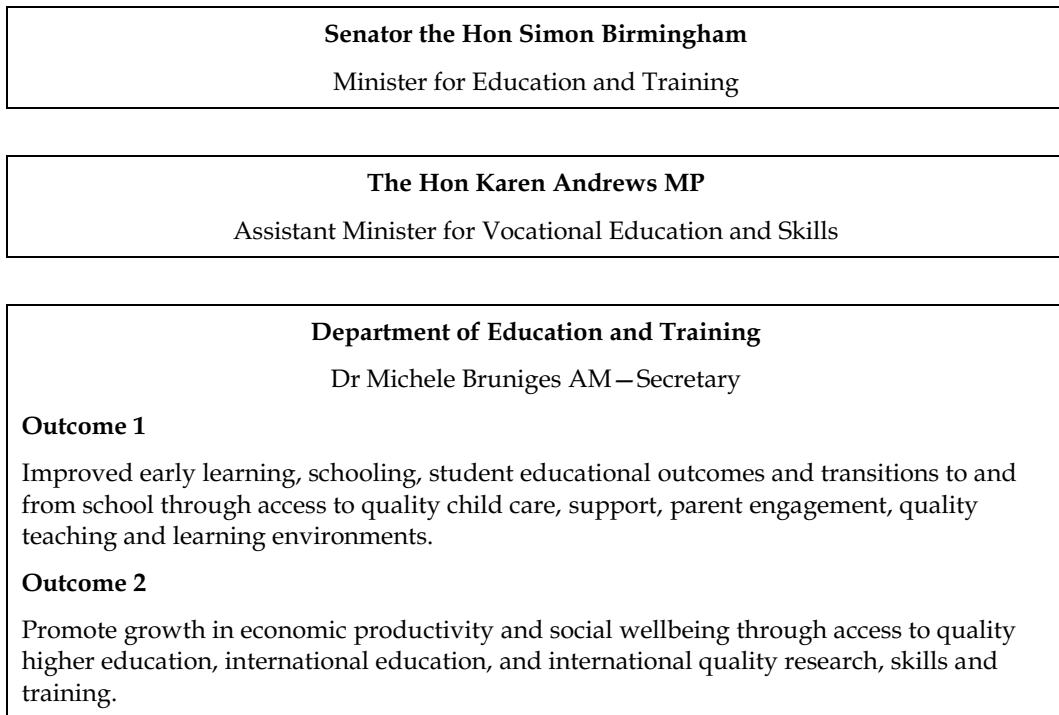
The Education and Training portfolio comprises the Department of Education and Training (the department) and the following entities (see Figure 1 on pages 4 and 5):

- Australian Curriculum, Assessment and Reporting Authority
- Australian Institute of Aboriginal and Torres Strait Islander Studies
- Australian Institute for Teaching and School Leadership
- Australian Research Council
- Australian Skills Quality Authority
- Tertiary Education Quality and Standards Agency.

The department and portfolio entities work with state and territory governments, other Australian Government entities and a range of service providers to provide high quality policy advice and services for the benefit of all Australians.

The department, the Australian Research Council (ARC) and the Tertiary Education Quality and Standards Agency (TEQSA) are the only portfolio entities affected by Additional Estimates and required to publish statements in the PAES. The Additional Estimates are outlined in each portfolio entity's *Table 1.4 Appropriation Bill (No. 3) 2017-18* and *Table 1.5 Appropriation Bill (No. 4) 2017-18*.

**Figure 1: Education and Training Portfolio Structure and Outcomes**



**Figure 1: Education and Training Portfolio Structure and Outcomes (continued)**

<p><b>Australian Curriculum, Assessment and Reporting Authority</b></p> <p>Robert Randall – Chief Executive Officer</p> <p><b>Outcome:</b> Improved quality and consistency of school education in Australia through a national curriculum, national assessment, data collection, and performance reporting system.</p>	<p><b>Australian Institute of Aboriginal and Torres Strait Islander Studies</b></p> <p>Craig Ritchie – Chief Executive Officer</p> <p><b>Outcome:</b> Further understanding of Australian Indigenous cultures, past and present through undertaking and publishing research, and providing access to print and audiovisual collections.</p>
<p><b>Australian Institute for Teaching and School Leadership</b></p> <p>Lisa Rodgers – Chief Executive Officer</p> <p><b>Outcome:</b> Enhance the quality of teaching and school leadership through developing standards, recognising teaching excellence, providing professional development opportunities, and supporting the teaching profession.</p>	<p><b>Australian Research Council</b></p> <p>Professor Sue Thomas – Chief Executive Officer</p> <p><b>Outcome:</b> Growth of knowledge and innovation through managing research funding schemes, measuring research excellence and providing advice.</p>
<p><b>Australian Skills Quality Authority</b></p> <p>Mark Paterson AO – Chief Commissioner and Chief Executive Officer</p> <p><b>Outcome:</b> Contribute to a high quality vocational education and training sector, including through streamlined and nationally consistent regulation of training providers and courses, and the communication of advice to the sector on improvements to the quality of vocational education and training.</p>	<p><b>Tertiary Education Quality and Standards Agency</b></p> <p>Anthony McClaran – Chief Executive Officer</p> <p><b>Outcome:</b> Contribute to a high quality higher education sector through streamlined and nationally consistent higher education regulatory arrangements; registration of higher education providers; accreditation of higher education courses; and investigation, quality assurance and dissemination of higher education standards and performance.</p>





## DEPARTMENT OF EDUCATION AND TRAINING

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# DEPARTMENT OF EDUCATION AND TRAINING

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

The Department of Education and Training is the Australian Government's lead agency responsible for national policy and programs that create and strengthen access to quality early childhood education and child care, preschool education, schooling, skills and training, higher education and research, and international education.

The Government's Mid-Year Economic and Fiscal Update (MYEFO) 2017-18, released on 18 December 2017, included a range of measures for the department to implement as part of delivering its purpose of 'maximising opportunity and prosperity through national leadership on education and training'.

The Government's **child care package** will be implemented on 2 July 2018 and remains a key focus through 2017-18. The grant rounds for the Community Child Care Fund to enhance access by vulnerable and disadvantaged communities to child care, are currently being assessed, and the Government has made provision for the Minister's and Secretary's Rules which support the operation of the new child care package following extensive consultation.

The new **In Home Care** (IHC) Program will also commence from 2 July 2018 and will subsidise the cost of child care provided in the family home to assist parents and carers who work non-standard hours, are geographically isolated, or have families with complex needs. The IHC Program will provide up to 3000 places throughout Australia, with up to 50 hours of subsidised care per child per week with an hourly rate cap of \$25 per family. Arrangements are currently in train to put in place support agencies through which care will be provided and a transition consultant has been appointed.

The centrepiece of the new package is the new Child Care Subsidy, which will replace the existing child care payments with a single means tested Child Care Subsidy from 2 July 2018. In order to ensure a strong transition to the new arrangements, the Government has agreed to an increased compliance effort to improve the integrity of payments to family day care services.

The Government will provide an additional \$1.3 billion over four years and \$5.1 billion over ten years, from 2017-18, to implement the **Quality Schools** reform package. This reflects passage of the Australian Education Amendment Bill 2017, which included:

- increased funding for schools to transition to the new Australian Government Quality Schools funding arrangements, including a six year transition for schools and systems currently attracting less than their target Commonwealth funding levels - 80 per cent of the Schooling Resource Standard (SRS) for non-government

schools and 20 per cent of the SRS for government schools – and a ten year transition for schools and systems currently attracting more; and

- establishment of a National School Resourcing Board to review elements of the school funding model under the *Australian Education Act 2013* (the Act) and to assess compliance of the States and Territories and approved authorities with the requirements in the Act.

The Government extended the **Flexible Literacy in Remote Primary Schools Program**, which will support up to 20 schools in the Northern Territory, Western Australia and Queensland to continue the trial of flexible teaching methods in the 2018 school year. An evaluation will also consider the efficacy of flexible teaching methods and develop an evidence base for improving literacy outcomes for students in remote and very remote schools.

The Government will proceed with a number of changes to **higher education** funding arrangements to improve transparency, accountability, affordability, and responsiveness to the aspirations of students and future workforce needs. These include:

- a freeze on total Commonwealth Grant Scheme (CGS) funding from 1 January 2018, set at 2017 funding levels, for bachelor degree courses in 2018 and 2019;
- performance targets for universities to determine the growth in their CGS funding for bachelor degrees from 2020, which would be capped at the growth rate in the 18-64 year-old population;
- from 1 July 2018, subject to the passage of legislation, revised repayment thresholds under Higher Education Loan Program (HELP), which includes a new minimum threshold of \$45,000 with a one per cent repayment rate and a maximum threshold of \$131,989 with a 10 per cent repayment rate;
- from 1 January 2019, subject to the passage of legislation, a combined lifetime limit for all tuition fee assistance under HECS-HELP, FEE-HELP, VET FEE-HELP and VET Student Loans of \$104,440 for most students and \$150,000 for students undertaking medicine, dentistry and veterinary science courses; and
- from 1 January 2019, a new allocation mechanism based on institutional outcomes and industry needs for sub-bachelor and postgraduate Commonwealth Supported Places.

The Government will also align the repayment thresholds for the Student Financial Supplement Scheme (SFSS) with the new HELP repayment thresholds. From 1 July 2019, SFSS loans will be repaid after the repayment of HELP loans.

The Government is also enhancing the **transparency and accountability of the VET Student Loans program** by further separating its administrative arrangements and the value of its loans from other elements of the HELP. As a result, from 1 July 2019, students will be better informed, with any VET Student Loan repayment requirements displayed separately on correspondence from the Australian Taxation Office. This measure will

also enhance the Government's ability to analyse information on the value of student loans and repayments.

The Department of Education and Training will deliver **interim Tuition Assurance services** in 2018 for VET Student Loans, FEE-HELP and for remaining grandfathered students under VET FEE-HELP. The interim arrangements will ensure students are protected and allow approved providers to continue to enrol and teach students in 2018, while longer term arrangements are developed for 2019 onwards.

Holders of Temporary Protection and Humanitarian Concern Visas and Safe Haven Enterprise Visas will continue to be able to access the **Adult Migrant English Program**.

The Government will invest \$70 million to upgrade **national high performance computing** at the Australian National University and bring it to current world-class standards. This will ensure Australia remains globally competitive in data intensive research fields and can deliver the nation's science and research priorities.

The Government will also provide \$7.0 million as part of a project to establish the **Menzies Institute and Library** at the University of Melbourne, which will bring together academics to produce high quality analysis of current policy issues, deliver annual public seminars and education programs, and undertake comprehensive research.

For further information on the resourcing impact of MYEFO and other measures, refer to *Table 1.2: Entity 2017–18 measures since Budget* and *Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget*.

## 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Department of Education and Training at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017–18 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: Department of Education and Training resource statement — Additional Estimates for 2017–18 as at Additional Estimates February 2018**

	Actual available appropriation	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2016-17 \$'000	2017-18 \$'000	2017-18 \$'000	2017-18 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services <sup>(a)</sup>				
Prior year appropriations available	56,612	-	56,612	56,612
Departmental appropriation	319,149	332,073	17,079	349,152
s 74 retained revenue receipts <sup>(b)</sup>	17,241	13,946	-	13,946
Departmental capital budget <sup>(c)</sup>	23,281	22,784	(5,270)	17,514
Annual appropriations - other services - non-operating <sup>(d)</sup>				
Prior year appropriations available <sup>(a)</sup>	6,716	-	6,716	6,716
Equity injection	5,985	12,636	3,143	15,779
<b>Total departmental annual appropriations</b>	<b>428,984</b>	<b>381,439</b>	<b>78,280</b>	<b>459,719</b>
Special accounts <sup>(e)</sup>				
Opening balance	3,536	3,536	553	4,089
Appropriation receipts <sup>(f)</sup>	-	-	-	-
Appropriation receipts from other entities <sup>(g)</sup>	-	-	-	-
Non-appropriation receipts	553	1,737	(16)	1,721
<b>Total special accounts</b>	<b>4,089</b>	<b>5,273</b>	<b>537</b>	<b>5,810</b>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	-	-	-	-
<b>Total departmental resourcing</b>	<b>433,073</b>	<b>386,712</b>	<b>78,817</b>	<b>465,529</b>

Entity Additional Estimates Statement – Department of Education and Training

**Table 1.1: Department of Education and Training resource statement — Additional Estimates for 2017–18 as at Additional Estimates February 2018 (continued)**

	Actual available appropriation	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2016-17	2017-18	2017-18	2017-18
	\$'000	\$'000	\$'000	\$'000
<b>Administered</b>				
Annual appropriations - ordinary annual services <sup>(a)</sup>				
Prior year appropriations available	-	-	-	-
Outcome 1	522,406	476,308	2,694	479,002
Outcome 2	1,357,582	1,351,767	80,055	1,431,822
Payments to corporate entities <sup>(g)</sup>	19,891	19,493	-	19,493
Annual appropriations - other services - specific payments to States, ACT, NT and local government <sup>(d)</sup>				
Prior year appropriations available	-	-	-	-
Outcome 1 <sup>(h)</sup>	42,686	16,299	23,922	40,221
<b>Total administered annual appropriations</b>	<b>1,942,565</b>	<b>1,863,867</b>	<b>106,671</b>	<b>1,970,538</b>
<b>Total administered special appropriations</b>	<b>40,780,587</b>	<b>43,770,640</b>	<b>(1,641,174)</b>	<b>42,129,466</b>
Special accounts <sup>(e)</sup>				
Opening balance	66,963	79,669	3,546	83,215
Appropriation receipts <sup>(f)</sup>	30,934	13,000	(6,357)	6,643
Appropriation receipts from other entities	-	-	-	-
Non-appropriation receipts	25,207	19,501	-	19,501
<b>Total special account receipts</b>	<b>123,104</b>	<b>112,170</b>	<b>(2,811)</b>	<b>109,359</b>
<i>less administered appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>(30,934)</i>	<i>(13,000)</i>	<i>6,357</i>	<i>(6,643)</i>
<i>less payments to corporate entities from annual/special appropriations</i>	<i>(19,891)</i>	<i>(19,493)</i>	<i>-</i>	<i>(19,493)</i>
<b>Total administered resourcing</b>	<b>42,897,081</b>	<b>45,779,170</b>	<b>(1,543,671)</b>	<b>44,235,499</b>
<b>Total resourcing for the Department of Education and Training</b>	<b>43,330,154</b>	<b>46,165,882</b>	<b>(1,464,854)</b>	<b>44,701,028</b>
			<i>Actual 2016-17</i>	2017-18
<b>Average staffing level (number)</b>			1,802	1,817

**Table 1.1: Department of Education and Training resource statement — Additional Estimates for 2017–18 as at Additional Estimates February 2018 (continued)**

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

	Actual available appropriation	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2016-17 \$'000	2017-18 \$'000	2017-18 \$'000	2017-18 \$'000
Payments made on behalf of another entity (as disclosed in the respective entity's resource statement)				
Payments made by other entities on behalf of Education and Training (disclosed above)				
Department of Human Services	1,460,692	1,466,752	(58,618)	1,408,134
Payments made to corporate entities within the Portfolio				
Australian Curriculum, Assessment and Reporting Authority (Annual Appropriation Bill No.1)	13,243	15,291	-	15,291
Australian Institute of Aboriginal and Torres Strait Islander Studies (Annual Appropriation Bill No.1)	19,891	19,493	-	19,493
Australian Institute for Teaching and School Leadership (Annual Appropriation Bill No.1)	12,061	11,861	-	11,861

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

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

- (a) Appropriation Act (No. 1) 2017–2018 and Appropriation Bill (No. 3) 2017–2018.
- (b) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (c) Departmental capital budgets are not separately identified in Appropriation Act (No. 1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (d) Appropriation Act (No. 2) 2017–2018 and Appropriation Bill (No. 4) 2017–2018.
- (e) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM). For further information on special accounts see Table 3.1
- (f) Amounts credited to the special account(s) from Education and Trainings annual appropriations.
- (g) 'Corporate entities' are corporate Commonwealth entities and Commonwealth companies as defined under the PGPA Act.
- (h) For the 2017–18 Portfolio Additional Estimates, the Government committed further funding for Quality Schools. This includes \$23.922 million for payments to states and territories in Appropriation Bill (No. 4), 2017–18 Outcome 1, for Program 1.6 - Adjustment Assistance (\$11.194 million), for Program 1.6 - Non-Government Representative Bodies (\$11.728 million) and for Program 1.7 - Literacy Support for Tasmanian Students (\$1.000 million). The distribution of the funding under Program 1.6 - Non-Government Representative Bodies is based on advice from the Independent Schools Council of Australia and the National Catholic Education Commission. The distribution of Program 1.6 - Adjustment Assistance will be determined following consideration of applications from eligible schools for national adjustment assistance funding and based on advice from the ACT Catholic system and ACT Association of Independent Schools for assistance to the ACT non-government sector. Funding under Program 1.7 - Literacy Support for Tasmanian Students is for Tasmania only.



### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2017–18 measures since Budget**

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Revenue measures</b>					
Higher Education Reforms - revised implementation	2.1, 2.3, 2.4				
Administered revenues		(76,153)	(161,679)	(246,568)	(353,037)
Departmental revenues		-	-	-	-
<b>Total</b>		<b>(76,153)</b>	<b>(161,679)</b>	<b>(246,568)</b>	<b>(353,037)</b>
VET Student Loans Program - partial cost recovery	2.8				
Administered revenues		255	2,929	3,361	3,812
Departmental revenues		-	-	-	-
<b>Total</b>		<b>255</b>	<b>2,929</b>	<b>3,361</b>	<b>3,812</b>
<b>Total revenue measures</b>					
Administered		(75,898)	(158,750)	(243,207)	(349,225)
Departmental		-	-	-	-
<b>Total</b>		<b>(75,898)</b>	<b>(158,750)</b>	<b>(243,207)</b>	<b>(349,225)</b>
<b>Expense measures</b>					
Family Day Care - payment integrity	1.1, 1.2, 1.3, 1.4				
Administered expenses		(49,518)	(337,165)	(351,985)	(351,547)
Departmental expenses		15,279	19,131	10,940	4,501
<b>Total</b>		<b>(34,239)</b>	<b>(318,034)</b>	<b>(341,045)</b>	<b>(347,046)</b>
Jobs for Families Package - In Home Care	1.1, 1.4				
Administered expenses		774	910	799	684
Departmental expenses		-	-	-	-
<b>Total</b>		<b>774</b>	<b>910</b>	<b>799</b>	<b>684</b>
Jobs for Families Package - variation	1.1, 1.4				
Administered expenses		-	22,193	22,117	20,774
Departmental expenses		-	-	-	-
<b>Total</b>		<b>-</b>	<b>22,193</b>	<b>22,117</b>	<b>20,774</b>
Quality Schools - true needs-based funding for Australia's schools	1.5, 1.6, 1.7				
Administered expenses		117,122	258,998	380,873	543,774
Departmental expenses		765	1,417	1,215	854
<b>Total</b>		<b>117,887</b>	<b>260,415</b>	<b>382,088</b>	<b>544,628</b>
Flexible Literacy for Remote Primary Schools Program - extension <sup>(a)</sup>	1.7				
Administered expenses		-	-	-	-
Departmental expenses		-	-	-	-
<b>Total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Entity Additional Estimates Statement – Department of Education and Training

**Table 1.2: Entity 2017–18 measures since Budget (continued)**

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Total</b>		-	-	-	-
Higher Education Reforms - revised implementation	2.1, 2.3, 2.4				
Administered expenses		26,651	105,328	74,074	111,910
Departmental expenses		(818)	2,725	974	1,328
<b>Total</b>		<b>25,833</b>	<b>108,053</b>	<b>75,048</b>	<b>113,238</b>
Menzies Institute and Library	2.3				
Administered expenses		7,000	-	-	-
Departmental expenses		-	-	-	-
<b>Total</b>		<b>7,000</b>	-	-	-
Welfare Payment Infrastructure Transformation - update to Tranche Two	2				
Administered expenses		-	-	-	-
Departmental expenses		1,673	-	-	-
<b>Total</b>		<b>1,673</b>	-	-	-
National High Performance Computing Facility - upgrade	2.6				
Administered expenses		69,200	800	-	-
Departmental expenses		-	-	-	-
<b>Total</b>		<b>69,200</b>	<b>800</b>	-	-
Adult Migrant English Program - continued access for temporary visa holders <sup>(a)</sup>	2.8				
Administered expenses		-	-	-	-
Departmental expenses		-	-	-	-
<b>Total</b>		-	-	-	-
VET Student Loans - separation from the Higher Education Loan Program	2.8				
Administered expenses		-	-	-	-
Departmental expenses		-	130	-	-
<b>Total</b>		-	<b>130</b>	-	-
Tuition Assurance - interim arrangements for 2018	2.8				
Administered expenses		-	-	-	-
Departmental expenses		1,966	1,258	-	-
<b>Total</b>		<b>1,966</b>	<b>1,258</b>	-	-
<b>Total expense measures</b>					
Administered		171,229	51,064	125,878	325,595
Departmental		18,865	24,661	13,129	6,683
<b>Total</b>		<b>190,094</b>	<b>75,725</b>	<b>139,007</b>	<b>332,278</b>
<b>Capital measures</b>					
Higher Education Reforms - revised implementation	2				
Administered capital		-	-	-	-
Departmental capital		2,648	-	-	-
<b>Total</b>		<b>2,648</b>	-	-	-
Welfare Payment Infrastructure Transformation - update to Tranche Two	2				
Administered capital		-	-	-	-
Departmental capital		495	-	-	-
<b>Total</b>		<b>495</b>	-	-	-
<b>Total capital measures</b>					
Administered		-	-	-	-
Departmental		3,143	-	-	-
<b>Total</b>		<b>3,143</b>	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

(a) The cost of this measure will be met from within existing resources of the department.

## 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following tables detail the changes to the resourcing for the Department of Education and Training at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bills Nos. 3 and 4.

**Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget**

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
Flexible Literacy for Remote Primary Schools Program - extension <sup>(a)</sup>	1.7	-	-	-	-
Quality Schools - true needs-based funding for Australia's schools	1.5,1.6,1.7	28,057	33,700	28,550	24,904
Jobs for Families Package - In Home Care	1.1	774	566	591	597
Family Day Care - payment integrity	1.1	477	(8,465)	(9,017)	(8,976)
Jobs for Families Package - variation	1.1	-	(470)	(518)	(550)
<b>Movement of Funds</b>					
(net increase)	1.1	7,447	-	-	-
<b>Changes in Parameters</b>					
(net increase)	1.4,1.6,1.7	-	2	19	183
(net decrease)	1.4,1.6,1.7	-	-	(6)	(10)
<b>Other Variations</b>					
(net increase)	1.1	-	10,863	13,281	16,009
(net decrease)	1.1	(10,139)	(1,506)	(2,239)	(3,363)
<b>Special appropriations (including Special Accounts)</b>					
Jobs for Families Package - In Home Care	1.4	-	344	208	87
Quality Schools - true needs-based funding for Australia's schools	1.5,1.6	89,065	225,298	352,323	518,870
Family Day Care - payment integrity	1.2,1.3,1.4	(49,995)	(328,700)	(342,968)	(342,571)
Jobs for Families Package - variation	1.4	-	22,663	22,635	21,324
<b>Changes in Parameters</b>					
(net increase)	1.4, 1.5, 1.6	-	5,499	3,304	14,262
(net decrease)	1.4, 1.5, 1.6	-	-	(3,886)	(8,130)
<b>Other Variations</b>					
(net increase)	1.2,1.3,1.4 1.5,1.6	22,278	31,445	92,291	97,074
(net decrease)	1.2,1.3,1.4 1.5,1.6	(188,227)	(304,835)	(449,283)	(535,028)
<b>Net impact on appropriations for Outcome 1 (administered)</b>		<b>(100,263)</b>	<b>(313,596)</b>	<b>(294,715)</b>	<b>(205,318)</b>

**Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget (continued)**

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
Quality Schools - true needs-based funding for Australia's schools	1	765	1,417	1,215	854
Family Day Care - payment integrity	1	15,279	19,131	10,940	4,501
<b>Changes in Parameters</b>					
(net increase)	1	-	147	142	280
<b>Other Variations</b>					
(net decrease)	1	(1,947)	(1,804)	(1,565)	(1,532)
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>14,097</b>	<b>18,891</b>	<b>10,732</b>	<b>4,103</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>(86,166)</b>	<b>(294,705)</b>	<b>(283,983)</b>	<b>(201,215)</b>
<b>Outcome 2</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
Menzies Institute and Library	2.3	7,000	-	-	-
High Performance Computing Facility	2.6	69,200	800	-	-
Adult Migrant English Program - continued access for temporary visa holders <sup>(b)</sup>	2.8	-	-	-	-
<b>Movement of Funds</b>					
(net increase)	2.8	3,955	557	973	2,290
<b>Changes in Parameters</b>					
(net increase)	2.6	-	18	18	36
(net decrease)	2.3, 2.6, 2.8	-	(153)	(634)	(647)
<b>Other Variations</b>					
(net increase)	2.7	-	-	-	3,000
(net decrease)	2.8	(100)	-	-	-
<b>Special appropriations (including Special Accounts)</b>					
Higher Education Reforms - revised implementation	2.1, 2.3, 2.4	(153,598)	(225,840)	(307,788)	(343,471)
<b>Changes in Parameters</b>					
(net increase)	2.1, 2.3, 2.4, 2.5, 2.6, 2.8	1,946	13,193	19,389	16,284
<b>Other Variations</b>					
(net increase)	2.1, 2.2, 2.3, 2.4, 2.7, 2.8	348,935	222,283	147,761	136,987
(net decrease)	2.1, 2.4	(526,190)	(55,455)	(44,524)	(43,954)
<b>Net impact on appropriations for Outcome 2 (administered)</b>		<b>(248,852)</b>	<b>(44,597)</b>	<b>(184,805)</b>	<b>(229,475)</b>

**Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget (continued)**

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Outcome 2</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
Welfare Payment Infrastructure Transformation - update to Tranche Two	2	1,673	-	-	-
Tuition Assurance - interim arrangements for 2018	2	1,966	1,258	-	-
VET Student Loans - separation from Higher Education Loan Program	2	-	130	-	-
Higher Education Reforms - revised implementation	2	(818)	2,725	974	1,328
<b>Changes in Parameters</b>					
(net increase)	2	-	163	161	322
<b>Other Variations</b>					
(net increase)	2	1,125	866	633	600
(net decrease)	2	(964)	(1,101)	(1,094)	(1,094)
<b>Net impact on appropriations for Outcome 2 (departmental)</b>		<b>2,982</b>	<b>4,041</b>	<b>674</b>	<b>1,156</b>
<b>Total net impact on appropriations for Outcome 2</b>		<b>(245,870)</b>	<b>(40,556)</b>	<b>(184,131)</b>	<b>(228,319)</b>
<b>Total Decisions taken but not yet announced for all Outcomes</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(a) The cost of this measure will be met from within the existing resources of the Department.

(b) The cost of this measure will be met from within the existing resources of the Adult Migrant English Program (AMEP).

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department of Education and Training through Appropriation Bills Nos. 3 and 4.

**Table 1.4: Appropriation Bill (No. 3) 2017–18**

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
<b>Outcome 1</b> - Improved early learning, schooling, student educational outcomes and transactions to and from school through access to quality child care, support, parent engagement, quality teaching and learning environments	515,866	476,308	479,002	2,694	-
<b>Outcome 2</b> - Promote growth in economic productivity and social wellbeing through access to quality higher education, international education, and international quality research, skills and training	1,353,361	1,351,767	1,431,822	80,055	-
<b>Total administered</b>	<b>1,869,227</b>	<b>1,828,075</b>	<b>1,910,824</b>	<b>82,749</b>	<b>-</b>
<b>Departmental programs</b>					
<b>Outcome 1</b> - Improved early learning, schooling, student educational outcomes and transactions to and from school through access to quality child care, support, parent engagement, quality teaching and learning environments	166,960	180,084	188,911	8,827	-
<b>Outcome 2</b> - Promote growth in economic productivity and social wellbeing through access to quality higher education, international education, and international quality research, skills and training	175,470	174,773	177,755	2,982	-
<b>Total departmental</b>	<b>342,430</b>	<b>354,857</b>	<b>366,666</b>	<b>11,809</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>2,211,657</b>	<b>2,182,932</b>	<b>2,277,490</b>	<b>94,558</b>	<b>-</b>

Entity Additional Estimates Statement – Department of Education and Training

**Table 1.5: Appropriation Bill (No. 4) 2017–18**

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Payments to states, ACT, NT and local government</b>					
<b>Outcome 1</b>	42,686	16,299	40,221	23,922	-
<b>Total payments to states, ACT, NT and local government</b>	<b>42,686</b>	<b>16,299</b>	<b>40,221</b>	<b>23,922</b>	<b>-</b>
<b>Non-operating</b>					
Equity injections	5,985	12,636			-
Higher Education Reforms	-	-	-	2,648	-
Higher Education Information Management System - Welfare Payment Infrastructure Transformation - Phase 2	-	-	-	495	-
<b>Total non-operating</b>	<b>5,985</b>	<b>12,636</b>	<b>15,779</b>	<b>3,143</b>	<b>-</b>
<b>Total other services</b>	<b>48,671</b>	<b>28,935</b>	<b>56,000</b>	<b>27,065</b>	<b>-</b>

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1:** Improved early learning, schooling, student educational outcomes and transitions to and from school through access to quality child care, support, parent engagement, quality teaching and learning environments.

#### Linked programs

Linked programs contributing to Outcome 1 are outlined in the Portfolio Budget Statements 2017–18.

#### Budgeted expenses for Outcome 1

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

**Table 2.1.1 Budgeted expenses for Outcome 1**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 1.1: Support for the Child Care System</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	264,875	355,916	346,692	353,103	359,498
Special accounts					
<i>Early Years Quality Fund Special Account Act 2013</i>	2,060	-	-	-	-
<b>Total expenses for program 1.1</b>	<b>266,935</b>	<b>355,916</b>	<b>346,692</b>	<b>353,103</b>	<b>359,498</b>
<b>Program 1.2: Child Care Benefit</b>					
Administered expenses					
Special appropriations					
<i>A New Tax System (Family Assistance) (Administration) Act 1999</i>	3,648,992	3,538,305	-	-	-
<b>Total expenses for program 1.2</b>	<b>3,648,992</b>	<b>3,538,305</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Program 1.3: Child Care Rebate</b>					
Administered expenses					
Special appropriations					
<i>A New Tax System (Family Assistance) (Administration) Act 1999</i>	3,627,409	3,798,480	-	-	-
<b>Total expenses for program 1.3</b>	<b>3,627,409</b>	<b>3,798,480</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Program 1.4: Child Care Subsidy</b>					
Administered expenses					
Special appropriations					
<i>A New Tax System (Family Assistance) (Administration) Act 1999</i>	-	-	8,169,209	8,877,469	9,231,048
<b>Total expenses for program 1.4</b>	<b>-</b>	<b>-</b>	<b>8,169,209</b>	<b>8,877,469</b>	<b>9,231,048</b>



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

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 1.5: Government Schools National Support</b>					
Administered expenses					
Other services (Appropriation Act No. 2 and Bill No. 4)	-	1,629	4,987	8,575	12,804
Special appropriations					
<i>Australian Education Act 2013</i>	6,495,044	7,121,908	7,703,404	8,374,301	9,081,206
<b>Total expenses for program 1.5</b>	<b>6,495,044</b>	<b>7,123,537</b>	<b>7,708,391</b>	<b>8,382,876</b>	<b>9,094,010</b>
<b>Program 1.6: Non-Government Schools National Support</b>					
Administered expenses					
Other services (Appropriation Act No. 2 and Bill No. 4)	42,380	37,592	51,007	51,475	52,318
Special appropriations					
<i>Australian Education Act 2013</i>	10,553,276	11,161,955	11,766,436	12,406,412	13,118,813
<b>Total expenses for program 1.6</b>	<b>10,595,656</b>	<b>11,199,547</b>	<b>11,817,443</b>	<b>12,457,887</b>	<b>13,171,131</b>
<b>Program 1.7: Early Learning and Schools Support</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	108,997	123,086	123,754	108,348	77,350
Other services (Appropriation Act No. 2 and Bill No. 4)	-	1,000	2,000	2,000	2,000
Special accounts					
SOETM - Students with Disabilities	2,657	578	-	-	-
<b>Total expenses for program 1.7</b>	<b>111,654</b>	<b>124,664</b>	<b>125,754</b>	<b>110,348</b>	<b>79,350</b>
<b>Program 1.8: Youth Support</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	534	-	-	-	-
<b>Total expenses for program 1.8</b>	<b>534</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	374,406	479,002	470,446	461,451	436,848
Other services (Appropriation Act No. 2 and Bill No. 4)	42,380	40,221	57,994	62,050	67,122
Special appropriations	24,324,721	25,620,648	27,639,049	29,658,182	31,431,067
Special accounts	4,717	578	-	-	-
<b>Administered total</b>	<b>24,746,224</b>	<b>26,140,449</b>	<b>28,167,489</b>	<b>30,181,683</b>	<b>31,935,037</b>
Departmental expenses					
Departmental appropriation	153,428	173,440	168,425	154,555	146,053
s74 Retained revenue receipts <sup>(a)</sup>	12,334	3,979	3,979	3,979	3,978
Expenses not requiring appropriation in the Budget year <sup>(b)</sup>	15,325	13,231	13,466	13,778	14,988
<b>Departmental total</b>	<b>181,087</b>	<b>190,650</b>	<b>185,870</b>	<b>172,312</b>	<b>165,019</b>
<b>Total expenses for Outcome 1</b>	<b>24,927,311</b>	<b>26,331,099</b>	<b>28,353,359</b>	<b>30,353,995</b>	<b>32,100,056</b>

Entity Additional Estimates Statement – Department of Education and Training

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

Movement of administered funds between years <sup>(c)</sup>	2016-17	2017-18	2018-19	2019-20	2020-21
	Actual expenses \$'000	Revised estimated expenses \$'000	Forward estimate \$'000	Forward estimate \$'000	Forward estimate \$'000
Outcome 1:					
Child Care Services Support	(7,447)	7,447	-	-	-
<b>Total movement of administered funds</b>	<b>(7,447)</b>	<b>7,447</b>	-	-	-
<b>Average staffing level (number)</b>	831	909			

- (a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.  
 (b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees.  
 (c) Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

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

### Performance criteria for Outcome 1

This section details changes to performance criteria for Outcome 1 resulting from decisions made since the 2017–18 Budget. For a full outline of all performance criteria associated with Outcome 1 see the Portfolio Budget Statements 2017–18. This section also includes further detail on the program expenses associated with Outcome 1.

### Program 1.1: Support for the Child Care System

#### Performance information 1.1 Support for the Child Care System

Year	Performance criteria	Targets <sup>(a)</sup>
2017–18	Provide support for child care services and families so that more children access quality child care and early learning services.	<u>The revised In Home Care program will replace the existing program from 2 July 2018. Eligible families transition to new arrangements. New IHC Support Agencies are established to advocate for and support families to access In Home Care.</u>
2018–19 and beyond	As per 2017–18	As per 2017–18
<b>Purpose</b>	<b>Department of Education and Training Corporate Plan 2017–18</b>	
	<ul style="list-style-type: none"> <li>Maximising opportunity and prosperity through national leadership on education and training.</li> </ul>	
<b>Measures impacting program 1.1 performance since the 2017–18 Budget:</b>		
<ul style="list-style-type: none"> <li><i>Jobs for Families Package</i> - In Home Care</li> </ul>		

(a) For a full outline of the performance information for this program see the Portfolio Budget Statements 2017–18. This table shows only modified performance information that reflects material changes to this program. Specific changes are underlined.

#### Program expenses 1.1 Support for the Child Care System

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Child Care Services Support	238,261	303,080	346,605	353,103	359,498
Jobs Education and Training, Child Care Fee Assistance (JETCCFA)	26,410	36,969	-	-	-
Child Care Subsidy Communications Campaign	204	15,867	87	-	-
Special appropriations:					
<i>Early Years Quality Fund Special Account Act 2013</i>	2,060	-	-	-	-
<b>Total expenses for program 1.1</b>	<b>266,935</b>	<b>355,916</b>	<b>346,692</b>	<b>353,103</b>	<b>359,498</b>

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**Program 1.2: Child Care Benefit**

**Program expenses 1.2 Child Care Benefit**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations: A New Tax System (Family Assistance) (Administration) Act 1999	3,648,992	3,538,305	-	-	-
<b>Total expenses for program 1.2</b>	<b>3,648,992</b>	<b>3,538,305</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Program 1.3: Child Care Rebate**

**Program expenses 1.3 Child Care Rebate**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations: A New Tax System (Family Assistance) (Administration) Act 1999	3,627,409	3,798,480	-	-	-
<b>Total expenses for program 1.3</b>	<b>3,627,409</b>	<b>3,798,480</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Program 1.4: Child Care Subsidy**

**Program expenses 1.4 Child Care Subsidy**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations: A New Tax System (Family Assistance) (Administration) Act 1999	-	-	8,169,209	8,877,469	9,231,048
<b>Total expenses for program 1.4</b>	<b>-</b>	<b>-</b>	<b>8,169,209</b>	<b>8,877,469</b>	<b>9,231,048</b>

Entity Additional Estimates Statement – Department of Education and Training

**Program 1.5: Government Schools National Support**

**Program expenses 1.5 Government Schools National Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Other services (Appropriation Act No. 2 and Bill No. 4)					
Additional Support for Northern Territory	-	1,629	4,987	8,575	12,804
Special appropriations:					
<i>Australian Education Act 2013</i>	6,495,044	7,121,908	7,703,404	8,374,301	9,081,206
<b>Total expenses for program 1.5</b>	<b>6,495,044</b>	<b>7,123,537</b>	<b>7,708,391</b>	<b>8,382,876</b>	<b>9,094,010</b>

**Program 1.6: Non-Government Schools National Support**

**Program expenses 1.6 Non-Government Schools National Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Other services (Appropriation Act No. 2 and Bill No. 4)					
Non-Government Representative Bodies	41,167	24,228	37,274	37,274	37,274
Short Term Emergency Assistance	1,213	1,539	1,561	1,584	1,608
Adjustment Assistance <sup>(a)</sup>	-	11,825	12,172	12,617	13,436
Special appropriations:					
<i>Australian Education Act 2013</i>	10,553,276	11,161,955	11,766,436	12,406,412	13,118,813
<b>Total expenses for program 1.6</b>	<b>10,595,656</b>	<b>11,199,547</b>	<b>11,817,443</b>	<b>12,457,887</b>	<b>13,171,131</b>

(a) Previously known as Transition Assistance.

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**Program 1.7: Early Learning and Schools Support**

**Program expenses 1.7 Early Learning and Schools Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Australian Early Development Census	3,101	10,381	8,581	6,408	12,180
Australian Government Response to TEMAG	4,300	4,100	3,700	-	-
Boost the Learning for Life Program	5,700	10,100	13,800	18,400	-
Early Learning Languages Australia (ELLA)	4,312	1,622	-	-	-
Educating Against Domestic Violence	1,981	2,057	-	-	-
English Language Learning for Indigenous Children	-	803	3,305	1,204	571
Flexible Literacy Learning for Remote Primary Schools	6,200	5,420	300	-	-
Grants and Awards	1,353	1,353	1,353	1,373	1,394
Helping Children with Autism	5,737	5,818	5,899	5,988	6,078
Inspiring all Australians in Digital Literacy and STEM	14,607	16,496	16,343	15,350	-
Maths and Science Participation	2,000	1,000	-	-	-
National Assessment Reform	10,220	-	2,200	2,200	2,200
National Schools Reform	-	15,020	23,410	20,113	18,685
National School Resourcing Board	-	295	813	937	952
Quality Outcomes	37,376	35,218	33,815	33,605	33,078
Science, Technology, Engineering and Mathematics (STEM)	4,560	4,875	1,617	625	67
Teach for Australia	6,139	7,028	7,118	2,145	2,145
Universal Access	1,411	1,500	1,500	-	-
Other services (Appropriation Act No. 2 and Bill No. 4)					
Literacy Support for Tasmanian Students - Government	-	1,000	2,000	2,000	2,000
Special account expenses:					
SOETM - Students with Disabilities	2,657	578	-	-	-
<b>Total expenses for program 1.7</b>	<b>111,654</b>	<b>124,664</b>	<b>125,754</b>	<b>110,348</b>	<b>79,350</b>

**Program 1.8: Youth Support**

**Program expenses 1.8 Youth Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Youth Engagement <sup>(a)</sup>	534	-	-	-	-
<b>Total expenses program 1.8</b>	<b>534</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(a) Program terminated in 2016–17.

## 2.2 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 2

**Outcome 2:** Promote growth in economic productivity and social wellbeing through access to quality higher education, international education, and international quality research, skills and training.

### Linked programs

Linked programs contributing to Outcome 2 are outlined in the Portfolio Budget Statements 2017–18.

### Budgeted expenses for Outcome 2

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

**Table 2.2.1 Budgeted expenses for Outcome 2**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 2.1: Commonwealth Grant Scheme</b>					
Administered expenses					
Special appropriations					
Higher Education Support Act 2003	6,926,560	7,016,348	7,075,806	7,141,286	7,238,378
<b>Total expenses for program 2.1</b>	<b>6,926,560</b>	<b>7,016,348</b>	<b>7,075,806</b>	<b>7,141,286</b>	<b>7,238,378</b>
<b>Program 2.2: Higher Education Superannuation Program</b>					
Administered expenses					
Special appropriations					
Higher Education Support Act 2003	194,000	245,592	238,660	230,066	220,355
<b>Total expenses for program 2.2</b>	<b>194,000</b>	<b>245,592</b>	<b>238,660</b>	<b>230,066</b>	<b>220,355</b>
<b>Program 2.3: Higher Education Support</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	9,163	24,751	21,752	21,905	18,057
Special appropriations					
Higher Education Support Act 2003	385,401	404,036	418,767	389,242	512,174
Special accounts					
SOETM - Australian Quality Framework Council	27	-	-	-	-
Education Investment Fund - Higher Education	22,593	2,000	-	-	-
<b>Total expenses for program 2.3</b>	<b>417,184</b>	<b>430,787</b>	<b>440,519</b>	<b>411,147</b>	<b>530,231</b>

Entity Additional Estimates Statement – Department of Education and Training

**Table 2.2.1 Budgeted expenses for Outcome 2 (continued)**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 2.4: Higher Education Loan Program</b>					
Administered expenses					
Special appropriations					
Higher Education Support Act 2003	6,137,921	1,250,166	1,192,658	1,217,498	1,246,524
VET Student Loans Act 2016	22	561,563	954,278	920,389	954,500
<b>Total expenses for program 2.4</b>	<b>6,137,943</b>	<b>1,811,729</b>	<b>2,146,936</b>	<b>2,137,887</b>	<b>2,201,024</b>
<b>Program 2.5: Investment in Higher Education Research</b>					
Administered expenses					
Special appropriations					
Higher Education Support Act 2003	1,777,882	1,943,204	1,941,228	2,019,384	2,099,225
<b>Total expenses for program 2.5</b>	<b>1,777,882</b>	<b>1,943,204</b>	<b>1,941,228</b>	<b>2,019,384</b>	<b>2,099,225</b>
<b>Program 2.6: Research Capacity</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	150,500	222,550	156,860	159,493	163,480
Special appropriations					
Higher Education Support Act 2003	5,266	5,346	5,453	5,568	5,184
Payments to corporate entities <sup>(a)</sup>	19,891	19,493	19,388	19,390	19,484
<b>Total expenses for program 2.6</b>	<b>175,657</b>	<b>247,389</b>	<b>181,701</b>	<b>184,451</b>	<b>188,148</b>
<b>Program 2.7: International Education Support</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	57,261	49,832	46,707	51,723	51,724
Special accounts					
Overseas Student Tuition Fund	3,282	9,592	8,499	8,528	8,560
SOETM - Cheung Kong	1,000	-	-	-	-
<b>Total expenses for program 2.7</b>	<b>61,543</b>	<b>59,424</b>	<b>55,206</b>	<b>60,251</b>	<b>60,284</b>
<b>Program 2.8: Building Skills and Capability</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,008,426	1,121,689	1,114,605	1,065,070	1,068,041
Special appropriations					
Trade Support Loans Act 2014	32,912	69,278	71,211	73,460	75,775
Special accounts					
Growth Fund Skills and Training <sup>(b)</sup>	5,985	29,187	12,535	11,721	-
<b>Total expenses for program 2.8</b>	<b>1,047,323</b>	<b>1,220,154</b>	<b>1,198,351</b>	<b>1,150,251</b>	<b>1,143,816</b>



Entity Additional Estimates Statement – Department of Education and Training

**Table 2.2.1 Budgeted expenses for Outcome 2 (continued)**

<b>Outcome 2 Totals by appropriation type</b>					
<b>Administered expenses</b>					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,225,350	1,418,822	1,339,924	1,298,191	1,301,302
Special appropriations	15,459,964	11,495,533	11,898,061	11,996,893	12,352,115
Special accounts	32,887	40,779	21,034	20,249	8,560
Payments to corporate entities <sup>(a)</sup>	19,891	19,493	19,388	19,390	19,484
<b>Administered total</b>	<b>16,738,092</b>	<b>12,974,627</b>	<b>13,278,407</b>	<b>13,334,723</b>	<b>13,681,461</b>
<b>Departmental expenses</b>					
Departmental appropriation	186,361	175,712	169,009	163,720	164,608
s 74 Retained revenue receipts <sup>(c)</sup>	2,403	9,967	8,048	8,048	8,049
Special accounts	5,058	1,737	1,768	1,768	1,768
Expenses not requiring appropriation in the Budget year <sup>(d)</sup>	17,989	20,558	21,141	20,835	22,647
<b>Departmental total</b>	<b>211,811</b>	<b>207,974</b>	<b>199,966</b>	<b>194,371</b>	<b>197,072</b>
<b>Total expenses for Outcome 2</b>	<b>16,949,903</b>	<b>13,182,601</b>	<b>13,478,373</b>	<b>13,529,094</b>	<b>13,878,533</b>

**Table 2.2.1 Budgeted expenses for Outcome 2 (continued)**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Movement of administered funds between years <sup>(e)</sup></b>					
Outcome 2:					
Building Skills and Capability	(7,775)	3,955	560	970	2,290
<b>Total movement of administered funds</b>	<b>(7,775)</b>	<b>3,955</b>	<b>560</b>	<b>970</b>	<b>2,290</b>

	2016-17	2017-18
<b>Average staffing level (number)</b>	971	908

- (a) Further information on payments to corporate entities can be found in the "Third Party Payments" section of Table 1.1: Department of Education and Training Resource Statement.
- (b) This special account is funded by Annual Appropriation Bill (No. 1) and receipts from Independent Sources.
- (c) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.
- (d) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses and audit fees.
- (e) Figures displayed as a negative (shown in parentheses) represent a decrease in funds and a positive represent an increase in funds.
- Note: Departmental appropriation splits and totals are indicative estimates and may change in the course of the budget year as government priorities change.

**Performance criteria for Outcome 2**

This section details changes to performance criteria for Outcome 2 resulting from decisions made since the 2017-18 Budget. For a full outline of all performance criteria associated with Outcome 2 see the Portfolio Budget Statements 2017-18. This section also includes further detail on the program expenses associated with Outcome 2.

**Program 2.1: Commonwealth Grant Scheme**

**Program expenses 2.1 Commonwealth Grant Scheme**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations:					
Higher Education Support Act 2003					
Cluster Fund and Place Loadings	6,855,770	6,944,496	7,002,695	7,066,676	7,162,201
Regional Loading	70,790	71,852	73,111	74,610	76,177
<b>Total program expenses</b>	<b>6,926,560</b>	<b>7,016,348</b>	<b>7,075,806</b>	<b>7,141,286</b>	<b>7,238,378</b>

**Program 2.2: Higher Education Superannuation Program**

**Program expenses 2.2 Higher Education Superannuation Program**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations:					
Higher Education Support Act 2003					
Higher Education Superannuation Program	194,000	245,592	238,660	230,066	220,355
<b>Total program expenses</b>	<b>194,000</b>	<b>245,592</b>	<b>238,660</b>	<b>230,066</b>	<b>220,355</b>

Entity Additional Estimates Statement – Department of Education and Training

**Program 2.3: Higher Education Support**

**Program expenses 2.3 Higher Education Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
National Disability Coordination Officer	4,295	4,309	4,309	4,370	4,431
Quality Indicators for Learning and Teaching	4,868	8,842	8,843	8,935	9,026
Rural and Regional Enterprise Scholarships	-	4,000	8,000	8,000	4,000
Teaching Awards - Universities Australia	-	600	600	600	600
Menzies Institute and Library	-	7,000	-	-	-
Special appropriations:					
<i>Higher Education Support Act 2003</i>					
Central Coast Health and Wellbeing Precinct Disability Support Program	7,280	1,250	2,500	2,500	2,500
Diversity and Structural Reform	7,000	7,445	7,576	7,731	7,894
Higher Education Partnerships and Participation Program	146,943	7,000	-	-	-
Improved Support for Regional Universities	-	144,277	150,716	108,890	186,927
Jobs and Growth in Tasmania	-	4,443	5,532	2,201	2,248
National Institutes	214,337	10,000	20,000	30,000	80,000
Promotion of Excellence in Learning and Teaching in Higher Education	5,094	218,905	222,740	227,307	232,081
Quality Initiatives	2,447	3,621	-	-	-
Supporting more women into STEM Careers (AMSI Intern)	2,300	495	503	513	524
Supporting more women into STEM Careers (AMSI Intern)	2,300	6,600	9,200	10,100	-
Special account expenses:					
SOETM - Australian Quality Framework Council	27	-	-	-	-
Education Investment Fund - Higher Education	22,593	2,000	-	-	-
<b>Total program expenses</b>	<b>417,184</b>	<b>430,787</b>	<b>440,519</b>	<b>411,147</b>	<b>530,231</b>

**Program 2.4: Higher Education Loan Program**

**Performance information 2.4 Higher Education Loan Program**

Additional performance criteria <sup>(a)</sup>	2017–18 Revised Target	2018–19 Target	2019–20 Target	2020–21 Target
Number of Commonwealth supported places for which HECS-HELP loans paid	<u>550,200</u>	<u>559,400</u>	<u>569,700</u>	<u>576,800</u>
Number of places for which FEE-HELP loans paid	<u>83,500</u>	<u>85,800</u>	<u>85,600</u>	<u>86,200</u>
Number of OS-HELP loans to assist students to undertake some of their course overseas	<u>17,200</u>	<u>18,900</u>	<u>19,900</u>	<u>20,400</u>
Number of SA-HELP loans to assist students to pay their services and amenities fees	<u>492,000</u>	<u>500,200</u>	<u>509,400</u>	<u>515,700</u>
Average amount of HELP debt (\$)	21,500	22,800	24,100	25,500
Average number of years to repay HELP debt	<u>8.2</u>	<u>8.3</u>	<u>8.4</u>	<u>8.5</u>
Proportion of new debt not expected to be repaid	<u>17%</u>	<u>18%</u>	<u>18%</u>	<u>18%</u>
<b>Purpose</b>	<b>Department of Education and Training Corporate Plan 2017–18</b>			
	<ul style="list-style-type: none"> <li>Maximising opportunity and prosperity through national leadership on education and training.</li> </ul>			
<b>Measures impacting program 2.4 performance since the 2017–18 Budget:</b>				
<ul style="list-style-type: none"> <li>Higher Education Reforms — revised implementation</li> </ul>				

(a) For a full outline of the performance information for this program see the Portfolio Budget Statements 2017–18. This table shows only modified performance information that reflects material changes to this program. Specific changes are underlined.

**Program expenses 2.4 Higher Education Loan Program**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations:					
Higher Education Support Act 2003					
Higher Education Loan Program	6,137,921	1,250,166	1,192,658	1,217,498	1,246,524
VET Student Loans Act 2016					
VET Student Loans	22	561,563	954,278	920,389	954,500
<b>Total program expenses</b>	<b>6,137,943</b>	<b>1,811,729</b>	<b>2,146,936</b>	<b>2,137,887</b>	<b>2,201,024</b>

Entity Additional Estimates Statement – Department of Education and Training

**Program 2.5: Investment in Higher Education Research**

**Program expenses 2.5 Investment in Higher Education Research**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Special appropriations:					
<i>Higher Education Support Act 2003</i>					
Australian Post Graduate Awards	142,209	-	-	-	-
International Post Graduate Research	11,319	-	-	-	-
Joint Research Engagement Scheme	181,633	-	-	-	-
Research Infrastructure Block Grants	122,106	-	-	-	-
Research Investment Adjustment Scheme	-	-	-	-	-
Research Support Program	402,215	923,709	903,873	960,758	1,018,368
Research Training Scheme	345,010	-	-	-	-
Research Training Program	505,952	1,019,495	1,037,355	1,058,626	1,080,857
Sustainable Research Excellence	67,438	-	-	-	-
<b>Total program expenses</b>	<b>1,777,882</b>	<b>1,943,204</b>	<b>1,941,228</b>	<b>2,019,384</b>	<b>2,099,225</b>

**Program 2.6: Research Capacity**

**Program expenses 2.6 Research Capacity**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Commonwealth - ANU Strategic Relationships	500	500	-	-	-
National Collaborative Research Infrastructure Strategy	150,000	222,050	156,860	159,493	163,480
Special appropriations:					
<i>Higher Education Support Act 2003</i>					
Academic Centres of Cyber Security Excellence	463	470	480	490	-
Higher Education Research Promotion	4,803	4,876	4,973	5,078	5,184
Payments to Corporate Entities <sup>(a)</sup>					
AIATSIS	19,891	19,493	19,388	19,390	19,484
<b>Total program expenses</b>	<b>175,657</b>	<b>247,389</b>	<b>181,701</b>	<b>184,451</b>	<b>188,148</b>

(a) Further information on payments to corporate entities can be found in the "Third Party Payments" section of Table 1.1: Department of Education and Training Resource Statement.

*Entity Additional Estimates Statement – Department of Education and Training*

**Program 2.7: International Education Support**

**Program expenses 2.7 International Education Support**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
International Education Support	57,261	49,832	46,707	51,723	51,724
Special account expenses:					
Overseas Student Tuition Fund	3,282	9,592	8,499	8,528	8,560
SOETM - Cheung Kong	1,000	-	-	-	-
<b>Total program expenses</b>	<b>61,543</b>	<b>59,424</b>	<b>55,206</b>	<b>60,251</b>	<b>60,284</b>

Entity Additional Estimates Statement – Department of Education and Training

**Program 2.8: Building Skills and Capability**

**Program expenses 2.8 Building Skills and Capability**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Sub-program 2.8.1: Industry Competitiveness</b>					
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Industry Skills Fund	13,935	15,316	1,994	-	-
National Workforce Development Fund	624	702	-	-	-
<b>Sub-program 2.8.2: Skills Development</b>					
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Australian Apprenticeship Support Network	139,794	189,473	189,447	189,447	189,447
Australian Apprenticeships Incentives Program	370,764	392,083	392,083	392,083	392,083
Industry Specialist Mentoring for Australian Apprentices	-	19,375	39,038	-	-
Job Ready Program - Trades Recognition Australia	1,235	4,634	4,634	4,634	4,634
South Australian Enterprise Scholarships	-	8,180	8,557	4,973	2,290
Special appropriations:					
<i>Trade Support Loans Act 2014</i>					
Trade Support Loans	32,912	69,278	71,211	73,460	75,775
Special account expenses:					
Growth Fund Skills and Training <sup>(a)</sup>	5,985	29,187	12,535	11,721	-
<b>Sub-program 2.8.3: Access to Training</b>					
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Adult Migrant English Program	274,524	300,037	303,568	303,481	307,730
National Foundation Skills Strategy	33	50	-	-	-
Skills for Education and Employment Program	122,993	103,642	93,153	87,960	88,111
Workplace English Language and Literacy	48	-	-	-	-
<b>Sub-program 2.8.4: Support for the National Training System</b>					
Annual administered expenses:					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)					
Australian Industry and Skills Committee	727	1,489	1,490	1,512	1,532
Industry Workforce Training	49,918	49,880	43,050	42,940	43,657
My Skills Website	537	552	562	569	577
National Centre for Vocational Education Research	686	686	686	696	706
National Training System COPE	32,362	34,607	35,090	35,582	36,081
Licensing of International Vocational Education and Training (VET) courses	246	983	1,253	1,193	1,193
<b>Total program expenses</b>	<b>1,047,323</b>	<b>1,220,154</b>	<b>1,198,351</b>	<b>1,150,251</b>	<b>1,143,816</b>

(a) This special account is funded by Annual Appropriation Bill (No. 1) and receipts from Independent Sources.

## Section 3: Special account flows and budgeted financial statements

### 3.1 SPECIAL ACCOUNT FLOWS

#### Estimates of special account flows

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the Department of Education and Training.

**Table 3.1: Estimates of special account flows and balances**

		Opening balance <b>2017-18</b> 2016-17	Receipts <b>2017-18</b> 2016-17	Payments <b>2017-18</b> 2016-17	Adjustments <b>2017-18</b> 2016-17	Closing balance <b>2017-18</b> 2016-17
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Services for other Entities and Trust Moneys Special Account - s78 PGPA Act 2013 (A)</b>						
	1&2	<b>2,260</b>	-	<b>(578)</b>	<b>2</b>	<b>1,684</b>
<i>Services for other Entities and Trust Moneys Special Account - s78 PGPA Act 2013 (A)</i>						
	1&2	5,125	1,570	(4,435)	-	2,260
<b>Early Years Quality Fund Special Account - s80 PGPA Act [s5(1) Early Years Quality Fund Special Account Act 2013] (A)</b>						
	1	<b>32,624</b>	-	-	-	<b>32,624</b>
<i>Early Years Quality Fund Special Account - s80 PGPA Act [s5(1) Early Years Quality Fund Special Account Act 2013] (A)</i>						
	1	34,039	854	(2,269)	-	32,624
<b>EIF Education Portfolio Special Account - s80 PGPA Act 2013 (A)</b>						
	2	-	<b>2,000</b>	<b>(2,000)</b>	-	-
<i>EIF Education Portfolio Special Account - s80 PGPA Act 2013 (A)</i>						
	2	-	22,593	(22,593)	-	-
<b>Overseas Students Tuition Fund - s80 PGPA Act 2013 (A)</b>						
	2	<b>34,579</b>	<b>6,574</b>	<b>(9,592)</b>	<b>(1)</b>	<b>31,560</b>
<i>Overseas Students Tuition Fund - s80 PGPA Act 2013 (A)</i>						
	2	28,167	9,756	(3,344)		34,579



Entity Additional Estimates Statement – Department of Education and Training

**Table 3.1: Estimates of special account flows and balances (continued)**

		Opening balance <b>2017-18</b> 2016-17	Receipts <b>2017-18</b> 2016-17	Payments <b>2017-18</b> 2016-17	Adjustments <b>2017-18</b> 2016-17	Closing balance <b>2017-18</b> 2016-17
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Growth Fund Skills and Training Special Account - s78 PGPA Act Det 2015/04 (A)</b>						
	2	<b>16,013</b>	<b>17,570</b>	<b>(29,188)</b>	-	<b>4,395</b>
<i>Growth Fund Skills and Training Special Account - s78 PGPA Act Det 2015/04 (A)</i>	2	4,757	17,241	(5,985)		16,013
<b>Unique Student Identifiers Special Account - s80 PGPA Act 2013 (D)</b>	2	<b>4,089</b>	<b>1,721</b>	<b>(1,721)</b>	-	<b>4,089</b>
<i>Unique Student Identifiers Special Account - s80 PGPA Act 2013 (D)</i>	2	3,536	6,250	(5,697)	-	4,089
<b>Total special accounts Budget estimate 2017-18</b>		<b>89,565</b>	<b>27,865</b>	<b>(43,079)</b>	<b>1</b>	<b>74,352</b>
<i>Total special accounts actual 2016-17</i>		75,624	58,264	(44,323)	-	89,565

(A) = Administered  
(D) = Departmental

## 3.2 BUDGETED FINANCIAL STATEMENTS

### 3.2.1 Analysis of budgeted financial statements

The financial statements have been updated to reflect changes resulting from the new measures and variations as outline in Table 1.3.

### 3.2.2 Budgeted financial statements

**Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	229,309	224,145	218,430	213,620	204,284
Suppliers	138,985	150,025	142,134	127,785	129,507
Grants	131	-	-	-	-
Depreciation and amortisation	23,979	24,454	25,272	25,278	28,300
Write-down and impairment of assets	492	-	-	-	-
Losses from asset sales	2	-	-	-	-
<b>Total expenses</b>	<b>392,898</b>	<b>398,624</b>	<b>385,836</b>	<b>366,683</b>	<b>362,091</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	14,666	13,946	12,027	12,027	12,027
Rental income	6,778	-	-	-	-
Other	-	1,737	1,768	1,768	1,768
<b>Total own-source revenue</b>	<b>21,444</b>	<b>15,683</b>	<b>13,795</b>	<b>13,795</b>	<b>13,795</b>
<b>Gains</b>					
Resources received free of charge	9,335	9,335	9,335	9,335	9,335
Reversal of previous asset write-downs	976	-	-	-	-
Other gains	343	-	-	-	-
<b>Total gains</b>	<b>10,654</b>	<b>9,335</b>	<b>9,335</b>	<b>9,335</b>	<b>9,335</b>
<b>Total own-source income</b>	<b>32,098</b>	<b>25,018</b>	<b>23,130</b>	<b>23,130</b>	<b>23,130</b>
<b>Net cost of / (contribution by) services</b>	<b>360,800</b>	<b>373,606</b>	<b>362,706</b>	<b>343,553</b>	<b>338,961</b>
Revenue from Government	339,789	349,152	337,434	318,275	310,661
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(21,011)</b>	<b>(24,454)</b>	<b>(25,272)</b>	<b>(25,278)</b>	<b>(28,300)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(21,011)</b>	<b>(24,454)</b>	<b>(25,272)</b>	<b>(25,278)</b>	<b>(28,300)</b>

**Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**

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

	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>2,968</b>	-	-	-	-
less depreciation/amortisation expenses previously funded through revenue appropriations <sup>(a)</sup>	23,979	24,454	25,272	25,278	28,300
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(21,011)</b>	<b>(24,454)</b>	<b>(25,272)</b>	<b>(25,278)</b>	<b>(28,300)</b>

(a) From 2010–11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Entity Additional Estimates Statement – Department of Education and Training

**Table 3.3: Budgeted departmental balance sheet (as at 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	5,831	5,832	5,832	5,832	5,832
Trade and other receivables	66,266	70,480	61,687	61,593	61,587
Other financial assets	4,183	4,183	4,183	4,183	4,183
<b>Total financial assets</b>	<b>76,280</b>	<b>80,495</b>	<b>71,702</b>	<b>71,608</b>	<b>71,602</b>
<b>Non-financial assets</b>					
Land and buildings	35,784	32,170	28,507	24,793	21,014
Property, plant and equipment	1,105	4,935	7,812	9,900	12,073
Intangibles	60,531	65,246	78,544	83,533	80,732
Other non-financial assets	2,765	2,765	2,765	2,765	2,765
<b>Total non-financial assets</b>	<b>100,185</b>	<b>105,116</b>	<b>117,628</b>	<b>120,991</b>	<b>116,584</b>
Assets held for sale	-	-	-	-	-
<b>Total assets</b>	<b>176,465</b>	<b>185,611</b>	<b>189,330</b>	<b>192,599</b>	<b>188,186</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	29,677	29,677	29,677	29,677	29,677
Other payables	18,237	18,417	18,423	18,400	18,399
<b>Total payables</b>	<b>47,914</b>	<b>48,094</b>	<b>48,100</b>	<b>48,077</b>	<b>48,076</b>
<b>Provisions</b>					
Employee provisions	66,531	66,658	66,613	66,542	66,537
Other provisions	532	532	532	532	532
<b>Total provisions</b>	<b>67,063</b>	<b>67,190</b>	<b>67,145</b>	<b>67,074</b>	<b>67,069</b>
<b>Total liabilities</b>	<b>114,977</b>	<b>115,284</b>	<b>115,245</b>	<b>115,151</b>	<b>115,145</b>
<b>Net assets</b>	<b>61,488</b>	<b>70,327</b>	<b>74,085</b>	<b>77,448</b>	<b>73,041</b>
<b>EQUITY<sup>(a)</sup></b>					
<b>Parent entity interest</b>					
Contributed equity	152,273	185,566	214,596	243,237	267,130
Reserves	1,244	1,244	1,244	1,244	1,244
Retained surplus / (accumulated deficit)	(92,029)	(116,483)	(141,755)	(167,033)	(195,333)
<b>Total parent entity interest</b>	<b>61,488</b>	<b>70,327</b>	<b>74,085</b>	<b>77,448</b>	<b>73,041</b>
<b>Total non-controlling interest</b>	-	-	-	-	-
<b>Total Equity</b>	<b>61,488</b>	<b>70,327</b>	<b>74,085</b>	<b>77,448</b>	<b>73,041</b>

Prepared on Australian Accounting Standards basis.

(a) Equity is the residual interest in assets after the deduction of liabilities

**Table 3.4: Departmental statement of changes in equity — summary of movement (2017–18 Budget year)**

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2017</b>					
Balance carried forward from previous period	(92,029)	1,244	-	152,273	61,488
<b>Adjusted opening balance</b>	<b>(92,029)</b>	<b>1,244</b>	<b>-</b>	<b>152,273</b>	<b>61,488</b>
<b>Comprehensive income</b>					
Other comprehensive income					
Surplus/(deficit) for the period	(24,454)	-	-	-	(24,454)
<b>Total comprehensive income</b>	<b>(24,454)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24,454)</b>
of which:					
Attributable to the Australian Government	(24,454)	-	-	-	(24,454)
<b>Transactions with owners</b>					
<b>Distributions to owners</b>					
Returns on capital:					
Other	-	-	-	-	-
<b>Contributions by owners</b>					
Equity Injection - Appropriation	-	-	-	15,779	15,779
Departmental Capital Budget (DCB)	-	-	-	17,514	17,514
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,293</b>	<b>33,293</b>
Transfers between equity components					-
<b>Estimated closing balance as at 30 June 2018</b>	<b>(116,483)</b>	<b>1,244</b>	<b>-</b>	<b>185,566</b>	<b>70,327</b>
Less: non-controlling interests	-	-	-	-	-
<b>Closing balance attributable to the Australian Government</b>	<b>(116,483)</b>	<b>1,244</b>	<b>-</b>	<b>185,566</b>	<b>70,327</b>

Prepared on Australian Accounting Standards basis

Entity Additional Estimates Statement – Department of Education and Training

**Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	345,457	344,938	346,227	318,369	310,667
Sale of goods and rendering of services	9,700	13,946	12,027	12,027	12,027
Net GST received	9,407	-	-	-	-
Other	7,701	1,737	1,768	1,768	1,768
<b>Total cash received</b>	<b>372,265</b>	<b>360,621</b>	<b>360,022</b>	<b>332,164</b>	<b>324,462</b>
<b>Cash used</b>					
Employees	222,892	223,840	218,469	213,714	204,290
Suppliers	135,005	140,690	132,799	118,450	120,172
s74 Retained Revenue Receipts transferred to OPA	17,241	-	-	-	-
Other	131	-	-	-	-
<b>Total cash used</b>	<b>375,269</b>	<b>364,530</b>	<b>351,268</b>	<b>332,164</b>	<b>324,462</b>
<b>Net cash from / (used by) operating activities</b>	<b>(3,004)</b>	<b>(3,909)</b>	<b>8,754</b>	<b>-</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	4	-	-	-	-
<b>Total cash received</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	19,529	29,384	37,784	28,641	23,893
<b>Total cash used</b>	<b>19,529</b>	<b>29,384</b>	<b>37,784</b>	<b>28,641</b>	<b>23,893</b>
<b>Net cash from / (used by) investing activities</b>	<b>(19,525)</b>	<b>(29,384)</b>	<b>(37,784)</b>	<b>(28,641)</b>	<b>(23,893)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	22,228	33,293	29,030	28,641	23,893
<b>Total cash received</b>	<b>22,228</b>	<b>33,293</b>	<b>29,030</b>	<b>28,641</b>	<b>23,893</b>
<b>Cash used</b>					
Other	-	-	-	-	-
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from / (used by) financing activities</b>	<b>22,228</b>	<b>33,293</b>	<b>29,030</b>	<b>28,641</b>	<b>23,893</b>
<b>Net increase/(decrease) in cash held</b>	<b>(301)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	6,132	5,831	5,831	5,831	5,831
Effect on exchange rate movements on cash and cash equivalents at the beginning of reporting period	-	-	-	-	-
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>5,831</b>	<b>5,831</b>	<b>5,831</b>	<b>5,831</b>	<b>5,831</b>

Prepared on Australian Accounting Standards basis.

Entity Additional Estimates Statement – Department of Education and Training

**Table 3.6: Departmental capital budget statement (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	23,281	17,514	22,671	23,755	23,893
Equity injections - Act No. 2 and Bill 4	5,985	15,779	6,359	4,886	-
<b>Total new capital appropriations</b>	<b>29,266</b>	<b>33,293</b>	<b>29,030</b>	<b>28,641</b>	<b>23,893</b>
<b>Provided for:</b>					
Purchase of non-financial assets	29,266	33,293	29,030	28,641	23,893
<b>Total Items</b>	<b>29,266</b>	<b>33,293</b>	<b>29,030</b>	<b>28,641</b>	<b>23,893</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations <sup>(a)</sup>	5,442	11,525	15,113	4,886	-
Funded by capital appropriation - DCB <sup>(b)</sup>	21,155	17,859	22,671	23,755	23,893
<b>TOTAL AMOUNT SPENT</b>	<b>26,597</b>	<b>29,384</b>	<b>37,784</b>	<b>28,641</b>	<b>23,893</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	19,529	29,384	37,784	28,641	23,893
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>19,529</b>	<b>29,384</b>	<b>37,784</b>	<b>28,641</b>	<b>23,893</b>

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

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

**Table 3.7: Statement of asset movements (2017–18 Budget year)**

	Land	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>As at 1 July 2017</b>					
Gross book value	170	40,200	2,796	115,581	158,747
Accumulated depreciation/amortisation and impairment		(4,586)	(1,690)	(55,050)	(61,326)
<b>Opening net book balance</b>	<b>170</b>	<b>35,614</b>	<b>1,106</b>	<b>60,531</b>	<b>97,421</b>
<b>CAPITAL ASSET ADDITIONS</b>					
<b>Estimated expenditure on new or replacement assets</b>					
By purchase - appropriation equity <sup>(a)</sup>		-	-	11,525	11,525
By purchase - appropriation ordinary annual services <sup>(b)</sup>	-	500	4,181	13,178	17,859
<b>Total additions</b>	<b>-</b>	<b>500</b>	<b>4,181</b>	<b>24,703</b>	<b>29,384</b>
<b>Other movements</b>					
Depreciation/amortisation expense		(4,114)	(352)	(19,988)	(24,454)
<b>Total other movements</b>	<b>-</b>	<b>(4,114)</b>	<b>(352)</b>	<b>(19,988)</b>	<b>(24,454)</b>
<b>As at 30 June 2018</b>					
Gross book value	170	40,700	6,977	140,284	188,131
Accumulated depreciation/amortisation and impairment	-	(8,700)	(2,042)	(75,038)	(85,780)
<b>Closing net book balance</b>	<b>170</b>	<b>32,000</b>	<b>4,935</b>	<b>65,246</b>	<b>102,351</b>

Prepared on Australian Accounting Standards basis

- (a) "Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No. 2) 2017–2018 and Bill (No. 4) 2017–2018, including Collection Development Acquisition Budgets (CDABs).
- (b) "Appropriation ordinary annual services" refers to funding provided through Appropriation Act (No. 1) 2017–2018 and Bill (No. 3) 2017–2018 for depreciation/amortisation expenses, DCBs or other operational expenses.



Entity Additional Estimates Statement – Department of Education and Training

**Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Employee benefits					
Suppliers	675,657	742,970	724,706	658,367	654,319
Subsidies	416,764	406,266	398,467	404,514	393,441
Personal benefits	7,342,692	7,403,750	8,268,915	8,984,637	9,343,665
Grants	26,892,895	28,687,011	29,842,403	31,265,107	32,956,595
Write-down and impairment of assets	73,881	6,546	7,285	8,058	8,854
Payments to corporate entities	19,891	19,493	19,388	19,390	19,484
Other expenses	6,062,536	1,849,040	2,184,732	2,176,333	2,240,140
<b>Total expenses administered on behalf of Government</b>	<b>41,484,316</b>	<b>39,115,076</b>	<b>41,445,896</b>	<b>43,516,406</b>	<b>45,616,498</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Other taxes	9,774	6,574	6,123	5,643	5,070
<b>Total taxation revenue</b>	<b>9,774</b>	<b>6,574</b>	<b>6,123</b>	<b>5,643</b>	<b>5,070</b>
<b>Non-taxation revenue</b>					
Interest	503,048	1,000,957	1,113,204	1,261,338	1,383,208
Other revenue	399,397	419,351	521,040	502,206	520,404
<b>Total non-taxation revenue</b>	<b>902,445</b>	<b>1,420,308</b>	<b>1,634,244</b>	<b>1,763,544</b>	<b>1,903,612</b>
<b>Total own-source revenue administered on behalf of Government</b>	<b>912,219</b>	<b>1,426,882</b>	<b>1,640,367</b>	<b>1,769,187</b>	<b>1,908,682</b>
<b>Gains</b>					
Sale of assets					
Reversal of previous asset write-downs and impairments	675	-	-	-	-
Other gains	402,418	2,766,000	-	-	-
<b>Total gains administered on behalf of Government</b>	<b>403,093</b>	<b>2,766,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income administered on behalf of Government</b>	<b>1,315,312</b>	<b>4,192,882</b>	<b>1,640,367</b>	<b>1,769,187</b>	<b>1,908,682</b>
<b>Net cost of/(contribution by) services</b>	<b>40,169,004</b>	<b>34,922,194</b>	<b>39,805,529</b>	<b>41,747,219</b>	<b>43,707,816</b>
<b>Surplus/(deficit) before income tax</b>	<b>(40,169,004)</b>	<b>(34,922,194)</b>	<b>(39,805,529)</b>	<b>(41,747,219)</b>	<b>(43,707,816)</b>
Income tax expense	-	-	-	-	-
<b>Surplus/(deficit) after income tax</b>	<b>(40,169,004)</b>	<b>(34,922,194)</b>	<b>(39,805,529)</b>	<b>(41,747,219)</b>	<b>(43,707,816)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Items not subject to subsequent reclassification to profit or loss</b>					
Changes in asset revaluation surplus	220,047	74	74	74	74
<b>Total other comprehensive income</b>	<b>220,047</b>	<b>74</b>	<b>74</b>	<b>74</b>	<b>74</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>(39,948,957)</b>	<b>(34,922,120)</b>	<b>(39,805,455)</b>	<b>(41,747,145)</b>	<b>(43,707,742)</b>

Prepared on Australian Accounting Standards basis.

**Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	85,478	71,365	65,154	61,709	58,219
Trade and other receivables	923,824	965,856	772,866	712,388	692,434
Other investments	2,338,384	2,338,458	2,338,532	2,338,606	2,338,680
Other financial assets	36,198,951	43,703,212	48,338,306	52,840,870	57,321,767
<b>Total financial assets</b>	<b>39,546,637</b>	<b>47,078,891</b>	<b>51,514,858</b>	<b>55,953,573</b>	<b>60,411,100</b>
<b>Non-financial assets</b>					
Other non-financial assets	-	-	-	-	-
<b>Total non-financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets administered on behalf of Government</b>	<b>39,546,637</b>	<b>47,078,891</b>	<b>51,514,858</b>	<b>55,953,573</b>	<b>60,411,100</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	95,137	95,137	95,137	95,137	95,137
Personal benefits	117,778	119,234	113,426	209,967	216,974
Grants	13,744	13,744	13,744	13,744	13,744
Other payables	15,195	15,194	15,194	15,194	15,194
<b>Total payables</b>	<b>241,854</b>	<b>243,309</b>	<b>237,501</b>	<b>334,042</b>	<b>341,049</b>
<b>Interest bearing liabilities</b>					
Other	-	-	-	-	-
<b>Total interest bearing liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Provisions</b>					
Personal benefits provisions	979,439	1,088,312	1,161,841	1,270,296	1,347,752
Provision for grants	6,467,000	6,345,437	6,149,880	5,934,239	5,672,995
<b>Total provisions</b>	<b>7,446,439</b>	<b>7,433,749</b>	<b>7,311,721</b>	<b>7,204,535</b>	<b>7,020,747</b>
<b>Total liabilities administered on behalf of Government</b>	<b>7,688,293</b>	<b>7,677,058</b>	<b>7,549,222</b>	<b>7,538,577</b>	<b>7,361,796</b>
<b>Net assets/(liabilities)</b>	<b>31,858,344</b>	<b>39,401,833</b>	<b>43,965,636</b>	<b>48,414,996</b>	<b>53,049,304</b>

Prepared on Australian Accounting Standards basis.

Entity Additional Estimates Statement – Department of Education and Training

**Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Interest	44	765,301	969,581	1,080,655	1,186,507
Taxes	9,774	6,574	6,123	5,643	5,070
Net GST received	1,176,776	1,101,590	1,161,029	1,224,234	1,294,205
Other	149,116	90,256	92,730	92,200	94,668
<b>Total cash received</b>	<b>1,335,710</b>	<b>1,963,721</b>	<b>2,229,463</b>	<b>2,402,732</b>	<b>2,580,450</b>
<b>Cash used</b>					
Grants	28,132,663	28,808,574	30,037,960	31,480,748	33,217,839
Subsidies paid	416,764	406,266	398,467	404,514	393,441
Personal benefits	7,266,842	7,327,495	8,023,891	8,735,321	9,255,890
Suppliers	779,784	742,970	724,706	658,367	654,319
Net GST paid	-	1,101,590	1,161,029	1,224,234	1,294,205
Payments to corporate entities	19,891	19,493	19,388	19,390	19,484
<b>Total cash used</b>	<b>36,615,944</b>	<b>38,406,388</b>	<b>40,365,441</b>	<b>42,522,574</b>	<b>44,835,178</b>
<b>Net cash from / (used by) operating activities</b>	<b>(35,280,234)</b>	<b>(36,442,667)</b>	<b>(38,135,978)</b>	<b>(40,119,842)</b>	<b>(42,254,728)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Repayments of advances and loans	2,388,159	1,841,266	2,355,939	2,652,042	2,956,902
<b>Total cash received</b>	<b>2,388,159</b>	<b>1,841,266</b>	<b>2,355,939</b>	<b>2,652,042</b>	<b>2,956,902</b>
<b>Cash used</b>					
Advances and loans made	6,995,987	7,854,447	8,594,555	8,731,170	9,046,631
Other	-	74	74	74	74
<b>Total cash used</b>	<b>6,995,987</b>	<b>7,854,521</b>	<b>8,594,629</b>	<b>8,731,244</b>	<b>9,046,705</b>
<b>Net cash from / (used by) investing activities</b>	<b>(4,607,828)</b>	<b>(6,013,255)</b>	<b>(6,238,690)</b>	<b>(6,079,202)</b>	<b>(6,089,803)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Other	-	-	-	-	-
<b>Total cash received</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Other	-	-	-	-	-
<b>Total cash used</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash from/(used by) financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash held</b>	<b>(39,888,062)</b>	<b>(42,455,922)</b>	<b>(44,374,668)</b>	<b>(46,199,044)</b>	<b>(48,344,531)</b>
Cash and cash equivalents at beginning of reporting period	72,092	85,478	70,265	64,054	60,609
Cash from Official Public Account for:					
- Appropriations	43,765,074	45,104,938	47,768,504	50,003,811	52,574,169
- Special Accounts	36,536	26,144	14,823	16,804	5,070
<b>Total cash from Official Public Account</b>	<b>43,801,610</b>	<b>45,131,082</b>	<b>47,783,327</b>	<b>50,020,615</b>	<b>52,579,239</b>
Cash to Official Public Account for:					
- Appropriations	(3,850,239)	(2,649,015)	(3,393,836)	(3,804,767)	(4,229,638)
- Special Accounts	(49,923)	(41,358)	(21,034)	(20,249)	(8,560)
<b>Total cash to Official Public Account</b>	<b>(3,900,162)</b>	<b>(2,690,373)</b>	<b>(3,414,870)</b>	<b>(3,825,016)</b>	<b>(4,238,198)</b>
Effect of exchange rate movements on cash and cash equivalents at the beginning of reporting period	-	-	-	-	-
<b>Cash and cash equivalents at end of reporting period</b>	<b>85,478</b>	<b>70,265</b>	<b>64,054</b>	<b>60,609</b>	<b>57,119</b>

Prepared on Australian Accounting Standards basis.



# AUSTRALIAN RESEARCH COUNCIL

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# AUSTRALIAN RESEARCH COUNCIL

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

The Australian Research Council (ARC) is a non-corporate Commonwealth entity established under the *Australian Research Council Act 2001*. The ARC is responsible for administering the National Competitive Grants Program (NCGP), assessing the quality, engagement and impact of research and providing advice on research matters.

Through the NCGP, the ARC supports excellent research and research training across all disciplines, awarding funding based on a competitive peer review process. The NCGP comprises two programs, Discovery and Linkage, which fund a range of complementary schemes that provide funding for basic and applied research, research training, research collaborations and infrastructure.

The ARC administers Excellence in Research for Australia (ERA), which assesses research quality by research discipline at eligible Australian higher education institutions. ERA is an established evaluation framework that reflects the Government's commitment to a transparent and streamlined approach to research evaluation. The ARC is also responsible for developing and implementing an Engagement and Impact assessment, announced by the Australian Government in December 2015 as part of the National Science and Innovation Agenda (NISA).

For a full outline of ARC's priorities see the Portfolio Budget Statements 2017-18.

### 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the ARC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017-18 Budget year, including variations through Appropriation Bill No. 3. The ARC has no variations through Bill No. 4, Special Appropriations and Special Accounts.

**Table 1.1: ARC resource statement — Additional Estimates for 2017–18 as at Additional Estimates February 2018**

	Actual available appropriation	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2016-17 \$'000	2017-18 \$'000	2017-18 \$'000	2017-18 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services <sup>(a)</sup>				
Prior year appropriations available	13,153	13,146	2,678	15,824
Departmental appropriation	21,839	21,186	-	21,186
s74 retained revenue receipts <sup>(b)</sup>	9	-	-	-
Departmental capital budget <sup>(c)</sup>	1,251	1,235	-	1,235
Annual appropriations - other services - non-operating <sup>(d)</sup>				
Prior year appropriations available	1,171	867	2,613	3,480
Equity injection	3,536	674	-	674
<b>Total departmental annual appropriations</b>	<b>40,958</b>	<b>37,108</b>	<b>5,291</b>	<b>42,399</b>
<b>Total departmental resourcing</b>	<b>40,958</b>	<b>37,108</b>	<b>5,291</b>	<b>42,399</b>
<b>Administered</b>				
Annual appropriations - ordinary annual services <sup>(a)</sup>				
Prior year appropriations available <sup>(e)</sup>	86	2,494	(1,234)	1,260
Outcome 1	4,107	5,511	1,010	6,521
<b>Total administered annual appropriations</b>	<b>4,193</b>	<b>8,005</b>	<b>(224)</b>	<b>7,781</b>
<b>Total administered special appropriations <sup>(f)</sup></b>	<b>744,363</b>	<b>758,055</b>	<b>-</b>	<b>758,055</b>
Special accounts <sup>(g)</sup>				
Opening balance	-	-	-	-
Appropriation receipts <sup>(h)</sup>	9,000	-	-	-
<b>Total special account receipts</b>	<b>9,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>less administered appropriations drawn from annual/special appropriations and credited to special accounts</i>	<i>9,000</i>	<i>-</i>	<i>-</i>	<i>-</i>
<b>Total administered resourcing</b>	<b>748,556</b>	<b>766,060</b>	<b>(224)</b>	<b>765,836</b>
<b>Total resourcing for the ARC</b>	<b>789,515</b>	<b>803,168</b>	<b>5,067</b>	<b>808,235</b>
			<i>Actual 2016-17</i>	<i>2017-18</i>
<b>Average staffing level (number)</b>			114	136

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

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

- (a) Appropriation Act (No. 1) 2017–18 and Appropriation Bill (No. 3) 2017–18.
- (b) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (c) Departmental capital budgets are not separately identified in Appropriation Act (No. 1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (d) Appropriation Act (No. 2) 2017–18.
- (e) Excludes administered annual appropriations of \$2.408m subject to administrative quarantine by Finance or withheld under section 51 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).
- (f) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM). For further information on special accounts see Table 3.1.
- (g) ARC Research Endowment Account - s80 PGPA Act [s62 *Australian Research Council Act 2001*].
- (h) Administered appropriations drawn from special appropriations *Australian Research Council Act 2001* and credited to special account.



### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2017–18 Budget.

**Table 1.2: Entity 2017–18 measures since Budget**

No measures announced since the 2017–18 Budget therefore Table 1.2 is not presented.

### 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for the ARC at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bill No. 3. The ARC has no new measures or other variations in Bill 4.

**Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget**

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
<b>Movement of Funds <sup>(a)</sup></b>					
Excellence in Research for Australia	1.3	1,010	1,798	-	-
<b>Net impact on appropriations for Outcome 1 (administered)</b>		<b>1,010</b>	<b>1,798</b>	<b>-</b>	<b>-</b>

(a) Movement of administered funds between years. Please refer to Table 2.1.1 for further details.

### 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following table details the Additional Estimates sought for the ARC through Appropriation Bill No. 3. The ARC has no additional estimates through Appropriation Bill No. 4.

**Table 1.4: Appropriation Bill (No. 3) 2017–18**

	2016-17 Available <sup>(a)</sup> \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
<b>Outcome 1</b> - Growth of knowledge and innovation through managing research funding schemes, measuring research excellence and providing advice	4,107	5,511	6,521	1,010	-
<b>Total administered</b>	<b>4,107</b>	<b>5,511</b>	<b>6,521</b>	<b>1,010</b>	<b>-</b>
<b>Departmental programs</b>					
<b>Outcome 1</b> - Growth of knowledge and innovation through managing research funding schemes, measuring research excellence and providing advice	23,090	22,421	22,421	-	-
<b>Total departmental</b>	<b>23,090</b>	<b>22,421</b>	<b>22,421</b>	<b>-</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>27,197</b>	<b>27,932</b>	<b>28,942</b>	<b>1,010</b>	<b>-</b>

(a) 2016–17 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year on the resourcing of an entity through the annual Appropriation Bills.

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1:** Growth in the knowledge and innovation through managing research funding schemes, measuring research excellence and providing advice.

#### Linked programs

Linked programs contributing to Outcome 1 are outlined in the Portfolio Budget Statements 2017–18.

#### Budgeted expenses for Outcome 1

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

**Table 2.1.1 Budgeted expenses for Outcome 1**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 1.1: Discovery - Research and Research Training</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,318	1,122	1,149	1,172	1,201
Special appropriations <i>Australian Research Council Act 2001</i>	448,610	492,736	494,194	512,294	523,051
<b>Administered total</b>	<b>449,928</b>	<b>493,858</b>	<b>495,343</b>	<b>513,466</b>	<b>524,252</b>
<b>Total expenses for program 1.1</b>	<b>449,928</b>	<b>493,858</b>	<b>495,343</b>	<b>513,466</b>	<b>524,252</b>
<b>Program 1.2: Linkage - Cross Sector Research Partnerships</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,295	1,449	1,492	1,525	1,563
Special appropriations <i>Australian Research Council Act 2001</i>	297,808	265,319	266,105	275,850	281,643
Special accounts <i>ARC Research Endowment Account - s80 PGPA Act [s62 Australian Research Council Act 2001]</i>	9,000	-	-	-	-
<b>Administered total</b>	<b>308,103</b>	<b>266,768</b>	<b>267,597</b>	<b>277,375</b>	<b>283,206</b>
<b>Total expenses for program 1.2</b>	<b>308,103</b>	<b>266,768</b>	<b>267,597</b>	<b>277,375</b>	<b>283,206</b>
<b>Program 1.3: Excellence in Research for Australia</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	1,540	3,950	4,986	3,087	3,164
<b>Administered total</b>	<b>1,540</b>	<b>3,950</b>	<b>4,986</b>	<b>3,087</b>	<b>3,164</b>
<b>Total expenses for program 1.3</b>	<b>1,540</b>	<b>3,950</b>	<b>4,986</b>	<b>3,087</b>	<b>3,164</b>

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

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 1.4: ARC - Departmental</b>					
Departmental expenses					
Departmental appropriation	18,459	21,186	21,440	21,247	21,363
s74 Retained revenue receipts <sup>(a)</sup>	24	-	-	-	-
Expenses not requiring appropriation in the Budget year <sup>(b)</sup>	3,738	3,648	3,032	2,691	2,532
<b>Departmental total</b>	<b>22,221</b>	<b>24,834</b>	<b>24,472</b>	<b>23,938</b>	<b>23,895</b>
<b>Total expenses for program 1.4</b>	<b>22,221</b>	<b>24,834</b>	<b>24,472</b>	<b>23,938</b>	<b>23,895</b>
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	4,153	6,521	7,627	5,784	5,928
Special appropriations	746,418	758,055	760,299	788,144	804,694
Special accounts	9,000	-	-	-	-
<b>Administered total</b>	<b>759,571</b>	<b>764,576</b>	<b>767,926</b>	<b>793,928</b>	<b>810,622</b>
Departmental expenses					
Departmental appropriation	18,459	21,186	21,440	21,247	21,363
s74 Retained revenue receipts <sup>(a)</sup>	24	-	-	-	-
Expenses not requiring appropriation in the Budget year <sup>(b)</sup>	3,738	3,648	3,032	2,691	2,532
<b>Departmental total</b>	<b>22,221</b>	<b>24,834</b>	<b>24,472</b>	<b>23,938</b>	<b>23,895</b>
<b>Total expenses for Outcome 1</b>	<b>781,792</b>	<b>789,410</b>	<b>792,398</b>	<b>817,866</b>	<b>834,517</b>
<b>Movement of administered funds between years <sup>(c)</sup></b>					
	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
Outcome 1:					
Program 1.3: Excellence in Research for Australia	(2,808)	1,010	1,798	-	-
<b>Total movement of administered funds</b>	<b>(2,808)</b>	<b>1,010</b>	<b>1,798</b>	<b>-</b>	<b>-</b>
<b>Average staffing level (number)</b>	114	136			

Prepared on Australian Accounting Standards basis.

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act.

(b) Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, audit fees and gain from sale of fixed assets.

(c) Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

### Performance criteria for Outcome 1

There are no changes to performance criteria for Outcome 1 resulting from decisions made since the 2017-18 Budget. For a full outline of all performance criteria associated with Outcome 1 see the Portfolio Budget Statements 2017-18.

## Section 3: Budgeted financial statements

### 3.1 SPECIAL ACCOUNT FLOWS

There are no changes to the Special Account resulting from decisions made since the 2017-18 Budget.

**Table 3.1: Estimates of special account flows and balances**

		Opening balance 2017-18 2016-17	Receipts 2017-18 2016-17	Payments 2017-18 2016-17	Adjustments 2017-18 2016-17	Closing balance 2017-18 2016-17
	Outcome	\$'000	\$'000	\$'000	\$'000	\$'000
<b>ARC Research Endowment Account - s80 PGPA Act [s62 Australian Research Council Act 2001] (A)</b>						
	1	-	-	-	-	-
<i>ARC Research Endowment Account - s80 PGPA Act [s62 Australian Research Council Act 2001] (A)</i>						
	1	-	9,000	(9,000)	-	-
<b>Total special accounts 2017-18 Budget estimate</b>						
		-	-	-	-	-
<i>Total special accounts 2016-17 actual</i>						
		-	9,000	(9,000)	-	-

Prepared on Australian Accounting Standards basis.

(A) = Administered

(D) = Departmental

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

Section 3 presents budgeted financial statements which have been updated to reflect changes resulting from the new measures and variations as outlined in Table 1.3.

The major change for the ARC since the Portfolio Budget Statements 2017-18 is a movement of administered funds between financial years for program 1.3 - Excellence in Research for Australia.

## 3.2.2 Budgeted financial statements

**Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	13,855	15,200	15,492	15,792	16,097
Suppliers	4,421	5,790	5,785	5,326	5,170
Depreciation and amortisation	3,645	3,580	2,964	2,623	2,464
Finance costs	300	264	231	197	164
Write-down and impairment of assets	3	-	-	-	-
<b>Total expenses</b>	<b>22,224</b>	<b>24,834</b>	<b>24,472</b>	<b>23,938</b>	<b>23,895</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Other revenue	92	68	68	68	68
<b>Total own-source revenue</b>	<b>92</b>	<b>68</b>	<b>68</b>	<b>68</b>	<b>68</b>
<b>Gains</b>					
Sale of assets	28	-	-	-	-
<b>Total gains</b>	<b>28</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total own-source income</b>	<b>120</b>	<b>68</b>	<b>68</b>	<b>68</b>	<b>68</b>
<b>Net cost of / (contribution by) services</b>	<b>22,104</b>	<b>24,766</b>	<b>24,404</b>	<b>23,870</b>	<b>23,827</b>
Revenue from Government	21,839	21,186	21,440	21,247	21,363
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(265)</b>	<b>(3,580)</b>	<b>(2,964)</b>	<b>(2,623)</b>	<b>(2,464)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(265)</b>	<b>(3,580)</b>	<b>(2,964)</b>	<b>(2,623)</b>	<b>(2,464)</b>
<b>Note: Impact of net cash appropriation arrangements</b>					
	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/ amortisation expenses previously funded through revenue appropriations</b>	<b>3,380</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	3,645	3,580	2,964	2,623	2,464
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(265)</b>	<b>(3,580)</b>	<b>(2,964)</b>	<b>(2,623)</b>	<b>(2,464)</b>

Prepared on Australian Accounting Standards basis.

- (a) From 2010–11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Entity Additional Estimates Statement – ARC

**Table 3.3: Budgeted departmental balance sheet (as at 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	467	467	467	467	467
Trade and other receivables	19,430	19,135	18,823	18,586	18,333
<b>Total financial assets</b>	<b>19,897</b>	<b>19,602</b>	<b>19,290</b>	<b>19,053</b>	<b>18,800</b>
<b>Non-financial assets</b>					
Land and buildings	1,803	1,668	1,525	1,374	1,219
Property, plant and equipment	938	766	548	378	296
Intangibles	10,904	9,540	8,165	7,092	6,101
Other non-financial assets	360	360	360	360	360
<b>Total non-financial assets</b>	<b>14,005</b>	<b>12,334</b>	<b>10,598</b>	<b>9,204</b>	<b>7,976</b>
<b>Total assets</b>	<b>33,902</b>	<b>31,936</b>	<b>29,888</b>	<b>28,257</b>	<b>26,776</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	457	457	457	457	457
Other payables	109	153	208	319	379
<b>Total payables</b>	<b>566</b>	<b>610</b>	<b>665</b>	<b>776</b>	<b>836</b>
<b>Interest bearing liabilities</b>					
Leases	2,715	2,376	2,009	1,661	1,348
<b>Total interest bearing liabilities</b>	<b>2,715</b>	<b>2,376</b>	<b>2,009</b>	<b>1,661</b>	<b>1,348</b>
<b>Provisions</b>					
Employee provisions	3,979	3,979	3,979	3,979	3,979
Other provisions	324	324	324	324	324
<b>Total provisions</b>	<b>4,303</b>	<b>4,303</b>	<b>4,303</b>	<b>4,303</b>	<b>4,303</b>
<b>Total liabilities</b>	<b>7,584</b>	<b>7,289</b>	<b>6,977</b>	<b>6,740</b>	<b>6,487</b>
<b>Net assets</b>	<b>26,318</b>	<b>24,647</b>	<b>22,911</b>	<b>21,517</b>	<b>20,289</b>
<b>EQUITY<sup>(a)</sup></b>					
<b>Parent entity interest</b>					
Contributed equity	34,374	36,283	37,511	38,740	39,976
Reserves	58	58	58	58	58
Retained surplus / (accumulated deficit)	(8,114)	(11,694)	(14,658)	(17,281)	(19,745)
<b>Total parent entity interest</b>	<b>26,318</b>	<b>24,647</b>	<b>22,911</b>	<b>21,517</b>	<b>20,289</b>
<b>Total Equity</b>	<b>26,318</b>	<b>24,647</b>	<b>22,911</b>	<b>21,517</b>	<b>20,289</b>

Prepared on Australian Accounting Standards basis.

(a) Equity is the residual interest in assets after the deduction of liabilities.

**Table 3.4: Departmental statement of changes in equity — summary of movement (2017–18 Budget year)**

	Retained earnings	Asset revaluation reserve	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2017</b>				
Balance carried forward from previous period	(8,114)	58	34,374	26,318
<b>Adjusted opening balance</b>	<b>(8,114)</b>	<b>58</b>	<b>34,374</b>	<b>26,318</b>
<b>Comprehensive income</b>				
Surplus/(deficit) for the period	(3,580)	-	-	(3,580)
<b>Total comprehensive income</b>	<b>(3,580)</b>	<b>-</b>	<b>-</b>	<b>(3,580)</b>
of which:				
Attributable to the Australian Government	(3,580)	-	-	(3,580)
<b>Transactions with owners</b>				
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	674	674
Departmental Capital Budget (DCB)	-	-	1,235	1,235
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>1,909</b>	<b>1,909</b>
<b>Estimated closing balance as at 30 June 2018</b>	<b>(11,694)</b>	<b>58</b>	<b>36,283</b>	<b>24,647</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(11,694)</b>	<b>58</b>	<b>36,283</b>	<b>24,647</b>

Prepared on Australian Accounting Standards basis



**Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	19,013	21,481	21,752	21,484	21,616
Sale of goods and rendering of services	9	-	-	-	-
Net GST received	720	550	550	550	550
Other	366	-	-	-	-
<b>Total cash received</b>	<b>20,108</b>	<b>22,031</b>	<b>22,302</b>	<b>22,034</b>	<b>22,166</b>
<b>Cash used</b>					
Employees	14,241	15,156	15,437	15,681	16,037
Suppliers	4,598	5,722	5,717	5,258	5,102
Borrowing costs	293	264	231	197	164
Net GST paid	722	550	550	550	550
s74 Retained Revenue Receipts transferred to OPA	9	-	-	-	-
<b>Total cash used</b>	<b>19,863</b>	<b>21,692</b>	<b>21,935</b>	<b>21,686</b>	<b>21,853</b>
<b>Net cash from / (used by) operating activities</b>	<b>245</b>	<b>339</b>	<b>367</b>	<b>348</b>	<b>313</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	2,413	1,909	1,228	1,229	1,236
<b>Total cash used</b>	<b>2,413</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>
<b>Net cash from / (used by) investing activities</b>	<b>(2,413)</b>	<b>(1,909)</b>	<b>(1,228)</b>	<b>(1,229)</b>	<b>(1,236)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	2,641	1,909	1,228	1,229	1,236
<b>Total cash received</b>	<b>2,641</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>
<b>Cash used</b>					
Repayment of finance leases	311	339	367	348	313
<b>Total cash used</b>	<b>311</b>	<b>339</b>	<b>367</b>	<b>348</b>	<b>313</b>
<b>Net cash from / (used by) financing activities</b>	<b>2,330</b>	<b>1,570</b>	<b>861</b>	<b>881</b>	<b>923</b>
<b>Net increase/(decrease) in cash held</b>	<b>162</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	305	467	467	467	467
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>467</b>	<b>467</b>	<b>467</b>	<b>467</b>	<b>467</b>

Prepared on Australian Accounting Standards basis.

**Table 3.6: Departmental capital budget statement (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	1,251	1,235	1,228	1,229	1,236
Equity injections - Act No. 2 and Bill 4	3,536	674	-	-	-
<b>Total new capital appropriations</b>	<b>4,787</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>
<b>Provided for:</b>					
Purchase of non-financial assets	4,787	1,909	1,228	1,229	1,236
<b>Total Items</b>	<b>4,787</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations (a)	1,162	674	-	-	-
Funded by capital appropriation - DCB (b)	1,251	1,235	1,228	1,229	1,236
<b>TOTAL AMOUNT SPENT</b>	<b>2,413</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	2,413	1,909	1,228	1,229	1,236
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>2,413</b>	<b>1,909</b>	<b>1,228</b>	<b>1,229</b>	<b>1,236</b>

Prepared on Australian Accounting Standards basis.

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

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

**Table 3.7: Statement of asset movements (2017–18 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2017</b>				
Gross book value	2,926	1,520	23,498	27,944
Accumulated depreciation/amortisation and impairment	(1,123)	(582)	(12,594)	(14,299)
<b>Opening net book balance</b>	<b>1,803</b>	<b>938</b>	<b>10,904</b>	<b>13,645</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity <sup>(a)</sup>	-	-	674	674
By purchase - appropriation ordinary annual services <sup>(b)</sup>	100	150	985	1,235
<b>Total additions</b>	<b>100</b>	<b>150</b>	<b>1,659</b>	<b>1,909</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(235)	(322)	(3,023)	(3,580)
<b>Total other movements</b>	<b>(235)</b>	<b>(322)</b>	<b>(3,023)</b>	<b>(3,580)</b>
<b>As at 30 June 2018</b>				
Gross book value	3,026	1,670	25,157	29,853
Accumulated depreciation/amortisation and impairment	(1,358)	(904)	(15,617)	(17,879)
<b>Closing net book balance</b>	<b>1,668</b>	<b>766</b>	<b>9,540</b>	<b>11,974</b>

Prepared on Australian Accounting Standards basis.

(a) 'Appropriation equity' refers to equity injections appropriations provided through Appropriation Bill (No. 2) 2017–18, including CDABs.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No. 1) 2017–18 for depreciation/amortisation expenses, DCBs or other operational expenses.

**Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Suppliers	13,153	6,521	7,627	5,784	5,928
Grants	746,418	758,055	760,299	788,144	804,694
<b>Total expenses administered on behalf of Government</b>	<b>759,571</b>	<b>764,576</b>	<b>767,926</b>	<b>793,928</b>	<b>810,622</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Non-taxation revenue</b>					
Recovery of prior year grant payments (a)	10,185	7,000	7,000	7,000	7,000
<b>Total non-taxation revenue</b>	<b>10,185</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>
<b>Total own-source income administered on behalf of Government</b>	<b>10,185</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>	<b>7,000</b>
<b>Net cost of/(contribution by) services</b>	<b>(749,386)</b>	<b>(757,576)</b>	<b>(760,926)</b>	<b>(786,928)</b>	<b>(803,622)</b>
<b>Total comprehensive income (loss) attributable to the Australian Government</b>	<b>(749,386)</b>	<b>(757,576)</b>	<b>(760,926)</b>	<b>(786,928)</b>	<b>(803,622)</b>

Prepared on Australian Accounting Standards basis.

(a) Under the *Australian Research Council Act 2001*, grant recipients are required to return unspent grant money to the ARC unless otherwise approved. ARC then returns the funding relating to prior financial years back to the OPA.

**Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Taxation receivables	135	135	135	135	135
<b>Total financial assets</b>	<b>135</b>	<b>135</b>	<b>135</b>	<b>135</b>	<b>135</b>
<b>Non-financial assets</b>					
Other non-financial assets	12	12	12	12	12
<b>Total non-financial assets</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>12</b>
<b>Total assets administered on behalf of Government</b>	<b>147</b>	<b>147</b>	<b>147</b>	<b>147</b>	<b>147</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	1,144	1,144	1,144	1,144	1,144
Grants	308,898	308,898	308,898	308,898	308,898
<b>Total payables</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>
<b>Total liabilities administered on behalf of Government</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>	<b>310,042</b>
<b>Net assets/(liabilities)</b>	<b>(309,895)</b>	<b>(309,895)</b>	<b>(309,895)</b>	<b>(309,895)</b>	<b>(309,895)</b>

Prepared on Australian Accounting Standards basis.

**Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Net GST received	1,911	5,300	5,300	5,300	5,300
Other	10,267	7,000	7,000	7,000	7,000
<b>Total cash received</b>	<b>12,178</b>	<b>12,300</b>	<b>12,300</b>	<b>12,300</b>	<b>12,300</b>
<b>Cash used</b>					
Grants	734,499	758,055	760,299	788,144	804,694
Suppliers	12,096	6,521	7,627	5,784	5,928
Net GST paid	1,572	5,300	5,300	5,300	5,300
<b>Total cash used</b>	<b>748,167</b>	<b>769,876</b>	<b>773,226</b>	<b>799,228</b>	<b>815,922</b>
<b>Net cash from / (used by) operating activities</b>	<b>(735,989)</b>	<b>(757,576)</b>	<b>(760,926)</b>	<b>(786,928)</b>	<b>(803,622)</b>
<b>Net increase/(decrease) in cash held</b>	<b>(735,989)</b>	<b>(757,576)</b>	<b>(760,926)</b>	<b>(786,928)</b>	<b>(803,622)</b>
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
- Appropriations	737,595	764,576	767,926	793,928	810,622
- Special Accounts	9,000	-	-	-	-
- Administered GST appropriations	1,572	5,300	5,300	5,300	5,300
<b>Total cash from Official Public Account</b>	<b>748,167</b>	<b>769,876</b>	<b>773,226</b>	<b>799,228</b>	<b>815,922</b>
Cash to Official Public Account for:					
- Appropriations	10,267	7,000	7,000	7,000	7,000
Return of GST Appropriation to OPA	1,911	5,300	5,300	5,300	5,300
<b>Total cash to Official Public Account</b>	<b>12,178</b>	<b>12,300</b>	<b>12,300</b>	<b>12,300</b>	<b>12,300</b>
<b>Cash and cash equivalents at end of reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Prepared on Australian Accounting Standards basis.



# TERTIARY EDUCATION QUALITY AND STANDARDS AGENCY

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# TERTIARY EDUCATION QUALITY AND STANDARDS AGENCY

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

The Tertiary Education Quality and Standards Agency (TEQSA) is Australia's national higher education quality assurance and regulatory agency established under the *Tertiary Education Quality and Standards Agency Act 2011* (the Act). TEQSA commenced regulatory operations on 29 January 2012.

The Act confers powers and function on TEQSA, among other things, to:

- register regulated entities as registered higher education providers and accredit courses of study
- conduct compliance assessment and quality assessments
- conduct accreditation assessments of courses developed by providers without self-accrediting authority
- provide advice and make recommendations to the Minister on matters relating to the quality or regulation of higher education providers
- collect, analyse, interpret and disseminate information relating to quality assurance practice and quality improvement in higher education
- co-operate with similar agencies in other countries.

TEQSA also has responsibility, as an ESOS agency under the *Education Services for Overseas Students Act 2000*, for English Language Intensive Courses for Overseas Students (ELICOS) providers if they have an entry arrangement with a registered higher education provider, and for Foundation Program providers. A full outline of the TEQSA's strategic direction can be found in the Portfolio Budget Statements 2017-18.

During 2017 TEQSA continued to experience higher than anticipated regulatory workload, which has seen a tripling in the number of applications from prospective providers over three years. To address the increased workload, the Government is providing additional funding of \$1.9 million in 2017-18 to enable TEQSA to meet the objectives of the Government's recent strengthened legislation to protect the integrity of the higher education sector.

## 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the TEQSA at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2017–18 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: TEQSA resource statement — Additional Estimates for 2017–18 as at Additional Estimates February 2018**

	Actual available appropriation	Estimate as at Budget	Proposed Additional Estimates	Total estimate at Additional Estimates
	2016-17	2017-18	2017-18	2017-18
	\$'000	\$'000	\$'000	\$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services <sup>(a)</sup>				
Prior year appropriations available <sup>(b)</sup>	7,404	5,628	-	5,628
Departmental appropriations	11,359	12,198	1,874	14,072
s 74 retained revenue receipts <sup>(c)</sup>	1,176	260	-	260
Departmental capital budget <sup>(d)</sup>	864	851	-	851
Annual appropriations - other services - non-operating <sup>(e)</sup>	-	-	-	-
Equity injection	-	100	-	100
<i>Total departmental annual appropriations</i>	<i>20,803</i>	<i>19,037</i>	<i>1,874</i>	<i>20,911</i>
<b>Total departmental resourcing</b>	<b>20,803</b>	<b>19,037</b>	<b>1,874</b>	<b>20,911</b>
<b>Administered</b>				
<i>Total administered special appropriations<sup>(e)</sup></i>	<i>-</i>	<i>200</i>	<i>-</i>	<i>200</i>
<b>Total administered resourcing</b>	<b>-</b>	<b>200</b>	<b>-</b>	<b>200</b>
<b>Total resourcing for entity TEQSA</b>	<b>20,803</b>	<b>19,237</b>	<b>1,874</b>	<b>21,111</b>
			Actual 2016-17	2017-18
<b>Average staffing level (number)</b>			44	51

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

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

- (a) Appropriation Act (No. 1) 2017–2018 and Appropriation Bill (No. 3) 2017–2018
- (b) Excludes \$0.015m subject to administrative quarantine by Finance or withheld under section 51 of the Public Governance, Performance and Accountability Act 2013.
- (c) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (d) Departmental capital budgets are not separately identified in Appropriation Act (No. 1) and form part of ordinary annual services items. Please refer to Table 3.6 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (e) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM). For further information on special accounts see Table 3.1

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2017–18 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2017–18 measures since Budget**

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Expense measures</b>					
Additional Funding	1.1				
Departmental expenses		1,874	-	-	-
<b>Total</b>		<b>1,874</b>	-	-	-
<b>Total expense measures</b>					
Departmental		1,874	-	-	-
<b>Total</b>		<b>1,874</b>	-	-	-

Prepared on a Government Financial Statistics (fiscal) basis

### 1.4 ADDITIONAL ESTIMATES, RESOURCING AND VARIATIONS TO OUTCOMES

The following table details the changes to the resourcing for the TEQSA at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2017–18 Budget in Appropriation Bills Nos. 3.

**Table 1.3: Additional estimates and other variations to outcomes since 2017–18 Budget**

	Program impacted	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>    Annual appropriations</b>					
Additional Funding	1.1	1,874	-	-	-
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>1,874</b>	-	-	-
<b>Total net impact on appropriations for Outcome 1</b>		<b>1,874</b>	-	-	-

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the TEQSA through Appropriation Bills Nos. 3.

**Table 1.4: Appropriation Bill (No. 3) 2017–18**

	2016-17 Available \$'000	2017-18 Budget \$'000	2017-18 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1 - TEQSA</b>	12,223	13,049	14,923	1,874	-
<b>Total departmental</b>	<b>12,223</b>	<b>13,049</b>	<b>14,923</b>	<b>1,874</b>	<b>-</b>

Notes:

2016–17 available appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year.

No departmental appropriation is provided in Appropriation Bill No. 3 for an agency where the total funding change across outcomes for departmental programs is negative. (if the amount in the 'Reduced Estimates' column is greater than the amount in the 'Additional Estimates' column, a footnote is required to explain).

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1:** Contribute to a high quality higher education sector through streamlined and nationally consistent higher education regulatory arrangements; registration of higher education providers; accreditation of higher education courses; and investigation, quality assurance and dissemination of higher education standards and performance.

#### Linked programs

Linked programs contributing to Outcome 1 are outlined in the Portfolio Budget Statements 2017-18.

#### Budgeted expenses for Outcome 1

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

**Table 2.1.1 Budgeted expenses for Outcome 1**

	2016-17 Actual expenses \$'000	2017-18 Revised estimated expenses \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>Program 1.1: Regulation and Quality Assurance</b>					
Departmental expenses					
Departmental appropriation	11,866	14,072	11,548	11,889	11,771
s74 Retained revenue receipts <sup>(a)</sup>	424	260	261	262	263
Expenses not requiring appropriation in the Budget year <sup>(b)</sup>	670	728	613	555	565
<b>Departmental total</b>	<b>12,960</b>	<b>15,060</b>	<b>12,422</b>	<b>12,706</b>	<b>12,599</b>
<b>Total expenses for program 1.1</b>	<b>12,960</b>	<b>15,060</b>	<b>12,422</b>	<b>12,706</b>	<b>12,599</b>
<b>Outcome 1 Totals by appropriation type</b>					
Departmental expenses					
Departmental appropriation	11,866	14,072	11,548	11,889	11,771
s74 Retained revenue receipts <sup>(a)</sup>	424	260	261	262	263
Expenses not requiring appropriation in the Budget year <sup>(b)</sup>	670	728	613	555	565
<b>Departmental total</b>	<b>12,960</b>	<b>15,060</b>	<b>12,422</b>	<b>12,706</b>	<b>12,599</b>
<b>Total expenses for Outcome 1</b>	<b>12,960</b>	<b>15,060</b>	<b>12,422</b>	<b>12,706</b>	<b>12,599</b>
	2016-17	2017-18			
<b>Average staffing level (number)</b>	44	51			

(a) Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.

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

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

### Performance criteria for Outcome 1

This section details changes to performance criteria for Outcome 1 resulting from decisions made since the 2017–18 Budget. For a full outline of all performance criteria associated with Outcome 1 see the Portfolio Budget Statements 2017–18. This section also includes further detail on the program expenses associated with Outcome 1.

#### Program 1.1: Regulation and Quality Assurance

##### Performance information 1.1 Regulation and Quality Assurance

There has been no change to the performance criteria for Outcome 1 since the Portfolio Budget Statements 2017–18.

## Section 3: Special account flows and budgeted financial statements

### **3.1 SPECIAL ACCOUNT FLOWS**

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

Special Accounts provide a means to set aside and record amounts used for specified purposes. Table 3.1 shows the expected additions (receipts) and reductions (payments) for each account used by the TEQSA.

#### **Table 3.1: Estimates of special account flows and balances**

TEQSA does not have a Special Account.

### **3.2 BUDGETED FINANCIAL STATEMENTS**

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

The financial statements have been updated to reflect changes resulting from the new measures and variations as outline in Table 1.3.

### 3.2.2 Budgeted financial statements

**Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	5,804	6,959	6,920	7,215	7,186
Suppliers	6,519	7,417	4,933	4,980	4,892
Depreciation and amortisation	617	676	561	503	513
Finance costs	10	8	8	8	8
Losses from asset sales	10	-	-	-	-
<b>Total expenses</b>	<b>12,960</b>	<b>15,060</b>	<b>12,422</b>	<b>12,706</b>	<b>12,599</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	86	5	5	5	5
Rental income	316	255	256	257	258
Other revenue	22	-	-	-	-
<b>Total own-source revenue</b>	<b>424</b>	<b>260</b>	<b>261</b>	<b>262</b>	<b>263</b>
<b>Gains</b>					
Other gains	53	52	52	52	52
<b>Total gains</b>	<b>53</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>52</b>
<b>Total own-source income</b>	<b>477</b>	<b>312</b>	<b>313</b>	<b>314</b>	<b>315</b>
<b>Net cost of / (contribution by) services</b>	<b>12,483</b>	<b>14,748</b>	<b>12,109</b>	<b>12,392</b>	<b>12,284</b>
Revenue from Government	11,359	14,072	11,548	11,889	11,771
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(1,124)</b>	<b>(676)</b>	<b>(561)</b>	<b>(503)</b>	<b>(513)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(1,124)</b>	<b>(676)</b>	<b>(561)</b>	<b>(503)</b>	<b>(513)</b>



**Table 3.2: Comprehensive income statement (showing net cost of services) for the period ended 30 June (continued)**

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

	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>(507)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
less depreciation/amortisation expenses previously funded through revenue appropriations <sup>(a)</sup>	617	676	561	503	513
<b>Total comprehensive income/(loss) - as per the statement of comprehensive income</b>	<b>(1,124)</b>	<b>(676)</b>	<b>(561)</b>	<b>(503)</b>	<b>(513)</b>

- (a) From 2010–11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.6 Departmental Capital Budget Statement.

Entity Additional Estimates Statement – TEQSA

**Table 3.3: Budgeted departmental balance sheet (as at 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	112	112	112	112	112
Trade and other receivables	5,982	5,922	5,937	6,214	6,518
<b>Total financial assets</b>	<b>6,094</b>	<b>6,034</b>	<b>6,049</b>	<b>6,326</b>	<b>6,630</b>
<b>Non-financial assets</b>					
Land and buildings	1,006	837	678	529	380
Property, plant and equipment	367	305	343	338	373
Intangibles	1,599	1,790	1,801	1,604	1,407
Other non-financial assets	180	181	174	169	169
<b>Total non-financial assets</b>	<b>3,152</b>	<b>3,113</b>	<b>2,996</b>	<b>2,640</b>	<b>2,329</b>
<b>Total assets</b>	<b>9,246</b>	<b>9,147</b>	<b>9,045</b>	<b>8,966</b>	<b>8,959</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	533	453	444	439	435
Other payables	1,478	1,372	1,130	841	498
<b>Total payables</b>	<b>2,011</b>	<b>1,825</b>	<b>1,574</b>	<b>1,280</b>	<b>933</b>
<b>Provisions</b>					
Employee provisions	1,297	1,246	1,244	1,246	1,244
Other provisions	890	753	619	488	491
<b>Total provisions</b>	<b>2,187</b>	<b>1,999</b>	<b>1,863</b>	<b>1,734</b>	<b>1,735</b>
<b>Total liabilities</b>	<b>4,198</b>	<b>3,824</b>	<b>3,437</b>	<b>3,014</b>	<b>2,668</b>
<b>Net assets</b>	<b>5,048</b>	<b>5,323</b>	<b>5,608</b>	<b>5,952</b>	<b>6,291</b>
<b>EQUITY(a)</b>					
<b>Parent entity interest</b>					
Contributed equity	10,463	11,414	12,260	13,107	13,959
Reserves	-	-	-	-	-
Retained surplus / (accumulated deficit)	(5,415)	(6,091)	(6,652)	(7,155)	(7,668)
<b>Total parent entity interest</b>	<b>5,048</b>	<b>5,323</b>	<b>5,608</b>	<b>5,952</b>	<b>6,291</b>
<b>Total Equity</b>	<b>5,048</b>	<b>5,323</b>	<b>5,608</b>	<b>5,952</b>	<b>6,291</b>

Prepared on Australian Accounting Standards basis.

(a) Equity is the residual interest in assets after the deduction of liabilities

**Table 3.4: Departmental statement of changes in equity — summary of movement (2017–18 Budget year)**

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity / capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Opening balance as at 1 July 2017</b>					
Balance carried forward from previous period	(5,415)	-	-	10,463	5,048
<b>Adjusted opening balance</b>	<b>(5,415)</b>	<b>-</b>	<b>-</b>	<b>10,463</b>	<b>5,048</b>
<b>Comprehensive income</b>					
Surplus/(deficit) for the period	(676)	-	-	-	(676)
<b>Total comprehensive income</b>	<b>(676)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(676)</b>
of which:					
Attributable to the Australian Government	-	-	-	-	-
<b>Transactions with owners</b>					
<b>Contributions by owners</b>					
Equity Injection - Appropriation	-	-	-	100	100
Departmental Capital Budget (DCB)	-	-	-	851	851
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>951</b>	<b>951</b>
<b>Estimated closing balance as at 30 June 2018</b>	<b>(6,091)</b>	<b>-</b>	<b>-</b>	<b>11,414</b>	<b>5,323</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(6,091)</b>	<b>-</b>	<b>-</b>	<b>11,414</b>	<b>5,323</b>

Prepared on Australian Accounting Standards basis

**Table 3.5: Budgeted departmental statement of cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	14,346	14,061	11,477	11,551	11,500
Sale of goods and rendering of services	427	259	261	261	264
Net GST received	581	28	5	3	1
Other	-	44	51	59	(35)
<b>Total cash received</b>	<b>15,354</b>	<b>14,392</b>	<b>11,794</b>	<b>11,874</b>	<b>11,730</b>
<b>Cash used</b>					
Employees	6,836	6,916	6,921	7,209	7,187
Suppliers	7,259	7,452	4,888	4,933	4,839
s 74 Retained revenue receipts transferred to OPA	1,176	-	-	-	-
Other	-	339	380	427	354
<b>Total cash used</b>	<b>15,271</b>	<b>14,707</b>	<b>12,189</b>	<b>12,569</b>	<b>12,380</b>
<b>Net cash from / (used by) operating activities</b>	<b>83</b>	<b>(315)</b>	<b>(395)</b>	<b>(695)</b>	<b>(650)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	912	636	451	152	202
<b>Total cash used</b>	<b>912</b>	<b>636</b>	<b>451</b>	<b>152</b>	<b>202</b>
<b>Net cash from / (used by) investing activities</b>	<b>(912)</b>	<b>(636)</b>	<b>(451)</b>	<b>(152)</b>	<b>(202)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	825	951	846	847	852
<b>Total cash received</b>	<b>825</b>	<b>951</b>	<b>846</b>	<b>847</b>	<b>852</b>
<b>Net cash from / (used by) financing activities</b>	<b>825</b>	<b>951</b>	<b>846</b>	<b>847</b>	<b>852</b>
<b>Net increase/(decrease) in cash held</b>	<b>(4)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	116	112	112	112	112
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>112</b>	<b>112</b>	<b>112</b>	<b>112</b>	<b>112</b>

Prepared on Australian Accounting Standards basis.

**Table 3.6: Departmental capital budget statement (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 and Bill 3 (DCB)	864	851	846	847	852
Equity injections - Act No. 2 and Bill 4	-	100	-	-	-
<b>Total new capital appropriations</b>	<b>864</b>	<b>951</b>	<b>846</b>	<b>847</b>	<b>852</b>
<b>Provided for:</b>					
Purchase of non-financial assets	864	636	451	152	202
Other Items	-	315	395	695	650
<b>Total Items</b>	<b>864</b>	<b>951</b>	<b>846</b>	<b>847</b>	<b>852</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations <sup>(a)</sup>	-	100	-	-	-
Funded by capital appropriation - DCB <sup>(b)</sup>	864	536	451	152	202
Funded internally from departmental resources <sup>(c)</sup>	886	-	-	-	-
<b>TOTAL AMOUNT SPENT</b>	<b>1,750</b>	<b>636</b>	<b>451</b>	<b>152</b>	<b>202</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	1,750	636	451	152	202
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>1,750</b>	<b>636</b>	<b>451</b>	<b>152</b>	<b>202</b>

- (a) Includes both current and prior Bill No. 4 and prior Act No. 2/4/6 appropriations and special capital appropriations.
- (b) Does not include annual finance lease costs. Includes purchase from current and previous years' Departmental Capital Budgets (DCBs).
- (c) Includes the following sources of funding:
- current Bill No. 3 and prior year Act No. 1/3/5 appropriations (excluding amounts from the DCB);
  - donations and contributions;
  - gifts;
  - internally developed assets;
  - s74 Retained Revenue Receipts;
  - proceeds from the sale of assets.

Entity Additional Estimates Statement – TEQSA

**Table 3.7: Statement of asset movements (2017–18 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2017</b>				
Gross book value	1,142	493	2,921	4,556
Accumulated depreciation/amortisation and impairment	(136)	(126)	(1,322)	(1,584)
<b>Opening net book balance</b>	<b>1,006</b>	<b>367</b>	<b>1,599</b>	<b>2,972</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation equity (a)	-	45	591	636
<b>Total additions</b>	<b>-</b>	<b>45</b>	<b>591</b>	<b>636</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(169)	(107)	(400)	(676)
Disposals (a)	-	-	-	-
<b>Total other movements</b>	<b>(169)</b>	<b>(107)</b>	<b>(400)</b>	<b>(676)</b>
<b>As at 30 June 2018</b>				
Gross book value	1,132	474	3,512	5,118
Accumulated depreciation/amortisation and impairment	(295)	(169)	(1,722)	(2,186)
<b>Closing net book balance</b>	<b>837</b>	<b>305</b>	<b>1,790</b>	<b>2,932</b>

Prepared on Australian Accounting Standards basis.

(a) Net Proceeds may be returned to the OPA.

**Table 3.8: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Total expenses administered on behalf of Government	-	-	-	-	-
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
Own-source revenue					
Taxation revenue					
<i>Total taxation revenue</i>	-	-	-	-	-
Non-taxation revenue					
Fees and fines	2,829	3,643	2,519	2,696	4,276
<i>Total non-taxation revenue</i>	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>
Total own-source revenue administered on behalf of Government	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>
Gains					
Total gains administered on behalf of Government	-	-	-	-	-
Total own-source income administered on behalf of Government	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>
Net cost of/(contribution by) services	(2,829)	(3,643)	(2,519)	(2,696)	(4,276)
Surplus/(deficit) before income tax	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>
Income tax expense					
Surplus/(deficit) after income tax	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Items not subject to subsequent reclassification to profit or loss					
Total other comprehensive income	-	-	-	-	-
Total comprehensive income (loss) attributable to the Australian Government	<b>2,829</b>	<b>3,643</b>	<b>2,519</b>	<b>2,696</b>	<b>4,276</b>

Prepared on Australian Accounting Standards basis.

**Table 3.9: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)**

Table not required.

**Table 3.10: Schedule of budgeted administered cash flows (for the period ended 30 June)**

	2016-17 Actual \$'000	2017-18 Revised budget \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Sale of goods and rendering of services	2,829	3,443	2,319	4,496	4,076
<b>Total cash received</b>	<b>2,829</b>	<b>3,443</b>	<b>2,319</b>	<b>4,496</b>	<b>4,076</b>
<b>Cash used</b>					
<b>Total cash used</b>	-	-	-	-	-
<b>Net cash from / (used by) operating activities</b>	<b>2,829</b>	<b>3,443</b>	<b>2,319</b>	<b>4,496</b>	<b>4,076</b>
<b>Net increase/(decrease) in cash held</b>	<b>2,829</b>	<b>3,443</b>	<b>2,319</b>	<b>4,496</b>	<b>4,076</b>
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
Cash from Official Public Account for:					
- Appropriations	200	200	200	200	200
Total cash from Official Public Account	<b>200</b>	<b>200</b>	<b>200</b>	<b>200</b>	<b>200</b>
Cash to Official Public Account for:					
- Appropriations	(3,108)	(3,643)	(2,519)	(4,696)	(4,276)
Total cash to Official Public Account	(3,108)	(3,643)	(2,519)	(4,696)	(4,276)
<b>Cash and cash equivalents at end of reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Prepared on Australian Accounting Standards basis.



# PORTFOLIO GLOSSARY AND ACRONYMS

## Portfolio glossary

Accrual accounting	System of accounting where items are brought to account and included in the financial statements as they are earned or incurred, rather than as they are received or paid.
Additional Estimates	Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the Additional Estimates Acts.
Additional Estimates Bills or Acts	These are Appropriation Bills 3 and 4, and a separate Bill for the Parliamentary Departments [Appropriations (Parliamentary Departments) Bill (No. 2)]. These Bills are introduced into Parliament sometime after the Budget Bills.
Administered items	Expenses, revenues, 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.
Appropriation	An authorisation by Parliament to spend moneys from the Consolidated Revenue Fund for a particular purpose.
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.
Assets	Assets are physical objects and legal rights it is expected will provide benefits in the future or alternatively items of value owned by an agency.
Budget measure	A decision by the Cabinet or ministers that has resulted in a cost or savings to outlays.
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). The CRF is not a bank account. The Official Public Account reflects most of the operations of the CRF.

*Portfolio glossary and acronyms*

Departmental items	Assets, liabilities, revenues and expenses 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.
Equity or net assets	Residual interest in the assets of an entity after deduction of its liabilities.
Expenses	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.
Forward estimates	A system of rolling three year financial estimates. After the budget is passed, the first year of the forward estimates becomes the base for the next year's budget bid, and another out-year is added to the forward estimates.
Liabilities	Liabilities represent amounts owing on goods or services that have been received but not yet paid for. A liability shows the future commitment of an agency's assets.
Net annotated appropriation (Section 74 Receipts)	Section 74 Receipts, also known as net annotated appropriations, are a form of appropriation which allows a department access to certain money it receives in payment of services. These monies are known as Section 74 Receipts, reflecting their authority under Section 74 of the PGPA Act 2013.
Official Public Account	The Australian Government maintains a group of bank accounts at the Reserve Bank of Australia, known as the Official Public Account (OPA), the aggregate balance of which represents its daily cash position.
Operating result	Equals revenue less expenses.
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.
<i>Public Governance, Performance and Accountability Act 2013</i>	The <i>Public Governance, Performance and Accountability Act 2013</i> (PGPA Act) replaced the <i>Financial Management and Accountability (FMA) Act 1997</i> and the <i>Commonwealth Authorities and Companies (CAC) Act 1997</i> as of 1 July 2014.

Portfolio Budget Statements	Statements prepared by portfolios to explain the budget appropriations in terms of outcomes.
Receipts	The total or gross amount received by the Australian Government. Each receipt item is either revenue, an offset within outlays, or a financing transaction. Receipts include taxes, interest, charges for goods and services, borrowings and Government Business Enterprise (GBE) dividends received.
Revenue	Total value of resources earned or received to cover the production of goods and services.
Section 74 Receipts	See net annotated appropriation.
Special Account	Balances existing within the Consolidated Revenue Fund (CRF) that are supported by standing appropriations (PGPA Act, s78 and s80). Special accounts allow money in the 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 (s78 of the PGPA Act 2013) or through an Act of Parliament (referred to in s80 of the PGPA Act 2013).
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.

## Portfolio acronyms

AIATSIS	Australian Institute of Aboriginal and Torres Strait Islander Studies
AM	Member of the Order of Australia
AMSI	Australian Mathematical Sciences Institute
AO	Officer of the Order of Australia
ANU	Australian National University
ARC	Australian Research Council
CDAB	Collection Development Acquisition Budget
CGS	Commonwealth Grant Scheme
COPE	Commonwealth own-purpose expense
CRF	Consolidated Revenue Fund
DCB	Departmental Capital Budget
EIF	Education Investment Fund
ELICOS	English Language Intensive Courses for Overseas Students
ELLA	Early Learning Languages Australia
ERA	Excellence in Research in Australia
ESOS	Education Services for Overseas Students
FDC	Family Day Care
GST	Goods and Services Tax
HECS-HELP	Higher Education Contribution Scheme -Higher Education Loan Program
HELP	Higher Education Loan Program
IHC	In Home Care
JETCCFA	Jobs Education and Training, Child Care Fee Assistance
MYEFO	Mid-Year Economic and Fiscal Outlook
NCGP	National Competitive Grants Program
NISA	National Science and Innovation Agenda
OPA	Official Public Account
OS-HELP	Overseas - Higher Education Loan Program
OTM	Other Trust Monies
PAES	Portfolio Additional Estimates Statements
PBS	Portfolio Budget Statements
PGPA Act	<i>Public Governance, Performance and Accountability Act 2013</i>
SA-HELP	Loan scheme that assist eligible students to pay for all or part of their student services and amenities fee
SFSS	Student Financial Supplement Scheme
SOETM	Services for Other Entities and Trust Moneys

*Portfolio glossary and acronyms*

SOG	Services for other Government and Non-agency Bodies
SRS	Schooling Resource Standard
STEM	science, technology, engineering and mathematics
TEMAG	Teacher Education Ministerial Advisory Group
TEQSA	Tertiary Education Quality and Standards Authority
VET	Vocational Education and Training
VET FEE-HELP	Loan scheme for eligible students to pay for all or part of their tuition fees for a VET qualification (diploma level and above) at an approved VET provider