



# **BUDGET**★

**PORTFOLIO BUDGET STATEMENTS 2011-12**  
**BUDGET RELATED PAPER NO. 1.18**

**TREASURY PORTFOLIO**

**BUDGET INITIATIVES AND EXPLANATIONS OF  
APPROPRIATIONS SPECIFIED BY OUTCOMES  
AND PROGRAMS BY AGENCY**

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The document must be attributed as the *Treasury Portfolio Budget Statements 2011-12*.



**DEPUTY PRIME MINISTER  
TREASURER**

**PO BOX 6022  
PARLIAMENT HOUSE  
CANBERRA ACT 2600**

**Telephone: 02 6277 7340  
Facsimile: 02 6273 3420**

**[www.treasurer.gov.au](http://www.treasurer.gov.au)**

President of the Senate  
Australian Senate  
Parliament House  
CANBERRA ACT 2600

Speaker  
House of Representatives  
Parliament House  
CANBERRA ACT 2600

Dear Mr President  
Dear Mr Speaker

I hereby submit Portfolio Budget Statements in support of the 2011-12 Budget for the Treasury portfolio.

These statements have been developed, and are submitted to the Parliament, as a statement on the outcomes for the portfolio.

I present these statements to provide accountability to the Parliament and, through it, the public.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Wayne Swan', written in a cursive style.

Wayne Swan

## Abbreviations and conventions

The following notation may be used:

-	nil
..	not zero, but rounded to zero
*	unquantifiable
na	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million
\$b	\$ billion

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

## Enquiries

Should you have any enquiries regarding this publication please contact Ms Kim Giles in the Department of the Treasury on 02 6263 2111.

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

**USER GUIDE  
TO THE  
PORTFOLIO BUDGET  
STATEMENTS**



# USER GUIDE

The purpose of the 2011-12 Portfolio Budget Statements (PBS) is to inform Senators and Members of Parliament of the proposed allocation of resources to government outcomes by agencies within the portfolio. Agencies receive resources from the annual appropriations acts, special appropriations (including standing appropriations and special accounts), and revenue from other sources.

A key role of the PBS is to facilitate the understanding of proposed annual appropriations in Appropriation Bills No. 1 and No. 2 2011-12. In this sense the PBS are Budget related papers and are declared by the Appropriation Acts to be 'relevant documents' to the interpretation of the Acts according to section 15AB of the *Acts Interpretation Act 1901*.

The PBS provides information, explanation and justification to enable Parliament to understand the purpose of each outcome proposed in the Bills.

As required under section 12 of the *Charter of Budget Honesty Act 1998*, non-general government sector entities are not consolidated into the Commonwealth general government sector fiscal estimates and accordingly, these entities are not reported in the PBS.



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# **PORTFOLIO OVERVIEW**



# TREASURY PORTFOLIO OVERVIEW

## Ministers and portfolio responsibilities

The Treasury portfolio undertakes a range of activities aimed at achieving strong sustainable economic growth and the improved wellbeing of Australians. This entails the provision of policy advice to portfolio Ministers and the effective implementation and administration of policies that fall within the portfolio Ministers' responsibilities.

The Treasury portfolio comprises 15 agencies.

The **Department of the Treasury's** mission is to improve the wellbeing of the Australian people by providing sound and timely advice to the Government, based on objective and thorough analysis of options, and by assisting Treasury ministers in the administration of their responsibilities and the implementation of government decisions. Its outcome is: informed decisions on the development and implementation of policies to improve the wellbeing of the Australian people, including by achieving strong, sustainable economic growth, through the provision of advice to government and the efficient administration of federal financial relations.

The **Australian Bureau of Statistics** is Australia's official statistical agency. It provides statistics on a wide range of economic, environmental and social matters, covering government, business and the community in general. Its outcome is: informed decisions, research and discussion within governments and the community by leading the collection, analysis and provision of high quality, objective and relevant statistical information.

The **Australian Competition and Consumer Commission** is an independent statutory authority which administers the *Competition and Consumer Act 2010* and performs functions under other Commonwealth legislation and State and Territory Competition Policy Reform Acts. Its outcome is: lawful competition, consumer protection, and regulated national infrastructure markets and services through regulation, including enforcement, education, price monitoring and determining the terms of access to infrastructure services.

The **Australian Office of Financial Management** is responsible for the management of Australian Government debt and financial assets. Its outcome is: the advancement of macroeconomic growth and stability, and the effective operation of financial markets, through issuing debt, investing in financial assets and managing debt, investments and cash for the Australian Government.

The **Australian Prudential Regulation Authority** is the financial supervisor responsible for the prudential regulation of the banking, other deposit taking, insurance and superannuation industries. Its outcome is: enhanced public confidence in Australia's financial institutions through a framework of prudential regulation which balances financial safety and efficiency, competition, contestability and competitive neutrality.

The **Australian Securities and Investments Commission** is the independent government body that administers and enforces corporate and financial services law. Its areas of regulatory responsibility include market integrity and consumer protection in the financial services sector, investment management (including superannuation), capital markets (including market supervision), consumer credit, corporations and auditors and liquidators. It has two outcomes: improved confidence in financial market integrity and protection of investors and consumers through research, policy, education, compliance and deterrence that mitigates emerging risks; and streamlined and cost-effective interaction and access to information for business and the public, through registry, licensing and business facilitation services.

The **Australian Taxation Office** is the Australian Government's principal revenue collection agency and administers Australia's taxation system and significant aspects of Australia's superannuation system. It administers legislation governing taxation, superannuation and the Australian Business Register and supports the delivery of government benefits to the community. Its outcome is: confidence in the administration of aspects of Australia's taxation and superannuation systems through helping people understand their rights and obligations, improving ease of compliance and access to benefits, and managing non-compliance with the law.

The **Commonwealth Grants Commission** provides advice to government on the equitable distribution of GST revenue and health care grants to state and territory governments. Its outcome is: informed Government decisions on fiscal equalisation between the States and Territories through advice and recommendations on the distribution of GST revenue and health care grants.

The **Corporations and Markets Advisory Committee** is the independent government body that provides informed and expert advice to the government about corporate, financial product and financial market matters. Its outcome is: informed decisions by Government on issues relating to corporations regulation and financial products, services and markets through independent and expert advice.

The **Inspector-General of Taxation** seeks to improve the administration of the tax laws for the benefit of all taxpayers. Its outcome is: improved tax administration through community consultation, review and independent advice to Government.

The **National Competition Council** is an independent advisory body for all Australian governments that advises and makes recommendations under the National Access Regime and recommendations and decisions in relation to natural gas pipelines. Its outcome is: competition in markets that are dependent on access to nationally significant monopoly infrastructure, through recommendations and decisions promoting the efficient operation of, use of and investment in infrastructure.

The **Office of the Auditing and Assurance Standards Board's** mission is to develop, in the public interest, high quality auditing and assurance standards and related guidance as a means to enhance the relevance, reliability and timeliness of information provided to users of audit and assurance services. Its outcome is: the formulation and making of auditing and assurance standards that are used by auditors of Australian entity financial reports or for other auditing and assurance engagements.

The **Office of the Australian Accounting Standards Board's** mission is to develop and maintain high quality financial reporting standards for all sectors of the Australian economy and contribute, through leadership and talent, to the development of global financial reporting standards and be recognised as facilitating the inclusion of the Australian community in the activity of global standard setting. Its outcome is: the formulation and making of accounting standards that are used by Australian entities to prepare financial reports and enable users of these reports to make informed decisions.

The **Productivity Commission** is the Government's independent research and advisory body on a range of economic, social and environmental issues affecting the welfare of Australians. Its outcome is: well-informed policy decision-making and public understanding on matters relating to Australia's productivity and living standards, based on independent and transparent analysis from a community-wide perspective.

The **Royal Australian Mint** manufactures and sells circulating coins to meet the coinage needs of the Australian economy, and collector coins and other minted products for Australia and foreign countries. Its outcome is: the coinage needs of the Australian economy, collectors and foreign countries are met through the manufacture and sale of circulating coins, collector coins and other minted like products.

**Figure 1: Treasury portfolio structure and outcomes**



**Figure 1: Treasury portfolio structure and outcomes (continued)**



## PORTFOLIO RESOURCES

Table 1 shows the total resources provided to the portfolio in the 2011-12 budget year, by agency.

**Table 1: Portfolio resources 2011-12**

	Appropriation			Receipts	Total
	Bill No. 1 \$'000	Bill No. 2 \$'000	Special \$'000	\$'000	\$'000
<b>Department of the Treasury</b>					
Administered appropriations	16,685	62,708	70,457,478	16,540,180	87,077,051
Departmental appropriations	157,072	583	-	12,610	170,265
<b>Total:</b>	<b>173,757</b>	<b>63,291</b>	<b>70,457,478</b>	<b>16,552,790</b>	<b>87,247,316</b>
<b>Australian Bureau of Statistics</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	563,857	1,068	-	48,388	613,313
<b>Total:</b>	<b>563,857</b>	<b>1,068</b>	<b>-</b>	<b>48,388</b>	<b>613,313</b>
<b>Australian Competition and Consumer Commission</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	152,085	55	-	500	152,640
<b>Total:</b>	<b>152,085</b>	<b>55</b>	<b>-</b>	<b>500</b>	<b>152,640</b>
<b>Australian Office of Financial Management</b>					
Administered appropriations	10	-	361,109,550	-	361,109,560
Departmental appropriations	15,442	-	-	828	16,270
<b>Total:</b>	<b>15,452</b>	<b>-</b>	<b>361,109,550</b>	<b>828</b>	<b>361,125,830</b>
<b>Australian Prudential and Regulation Authority</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	13,289	-	97,921	4,579	115,789
<b>Total:</b>	<b>13,289</b>	<b>-</b>	<b>97,921</b>	<b>4,579</b>	<b>115,789</b>
<b>Australian Securities and Investments Commission</b>					
Administered appropriations	3,471	-	40,400	51,000	94,871
Departmental appropriations	387,550	6,462	-	22,746	416,758
<b>Total:</b>	<b>391,021</b>	<b>6,462</b>	<b>40,400</b>	<b>73,746</b>	<b>511,629</b>
<b>Australian Taxation Office</b>					
Administered appropriations	10,213	-	8,952,451	47,423	9,010,087
Departmental appropriations	3,252,169	18,380	-	27,660	3,298,209
<b>Total:</b>	<b>3,262,382</b>	<b>18,380</b>	<b>8,952,451</b>	<b>75,083</b>	<b>12,308,296</b>

**Table 1: Portfolio resources 2011-12 (continued)**

	Appropriation			Receipts	Total
	Bill No. 1 \$'000	Bill No. 2 \$'000	Special \$'000	\$'000	\$'000
<b>Commonwealth Grants Commission</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	7,335	-	-	-	7,335
<b>Total:</b>	<b>7,335</b>	-	-	-	<b>7,335</b>
<b>Corporations and Markets</b>					
<b>Advisory Committee</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	1,050	-	-	-	1,050
<b>Total:</b>	<b>1,050</b>	-	-	-	<b>1,050</b>
<b>Inspector-General of Taxation</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	2,724	-	-	-	2,724
<b>Total:</b>	<b>2,724</b>	-	-	-	<b>2,724</b>
<b>National Competition Council</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	2,850	-	-	-	2,850
<b>Total:</b>	<b>2,850</b>	-	-	-	<b>2,850</b>
<b>Office of the Auditing and Assurance Standards Board</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	2,315	-	-	31	2,346
<b>Total:</b>	<b>2,315</b>	-	-	<b>31</b>	<b>2,346</b>
<b>Office of the Australian Accounting Standards Board</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	3,946	-	-	841	4,787
<b>Total:</b>	<b>3,946</b>	-	-	<b>841</b>	<b>4,787</b>
<b>Productivity Commission</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	34,448	-	-	10	34,458
<b>Total:</b>	<b>34,448</b>	-	-	<b>10</b>	<b>34,458</b>
<b>Royal Australian Mint</b>					
Administered appropriations	-	-	-	-	-
Departmental appropriations	-	-	-	144,252	144,252
<b>Total:</b>	-	-	-	<b>144,252</b>	<b>144,252</b>
Resources available within the Treasury portfolio:					<b>462,274,615</b>



# **AGENCY RESOURCES AND PLANNED PERFORMANCE**

