

AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

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AUSTRALIAN SECURITIES AND INVESTMENTS COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

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

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

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

ASIC regulates financial markets, Australian companies, disclosure, financial services organisations and professionals who deal and advise in investments, superannuation, insurance, deposit taking and credit.

As the financial services and consumer credit regulator, ASIC administers the Australian financial services (AFS) and credit licensing regime and monitors financial services and credit businesses to ensure that they operate efficiently, honestly and fairly. These businesses typically deal in superannuation, managed funds, deposit and payment products, personal lending, insurance, shares and company securities, and derivatives.

As the markets regulator, ASIC assesses how effective operators of financial markets are at ensuring their markets operate in a fair, orderly and transparent way. ASIC also exercises delegated authority from the Minister in authorising new markets and approving important changes to market structure. It has responsibility for the supervision of trading on Australia's domestic licensed equity, derivatives markets.

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

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

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

1.2 ENTITY RESOURCE STATEMENT

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

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

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

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

Table 1.1: ASIC resource statement — Budget estimates for 2018-19 as at Budget May 2018

	2017-18 <i>Estimated actual</i> \$'000	2018-19 Estimate \$'000
Departmental		
Annual appropriations - ordinary annual services (a)		
Prior year appropriations available (b)	114,285	114,030
Departmental appropriation (c)	351,645	342,428
s74 Retained revenue receipts (d)	7,198	8,162
Departmental capital budget (e)	17,264	24,345
Annual appropriations - other services - non-operating (f)		
Equity injection	22,185	5,499
Total departmental annual appropriations	<u>512,577</u>	<u>494,464</u>
Total departmental special appropriations (g)		
Special accounts (g)		
Opening balance	37,046	33,064
Appropriation receipts (h)	26,279	26,217
Appropriation receipts from other entities (i)	1,000	-
<i>Total special accounts</i>	<u>64,325</u>	<u>59,281</u>
<i>less departmental appropriations drawn from annual/special appropriations and credited to special accounts</i>	<u>27,279</u>	<u>26,217</u>
Total departmental resourcing	<u>549,623</u>	<u>527,528</u>

Table 1.1: ASIC resource statement — Budget estimates for 2018-19 as at Budget May 2018 (continued)

	2017-18 <i>Estimated actual</i> \$'000	2018-19 Estimate \$'000
Administered		
Outcome 1	7,302	18,638
Total administered annual appropriations	7,302	18,638
Special appropriations		
Banking Act 1959	34,078	23,188
Life Insurance Act 1995	4,476	3,641
Public Governance, Performance and Accountability Act 2013	31,490	30,985
Corporations Act 2001	10,000	10,000
Total administered special appropriations	80,044	67,814
Special accounts (g)		
Opening balance	-	3,982
<i>Total special account receipts</i>	-	3,982
Total administered resourcing	87,346	90,434
Total resourcing for ASIC	636,969	617,962
	2017-18	2018-19
Average staffing level (number)	1,749	1,719

Prepared on a resourcing (that is, appropriations available) basis.

Note: All figures shown above are GST exclusive – these may not match figures in the cash flow statement.

- (a) Appropriation Bill (No.1) 2018-19.
- (b) Excludes \$3.922m subject to quarantine by Finance or withheld under section 51 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).
- (c) Excludes departmental capital budget (DCB).
- (d) Estimated retained revenue receipts under section 74 of the PGPA Act.
- (e) Departmental capital budgets are not separately identified in Appropriation Bill (No.1) and form part of ordinary annual services items. Please refer to Table 3.5 for further details. For accounting purposes, this amount has been designated as a 'contribution by owner'.
- (f) Appropriation Bill (No.2) 2018-19.
- (g) Excludes 'Special Public Money' held in accounts like Other Trust Monies accounts (OTM), Services for Other Government and Non-agency Bodies accounts (SOG) or Services for Other Entities and Trust Monies accounts (SOETM)). For further information on special appropriations and special accounts, please refer to *Budget Paper No. 4 - Agency Resourcing*. Please also see Table 2.1 for further information on outcome and program expenses broken down by various funding sources, for example, annual appropriations, special appropriations and special accounts.
- (h) Amounts credited to the special account(s) from ASIC's annual and special appropriations.
- (i) Amounts credited to the special account(s) from another entity's annual and special appropriations.

1.3 BUDGET MEASURES

Budget measures relating to ASIC are detailed in Budget Paper No.2 and are summarised below.

Table 1.2: Measures announced since the 2017-18 Mid-Year Economic and Fiscal Outlook (MYEFO)

	Program	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
Revenue measures						
North Queensland Home Insurance Comparison Website - additional funding						
Administered revenues	1.1	-	-	nfp	nfp	-
Regulation of Company Auditors						
Administered revenues	1.1	-	-	554	555	558
Royal Commission into Misconduct in the Banking, Superannuation and Financial Services Industry - further support						
Administered revenues	1.1	-	5,882	4,746	-	-
Total revenue measures		-	5,882	5,300	555	558
Expense measures						
Delivering Australia's Digital Future — modernising business registers						
Departmental expenses	1.1	-	1,608	-	-	-
Enhancing Female Financial Capability						
Administered expenses	1.1	-	10,000	-	-	-
More Choices for a Longer Life — healthy ageing and high quality care						
Departmental expenses	1.1	-	-	-	-	-
North Queensland Home Insurance Comparison Website - additional funding						
Departmental expenses	1.1	-	nfp	nfp	-	-
Regulation of Company Auditors						
Departmental expenses	1.1	-	554	555	558	562
Royal Commission into misconduct in the Banking, Superannuation and Financial Services Industry - further support						
Departmental expenses	1.1	-	4,746	-	-	-
Total expense measures		-	10,000	-	-	-

Prepared on a Government Finance Statistics (fiscal) basis. Figures displayed as a negative (-) represent a decrease in funds and a positive (+) represent an increase in funds.

Section 2: Outcomes and planned performance

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

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

Note:

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

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

<http://download.asic.gov.au/media/4439405/corporate-plan-2017-published-31-august-2017-1.pdf>

The most recent annual performance statement can be found in the Annual Report at:

<http://asic.gov.au/about-asic/corporate-publications/asic-annual-reports/>

2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

Outcome 1:

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

Budgeted expenses for Outcome 1

This table shows how much 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: Budgeted expenses for Outcome 1

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
Program 1.1: Australian Securities and Investments Commission					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	4,157	15,182	5,184	5,221	5,243
Expenses not requiring appropriation in the Budget year (a)	52,212	56,907	59,267	61,308	63,508
Administered total	56,369	72,089	64,451	66,529	68,751
Departmental expenses					
Departmental appropriation	353,246	347,597	334,932	326,334	329,448
Expenses not requiring appropriation in the Budget year (b)	39,659	37,246	32,898	25,798	22,647
Departmental total	392,905	384,843	367,830	352,132	352,095
Total expenses for program 1.1	449,274	456,932	432,281	418,661	420,846
Program 1.2: Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts					
Administered expenses					
Companies unclaimed monies - section 77 of the PGPA ACT (Appropriation Bill No. 1)	37,205	31,539	31,870	31,586	31,327
Ordinary annual services (Appropriation Bill No. 1)	3,145	3,456	3,749	4,015	4,328
Special appropriations					
<i>Banking Act 1959 - Banking Unclaimed Moneys</i>	6,539	5,975	46,799	47,334	47,458
<i>Life Insurance Act 1995 - Life Unclaimed Moneys</i>	3,656	1,850	4,606	4,586	4,584
Administered total	50,545	42,820	87,024	87,521	87,697
Total expenses for program 1.2	50,545	42,820	87,024	87,521	87,697

Table 2.1: Budgeted expenses for Outcome 1 (continued)

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
Outcome 1 Totals by appropriation type					
Administered expenses					
Ordinary annual services (Appropriation Bill No. 1)	7,302	18,638	8,933	9,236	9,571
Special appropriations	10,195	7,825	51,405	51,920	52,042
Companies unclaimed monies - section 77 of the PGPA ACT	37,205	31,539	31,870	31,586	31,327
Expenses not requiring appropriation in the Budget year (b)	52,212	56,907	59,267	61,308	63,508
Administered total	106,914	114,909	151,475	154,050	156,448
Departmental expenses					
Departmental appropriation	353,246	347,597	334,932	326,334	329,448
Expenses not requiring appropriation in the Budget year (b)	39,659	37,246	32,898	25,798	22,647
Departmental total	392,905	384,843	367,830	352,132	352,095
Total expenses for Outcome 1	499,819	499,752	519,305	506,182	508,543
	2017-18	2018-19			
Average staffing level (number)	1,749	1,719			

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

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

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

Table 2.2: Performance criteria for Outcome 1

Table 2.2 details the performance criteria for each program associated with Outcome 1. It also summarises how each program is delivered and where 2018-19 Budget measures have created new programs or materially changed existing programs.

<p>Outcome 1 Improved confidence in Australia's financial markets through promoting informed investors and financial consumers, facilitating fair and efficient markets and delivering efficient registry systems.</p>		
<p>Program 1.1 – Australian Securities and Investments Commission Program 1.1 contributes to Outcome 1 by strategically identifying and responding to conduct which presents the greatest risk of harm. This includes:</p> <ul style="list-style-type: none"> • detecting misconduct through risk-based surveillance, breach reports, reports from the whistleblowers and the public, monitoring trends and emerging risks, data gathering and analysis; • understanding and analysing the intelligence we receive to assess harms early and respond quickly; and • responding to misconduct or the risk of misconduct through education, disrupting harmful behaviour, enforcement, engaging with industry and stakeholders, and providing guidance and policy advice. <p>This program also seeks to improve ASIC's registry services and reduce costs for businesses, consumers and the public.</p>		
<p>Delivery</p>	<p>ASIC will deliver this program through strategic use of a range of regulatory tools most appropriate to disrupt harm and poor behaviour in the financial system.</p>	
<p>Performance information</p>		
<p>Year</p>	<p>Performance criteria</p>	<p>Targets</p>
<p>2017-18</p>	<p>Investor and consumer trust and confidence:</p> <ul style="list-style-type: none"> • investors and consumers have trust and confidence to participate in the financial system; • product issuers, credit providers and advisers meet required standards; • fair and efficient processes are in place for resolution of disputes; and • misconduct is dealt with and deterred. <p>Fair and efficient markets:</p> <ul style="list-style-type: none"> • participants in financial markets meet required standards; • issuers and their officers meet required standards; • financial markets are fair, orderly and transparent; and • misconduct is dealt with and deterred. <p>Providing efficient registration services:</p> <ul style="list-style-type: none"> • registration is efficient, accurate and cost effective for business; • business complies with ongoing registration obligations; • the public has easy access to information in ASIC registers; and • misconduct is dealt with and deterred. 	<p>Promoting investor and consumer trust and confidence and ensuring fair and efficient markets</p> <ul style="list-style-type: none"> • On track to meet performance criteria for 2017-18 through engagement, surveillance, enforcement, guidance, education, and policy activities. <p>Providing efficient registration services</p> <ul style="list-style-type: none"> • On track to meet the performance criteria for 2017-18.

Performance information		
Year	Performance criteria	Targets
2018-19	<p>Investor and consumer trust and confidence:</p> <ul style="list-style-type: none"> investors and consumers have trust and confidence to participate in the financial system; product issuers, credit providers and financial advisers act professionally, treat consumers fairly and prioritise their interests; fair and efficient processes are in place for resolution of disputes; and misconduct is dealt with and deterred. <p>Market integrity:</p> <ul style="list-style-type: none"> financial market participants act professionally, treat investors fairly; issuers and their officers treat customers fairly and are accountable through accurate and timely disclosure; financial markets are fair and efficient; and misconduct is dealt with and deterred. <p>Providing efficient registration services:</p> <ul style="list-style-type: none"> registration is efficient, accurate and cost effective for business; business complies with ongoing registration obligations; the public has easy access to information in ASIC registers; and misconduct is dealt with and deterred. 	<p>Evidenced by qualitative and quantitative measures, including:</p> <p>Promoting investor and consumer trust and confidence/market integrity</p> <ul style="list-style-type: none"> Stakeholder feedback External data Published ASIC reports Measures of the cleanliness of Australia's listed equity markets ASIC operational data – surveillances and enforcement activities undertaken and results achieved Meetings and other engagement with stakeholders, including via external committees and panels Financial capability resources and tools produced ASIC MoneySmart accessibility and usage <p>Providing efficient registration services:</p> <ul style="list-style-type: none"> ASIC operational data – volume and efficiency of registry activity Performance against ASIC Service Charter Stakeholder feedback Case studies
2019-20 and beyond	As per 2018-19	As per 2018-19
Purposes	ASIC is Australia's integrated corporate, financial services and consumer credit regulator. Its role includes maintaining and facilitating the performance of the financial system and promoting confident and informed participation by investors and consumers in that system.	

Table 2. 2: Performance criteria for Outcome 1 (continued)

Program 1.2 – Banking Act 1959, Life Insurance Act 1995, unclaimed monies and special accounts.		
ASIC is responsible for the administration of unclaimed money from banking and deposit taking institutions and life insurance institutions		
Delivery	Provide an accurate register of unclaimed money and special accounts administered by ASIC.	
Performance information		
Year	Performance criteria	Targets
2017-18	<ul style="list-style-type: none"> • ensure that refunds of unclaimed monies are paid to successful claimants promptly; and • ensure that payments of money from special accounts are paid out promptly in accordance with the specified purposes or appropriate legislation. 	Process claims within 28 days of receiving all necessary claim documentation.
2018-19	As per 2017-18	As per 2017-18
2019-20 and beyond	As per 2017-18	As per 2017-18
Purposes	ASIC is Australia’s integrated corporate, financial services and consumer credit regulator. Its role includes maintaining and facilitating the performance of the financial system and promoting confident and informed participation by investors and consumers in that system.	

Section 3: Budgeted financial statements

Section 3 presents budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2018-19 budget year, including the impact of budget measures and resourcing on financial statements.

3.1 BUDGETED FINANCIAL STATEMENTS

3.1.1 Differences between entity resourcing and financial statements

Section 3 presents explanatory tables and budgeted financial statements which provide a comprehensive snapshot of entity finances for the 2018-19 budget year. It explains how budget plans are incorporated into the financial statements and provides further details of the reconciliation between appropriations and programme expenses, movements in administered funds, special accounts and government indigenous expenditure.

3.1.2 Explanatory notes and analysis of budgeted financial statements

Budgeted departmental income statement

ASIC is budgeting for a break-even operating result for 2018-19 and for the remainder of the forward estimates, after adding back non-appropriated depreciation and amortisation expenses.

Budgeted departmental balance sheet

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

ASIC's budgeted equity (or net asset position) for 2018-19 is \$145.9 million.

The 2018-19 equity position reflects the cumulative effect of capital injections of \$29.8 million received during 2018-19.

Budgeted departmental statement of cash flows

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

Departmental statement of changes in equity — summary of movement

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

Departmental Capital Budget statement

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

Statement of asset movements — departmental

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

Schedule of administered activity

Schedule of budgeted income and expenses administered on behalf of government

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

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

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

Schedule of budgeted assets and liabilities administered on behalf of government

The amount shown for receivables in 2018-19 and in the forward estimates is the estimated amount of fees and charges under the *Corporations Act 2001* remaining unpaid at 30 June.

The amounts shown in other payables for 2018-19 and the forward estimates represent the estimated amount of refunds relating to the overpayments of annual review and other fees under the *Corporations Act 2001*, estimated claims payable under the *Banking Act 1959* and the *Life Insurance Act 1995* and companies unclaimed monies under section 77 of the PGPA Act.

Schedule of budgeted administered cash flows

Budgeted administered cash flows provide important information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

3.2. BUDGETED FINANCIAL STATEMENTS TABLES

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
EXPENSES					
Employee benefits	226,569	234,677	237,636	235,057	239,613
Suppliers	126,177	112,416	91,620	90,448	89,006
Depreciation and amortisation (a)	39,659	37,246	32,898	25,798	22,647
Finance costs	500	504	5,676	829	829
Total expenses	392,905	384,843	367,830	352,132	352,095
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	3,698	3,662	3,720	3,720	3,720
Other revenue	4,500	4,500	4,500	4,500	4,897
Total own-source revenue	8,198	8,162	8,220	8,220	8,617
Gains					
Other gains	360	360	360	360	360
Total gains	360	360	360	360	360
Total own-source income	8,558	8,522	8,580	8,580	8,977
Net (cost of)/contribution by services	(384,347)	(376,321)	(359,250)	(343,552)	(343,118)
Revenue from Government	348,041	342,428	327,415	320,011	321,607
Surplus/(deficit) attributable to the Australian Government	(36,306)	(33,893)	(31,835)	(23,541)	(21,511)
OTHER COMPREHENSIVE INCOME					
Total comprehensive income/(loss)	(36,306)	(33,893)	(31,835)	(23,541)	(21,511)
Total comprehensive income/(loss) attributable to the Australian Government	(36,306)	(33,893)	(31,835)	(23,541)	(21,511)

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

Note: Impact of net cash appropriation arrangements

	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000	2020-21 \$'000	2021-22 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	3,353	3,353	1,063	2,257	1,136
less depreciation/amortisation expenses previously funded through revenue appropriations (a)	39,659	37,246	32,898	25,798	22,647
Total comprehensive income/(loss) - as per the statement of comprehensive income	(36,306)	(33,893)	(31,835)	(23,541)	(21,511)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Bill 1 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities (and select corporate Commonwealth entities) were replaced with a separate capital budget (the Departmental Capital Budget, or DCB) provided through Bill 1 equity appropriations. For information regarding DCBs, please refer to Table 3.5 Departmental Capital Budget Statement.

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	37,199	37,199	37,199	37,199	37,199
Trade and other receivables	119,041	109,289	109,289	109,289	109,289
Total financial assets	156,240	146,488	146,488	146,488	146,488
Non-financial assets					
Land and buildings	26,231	25,477	26,570	26,163	25,990
Property, plant and equipment	18,674	13,558	10,466	8,755	7,767
Intangibles	91,108	98,824	88,685	85,923	85,477
Other non-financial assets	16,573	16,573	16,573	16,573	16,573
Total non-financial assets	152,586	154,432	142,294	137,414	135,807
Total assets	308,826	300,920	288,782	283,902	282,295
LIABILITIES					
Payables					
Suppliers	45,571	45,571	45,571	45,571	45,571
Other payables	31,173	27,820	26,757	24,500	23,364
Total payables	76,744	73,391	72,328	70,071	68,935
Provisions					
Employee provisions	70,417	70,417	70,417	70,417	70,417
Other provisions	11,731	11,227	11,227	11,227	11,227
Total provisions	82,148	81,644	81,644	81,644	81,644
Total liabilities	158,892	155,035	153,972	151,715	150,579
Net assets	149,934	145,885	134,810	132,187	131,716
EQUITY*					
Parent entity interest					
Contributed equity	404,419	434,263	455,023	475,941	496,981
Reserves	17,137	17,137	17,137	17,137	17,137
Retained surplus (accumulated deficit)	(271,622)	(305,515)	(337,350)	(360,891)	(382,402)
Total parent entity interest	149,934	145,885	134,810	132,187	131,716
Total equity	149,934	145,885	134,810	132,187	131,716

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

Prepared on Australian Accounting Standards basis.

Table 3.3: Departmental statement of changes in equity — summary of movement (Budget year 2018-19)

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
Opening balance as at 1 July 2018				
Balance carried forward from previous period	(271,622)	17,137	404,419	149,934
Adjusted opening balance	(271,622)	17,137	404,419	149,934
Comprehensive income				
Surplus/(deficit) for the period	(33,893)	-	-	(33,893)
Total comprehensive income	(33,893)	-	-	(33,893)
Transactions with owners				
Contributions by owners				
Equity injection - Appropriation	-	-	5,499	5,499
Departmental Capital Budget (DCB)	-	-	24,345	24,345
Sub-total transactions with owners	-	-	29,844	29,844
Estimated closing balance as at 30 June 2019	(305,515)	17,137	434,263	145,885
Closing balance attributable to the Australian Government	(305,515)	17,137	434,263	145,885

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations					
Receipts from Government	352,218	352,180	327,415	320,011	321,607
Sale of goods and rendering of services	3,698	3,662	3,720	3,720	3,720
Net GST received	-	-	-	-	-
Other	4,500	4,500	4,500	4,500	4,897
Total cash received	360,416	360,342	335,635	328,231	330,224
Cash used					
Employees	226,569	234,677	237,636	235,057	239,613
Suppliers	130,232	113,064	96,936	90,917	89,475
Other	4,069	3,353	1,063	2,257	1,136
Total cash used	360,870	351,094	335,635	328,231	330,224
Net cash from/(used by) operating activities	(454)	9,248	-	-	-
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment and intangibles	38,995	39,092	20,760	20,918	21,040
Total cash used	38,995	39,092	20,760	20,918	21,040
Net cash from/(used by) investing activities	38,995	39,092	20,760	20,918	21,040
FINANCING ACTIVITIES					
Cash received					
Contributed equity	39,449	29,844	20,760	20,918	21,040
Total cash received	39,449	29,844	20,760	20,918	21,040
Net cash from/(used by) financing activities	39,449	29,844	20,760	20,918	21,040
Net increase/(decrease) in cash held	77,990	78,184	41,520	41,836	42,080
Cash and cash equivalents at the beginning of the reporting period	37,199	37,199	37,199	37,199	37,199
Cash and cash equivalents at the end of the reporting period	37,199	37,199	37,199	37,199	37,199

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Bill 1 (DCB)	17,264	24,345	20,760	20,918	21,040
Equity injections - Bill 2	22,185	5,499	-	-	-
Total new capital appropriations	39,449	29,844	20,760	20,918	21,040
<i>Provided for:</i>					
<i>Purchase of non-financial assets</i>	37,560	29,340	15,084	20,089	20,211
<i>Other Items</i>	1,889	504	5,676	829	829
Total items	39,449	29,844	20,760	20,918	21,040
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	22,185	5,499	-	-	-
Funded by capital appropriation - DCB (b)	15,375	23,841	20,760	20,918	21,040
Funded internally from departmental resources (c)	1,435	9,752	-	-	-
TOTAL	38,995	39,092	20,760	20,918	21,040
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	38,995	39,092	20,760	20,918	21,040
Total cash used to acquire assets	38,995	39,092	20,760	20,918	21,040

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

(b) Does not include annual finance lease costs. Includes purchases from current and previous years' Departmental capital budgets (DCBs).

(c) Includes the following sources of funding:

- current Bill 1 and prior year Act 1/3/5 appropriations (excluding amounts from the DCB);
- internally developed assets; and
- s74 Retained revenue receipts.

Prepared on Australian Accounting Standards basis.

Table 3.6: Statement of asset movements (Budget year 2018-19)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2018				
Gross book value	91,185	61,804	344,716	497,705
amortisation and impairment	(64,954)	(43,130)	(253,608)	(361,692)
Opening net book balance	26,231	18,674	91,108	136,013
Capital asset additions or replacement assets				
By purchase - appropriation ordinary annual services (a)	7,037	500	31,555	39,092
Total additions	7,037	500	31,555	39,092
Other movements				
Depreciation/amortisation expense	(7,791)	(5,616)	(23,839)	(37,246)
Total other movements	(7,791)	(5,616)	(23,839)	(37,246)
As at 30 June 2019				
Gross book value	98,222	62,304	376,271	536,797
Accumulated depreciation/ amortisation and impairment	(72,745)	(48,746)	(277,447)	(398,938)
Closing net book balance	25,477	13,558	98,824	137,859

(a) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Bill (No.1) 2018-19 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
EXPENSES					
Suppliers	574	572	571	576	579
Grants	3,583	14,610	4,613	4,645	4,664
Write-down and impairment of assets	52,212	56,907	59,267	61,308	63,508
Interest expense	5,683	5,699	5,997	6,575	7,106
Other expenses	44,862	37,121	81,027	80,946	80,591
Total expenses administered on behalf of Government	106,914	114,909	151,475	154,050	156,448
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Taxation revenue					
Other taxes	803,619	844,827	873,342	897,188	934,402
Total taxation revenue	803,619	844,827	873,342	897,188	934,402
Non-taxation revenue					
Fees and fines	185,723	188,678	193,754	198,589	212,772
Other Fees from Regulatory Services	60,200	50,693	115,770	116,055	116,058
Other revenue	-	232,373	231,069	243,439	245,102
Total non-taxation revenue	245,923	471,744	540,593	558,083	573,932
Total own-source revenue administered on behalf of Government	1,049,542	1,316,571	1,413,935	1,455,271	1,508,334
Total own-sourced income administered on behalf of Government	1,049,542	1,316,571	1,413,935	1,455,271	1,508,334
Net (cost of)/contribution by services	942,628	1,201,662	1,262,460	1,301,221	1,351,886
Surplus/(deficit)	942,628	1,201,662	1,262,460	1,301,221	1,351,886
Total comprehensive income/(loss)	942,628	1,201,662	1,262,460	1,301,221	1,351,886

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	2,517	2,517	2,615	2,565	2,615
Taxation receivables	212	212	212	212	212
Trade and other receivables	139,889	182,568	215,268	226,641	244,107
Total financial assets	142,618	185,297	218,095	229,418	246,934
Total assets administered on behalf of Government	142,618	185,297	218,095	229,418	246,934
LIABILITIES					
Payables					
Suppliers	20,396	20,896	21,396	21,896	21,896
Other payables	330,149	311,699	333,540	340,932	345,420
Total payables	350,545	332,595	354,936	362,828	367,316
Total liabilities administered on behalf of Government	350,545	332,595	354,936	362,828	367,316
Net assets/(liabilities)	(207,927)	(147,298)	(136,841)	(133,410)	(120,382)

Prepared on Australian Accounting Standards basis.

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

	2017-18 Estimated actual \$'000	2018-19 Budget \$'000	2019-20 Forward estimate \$'000	2020-21 Forward estimate \$'000	2021-22 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and rendering of services	120,909	109,967	175,431	175,830	174,651
Taxes	803,619	844,827	873,342	897,188	934,402
Net GST received	-	-	-	-	-
Other	63,668	262,691	273,695	310,072	318,307
Total cash received	988,196	1,217,485	1,322,468	1,383,090	1,427,360
Cash used					
Grant	3,583	14,610	4,613	4,645	4,664
Suppliers	574	572	571	576	579
Borrowing costs	5,683	5,699	5,997	6,575	7,106
Other	67,506	55,571	59,186	73,554	76,103
Total cash used	77,346	76,452	70,367	85,350	88,452
Net cash from/(used by) operating activities	910,850	1,141,033	1,252,101	1,297,740	1,338,908
Net increase/(decrease) in cash held	910,850	1,141,033	1,252,101	1,297,740	1,338,908
Cash and cash equivalents at beginning of reporting period	1,782	2,517	2,517	2,615	2,565
Cash from Official Public Account for Appropriations	87,346	86,452	80,367	95,350	98,452
Total cash from Official Public Account	87,346	86,452	80,367	95,350	98,452
Cash to Official Public Account for Appropriations	(997,461)	(1,227,485)	(1,332,370)	(1,393,140)	(1,437,310)
Total cash to Official Public Account	(997,461)	(1,227,485)	(1,332,370)	(1,393,140)	(1,437,310)
Cash and cash equivalents at end of reporting period	2,517	2,517	2,615	2,565	2,615

Prepared on Australian Accounting Standards basis.

