

# Portfolio Additional Estimates Statements 2016-17

Industry, Innovation and Science Portfolio

Explanations of Additional Estimates 2016-17

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ISBN 9781 92509 2875

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**Senator the Hon Arthur Sinodinos AO**  
Minister for Industry, Innovation and Science

**Senator the Hon Matthew Canavan**  
Minister for Resources and Northern Australia

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 Additional Estimates Statements in support of the 2016-17 Additional Estimates for the Industry, Innovation and Science Portfolio.

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

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

Yours sincerely

Handwritten signature of Arthur Sinodinos in black ink.

Arthur Sinodinos

Handwritten signature of Matthew Canavan in blue ink.

Matthew Canavan

## ABBREVIATIONS AND CONVENTIONS

The following notations may be used:

NEC/nec	not elsewhere classified
-	nil
..	not zero, but rounded to zero
na	not applicable (unless otherwise specified)
nfp	not for publication
\$m	\$ million

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

### Enquiries

Should you have any enquiries regarding this publication please contact, the Chief Finance Officer in the Department of Industry, Innovation and Science on (02) 6213 6000.

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

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



## USER GUIDE

The purpose of the 2016-17 Portfolio Additional Estimates Statements, like that of the Portfolio Budget Statements (PB Statements), is to inform Senators and Members of Parliament of the proposed allocation of resources to Government outcomes by entities within the portfolio. The focus of the PAES differs from the PB Statements in one important aspect. While the PAES include an Entity Resource Statement to inform Parliament of the revised estimate of the total resources available to an entity, the focus of the PAES is on explaining the changes in resourcing by outcome(s) since the Budget. As such, the PAES provides information on new measures and their impact on the financial and/or non-financial planned performance of 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) 2016-17. 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) 2016-17* is a mid-year budget report which provides updated information to allow the assessment of the Government's fiscal performance against its fiscal strategy, the PAES update the most recent budget appropriations for entities within the portfolio.

## Structure of the Portfolio Additional Estimates Statements

The Portfolio Additional Estimates (PAES) are presented in three parts with subsections.

### User guide

Provides a brief introduction explaining the purpose of the PAES.

### Portfolio overview

Provides an overview of the portfolio, including a chart that outlines the outcomes for entities in the portfolio.

### Entity Additional Estimates Statements

A statement (under the name of the entity) for each entity affected by Additional Estimates.

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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 impact of Appropriation Bills Nos. 3 and 4.
<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.
<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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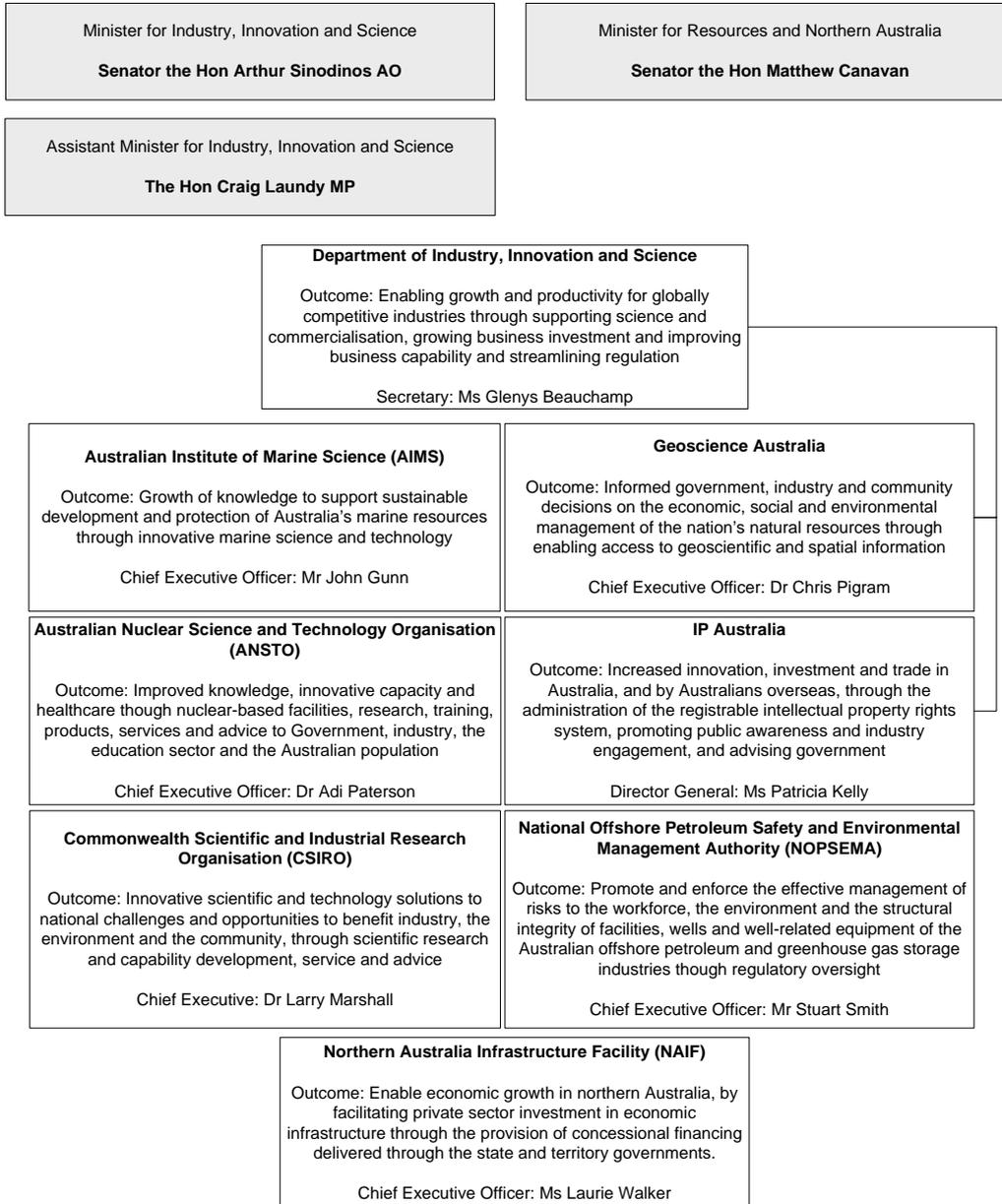
# **PORTFOLIO OVERVIEW**



## **PORTFOLIO OVERVIEW**

Since the 2016-17 Budget, the structure of the Portfolio has changed through the Administrative Arrangements Order (AAO) dated 19 July 2016 and the subsequent AAO released on 1 September 2016. The AAOs transferred Energy programs and policy to the Environment and Energy Portfolio. A revised Portfolio structure reflecting these changes is presented on the following page.

**Figure 1: Industry, Innovation and Science portfolio structure and outcomes**



# ENTITY ADDITIONAL ESTIMATES STATEMENTS

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# DEPARTMENT OF INDUSTRY, INNOVATION AND SCIENCE

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# DEPARTMENT OF INDUSTRY, INNOVATION AND SCIENCE

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

Administrative Arrangements Orders issued on 19 July 2016 and 1 September 2016 transferred energy policy and programs within the department's responsibility to the Department of the Environment and Energy.

There have been no other significant changes to the department's strategic direction since the 2016-17 Portfolio Budget Statements were released. The department's programs continue to:

- support businesses to collaborate with scientists and researchers in universities and other institutions to maximise commercial returns from the government's significant annual investment in science and research and development
- promote the growth of internationally competitive industries by facilitating nationwide action on regulation reform, collaboration, commercialisation and international engagement
- facilitate competitive market places and business innovation to assist with business and industry transition
- support regulatory frameworks to sustainably expand Australia's resource base and underpin its international competitiveness
- contribute to unlocking the potential of northern Australia
- reduce business costs through the delivery of simple, easy to access services and information and streamlined regulation and government to business interactions.

Further details of the department's strategic direction can be found in the 2016-17 Portfolio Budget Statements and the department's 2016-17 Corporate Plan at [www.industry.gov.au](http://www.industry.gov.au).

## 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the Department of Industry, Innovation and Science at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: Industry Innovation and Science resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017**

	<i>Actual available appropriation 2015-16 \$'000</i>	<i>Estimate as at Budget 2016-17 \$'000</i>	<i>Proposed Additional Estimates 2016-17 \$'000</i>	<i>Total estimate at Additional Estimates 2016-17 \$'000</i>
<b>Departmental</b>				
Annual appropriations - ordinary annual services				
Prior year appropriations available <sup>1</sup>	79,227	95,605	-	95,605
Departmental appropriations	399,908	395,710	(29,872)	365,838
s 74 retained revenue receipts <sup>2</sup>	67,855	62,862	28,106	90,968
Departmental capital budget	28,469	25,438	3,450	28,888
Annual appropriations - other services - non-operating				
Prior year appropriations available <sup>1</sup>	33,188	40,966	-	40,966
Equity injection	26,771	4,567	313	4,880
<b>Total departmental annual appropriations</b>	<b>635,418</b>	<b>625,148</b>	<b>1,997</b>	<b>627,145</b>
Special accounts <sup>3,4</sup>				
Opening balance	32,574	24,000	(10,514)	13,486
Appropriation receipts	4,000	4,000	-	4,000
Non-appropriation receipts	5,789	6,099	1,024	7,123
<b>Total special accounts</b>	<b>42,363</b>	<b>34,099</b>	<b>(9,490)</b>	<b>24,609</b>
<i>less departmental appropriations drawn from annual and credited to special accounts</i>	<i>4,000</i>	<i>4,000</i>	<i>-</i>	<i>4,000</i>
<b>Total departmental resourcing</b>	<b>673,781</b>	<b>655,247</b>	<b>(7,493)</b>	<b>647,754</b>
<b>Administered</b>				
Annual appropriations - ordinary annual services				
Outcome 1	592,215	547,292	22,286	569,578
Payments to corporate entities <sup>5</sup>	947,464	1,012,153	8,096	1,020,249
Annual appropriations - other services - non-operating				
Prior year appropriations available <sup>1</sup>	99,051	111,542	-	111,542
Administered assets and liabilities	30,938	28,938	-	28,938
Payments to corporate entities	35,916	38,841	-	38,841

**Table 1.1: Industry, Innovation and Science Resource Statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)**

	<i>Actual available appropriation</i> 2015-16 \$'000	<i>Estimate as at Budget</i> 2016-17 \$'000	<i>Proposed Additional Estimates</i> 2016-17 \$'000	<i>Total estimate at Additional Estimates</i> 2016-17 \$'000
<i>Total administered annual appropriations</i>	<b>1,705,584</b>	<b>1,738,766</b>	<b>30,382</b>	<b>1,769,148</b>
<i>Total administered special appropriations</i> <sup>6</sup>	<b>285,355</b>	<b>196,056</b>	<b>1,000,000</b>	<b>1,196,056</b>
Special accounts <sup>4</sup>				
Opening balance	194,141	175,745	(572)	175,173
Appropriation receipts	40,079	54,510	-	54,510
Non-appropriation receipts	26,538	22,017	23,097	45,114
<i>Total special account receipts</i>	<b>260,758</b>	<b>252,272</b>	<b>22,525</b>	<b>274,797</b>
<i>less administered appropriations drawn from annual and credited to special accounts</i>	40,079	54,510	-	54,510
<b>Total administered resourcing</b>	<b>2,211,618</b>	<b>2,132,584</b>	<b>1,052,907</b>	<b>3,185,491</b>
<b>Total resourcing for Industry, Innovation and Science</b>	<b>2,885,399</b>	<b>2,787,831</b>	<b>1,045,414</b>	<b>3,833,245</b>
			<i>Actual</i> 2015-16	<i>Estimate</i> 2016-17
<b>Average staffing level (number)</b>			2,582	2,450

All figures are GST exclusive.

<sup>1</sup>Actual and estimated adjusted balance carried forward from previous year for annual and equity appropriations.

<sup>2</sup>Estimated retained revenue receipts under section 74 of the *Public Governance, Performance and Accountability (PGPA) Act 2013*.

<sup>3</sup>Adjusted to reflect the transfer of the Energy Special Account 2015 to the Department of the Environment and Energy as a result of the 19 July 2016 Administrative Arrangements Order.

<sup>4</sup>Refer to Table 3.1 for further information on Special Accounts.

<sup>5</sup>Excludes special appropriation payments to the National Offshore Petroleum Safety and Environment Management Authority (NOPSEMA).

<sup>6</sup>Total special appropriations include funding of \$1.0 billion in 2016-17 for the Northern Australia Infrastructure Facility (NAIF) and payments to NOPSEMA. The payments to NOPSEMA are equal in value to the levies NOPSEMA collects from the oil and gas industries.

**Table 1.1: Industry, Innovation and Science resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017 (continued)**  
**Third party payments from and on behalf of other entities**

	<i>Actual available appropriation 2015-16 \$'000</i>	<i>Estimate as at Budget 2016-17 \$'000</i>	<i>Proposed Additional Estimate 2016-17 \$'000</i>	<i>Total estimate at Additional Estimates 2016-17 \$'000</i>
<b>Payments made to corporate entities within the Portfolio<sup>1</sup></b>				
<b>Ordinary Annual Services</b>				
Australian Institute of Marine Science	40,483	41,552	-	41,552
Australian Nuclear Science and Technology Organisation	156,700	183,334	(15)	183,319
Commonwealth Scientific and Industrial Research Organisation	750,281	787,267	-	787,267
Northern Australia Infrastructure Facility	-	-	8,111	8,111
<b>Total ordinary annual services</b>	<b>947,464</b>	<b>1,012,153</b>	<b>8,096</b>	<b>1,020,249</b>
<b>Other Services</b>				
Australian Nuclear Science and Technology Organisation	35,916	28,841	-	28,841
Commonwealth Scientific and Industrial Research Organisation	-	10,000	-	10,000
<b>Total other services</b>	<b>35,916</b>	<b>38,841</b>	<b>-</b>	<b>38,841</b>
<b>Total payments to corporate entities within the Portfolio</b>	<b>983,380</b>	<b>1,050,994</b>	<b>8,096</b>	<b>1,059,090</b>

<sup>1</sup>Excludes special appropriation payments to NOPSEMA.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2016-17 measures since Budget**

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Revenue measures</b>					
National Positioning Infrastructure Program – Satellite-Based Augmentation System (SBAS) test <sup>1</sup>	2				
Administered revenue		6,000	-	-	-
Departmental revenue		-	-	-	-
<b>Total</b>		<b>6,000</b>	-	-	-
<b>Total revenue measures</b>					
Administered		6,000	-	-	-
Departmental		-	-	-	-
<b>Total</b>		<b>6,000</b>	-	-	-
<b>Expense measures</b>					
Incubator Support for Innovative New Businesses and Jobs – expansion	2				
Administered expenses		3,750	3,750	3,750	3,750
Departmental expenses		-	-	-	-
<b>Total</b>		<b>3,750</b>	<b>3,750</b>	<b>3,750</b>	<b>3,750</b>
Onshore Gas Social and Economic Research Fund – establishment	2				
Administered expenses		1,000	1,000	1,000	1,000
Departmental expenses		-	-	-	-
<b>Total</b>		<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>
Alcoa Portland Aluminium Smelter – financial assistance	2				
Administered expenses		30,000	-	-	-
Departmental expenses		-	-	-	-
<b>Total</b>		<b>30,000</b>	-	-	-
<b>Total expense measures</b>					
Administered		34,750	4,750	4,750	4,750
Departmental		-	-	-	-
<b>Total</b>		<b>34,750</b>	<b>4,750</b>	<b>4,750</b>	<b>4,750</b>

Prepared on a Government Financial Statistics (fiscal) basis.

<sup>1</sup>Represents revenue sourced from Industry programs to offset expenditure under the measure. Refer to Table 1.2 in Geoscience Australia's Additional Estimates for expenditure details.

## 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the Department of Industry, Innovation and Science at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in Appropriation Bills Nos. 3 and 4.

**Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget**

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Outcome 1</b>					
<b>Administered</b>					
<b>Annual appropriations</b>					
<b>Measures</b>					
Incubator Support for Innovative New Businesses and Jobs – expansion	2	3,750	3,750	3,750	3,750
Onshore Gas Social and Economic Research Fund – establishment	2	1,000	1,000	1,000	1,000
Alcoa Portland Aluminium Smelter – financial assistance	2	30,000	-	-	-
<b>Movement of Funds</b>					
net increase	2	-	10,328	-	-
net decrease	2	(6,152)	-	-	-
<b>Changes in Parameters</b>					
net increase	1	-	-	-	22
net decrease	1, 2	-	(940)	(1,335)	(2,243)
<b>Machinery of Government Changes<sup>1</sup></b>					
net decrease	2	(6,312)	(6,452)	(13,644)	(13,770)
<b>Special appropriations</b>					
<b>Other Variations<sup>2</sup></b>					
net increase	2	1,000,000	1,000,000	1,000,000	1,000,001
net decrease	2	-	(12,642)	-	-
<b>Net impact on appropriations for Outcome 1 (administered)</b>		<b>1,022,286</b>	<b>995,044</b>	<b>989,771</b>	<b>988,760</b>

**Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget (continued)**

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
<b>Movement of Funds</b>					
net increase	3	313	135	-	-
<b>Changes in Parameters</b>					
net decrease	3	-	(8,307)	(13,257)	(16,089)
<b>Machinery of Government Changes<sup>1</sup></b>					
net decrease	3	(26,400)	(33,848)	(33,951)	(34,205)
<b>Other Variations</b>					
net decrease	3	(22)	(30)	(30)	(30)
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>(26,109)</b>	<b>(42,050)</b>	<b>(47,238)</b>	<b>(50,324)</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>996,177</b>	<b>952,994</b>	<b>942,533</b>	<b>938,436</b>

<sup>1</sup>Represents the transfer of energy programs to the Department of the Environment and Energy as a result of the 19 July and 1 September 2016 Administrative Arrangements Orders.

<sup>2</sup>Includes the transfer of loan funding under the Northern Australia Infrastructure Facility (NAIF) from the Contingency Reserve.

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the Department of Industry, Innovation and Science through *Appropriation Bills Nos. 3 and 4*.

**Table 1.4: Appropriation Bill (No. 3) 2016-17**

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
<b>Outcome 1</b>					
Enabling growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.	592,215	540,980	569,578	28,598	-
<b>Total administered</b>	<b>592,215</b>	<b>540,980</b>	<b>569,578</b>	<b>28,598</b>	<b>-</b>
<b>Departmental programs</b>					
<b>Outcome 1</b>					
Enabling growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.	428,377	394,748	394,726	-	(22)
<b>Total departmental</b>	<b>428,377</b>	<b>394,748</b>	<b>394,726</b>	<b>-</b>	<b>(22)</b>
<b>Total administered and departmental</b>	<b>1,020,592</b>	<b>935,728</b>	<b>964,304</b>	<b>28,598</b>	<b>(22)</b>

The 2016-17 Budget figures include the impact of the transfer of energy programs to the Department of the Environment and Energy as a result of the 19 July and 1 September 2016 Administrative Arrangements Orders.

**Table 1.5: Appropriation Bill (No. 4) 2016-17**

	<i>2015-16 Available \$'000</i>	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Non-operating</b>					
Equity injections	26,771	4,567	4,880	313	-
Administered assets and liabilities	30,938	28,938	28,938	-	-
<b>Total non-operating</b>	<b>57,709</b>	<b>33,505</b>	<b>33,818</b>	<b>313</b>	<b>-</b>
<b>Total other services</b>	<b>57,709</b>	<b>33,505</b>	<b>33,818</b>	<b>313</b>	<b>-</b>

## Section 2: Revisions to outcomes and planned performance

### **2. CHANGES TO OUTCOME AND PROGRAM STRUCTURES**

Energy policy and programs were transferred to the Department of the Environment and Energy as a result of the Administrative Arrangements Order (AAO) dated 19 July 2016 and the subsequent AAO released on 1 September 2016.

As a result of the AAOs, Sub-program 2.5: Energy was abolished, which was part of Program 2: Growing Business Investment and Improving Business Capability.

## 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1: Enabling growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.**

### Linked programs

<p><b><u>Portfolio Agencies</u></b>  <b>Australian Institute of Marine Science</b>  <b>Australian Nuclear Science and Technology Organisation</b>  <b>Commonwealth Scientific and Industrial Research Organisation</b>  <b>Geoscience Australia</b>  <b>IP Australia</b>  <b>National Offshore Petroleum Safety and Environmental Management Authority</b>  <b>Northern Australia Infrastructure Facility</b></p>
<p><b>Programs</b></p> <p><i>Australian Institute of Marine Science</i></p> <ul style="list-style-type: none"> <li>• Program 1.1: Marine Research</li> </ul> <p><i>Australian Nuclear Science and Technology Organisation</i></p> <ul style="list-style-type: none"> <li>• Program 1.1: Science and Technology Solutions</li> </ul> <p><i>Commonwealth Scientific and Industrial Research Organisation</i></p> <ul style="list-style-type: none"> <li>• Program 1.1: Research – National Flagships, Science and Services</li> <li>• Program 1.2: National Research Infrastructure – National Facilities and Collections</li> <li>• Program 1.3: Science and Industry Endowment Fund</li> </ul> <p><i>Geoscience Australia</i></p> <ul style="list-style-type: none"> <li>• Program 1.1: Geoscientific and spatial information</li> </ul> <p><i>IP Australia</i></p> <ul style="list-style-type: none"> <li>• Program 1.1: IP Rights Administration and Professional Registration</li> <li>• Program 1.2: Education, Awareness and International Engagement</li> <li>• Program 1.3: Advice to Government</li> </ul> <p><i>National Offshore Petroleum Safety and Environmental Management Authority</i></p> <ul style="list-style-type: none"> <li>• Program 1: Regulatory oversight of Safety Cases, Well Operations Management Plans and Environment Plans coupled with effective monitoring, investigation and enforcement.</li> </ul> <p><i>Northern Australia Infrastructure Facility</i></p> <ul style="list-style-type: none"> <li>• Program 1: Northern Australia Infrastructure Facility</li> </ul>

<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The portfolio agencies’ programs contribute to enabling growth and productivity for globally competitive industries by supporting science and commercialisation, growing business investment and improving business capability, and streamlining regulation. Further information on the linked programs is available in the entity resources and planned performance of the agencies.</p>
<p><b>Department of the Treasury</b></p>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.3: Support for Markets and Business</li> <li>• Program 1.4: General Revenue Assistance</li> <li>• Program 1.9: National Partnership Payments to the States</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of the Treasury contributes to supporting science and commercialisation, growing business investment and improving business capability through: provision of funding to support markets and businesses; taxation benefits including the Research and Development (R&amp;D) Tax Incentive, the Early Stage Venture Capital Limited Partnerships tax concessions, Venture Capital Limited Partnerships tax concessions and Pooled Development Funds tax concessions; and payments for the environmental rehabilitation of the former Rum Jungle mine site. The Treasury also contributes to Industry’s outcome by supporting the development of Northern Australia through the Australian Small Business Advisory Services Northern Australia Tourism Initiative.</p>
<p><b>Australian Taxation Office</b></p>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.1: Australian Taxation Office</li> <li>• Program 1.6: Exploration Development Incentive</li> <li>• Program 1.7: Fuel Tax Credit Scheme</li> <li>• Program 1.10: Research and Development Tax Incentive</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Australian Taxation Office contributes to supporting science and commercialisation, growing business investment and improving business capability through taxation benefits including the R&amp;D Tax Incentive, Tax Incentives for Angel Investors, the Exploration Development Incentive, the Fuel Tax Credit Scheme, the Early Stage Venture Capital Limited Partnerships tax concessions, Venture Capital Limited Partnerships tax concessions and Pooled Development Funds tax concessions.</p>

<b>Australian Competition and Consumer Commission</b>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.1: Australian Competition and Consumer Commission</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Australian Competition and Consumer Commission contributes to growing business investment and improving business capability by achieving compliance with the <i>Competition and Consumer Act 2010</i> and associated legislation in order to protect, strengthen and supplement the way competition works in Australian markets and industries to improve the efficiency of the economy and to increase the welfare of Australians.</p>
<b>Department of Education and Training</b>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 2.1: Commonwealth Grant Scheme</li> <li>• Program 2.3: Higher Education Support</li> <li>• Program 2.4: Higher Education Loan Program</li> <li>• Program 2.5: Investment in Higher Education Research</li> <li>• Program 2.6: Research Capacity</li> <li>• Program 2.7: International Education Support</li> <li>• Program 2.8: Building Skills and Capability</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of Education and Training contributes to supporting science and commercialisation, growing business investment and improving business capability through access to quality higher education, international education and world-class science infrastructure, research, skills and training.</p>
<b>Department of Agriculture and Water Resources</b>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.2: Sustainable Management – Natural Resources</li> <li>• Program 3.1: Water Reform</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of Agriculture and Water Resources contributes to supporting science and commercialisation, growing business investment and improving business capability by collaborating with Industry in the planning phase of the National Carp Control Plan and implementing the National Water Infrastructure Development Fund as part of the White Paper on Developing Northern Australia.</p>
<b>Department of the Environment and Energy</b>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 4.1: Water Science and Wetlands</li> <li>• Program 4.2: Commonwealth Environmental Water</li> </ul>

<ul style="list-style-type: none"> <li>• Program 5.1: Energy</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of the Environment and Energy contributes to supporting science and commercialisation, growing business investment and improving business capability through its role in providing reliable and affordable energy to underpin a productive and growing economy and by collaborating with Industry in the planning phase of the National Carp Control Plan and the implementation of the Australian Government’s Domestic Gas Strategy.</p>
<p><b>Department of Foreign Affairs and Trade</b></p>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.1: Foreign Affairs and Trade Operations</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of Foreign Affairs and Trade contributes to supporting science and commercialisation, growing business investment and improving business capability through its role in science diplomacy, co-investment in the Australia-India Strategic Research Fund and advancement of Australia’s trade and investment interests.</p>
<p><b>Austrade</b></p>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.1: Promotion of Australia’s export and other international economic interests</li> <li>• Program 1.2: Programs to promote Australia’s export and other international economic interest</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>Austrade contributes to growing business investment and improving business capability by promoting Australia’s export and other international economic interests through the provision of information, advice and services to business, associations, institutions and government, and working with Industry in the development and implementation of the Global Innovation Strategy.</p>
<p><b>Department of Health</b></p>
<p><b>Programs</b></p> <ul style="list-style-type: none"> <li>• Program 1.1: Health Policy Research and Analysis</li> </ul>
<p><b>Contribution to Outcome 1 made by linked programs</b></p> <p>The Department of Health contributes to growing business investment and improving business capability through the Biomedical Translation Fund—a Health portfolio measure under the National Innovation and Science Agenda, which is administered by Industry; and collaborating with Industry on advancing national clinical trial reform to improve Australia’s reputation as a preferred destination for trials. The Department of Health also contributes by working towards a more streamlined and harmonised system of national chemicals regulation.</p>

<b>National Health and Medical Research Council</b>
<b>Programs</b>
<ul style="list-style-type: none"> <li>• Program 1.1: Health and Medical Research</li> </ul>
<b>Contribution to Outcome 1 made by linked programs</b>
The National Health and Medical Research Council contributes to growing business investment and improving business capability by working with Industry to support the Australian pharmaceutical industry and medical research sector through simplifying and streamlining clinical trial processes.
<b>Department of Immigration and Border Protection</b>
<b>Programs</b>
<ul style="list-style-type: none"> <li>• Program 3.1: Border Revenue Collection</li> <li>• Program 3.2: Trade Facilitation and Industry Engagement</li> </ul>
<b>Contribution to Outcome 1 made by linked programs</b>
The Department of Immigration and Border Protection contributes to growing business investment and improving business capability through its contribution to Australia’s anti-dumping system in coordination with the Anti-Dumping Commission and provision of tariff and duty credits and concessions. The Department of Immigration and Border Protection is also working with Industry on the Significant Investor Visa (SIV) Complying Investment Framework which encourages the expansion of Australia’s venture capital fund capacity, attracting investment into innovative early stage companies, particularly from new sources of foreign investment.
<b>Department of Employment</b>
<b>Programs</b>
<ul style="list-style-type: none"> <li>• Program 1.1: Employment Services</li> </ul>
<b>Contribution to Outcome 1 made by linked programs</b>
The Department of Employment contributes to growing business investment and improving business capability by creating policies that help Australians find and keep work, meet employer needs and increase Australia’s workforce participation. As does Industry, the Department of Employment works to assist employees in structurally transitioning industries. The departments work closely together to ensure there is a whole of government response to structural adjustment.

**Budgeted expenses for Outcome 1**

This table shows how much the Department of Industry, Innovation and Science intends to spend (on an accrual basis) on achieving Outcome 1, broken down by program, as well as by Administered and Departmental funding sources.

**Table 2.1.1 Budgeted expenses for Outcome 1**

**Outcome 1:** Enabling growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Program 1: Supporting Science and Commercialisation</b>					
<b>Administered expenses</b>					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	142,449	151,336	160,206	156,365	186,718
<b>Administered total</b>	<b>142,449</b>	<b>151,336</b>	<b>160,206</b>	<b>156,365</b>	<b>186,718</b>
<b>Total expenses for Program 1</b>	<b>142,449</b>	<b>151,336</b>	<b>160,206</b>	<b>156,365</b>	<b>186,718</b>
<b>Program 2: Growing Business Investment and Improving Business Capability</b>					
<b>Administered expenses</b>					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	113,429	171,857	139,799	142,172	121,550
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3) credited to special accounts	22,663	29,612	33,000	9,900	-
Special accounts	21,409	48,612	28,147	14,468	14,368
Expenses not requiring appropriation in the Budget year <sup>1</sup>	647	387,798	387,798	387,798	387,798
<b>Administered total</b>	<b>158,148</b>	<b>637,879</b>	<b>588,744</b>	<b>554,338</b>	<b>523,716</b>
<b>Total expenses for Program 2</b>	<b>158,148</b>	<b>637,879</b>	<b>588,744</b>	<b>554,338</b>	<b>523,716</b>
<b>Program 3: Program Support</b>					
<b>Departmental expenses</b>					
Departmental appropriation <sup>2</sup>	467,763	456,806	426,132	432,766	422,085
Special accounts	10,212	9,704	7,907	7,099	6,396
Expenses not requiring appropriation in the Budget year <sup>3</sup>	41,751	40,942	43,097	43,406	43,414
<b>Departmental total</b>	<b>519,726</b>	<b>507,452</b>	<b>477,136</b>	<b>483,271</b>	<b>471,895</b>
<b>Total expenses for Program 3</b>	<b>519,726</b>	<b>507,452</b>	<b>477,136</b>	<b>483,271</b>	<b>471,895</b>
<b>Outcome 1 Totals by appropriation type</b>					
<b>Administered expenses</b>					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	255,878	323,193	300,005	298,537	308,268
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3) credited to special accounts	22,663	29,612	33,000	9,900	-
Special accounts	21,409	48,612	28,147	14,468	14,368
Expenses not requiring appropriation in the Budget year <sup>1</sup>	647	387,798	387,798	387,798	387,798
<b>Administered total</b>	<b>300,597</b>	<b>789,215</b>	<b>748,950</b>	<b>710,703</b>	<b>710,434</b>

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

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
Departmental expenses					
Departmental appropriation <sup>2</sup>	467,763	456,806	426,132	432,766	422,085
Special accounts	10,212	9,704	7,907	7,099	6,396
Expenses not requiring appropriation in the Budget year <sup>3</sup>	41,751	40,942	43,097	43,406	43,414
<b>Departmental total</b>	<b>519,726</b>	<b>507,452</b>	<b>477,136</b>	<b>483,271</b>	<b>471,895</b>
<b>Total expenses for Outcome 1</b>	<b>820,323</b>	<b>1,296,667</b>	<b>1,226,086</b>	<b>1,193,974</b>	<b>1,182,329</b>
<b>Movement of administered funds between years</b>	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Outcome 1:</b>					
<b>Program 2</b>					
<i>Clean Energy Initiative Special Account - s20 FMA Act Det 2009/21</i>					
Carbon Capture and Storage Flagships	(25,500)	2,500	23,000	-	-
National Low Emissions Coal Initiative	(2,000)	2,000	-	-	-
Coal Mining Abatement Technology Support Package	(2,307)	(6,152)	8,459	-	-
Radioactive Waste Management Facility Project	(1,869)	-	1,869	-	-
<b>Total movement of administered funds</b>	<b>(31,676)</b>	<b>(1,652)</b>	<b>33,328</b>	<b>-</b>	<b>-</b>
<b>Program 3</b>					
Country of Origin Labelling Information Campaign	(448)	313	135	-	-
<b>Total movement of departmental funds</b>	<b>(448)</b>	<b>313</b>	<b>135</b>	<b>-</b>	<b>-</b>

	2015-16	2016-17
<b>Average Staffing Level (number)</b>	2,582	2,450

This table reflects the impact of energy programs that have transferred to the Department of the Environment and Energy as a result of the 19 July and 1 September 2016 Administrative Arrangements Orders.

<sup>1</sup>Expenses not requiring appropriation relate to depreciation and amortisation expenses for the National Offshore Petroleum Titles Administrator program, and the expenses associated with the concessional loans proposed under the Northern Australia Infrastructure Facility.

<sup>2</sup>Departmental appropriation combines 'Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)' and 'Retained Revenue Receipts under s74 of the PGPA Act 2013'.

<sup>3</sup>Expenses not requiring appropriation are made up of depreciation expenses, amortisation expenses and audit fees.

**Table 2.1.2: Program components of Outcome 1**

<b>Program 1: Supporting Science and Commercialisation</b>					
	2015-16 Actual \$'000	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<i>Sub-program 1.1: Science awareness, infrastructure and international engagement</i>					
<b>Annual administered expenses:</b>					
Australian Astronomical Observatory	1,495	1,497	1,495	1,494	1,516
<b>Total annual administered expenses</b>	<b>1,495</b>	<b>1,497</b>	<b>1,495</b>	<b>1,494</b>	<b>1,516</b>
<b>Total sub-program 1.1 expenses</b>	<b>1,495</b>	<b>1,497</b>	<b>1,495</b>	<b>1,494</b>	<b>1,516</b>
<i>Sub-program 1.2: Business research, development and commercialisation</i>					
<b>Annual administered expenses:</b>					
Cooperative Research Centres Programme	140,954	149,839	158,711	154,871	185,202
<b>Total annual administered expenses</b>	<b>140,954</b>	<b>149,839</b>	<b>158,711</b>	<b>154,871</b>	<b>185,202</b>
<b>Total sub-program 1.2 expenses</b>	<b>140,954</b>	<b>149,839</b>	<b>158,711</b>	<b>154,871</b>	<b>185,202</b>
<b>Total program 1 expenses</b>	<b>142,449</b>	<b>151,336</b>	<b>160,206</b>	<b>156,365</b>	<b>186,718</b>

**Table 2.1.2: Program components of Outcome 1 (continued)**

<b>Program 2: Growing Business Investment and Improving Business Capability</b>					
	2015-16 Actual \$'000	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<i>Sub-program 2.1: Competitive marketplace</i>					
<b>Annual administered expenses:</b>					
Clean Technology Investment Programs	20,492	6,149	150	-	-
Country of Origin Labelling Information Campaign	6,374	6,787	-	-	-
<b>Total annual administered expenses</b>	<b>26,866</b>	<b>12,936</b>	<b>150</b>	<b>-</b>	<b>-</b>
<b>Total sub-program 2.1 expenses</b>	<b>26,866</b>	<b>12,936</b>	<b>150</b>	<b>-</b>	<b>-</b>
<i>Sub-program 2.2: Business and market development</i>					
<b>Annual administered expenses:</b>					
Entrepreneurs' Programme	72,104	109,977	120,251	121,856	120,550
<b>Total annual administered expenses</b>	<b>72,104</b>	<b>109,977</b>	<b>120,251</b>	<b>121,856</b>	<b>120,550</b>
<b>Total sub-program 2.2 expenses</b>	<b>72,104</b>	<b>109,977</b>	<b>120,251</b>	<b>121,856</b>	<b>120,550</b>
<i>Sub-program 2.3: Economic transition</i>					
<b>Annual administered expenses:</b>					
Alcoa Portland Aluminium Smelter – financial assistance	-	30,000	-	-	-
<b>Total annual administered expenses</b>	<b>-</b>	<b>30,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Special account expenses:</b>					
<i>Services for Other Entities and Trust Moneys - s20 FMA Act Det 2011/09</i>	6,172	34,953	14,179	200	100
<b>Total special account expenses</b>	<b>6,172</b>	<b>34,953</b>	<b>14,179</b>	<b>200</b>	<b>100</b>
<b>Total sub-program 2.3 expenses</b>	<b>6,172</b>	<b>64,953</b>	<b>14,179</b>	<b>200</b>	<b>100</b>
<i>Sub-program 2.4: Resources</i>					
<b>Annual administered expenses:</b>					
Coal Mining Abatement Technology Support Package	7,930	7,584	8,459	-	-
Onshore Gas Social and Economic Research	-	1,000	1,000	1,000	1,000
Radioactive Waste Management	3,541	10,220	9,939	19,316	-
<b>Total annual administered expenses</b>	<b>11,471</b>	<b>18,804</b>	<b>19,398</b>	<b>20,316</b>	<b>1,000</b>
<b>Special account expenses:</b>					
<i>Clean Energy Initiative Special Account - s20 FMA Act Det 2009/21</i>					
Carbon Capture and Storage Flagships	18,242	27,010	33,000	9,900	-
National Low Emissions Coal Initiative	4,421	2,602	-	-	-
National Offshore Petroleum Titles Administrator (NOPTA)	15,237	13,659	13,968	14,268	14,268
<b>Total special account expenses</b>	<b>37,900</b>	<b>43,271</b>	<b>46,968</b>	<b>24,168</b>	<b>14,268</b>

**Table 2.1.2: Program components of Outcome 1 (continued)**

	2015-16 Actual \$'000	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<i>Sub-program 2.4: Resources (continued)</i>					
<b>Expenses not requiring appropriation in the Budget year</b>					
National Offshore Petroleum Titles Administrator <sup>1</sup>	647	1,032	1,032	1,032	1,032
<b>Total expenses not requiring appropriation in the Budget year</b>	<b>647</b>	<b>1,032</b>	<b>1,032</b>	<b>1,032</b>	<b>1,032</b>
<b>Total sub-program 2.4 expenses</b>	<b>50,018</b>	<b>63,107</b>	<b>67,398</b>	<b>45,516</b>	<b>16,300</b>
<i>Sub-program 2.5: Energy<sup>2</sup></i>					
<b>Annual administered expenses:</b>					
Energy Efficiency Programs	607	30	-	-	-
GEMS National Legislative Framework	2,381	110	-	-	-
International Energy Agency's Oil Stockholding Requirements	-	-	-	-	-
<b>Total annual administered expenses</b>	<b>2,988</b>	<b>140</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total sub-program 2.5 expenses</b>	<b>2,988</b>	<b>140</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Sub-program 2.6: Northern Australia Infrastructure Facility</i>					
<b>Expenses not requiring appropriation in the Budget year</b>					
Northern Australia Infrastructure Facility <sup>3</sup>	-	386,766	386,766	386,766	386,766
<b>Total expenses not requiring appropriation in the Budget year</b>	<b>-</b>	<b>386,766</b>	<b>386,766</b>	<b>386,766</b>	<b>386,766</b>
<b>Total sub-program 2.6 expenses</b>	<b>-</b>	<b>386,766</b>	<b>386,766</b>	<b>386,766</b>	<b>386,766</b>
<b>Total program 2 expenses</b>	<b>158,148</b>	<b>637,879</b>	<b>588,744</b>	<b>554,338</b>	<b>523,716</b>

<sup>1</sup>Expenses not requiring appropriation are made up of depreciation expenses and amortisation expenses for the National Offshore Petroleum Titles Administrator program.

<sup>2</sup>The estimates reflect the impact of energy programs that have transferred to the Department of the Environment and Energy as a result of the 19 July and 1 September 2016 Administrative Arrangements Orders.

<sup>3</sup>The figures represent the expenses associated with the concessional loans proposed under the Northern Australia Infrastructure Facility.

**Table 2.1.2: Program components of Outcome 1 (continued)**

<b>Program 3: Program Support</b>					
	2015-16 Actual \$'000	2016-17 Revised Budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Annual departmental expenses:</b>					
Ordinary Annual Services (Appropriation Bill No. 1)	399,908	365,838	348,541	357,755	352,263
s74 Retained revenue receipts <sup>1</sup>	67,855	90,968	77,591	75,011	69,822
Special accounts <sup>2</sup>	10,212	9,704	7,907	7,099	6,396
Expenses not requiring appropriation in the Budget year <sup>3</sup>	41,751	40,942	43,097	43,406	43,414
<b>Total program 3 expenses</b>	<b>519,726</b>	<b>507,452</b>	<b>477,136</b>	<b>483,271</b>	<b>471,895</b>

This table reflects the impact of energy programs that have transferred to the Department of the Environment and Energy as a result of the 19 July and 1 September 2016 Administrative Arrangements Orders.

<sup>1</sup>Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.

<sup>2</sup>Excludes expenditure funded via the Ordinary Annual Services (Appropriation Bill No. 1).

<sup>3</sup>Expenses not requiring appropriation are made up of depreciation expenses, amortisation expenses and audit fees.

**Table 2.1.3: Performance criteria for Outcome 1**

Table 2.1.3 below details the performance criteria for each program associated with Outcome 1. It is to describe the results the Department of Industry, Innovation and Science plans to achieve with the resources provided for new programs, or materially changed existing programs resulting from decisions made since the 2016-17 Budget.

<b>Outcome 1 – Enabling growth and productivity for globally competitive industries through supporting science and commercialisation, growing business investment and improving business capability and streamlining regulation.</b>					
<b>Program 1: Supporting Science and Commercialisation</b>					
Information about Program 1 can be found in p.37 of the 2016-17 Portfolio Budget Statements.					
<b>Performance information</b>					
<b>Contributing components</b>	<b>Performance criteria</b>	<b>2016-17 targets</b>	<b>2017-18 targets</b>	<b>2018-19 targets</b>	<b>2019-20 targets</b>
Co-operative Research Centres (CRC) programme	<i>Number of CRCs and CRC Projects supported</i>	56	74	94	88
	<i>Number of commercialisation agreements reported by CRCs and CRC Projects</i>	195	183	183	156
	<i>Number of applications for patents filed by CRCs and CRC Projects</i>	63	60	60	51
<b>Purposes</b>	Purpose 1: Supporting Science and Commercialisation – Facilitating the development and uptake of new ideas and technology and translating them into commercial activity.				
<b>Program 2: Growing Business Investment and Improving Business Capability</b>					
Information about Program 2 can be found in p.40 of the 2016-17 Portfolio Budget Statements. Sub-program 2.5 of Program 2 was abolished as a result of the Administrative Arrangements Orders issued on 19 July 2016 and 1 September 2016.					
<b>Performance information</b>					
<b>Contributing components</b>	<b>Performance criteria</b>	<b>2016-17 targets</b>	<b>2017-18 targets</b>	<b>2018-19 targets</b>	<b>2019-20 targets</b>
Northern Australia Infrastructure Facility (NAIF)	<i>The Northern Australia Infrastructure Facility (NAIF) was established as a Corporate Commonwealth Entity on 1 July 2016. Refer to the Northern Australia Infrastructure Facility's Additional Estimates Statement for information about the facility's performance criteria.</i>				
<b>Purposes</b>	Purpose 2: Growing Business Investment and Improving Business Capability – Building a diversified, flexible, resilient and dynamic economic base that can identify and adapt to new markets and emerging opportunities.				

New or modified performance criteria that reflect new or materially changed programs are shown in *italics*.

## 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 Industry, Innovation and Science.

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

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Clean Energy Initiative Special Account - s20 FMA Act Det 2009/21 (A) 2016-17	1	70,914	64,510	(69,612)	(6,000)	59,812
<i>Clean Energy Initiative Special Account</i> - s20 FMA Act Det 2009/21 (A) 2015-16	1	94,582	40,079	(63,747)	-	70,914
National Offshore Petroleum Titles Administrator Special Account - s21 FMA Act (s695H Offshore Petroleum and Greenhouse Gas Storage Act 2006) (A) 2016-17	1	3,968	16,080	(15,159)	-	4,889
<i>National Offshore Petroleum Titles Administrator Special Account</i> - s21 FMA Act (s695H Offshore Petroleum and Greenhouse Gas Storage Act 2006) (A) 2015-16	1	9,360	10,659	(16,051)	-	3,968
Ranger Rehabilitation Special Account - s20 FMA Act Det 2006/70 (A) 2016-17	1	70,255	2,034	-	-	72,289
<i>Ranger Rehabilitation Special Account</i> - s20 FMA Act Det 2006/70 (A) 2015-16	1	68,293	209,373	(207,411)	-	70,255

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

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Services for Other Entities and Trust Moneys						
- Department of Industry, Innovation and Science Special Account	1	<b>30,036</b>	<b>17,000</b>	<b>(34,953)</b>	<b>(1,549)</b>	<b>10,534</b>
- s20 FMA Act Det 2011/09 (A) 2016-17						
<i>Services for Other Entities and Trust Moneys</i>						
- Department of Industry, Innovation and Science Special Account	1	21,906	13,942	(5,812)	-	30,036
- S20 FMA Act Det 2011/09 (A) 2015-16						
Australian Building Codes Board Special Account	1	<b>9,893</b>	<b>9,265</b>	<b>(10,670)</b>	-	<b>8,488</b>
- s20 FMA Act Det 2006/68 (D) 2016-17						
<i>Australian Building Codes Board Special Account</i>						
- s20 FMA Act Det 2006/68 (D) 2015-16	1	10,319	8,409	(8,835)	-	9,893
Climate Change Special Account	1	-	-	-	-	-
- s20 FMA Act Det 2012/16 (D) 2016-17 <sup>1</sup>						
<i>Climate Change Special Account</i>						
- s20 FMA Act Det 2012/16 (D) 2015-16 <sup>1</sup>	1	5,260	-	(5,260)	-	-
Energy Special Account	1	-	-	-	-	-
- s20 FMA Act Det 2005/08 (D) 2016-17 <sup>1</sup>						
<i>Energy Special Account</i>						
- s20 FMA Act Det 2005/08 (D) 2015-16 <sup>1</sup>	1	11,696	-	(11,696)	-	-
Energy Special Account 2015	1	<b>14,723</b>	<b>75</b>	<b>(133)</b>	<b>(14,665)</b>	-
- s78 PGPA Act Det 2015/07 (D) 2016-17						
<i>Energy Special Account 2015</i>						
- s78 PGPA Det 2015/07 (D) 2015-16	1	-	17,337	(2,614)	-	14,723

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

	Outcome	Opening balance \$'000	Receipts \$'000	Payments \$'000	Adjustments \$'000	Closing balance \$'000
Innovation, Science and Technology - Donations, Bequests and Sponsorship Special Account 2016 (D) 2016-17	1	3,535	1,783	(2,901)	-	2,417
<i>Innovation, Science and Technology - Donations, Bequests and Sponsorship Special Account 2016 (D) 2015-16</i>	1	5,299	999	(2,763)	-	3,535
<b>Total special accounts 2016-17 Budget estimate</b>		<b>203,324</b>	<b>110,747</b>	<b>(133,428)</b>	<b>(22,214)</b>	<b>158,429</b>
<i>Total special accounts 2015-16 actual</i>		<i>226,715</i>	<i>300,798</i>	<i>(324,189)</i>	<i>-</i>	<i>203,324</i>

(A) = Administered

(D) = Departmental

<sup>1</sup>The Climate Change Special Account - s20 FMA Act Det 2012/16 and the Energy Special Account - s20 FMA Act Det 2005/08 were merged under the newly created Energy Special Account 2015 - s78 PGPA Act Det 2015/07.

## **3.2 BUDGETED FINANCIAL STATEMENTS**

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

#### **Departmental Financial Statements**

##### **Budgeted Departmental Income Statement**

The statement shows the estimated net cost of services for the department.

The budgeted net cost of services to the department for delivering its programs in 2016-17 is \$408.6 million.

##### **Expenses**

Total departmental expenses budgeted for in 2016-17 are \$507.4 million, comprising \$300.3 million for employee expenses, \$161.1 million for suppliers, \$43.5 million for depreciation and amortisation, \$1.8 million in support for science, commercialisation and business (grants) and \$0.7 million for other expenses.

##### **Income**

Total departmental own-source income budgeted for in 2016-17 is \$98.8 million, comprising \$91.0 million from sale of goods and rendering of services, \$7.1 million from other independent sources and \$0.7 million in resources received free of charge.

Revenue from Government for 2016-17 is budgeted at \$365.8 million.

##### **Budgeted Departmental Balance Sheet**

The statement shows the estimated end of year position for departmental assets and liabilities.

##### **Assets**

Total departmental assets budgeted for 2016-17 are \$420.7 million, comprising \$260.0 million in non-financial assets and \$160.7 million in financial assets.

Non-financial assets include \$129.0 million for land and buildings, \$69.2 million for property, plant and equipment, \$51.1 million for intangibles, \$2.5 million for inventories and \$8.3 million in other assets. Financial assets consist of \$153.4 million for receivables, \$5.3 million for cash, and \$2.0 million in other assets.

##### **Liabilities**

Total departmental liabilities budgeted for in 2016-17 are \$186.5 million, comprising \$108.8 million in provisions and \$77.7 million in payables.

**Budgeted Departmental Statement of Cash Flows**

The statement provides information on estimates of the extent and nature of cash flows by categorising the expected cash flows against operating, investing and financing activities.

**Statement of Changes in Equity – Summary of movement**

The statement shows the expected movement of equity during the budget year.

## **Administered Financial Statements**

### **Schedule of Budgeted Income and Expenses**

The schedule shows the estimated income and expenses for programs administered by the department on behalf of the Australian Government.

#### **Income**

Total administered income budgeted for in 2016-17 is \$974.4 million, represented by \$814.9 million in royalties, \$53.2 million in interest, \$17.0m in unwind concessional loan discounts, \$16.6 million in fees and \$72.7 million in other revenue.

#### **Expenses**

Total administered expenses budgeted for in 2016-17 are \$2.2 billion, represented by \$1.0 billion in payments to corporate Commonwealth entities, \$562.6 million in support for science, commercialisation and business (grants), \$386.8 million in concessional loan discounts, \$152.0 million in subsidies, \$87.9 million in suppliers and depreciation and \$6.8 million in employee benefits.

### **Schedule of Budgeted Assets and Liabilities**

The schedule shows the estimated end of year position for assets and liabilities administered by the department on behalf of the Australian Government.

#### **Assets**

Total administered assets budgeted for in 2016-17 are \$4.5 billion, represented by \$3.6 billion in investments, \$796.5 million in cash and receivables, \$76.1 million in other financial assets and \$5.7 million in non-financial assets.

#### **Liabilities**

Total administered liabilities budgeted for in 2016-17 are \$90.7 million, represented by \$89.2 million in payables and \$1.5 million in provisions.

### **Schedule of Budgeted Administered Cash Flows**

The schedule shows the estimated cash receipts and payments administered by the department on behalf of the Australian Government.

### 3.2.2 Budgeted financial statements

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	306,781	300,284	277,843	282,021	274,733
Suppliers	167,058	161,108	155,227	157,285	153,198
Grants	7,822	1,846	329	210	210
Depreciation and amortisation	42,351	43,486	43,009	43,027	43,026
Finance costs	122	-	-	-	-
Write-down and impairment of assets	51	-	-	-	-
Losses from asset sales	14	-	-	-	-
Other expenses	712	728	728	728	728
<b>Total expenses</b>	<b>524,911</b>	<b>507,452</b>	<b>477,136</b>	<b>483,271</b>	<b>471,895</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	57,565	90,968	77,591	75,011	69,822
Interest	98	-	-	-	-
Other revenue	10,165	7,123	6,967	6,499	5,056
<b>Total own-source revenue</b>	<b>67,828</b>	<b>98,091</b>	<b>84,558</b>	<b>81,510</b>	<b>74,878</b>
<b>Gains</b>					
Reversals of previous asset write-downs and impairments	5,186	-	-	-	-
Other gains	125	728	728	728	728
<b>Total gains</b>	<b>5,311</b>	<b>728</b>	<b>728</b>	<b>728</b>	<b>728</b>
<b>Total own-source income</b>	<b>73,139</b>	<b>98,819</b>	<b>85,286</b>	<b>82,238</b>	<b>75,606</b>
<b>Net cost of/(contribution by) services</b>	<b>451,772</b>	<b>408,633</b>	<b>391,850</b>	<b>401,033</b>	<b>396,289</b>
Revenue from Government	400,205	365,838	348,541	357,755	352,263
<b>Deficit attributable to the Australian Government</b>	<b>(51,567)</b>	<b>(42,795)</b>	<b>(43,309)</b>	<b>(43,278)</b>	<b>(44,026)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	2,746	-	-	-	-
<b>Total other comprehensive income</b>	<b>2,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>(48,821)</b>	<b>(42,795)</b>	<b>(43,309)</b>	<b>(43,278)</b>	<b>(44,026)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(48,821)</b>	<b>(42,795)</b>	<b>(43,309)</b>	<b>(43,278)</b>	<b>(44,026)</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations</b>	<b>(6,470)</b>	<b>691</b>	<b>(300)</b>	<b>(251)</b>	<b>(1,000)</b>
less depreciation/amortisation expenses previously funded through revenue appropriations	(42,351)	(43,486)	(43,009)	(43,027)	(43,026)
<b>Total comprehensive income/(loss) - as per the Comprehensive Income Statement</b>	<b>(48,821)</b>	<b>(42,795)</b>	<b>(43,309)</b>	<b>(43,278)</b>	<b>(44,026)</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	6,386	5,300	4,702	4,444	3,446
Trade and other receivables	168,759	153,419	151,919	151,917	151,915
Other financial assets	2,186	1,975	1,968	1,968	1,968
<b>Total financial assets</b>	<b>177,331</b>	<b>160,694</b>	<b>158,589</b>	<b>158,329</b>	<b>157,329</b>
<b>Non-financial assets</b>					
Land and buildings	132,168	128,997	126,900	122,599	120,783
Property, plant and equipment	77,947	69,197	57,992	49,144	37,795
Intangibles	42,265	51,074	51,905	48,518	45,186
Inventories	2,468	2,468	2,468	2,468	2,468
Other non-financial assets	8,483	8,293	8,287	8,287	8,287
<b>Total non-financial assets</b>	<b>263,331</b>	<b>260,029</b>	<b>247,552</b>	<b>231,016</b>	<b>214,519</b>
<b>Total assets</b>	<b>440,662</b>	<b>420,723</b>	<b>406,141</b>	<b>389,345</b>	<b>371,848</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	20,040	43,461	43,461	43,461	43,461
Grants	1,177	1,177	1,177	1,177	1,177
Other payables	56,531	33,110	33,110	33,110	33,110
<b>Total payables</b>	<b>77,748</b>	<b>77,748</b>	<b>77,748</b>	<b>77,748</b>	<b>77,748</b>
<b>Provisions</b>					
Employee provisions	98,863	87,951	88,065	88,065	88,065
Other provisions	20,825	20,825	20,825	20,825	20,825
<b>Total provisions</b>	<b>119,688</b>	<b>108,776</b>	<b>108,890</b>	<b>108,890</b>	<b>108,890</b>
<b>Total liabilities</b>	<b>197,436</b>	<b>186,524</b>	<b>186,638</b>	<b>186,638</b>	<b>186,638</b>
<b>Net assets</b>	<b>243,226</b>	<b>234,199</b>	<b>219,503</b>	<b>202,707</b>	<b>185,210</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EQUITY<sup>1</sup></b>					
Contributed equity	452,029	485,797	514,410	540,892	567,421
Reserves	11,245	11,245	11,245	11,245	11,245
Accumulated deficit	(220,048)	(262,843)	(306,152)	(349,430)	(393,456)
<b>Total Equity</b>	<b>243,226</b>	<b>234,199</b>	<b>219,503</b>	<b>202,707</b>	<b>185,210</b>

Prepared on Australian Accounting Standards basis.

<sup>1</sup>Equity is the residual interest in assets after the deduction of liabilities.

**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2016</b>				
Balance carried forward from previous period	(220,048)	11,245	452,029	243,226
<b>Adjusted opening balance</b>	<b>(220,048)</b>	<b>11,245</b>	<b>452,029</b>	<b>243,226</b>
<b>Comprehensive income</b>				
Deficit for the period	(42,795)	-	-	(42,795)
<b>Total comprehensive income</b>	<b>(42,795)</b>	<b>-</b>	<b>-</b>	<b>(42,795)</b>
<b>Contributions by owners</b>				
Equity Injection - Appropriation	-	-	4,880	4,880
Departmental Capital Budget (DCB)	-	-	28,888	28,888
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>33,768</b>	<b>33,768</b>
<b>Estimated closing balance as at 30 June 2017</b>	<b>(262,843)</b>	<b>11,245</b>	<b>485,797</b>	<b>234,199</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(262,843)</b>	<b>11,245</b>	<b>485,797</b>	<b>234,199</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	454,751	381,178	350,041	357,757	352,265
Sale of goods and rendering of services	62,728	90,968	77,591	75,011	69,822
Net GST received	17,007	17,376	15,516	15,996	16,455
Rental income	781	-	-	-	-
Other	11,004	7,334	6,974	6,499	5,056
<b>Total cash received</b>	<b>546,271</b>	<b>496,856</b>	<b>450,122</b>	<b>455,263</b>	<b>443,598</b>
<b>Cash used</b>					
Employees	309,707	311,196	277,729	282,021	274,733
Suppliers	182,611	160,703	154,493	156,557	152,470
Grants	9,492	1,846	329	210	210
Section 74 receipts transferred to OPA	67,855	-	-	-	-
Net GST paid	-	17,376	15,516	15,996	16,455
Other	1,866	215	728	728	728
<b>Total cash used</b>	<b>571,531</b>	<b>491,336</b>	<b>448,795</b>	<b>455,512</b>	<b>444,596</b>
<b>Net cash from/(used by) operating activities</b>	<b>(25,260)</b>	<b>5,520</b>	<b>1,327</b>	<b>(249)</b>	<b>(998)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	140	-	-	-	-
<b>Total cash received</b>	<b>140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	39,846	40,374	30,538	26,491	26,529
<b>Total cash used</b>	<b>39,846</b>	<b>40,374</b>	<b>30,538</b>	<b>26,491</b>	<b>26,529</b>
<b>Net cash from/(used by) investing activities</b>	<b>(39,706)</b>	<b>(40,374)</b>	<b>(30,538)</b>	<b>(26,491)</b>	<b>(26,529)</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	63,154	33,768	28,613	26,482	26,529
<b>Total cash received</b>	<b>63,154</b>	<b>33,768</b>	<b>28,613</b>	<b>26,482</b>	<b>26,529</b>
<b>Net cash from/(used by) financing activities</b>	<b>63,154</b>	<b>33,768</b>	<b>28,613</b>	<b>26,482</b>	<b>26,529</b>
<b>Net increase/(decrease) in cash held</b>	<b>(1,812)</b>	<b>(1,086)</b>	<b>(598)</b>	<b>(258)</b>	<b>(998)</b>
Cash and cash equivalents at the beginning of the reporting period	8,198	6,386	5,300	4,702	4,444
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>6,386</b>	<b>5,300</b>	<b>4,702</b>	<b>4,444</b>	<b>3,446</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 (DCB)	28,866	28,888	25,209	25,149	25,192
Equity injections - Act No. 2	34,288	4,880	3,404	1,333	1,337
<b>Total new capital appropriations</b>	<b>63,154</b>	<b>33,768</b>	<b>28,613</b>	<b>26,482</b>	<b>26,529</b>
<b>Provided for:</b>					
Purchase of non-financial assets	39,672	33,768	28,613	26,482	26,529
Other Items <sup>1</sup>	23,482	-	-	-	-
<b>Total Items</b>	<b>63,154</b>	<b>33,768</b>	<b>28,613</b>	<b>26,482</b>	<b>26,529</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations	10,715	7,629	5,329	1,333	1,337
Funded by capital appropriation - DCB	28,866	29,941	25,209	25,149	25,192
Funded internally from departmental resources	265	2,804	-	9	-
<b>TOTAL AMOUNT SPENT</b>	<b>39,846</b>	<b>40,374</b>	<b>30,538</b>	<b>26,491</b>	<b>26,529</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	39,846	40,374	30,538	26,491	26,529
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>39,846</b>	<b>40,374</b>	<b>30,538</b>	<b>26,491</b>	<b>26,529</b>

Prepared on Australian Accounting Standards basis.

<sup>1</sup>This amount was appropriated to the department following its repeal under the *Omnibus Repeal day (Autumn 2014) Act 2014*.

**Table 3.7: Statement of asset movements (Budget Year 2016-17)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2016</b>				
Gross book value	143,526	102,322	96,669	342,517
Accumulated depreciation/amortisation and impairment	(11,358)	(24,375)	(54,404)	(90,137)
<b>Opening net book balance</b>	<b>132,168</b>	<b>77,947</b>	<b>42,265</b>	<b>252,380</b>
<b>Capital asset additions</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - appropriation ordinary annual services	8,660	13,161	18,553	40,374
<b>Total additions</b>	<b>8,660</b>	<b>13,161</b>	<b>18,553</b>	<b>40,374</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(11,831)	(21,911)	(9,744)	(43,486)
<b>Total other movements</b>	<b>(11,831)</b>	<b>(21,911)</b>	<b>(9,744)</b>	<b>(43,486)</b>
<b>As at 30 June 2017</b>				
Gross book value	152,186	115,483	115,222	382,891
Accumulated depreciation/amortisation and impairment	(23,189)	(46,286)	(64,148)	(133,623)
<b>Closing net book balance</b>	<b>128,997</b>	<b>69,197</b>	<b>51,074</b>	<b>249,268</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Employee benefits	6,352	6,778	6,828	6,878	6,878
Suppliers	89,677	86,824	86,076	96,669	78,849
Fees	40	40	40	40	40
Subsidies	221,917	151,998	54,310	42,055	36,216
Grants	427,335	562,636	482,859	410,809	404,525
Depreciation and amortisation	726	1,032	1,032	1,032	1,032
Write-down and impairment of assets	2,288	-	-	-	-
Payments to corporate entities	991,012	1,020,249	1,038,189	1,081,588	1,094,310
Concessional loan discount	-	386,766	386,766	386,766	386,766
<b>Total expenses administered on behalf of Government</b>	<b>1,739,347</b>	<b>2,216,323</b>	<b>2,056,100</b>	<b>2,025,837</b>	<b>2,008,616</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
<b>Taxation revenue</b>					
Income tax	174	-	-	-	-
Indirect tax	1,301	800	750	550	550
<b>Total taxation revenue</b>	<b>1,475</b>	<b>800</b>	<b>750</b>	<b>550</b>	<b>550</b>
<b>Non-taxation revenue</b>					
Fees from regulatory services	37,936	16,080	16,080	16,080	16,080
Fees	4,473	533	-	-	-
Interest	6,656	53,223	102,313	150,615	198,085
Dividends	23,595	-	-	-	-
Royalties	979,091	814,873	690,548	620,603	596,670
Other non-taxation revenue	19,734	71,930	54,959	48,814	48,834
Unwind concessional loan discount	-	16,988	29,017	41,448	54,279
<b>Total non-taxation revenue</b>	<b>1,071,485</b>	<b>973,627</b>	<b>892,917</b>	<b>877,560</b>	<b>913,948</b>
<b>Total own-source income administered on behalf of Government</b>	<b>1,072,960</b>	<b>974,427</b>	<b>893,667</b>	<b>878,110</b>	<b>914,498</b>
<b>Net cost of services</b>	<b>666,387</b>	<b>1,241,896</b>	<b>1,162,433</b>	<b>1,147,727</b>	<b>1,094,118</b>
<b>Deficit on continuing operations</b>	<b>(666,387)</b>	<b>(1,241,896)</b>	<b>(1,162,433)</b>	<b>(1,147,727)</b>	<b>(1,094,118)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Items not subject to subsequent reclassification to profit or loss</b>					
Changes in asset revaluation reserve	(38,159)	-	-	-	-
<b>Total other comprehensive loss</b>	<b>(38,159)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive loss</b>	<b>(704,546)</b>	<b>(1,241,896)</b>	<b>(1,162,433)</b>	<b>(1,147,727)</b>	<b>(1,094,118)</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)**

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	104,917	75,235	42,613	42,725	42,937
Trade and other receivables	112,405	721,257	1,330,153	1,934,886	2,535,025
Other investments	4,036,341	3,615,108	3,541,360	3,491,577	3,420,171
Accrued revenue	73,276	76,083	62,195	55,642	53,849
<b>Total financial assets</b>	<b>4,326,939</b>	<b>4,487,683</b>	<b>4,976,321</b>	<b>5,524,830</b>	<b>6,051,982</b>
<b>Non-financial assets</b>					
Leasehold improvements	231	259	287	315	343
Property, plant and equipment	324	292	260	228	196
Intangibles	4,671	5,143	5,615	6,087	6,559
<b>Total non-financial assets</b>	<b>5,226</b>	<b>5,694</b>	<b>6,162</b>	<b>6,630</b>	<b>7,098</b>
<b>Total assets administered on behalf of Government</b>	<b>4,332,165</b>	<b>4,493,377</b>	<b>4,982,483</b>	<b>5,531,460</b>	<b>6,059,080</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	11,735	11,296	11,296	11,296	11,296
Subsidies	53,419	29,224	12,642	9,109	9,035
Grants	48,690	48,690	48,690	48,690	48,690
<b>Total payables</b>	<b>113,844</b>	<b>89,210</b>	<b>72,628</b>	<b>69,095</b>	<b>69,021</b>
<b>Provisions</b>					
Employee provisions	1,519	1,519	1,519	1,519	1,519
<b>Total provisions</b>	<b>1,519</b>	<b>1,519</b>	<b>1,519</b>	<b>1,519</b>	<b>1,519</b>
<b>Total liabilities administered on behalf of Government</b>	<b>115,363</b>	<b>90,729</b>	<b>74,147</b>	<b>70,614</b>	<b>70,540</b>
<b>Net assets</b>	<b>4,216,802</b>	<b>4,402,648</b>	<b>4,908,336</b>	<b>5,460,846</b>	<b>5,988,540</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Interest	124	2,409	991	793	594
Dividends	23,595	-	-	-	-
Fees	13,413	16,613	16,080	16,080	16,080
Royalties	999,476	812,067	704,437	627,156	598,463
Net GST received	50,526	59,765	50,512	47,674	45,263
Other	23,711	47,008	43,098	13,790	13,847
Levy receipts	28,878	32,256	37,686	37,691	37,696
<b>Total cash received</b>	<b>1,139,723</b>	<b>970,118</b>	<b>852,804</b>	<b>743,184</b>	<b>711,943</b>
<b>Cash used</b>					
Suppliers	93,111	97,678	86,116	96,709	78,889
Grants	499,917	606,880	482,859	410,809	404,525
Employees	7,142	6,778	6,828	6,878	6,878
Subsidies paid	236,321	176,193	70,891	45,588	36,290
Net GST paid	-	59,765	50,512	47,674	45,263
Payments to corporate entities	991,053	1,020,249	1,038,189	1,081,588	1,094,310
<b>Total cash used</b>	<b>1,827,544</b>	<b>1,967,543</b>	<b>1,735,395</b>	<b>1,689,246</b>	<b>1,666,155</b>
<b>Net cash from/(used by) operating activities</b>	<b>(687,821)</b>	<b>(997,425)</b>	<b>(882,591)</b>	<b>(946,062)</b>	<b>(954,212)</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Repayments of advances loans	31,911	70,051	132,602	197,654	262,706
<b>Total cash received</b>	<b>31,911</b>	<b>70,051</b>	<b>132,602</b>	<b>197,654</b>	<b>262,706</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Cash used</b>					
Investments	18,435	53,127	5,200	1,240	1,240
Purchase of property, plant, equipment and intangibles	977	-	-	-	-
Advances and loans made	-	1,000,000	1,000,000	1,000,000	1,000,000
Corporate entity investments	35,916	38,841	31,037	38,461	10,000
<b>Total cash used</b>	<b>55,328</b>	<b>1,091,968</b>	<b>1,036,237</b>	<b>1,039,701</b>	<b>1,011,240</b>
<b>Net cash from/(used by) investing activities</b>	<b>(23,417)</b>	<b>(1,021,917)</b>	<b>(903,635)</b>	<b>(842,047)</b>	<b>(748,534)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash from Official Public Account</b>					
Appropriations	1,693,754	1,776,006	1,597,181	1,615,704	1,605,024
Appropriations - administered assets and liabilities	18,447	1,053,127	1,005,200	1,001,240	1,001,240
Equity appropriation - corporate entities	35,916	38,841	31,037	38,461	10,000
Special accounts	33,925	127,272	64,702	25,868	15,868
GST appropriations	49,375	59,765	50,512	47,674	45,263
<b>Total cash received</b>	<b>1,831,417</b>	<b>3,055,011</b>	<b>2,748,632</b>	<b>2,728,947</b>	<b>2,677,395</b>
<b>Cash to Official Public Account</b>					
Appropriations	(1,088,498)	(811,229)	(747,637)	(669,913)	(650,941)
GST appropriations	(52,613)	(59,765)	(50,512)	(47,674)	(45,263)
Special accounts	-	(99,624)	(34,155)	(28,097)	(18,239)
Repayments of borrowings	-	(65,051)	(130,102)	(195,154)	(260,206)
<b>Total cash used</b>	<b>(1,141,111)</b>	<b>(1,035,669)</b>	<b>(962,406)</b>	<b>(940,838)</b>	<b>(974,649)</b>
<b>Net cash from/(used by) financing activities</b>	<b>690,306</b>	<b>2,019,342</b>	<b>1,786,226</b>	<b>1,788,109</b>	<b>1,702,746</b>
<b>Net increase/(decrease) in cash held</b>					
Cash and cash equivalents at beginning of reporting period	125,849	104,917	104,917	104,917	104,917
Net increase or (decrease) in cash held	(20,932)	-	-	-	-
<b>Cash and cash equivalents at end of reporting period</b>	<b>104,917</b>	<b>104,917</b>	<b>104,917</b>	<b>104,917</b>	<b>104,917</b>

Prepared on Australian Accounting Standards basis.

**Table 3.11: Schedule of administered capital budget (for the period ended 30 June)**

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Administered Assets and Liabilities - Act 2	18,447	28,938	3,000	-	-
<b>Total new capital appropriations</b>	<b>18,447</b>	<b>28,938</b>	<b>3,000</b>	-	-
<i>Provided for:</i>					
Other Items	18,447	28,938	3,000	-	-
<b>Total Items</b>	<b>18,447</b>	<b>28,938</b>	<b>3,000</b>	-	-

Prepared on Australian Accounting Standards basis.

**Table 3.12: Statement of administered asset movements (2016-17 Budget year)**

	Buildings \$'000	Other property, plant and equipment \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2016</b>				
Gross book value	299	464	9,676	10,439
Accumulated depreciation/amortisation and impairment	(68)	(140)	(5,005)	(5,213)
<b>Opening net book balance</b>	<b>231</b>	<b>324</b>	<b>4,671</b>	<b>5,226</b>
<b>CAPITAL ASSET ADDITIONS</b>				
<b>Estimated expenditure on new or replacement assets</b>				
By purchase - other	100	100	1,300	1,500
<b>Total additions</b>	<b>100</b>	<b>100</b>	<b>1,300</b>	<b>1,500</b>
<b>Other movements</b>				
Depreciation/amortisation expense	(72)	(132)	(828)	(1,032)
<b>Total other movements</b>	<b>(72)</b>	<b>(132)</b>	<b>(828)</b>	<b>(1,032)</b>
<b>As at 30 June 2017</b>				
Gross book value	399	564	10,976	11,939
Accumulated depreciation/amortisation and impairment	(140)	(272)	(5,833)	(6,245)
<b>Closing net book balance</b>	<b>259</b>	<b>292</b>	<b>5,143</b>	<b>5,694</b>

Prepared on Australian Accounting Standards basis.



## GEOSCIENCE AUSTRALIA

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## **GEOSCIENCE AUSTRALIA**

### **Section 1: Entity overview and resources**

#### **1.1 STRATEGIC DIRECTION STATEMENT**

There have been no significant changes to Geoscience Australia's outcome, program or administered items as a result of Additional Estimates or other variations.

The additional appropriation relates to the new measure for the National Positioning Infrastructure Program which provides \$12.0 million over three years from 2016-17 to test a Satellite-Based Augmentation System (SBAS) in Australia. SBAS utilises space-based and ground-based infrastructure to improve the accuracy, integrity and availability of basic Global Navigation Satellite System signals, such as those provided by the Global Positioning System. The funding will test the effectiveness of the technology and will deliver economic benefits analyses across nine industry sectors (agriculture, aviation, construction, maritime, mining, rail, road, spatial, and utilities) to inform future investment decisions.

A full outline of Geoscience Australia's Strategic Direction can be found in the 2016-17 PB Statements or in the Corporate Plan 2016-2020 at [www.ga.gov.au](http://www.ga.gov.au).

#### **1.2 ENTITY RESOURCE STATEMENT**

The Entity Resource Statement details the resourcing for Geoscience Australia at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: Geoscience Australia resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017**

	<i>Actual available appropriation</i> 2015-16 \$'000	<i>Estimate as at Budget</i> 2016-17 \$'000	<i>Proposed Additional Estimates</i> 2016-17 \$'000	<i>Total estimate at Additional Estimates</i> 2016-17 \$'000
<b>Departmental</b>				
Annual appropriations - ordinary annual services <sup>1</sup>				
Prior year appropriations available	73,924	68,084	-	68,084
Departmental appropriations	121,258	139,668	2,951	142,619
s 74 retained revenue receipts <sup>2</sup>	41,862	41,890	1,193	43,083
Departmental capital budget <sup>3</sup>	4,556	4,539	-	4,539
Annual appropriations - other services - non-operating <sup>4</sup>				
Equity injection	10	3,700	-	3,700
<i>Total departmental annual appropriations</i>	<i>241,610</i>	<i>257,881</i>	<i>4,144</i>	<i>262,025</i>
<b>Total departmental resourcing</b>	<b>241,610</b>	<b>257,881</b>	<b>4,144</b>	<b>262,025</b>
<b>Administered</b>				
Annual appropriations - ordinary annual services <sup>1</sup>				
UN Grant in Aid	20	20	-	20
<i>Total administered annual appropriations</i>	<i>20</i>	<i>20</i>	<i>-</i>	<i>20</i>
<b>Total administered resourcing</b>	<b>20</b>	<b>20</b>	<b>-</b>	<b>20</b>
<b>Total resourcing for Geoscience Australia</b>	<b>241,630</b>	<b>257,901</b>	<b>4,144</b>	<b>262,045</b>
			<i>Actual</i> 2015-16	<i>Estimate</i> 2016-17
<b>Average staffing level (number)</b>			572	590

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.

<sup>1</sup>Appropriation Act (No. 1) 2016-2017 and Appropriation Bill (No. 3) 2016-2017

<sup>2</sup>Estimated retained revenue receipts under section 74 of the PGPA Act.

<sup>3</sup>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'.

<sup>4</sup>Appropriation Act (No. 2) 2016-17.

### 1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2016-17 Budget. The table is split into revenue, expense and capital measures, with the affected program identified.

**Table 1.2: Entity 2016-17 measures since Budget**

	Program	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Expense measures</b>					
National Positioning					
Infrastructure Program —					
Satellite-Based Augmentation	1				
System (SBAS) test					
Administered expenses		-	-	-	-
Departmental expenses		2,966	7,895	1,122	-
<b>Total</b>		<b>2,966</b>	<b>7,895</b>	<b>1,122</b>	-
<b>Total expense measures</b>					
Administered		-	-	-	-
Departmental		2,966	7,895	1,122	-
<b>Total</b>		<b>2,966</b>	<b>7,895</b>	<b>1,122</b>	-

Prepared on a Government Financial Statistics (fiscal) basis

## 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for Geoscience Australia at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget**

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Outcome 1</b>					
<b>Administered</b>	<b>1</b>				
<b>Annual appropriations</b>					
<b>Other Variations</b>					
net decrease				(1)	(1)
<b>Net impact on appropriations for Outcome 1 (administered)</b>		-	-	(1)	(1)
<b>Outcome 1</b>					
<b>Departmental</b>	<b>1</b>				
<b>Annual appropriations</b>					
National Positioning Infrastructure Program — Satellite-Based Augmentation System (SBAS) test		2,966	7,895	1,122	-
<b>Changes in Parameters</b>					
net decrease		-	(2,934)	(4,960)	(5,934)
<b>Other Variations</b>					
net decrease		(15)	(20)	(20)	(20)
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>2,951</b>	<b>4,941</b>	<b>(3,858)</b>	<b>(5,954)</b>
<b>Total net impact on appropriations for Outcome 1</b>		<b>2,951</b>	<b>4,941</b>	<b>(3,859)</b>	<b>(5,955)</b>

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for Geoscience Australia through *Appropriation Bills Nos. 3 and 4*.

**Table 1.4: Appropriation Bill (No. 3) 2016-17**

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Administered items</b>					
Informed government, industry and community decisions on the economic, social and environmental management of the nation's natural resources through enabling access to geoscientific and spatial information.	20	20	20	-	-
<b>Total administered</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>-</b>	<b>-</b>
<b>Departmental programs</b>					
Informed government, industry and community decisions on the economic, social and environmental management of the nation's natural resources through enabling access to geoscientific and spatial information.	121,258	139,668	142,619	2,951	-
<b>Total departmental</b>	<b>121,258</b>	<b>139,668</b>	<b>142,619</b>	<b>2,951</b>	<b>-</b>
<b>Total administered and departmental</b>	<b>121,278</b>	<b>139,688</b>	<b>142,639</b>	<b>2,951</b>	<b>-</b>

## Section 2: Revisions to outcomes and planned performance

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1: Informed government, industry and community decisions on the economic, social and environmental management of the nation's natural resources through enabling access to geoscientific and spatial information**

#### Linked programs

<b>Department of Industry, Innovation and Science</b>
<b>Programs</b> <ul style="list-style-type: none"><li>• Program 1 – Supporting science and commercialisation</li><li>• Program 2 – Growing business investment and improving business capability</li><li>• Program 3 – Program support</li></ul>
<b>Contribution to Outcome 1 made by linked programs</b> <p>The department contributes to Outcome 1 through its policies and programs supporting science, commercialisation and the sustainable development of the resources sector and encouraging innovative technologies.</p>

#### Budgeted expenses for Outcome 1

This table shows how much Geoscience Australia intends to spend (on an accrual basis) on achieving the outcome.

**Table 2.1.1 Budgeted expenses for Outcome 1**

**Outcome 1:** Informed government, industry and community decisions on the economic, social and environmental management of the nation's natural resources through enabling access to geoscientific and spatial information.

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Program 1: Geoscientific and spatial information services</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	20	20	20	19	19
<b>Administered total</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
Departmental expenses					
Departmental appropriations	121,258	142,619	144,989	147,615	140,690
s 74 Retained revenue receipts <sup>1</sup>	41,862	43,083	39,900	39,900	39,900
Expenses not requiring appropriation in the Budget year <sup>2</sup>	14,322	12,191	11,380	11,031	10,542
<b>Departmental total</b>	<b>177,442</b>	<b>197,893</b>	<b>196,269</b>	<b>198,546</b>	<b>191,132</b>
<b>Total expenses for program 1</b>	<b>177,462</b>	<b>197,913</b>	<b>196,289</b>	<b>198,565</b>	<b>191,151</b>
<b>Outcome 1 Totals by appropriation type</b>					
Administered expenses					
Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)	20	20	20	19	19
<b>Administered total</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
Departmental expenses					
Departmental appropriations	121,258	142,619	144,989	147,615	140,690
s 74 Retained revenue receipts <sup>1</sup>	41,862	43,083	39,900	39,900	39,900
Expenses not requiring appropriation in the Budget year <sup>2</sup>	14,322	12,191	11,380	11,031	10,542
<b>Departmental total</b>	<b>177,442</b>	<b>197,893</b>	<b>196,269</b>	<b>198,546</b>	<b>191,132</b>
<b>Total expenses for Outcome 1</b>	<b>177,462</b>	<b>197,913</b>	<b>196,289</b>	<b>198,565</b>	<b>191,151</b>

	2015-16	2016-17
<b>Average staffing level (number)</b>	572	590

<sup>1</sup>Estimated expenses incurred in relation to receipts retained under section 74 of the PGPA Act 2013.

<sup>2</sup>Expenses not requiring appropriation in the Budget year are made up of depreciation expenses, amortisation expenses, make good expenses, audit fees, impact on employee provisions due to changes in the bond rate and the accounting treatment of the Symonston accommodation lease.

**Performance criteria for Outcome 1**

There have been no significant changes to Geoscience Australia's performance criteria as a result of Additional Estimates or other variations. A full outline of Geoscience Australia's Strategic Direction and performance criteria can be found in the 2016-17 PB Statements or in the Corporate Plan 2016-2020 at [www.ga.gov.au](http://www.ga.gov.au).

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

### **3.1 SPECIAL ACCOUNT FLOWS**

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

Special Accounts provides a means to set aside and record amounts used for specified purposes. Geoscience Australia has no special accounts; therefore table 3.1 is not presented.

### **3.2 BUDGETED FINANCIAL STATEMENTS**

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

The additional appropriation relates to the new measure for the National Positioning Infrastructure Program which provides \$12.0 million over three years from 2016-17 to test a Satellite-Based Augmentation System (SBAS) in Australia.

The change in sales of goods and services revenue from \$41.9 million to \$43.1 million reflects estimated additional contract services revenue.

Other changes predominantly reflect the finalisation of the 2015-16 financial statements and the impact on associated opening balances.

### 3.2.2 Budgeted financial statements

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EXPENSES</b>					
Employee benefits	75,719	74,768	76,202	77,281	78,059
Suppliers	93,047	115,706	112,789	113,645	105,230
Depreciation and amortisation	8,525	7,399	7,258	7,600	7,823
Other expenses	151	20	20	20	20
<b>Total expenses</b>	<b>177,442</b>	<b>197,893</b>	<b>196,269</b>	<b>198,546</b>	<b>191,132</b>
<b>LESS:</b>					
<b>OWN-SOURCE INCOME</b>					
<b>Own-source revenue</b>					
Sale of goods and rendering of services	41,236	43,083	39,900	39,900	39,900
Other revenue	716	92	95	97	99
<b>Total own-source revenue</b>	<b>41,952</b>	<b>43,175</b>	<b>39,995</b>	<b>39,997</b>	<b>39,999</b>
<b>Total own-source income</b>	<b>41,952</b>	<b>43,175</b>	<b>39,995</b>	<b>39,997</b>	<b>39,999</b>
<b>Net cost of (contribution by) services</b>	<b>(135,490)</b>	<b>(154,718)</b>	<b>(156,274)</b>	<b>(158,549)</b>	<b>(151,133)</b>
Revenue from Government	121,258	142,619	144,989	147,615	140,690
<b>Surplus/(deficit) attributable to the Australian Government</b>	<b>(14,232)</b>	<b>(12,099)</b>	<b>(11,285)</b>	<b>(10,934)</b>	<b>(10,443)</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Changes in asset revaluation surplus	(315)				
<b>Total other comprehensive income</b>	<b>(315)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss)</b>	<b>(14,547)</b>	<b>(12,099)</b>	<b>(11,285)</b>	<b>(10,934)</b>	<b>(10,443)</b>
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	<b>(14,547)</b>	<b>(12,099)</b>	<b>(11,285)</b>	<b>(10,934)</b>	<b>(10,443)</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations<sup>1</sup></b>	<b>(6,022)</b>	<b>(4,700)</b>	<b>(4,027)</b>	<b>(3,334)</b>	<b>(2,620)</b>
less depreciation/amortisation expenses previously funded through revenue appropriations <sup>2</sup>	8,525	7,399	7,258	7,600	7,823
<b>Total comprehensive income/(loss) - as per the Comprehensive Income Statement</b>	<b>(14,547)</b>	<b>(12,099)</b>	<b>(11,285)</b>	<b>(10,934)</b>	<b>(10,443)</b>

<sup>1</sup>This approved loss relates to the impact on employee provisions due to changes in the bond rate and straight lining of the Symonston accommodation lease in accordance with the Australian Accounting Standards.

<sup>2</sup>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. Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash and cash equivalents	2,447	2,500	2,500	2,500	2,500
Trade and other receivables	82,049	54,963	48,254	45,591	45,354
Other financial assets	1,441	1,441	1,441	1,441	1,441
<b>Total financial assets</b>	<b>85,937</b>	<b>58,904</b>	<b>52,195</b>	<b>49,532</b>	<b>49,295</b>
<b>Non-financial assets</b>					
Land and buildings	4,342	10,238	15,246	15,808	13,881
Property, plant and equipment	26,323	28,754	27,031	25,579	24,228
Heritage and cultural assets	2,254	2,254	2,254	2,254	2,254
Intangibles	1,306	529	1,104	1,460	1,564
Other non-financial assets	4,449	4,017	4,017	4,017	4,017
<b>Total non-financial assets</b>	<b>38,674</b>	<b>45,792</b>	<b>49,652</b>	<b>49,118</b>	<b>45,944</b>
<b>Total assets</b>	<b>124,611</b>	<b>104,696</b>	<b>101,847</b>	<b>98,650</b>	<b>95,239</b>
<b>LIABILITIES</b>					
<b>Payables</b>					
Suppliers	6,190	7,579	7,579	7,579	7,579
Other payables	74,786	57,969	60,940	63,216	64,777
<b>Total payables</b>	<b>80,976</b>	<b>65,548</b>	<b>68,519</b>	<b>70,795</b>	<b>72,356</b>
<b>Provisions</b>					
Employee provisions	28,154	27,508	28,295	29,090	29,892
Other provisions	728	748	768	788	808
<b>Total provisions</b>	<b>28,882</b>	<b>28,256</b>	<b>29,063</b>	<b>29,878</b>	<b>30,700</b>
<b>Total liabilities</b>	<b>109,858</b>	<b>93,804</b>	<b>97,582</b>	<b>100,673</b>	<b>103,056</b>
<b>Net assets</b>	<b>14,753</b>	<b>10,892</b>	<b>4,265</b>	<b>(2,023)</b>	<b>(7,817)</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EQUITY<sup>1</sup></b>					
<b>Parent entity interest</b>					
Contributed equity	37,492	45,730	50,388	55,034	59,683
Reserves	7,813	7,813	7,813	7,813	7,813
Retained surplus/ (accumulated deficit)	(30,552)	(42,651)	(53,936)	(64,870)	(75,313)
<b>Total parent entity interest</b>	<b>14,753</b>	<b>10,892</b>	<b>4,265</b>	<b>(2,023)</b>	<b>(7,817)</b>
<b>Total Equity</b>	<b>14,753</b>	<b>10,892</b>	<b>4,265</b>	<b>(2,023)</b>	<b>(7,817)</b>

<sup>1</sup>Equity is the residual interest in assets after the deduction of liabilities  
Prepared on Australian Accounting Standards basis.

**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)**

	Retained earnings \$'000	Asset revaluation reserve \$'000	Other reserves \$'000	Contributed equity/ capital \$'000	Total equity \$'000
<b>Opening balance as at 1 July 2016</b>					
Balance carried forward from previous period	(30,552)	7,813	-	37,492	14,753
<b>Adjusted opening balance</b>	<b>(30,552)</b>	<b>7,813</b>	<b>-</b>	<b>37,492</b>	<b>14,753</b>
<b>Comprehensive income</b>					
Surplus/(deficit) for the period	(12,099)				(12,099)
<b>Total comprehensive income</b>	<b>(12,099)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12,099)</b>
<b>Transactions with owners</b>					
<b>Contributions by owners</b>					
Equity Injection - Appropriation				3,700	3,700
Departmental Capital Budget (DCB)				4,538	4,538
<b>Sub-total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,238</b>	<b>8,238</b>
<b>Estimated closing balance as at 30 June 2017</b>	<b>(42,651)</b>	<b>7,813</b>	<b>-</b>	<b>45,730</b>	<b>10,892</b>
<b>Closing balance attributable to the Australian Government</b>	<b>(42,651)</b>	<b>7,813</b>	<b>-</b>	<b>45,730</b>	<b>10,892</b>

Prepared on Australian Accounting Standards basis

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	167,032	195,895	192,398	190,976	181,625
Sale of goods and rendering of services	39,974	32,345	40,698	40,698	40,698
Net GST Received	7,281	8,979	8,394	9,109	8,473
Interest	9	-	-	-	-
Other	612	-	-	-	-
<b>Total cash received</b>	<b>214,908</b>	<b>237,219</b>	<b>241,490</b>	<b>240,783</b>	<b>230,796</b>
<b>Cash used</b>					
Employees	77,610	75,414	75,416	76,485	77,257
Suppliers	97,742	122,697	118,915	121,179	112,841
s74 Retained Revenue Receipts transferred to OPA	39,934	32,345	40,698	40,698	40,698
<b>Total cash used</b>	<b>215,286</b>	<b>230,456</b>	<b>235,029</b>	<b>238,362</b>	<b>230,796</b>
<b>Net cash from/(used by) operating activities</b>	<b>(378)</b>	<b>6,763</b>	<b>6,461</b>	<b>2,421</b>	<b>-</b>
<b>INVESTING ACTIVITIES</b>					
<b>Cash received</b>					
Proceeds from sales of property, plant and equipment	1	-	-	-	-
<b>Total cash received</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant, equipment and intangibles	4,413	14,949	11,119	7,067	4,649
<b>Total cash used</b>	<b>4,413</b>	<b>14,949</b>	<b>11,119</b>	<b>7,067</b>	<b>4,649</b>
<b>Net cash from/(used by) investing activities</b>	<b>(4,412)</b>	<b>(14,949)</b>	<b>(11,119)</b>	<b>(7,067)</b>	<b>(4,649)</b>
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	4,566	8,239	4,658	4,646	4,649
<b>Total cash received</b>	<b>4,566</b>	<b>8,239</b>	<b>4,658</b>	<b>4,646</b>	<b>4,649</b>
<b>Net cash used by financing activities</b>	<b>4,566</b>	<b>8,239</b>	<b>4,658</b>	<b>4,646</b>	<b>4,649</b>
<b>Net increase/(decrease) in cash held</b>	<b>(224)</b>	<b>53</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	2,671	2,447	2,500	2,500	2,500
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>2,447</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>FINANCING ACTIVITIES</b>					
<b>Cash received</b>					
Contributed equity	4,566	8,239	4,658	4,646	4,649
<b>Total cash received</b>	<b>4,566</b>	<b>8,239</b>	<b>4,658</b>	<b>4,646</b>	<b>4,649</b>
<b>Net cash used by financing activities</b>	<b>4,566</b>	<b>8,239</b>	<b>4,658</b>	<b>4,646</b>	<b>4,649</b>
<b>Net increase/(decrease) in cash held</b>	<b>(224)</b>	<b>53</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the reporting period	2,671	2,447	2,500	2,500	2,500
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>2,447</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>	<b>2,500</b>

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>NEW CAPITAL APPROPRIATIONS</b>					
Capital budget - Act No. 1 (DCB)	4,556	4,538	4,657	4,645	4,649
Equity injections - Act No. 2	10	3,700			-
<b>Total new capital appropriations</b>	<b>4,566</b>	<b>8,238</b>	<b>4,657</b>	<b>4,645</b>	<b>4,649</b>
<b>Provided for:</b>					
<i>Purchase of non-financial assets</i>	4,566	8,239	4,657	4,645	4,649
<b>Total Items</b>	<b>4,566</b>	<b>8,239</b>	<b>4,657</b>	<b>4,645</b>	<b>4,649</b>
<b>PURCHASE OF NON-FINANCIAL ASSETS</b>					
Funded by capital appropriations <sup>1</sup>	10	3,700	-	-	-
Funded by capital appropriation - DCB2	4,556	4,539	4,657	4,645	4,649
Funded internally from departmental resources <sup>3</sup>	(153)	6,710	6,461	2,420	-
<b>TOTAL AMOUNT SPENT</b>	<b>4,413</b>	<b>14,949</b>	<b>11,118</b>	<b>7,065</b>	<b>4,649</b>
<b>RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE</b>					
Total purchases	4,413	14,949	11,118	7,065	4,649
<b>TOTAL CASH REQUIRED TO ACQUIRE ASSETS</b>	<b>4,413</b>	<b>14,949</b>	<b>11,118</b>	<b>7,065</b>	<b>4,649</b>

<sup>1</sup>Includes both current and prior Bill No. 4 and prior Act No. 2 4/6 appropriations and special capital appropriations.

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

<sup>3</sup>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.

Prepared on Australian Accounting Standards basis.

**Table 3.7: Statement of asset movements (2016-17 Budget year)**

	Land \$'000	Buildings \$'000	Other property, plant and equipment \$'000	Heritage and cultural \$'000	Computer software and intangibles \$'000	Total \$'000
<b>As at 1 July 2016</b>						
Gross book value	1,240	3,905	39,322	2,254	9,045	55,766
Accumulated depreciation/amortisation and impairment		(803)	(12,999)	-	(7,739)	(21,541)
<b>Opening net book balance</b>	<b>1,240</b>	<b>3,102</b>	<b>26,323</b>	<b>2,254</b>	<b>1,306</b>	<b>34,225</b>
<b>Capital asset additions</b>						
<b>Estimated expenditure on new or replacement assets</b>						
By purchase - appropriation equity <sup>1</sup>			3,400		300	3,700
By purchase - appropriation ordinary annual services <sup>2</sup>		6,697	4,378		174	11,249
<b>Total additions</b>	<b>-</b>	<b>6,697</b>	<b>7,778</b>	<b>-</b>	<b>474</b>	<b>14,949</b>
<b>Other movements</b>						
Depreciation/amortisation expense		(801)	(5,347)		(1,251)	(7,399)
<b>Total other movements</b>	<b>-</b>	<b>(801)</b>	<b>(5,347)</b>	<b>-</b>	<b>(1,251)</b>	<b>(7,399)</b>
<b>As at 30 June 2017</b>						
Gross book value	1,240	10,602	47,100	2,254	9,519	70,715
Accumulated depreciation/amortisation and impairment	-	(1,604)	(18,346)	-	(8,990)	(28,940)
<b>Closing net book balance</b>	<b>1,240</b>	<b>8,998</b>	<b>28,754</b>	<b>2,254</b>	<b>529</b>	<b>41,775</b>

<sup>1</sup>"Appropriation equity" refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No. 2) and Bill (No. 4) 2016-17, including CDABs.

<sup>2</sup>"Appropriation ordinary annual services" refers to funding provided through Appropriation Act (No. 1) 2016-17 and Bill (No. 3) 2016-17 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT</b>					
Grants	20	20	20	19	19
<b>Total expenses administered on behalf of Government</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
<b>LESS:</b>					
<b>Net cost of/(contribution by) services</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
<b>Surplus/(deficit) before income tax</b>	<b>(20)</b>	<b>(20)</b>	<b>(20)</b>	<b>(19)</b>	<b>(19)</b>
Income tax expense	-	-	-	-	-
<b>Surplus/(deficit) after income tax</b>	<b>(20)</b>	<b>(20)</b>	<b>(20)</b>	<b>(19)</b>	<b>(19)</b>
<b>Total comprehensive income (loss)</b>	<b>(20)</b>	<b>(20)</b>	<b>(20)</b>	<b>(19)</b>	<b>(19)</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)**

Geoscience Australia has no administered assets and liabilities administered on behalf of government; therefore table 3.9 is not presented.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Other	20	20	20	19	19
<b>Total cash received</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
<b>Cash used</b>					
Grants	20	20	20	19	19
<b>Total cash used</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>19</b>
<b>Net cash from/(used by) operating activities</b>	-	-	-	-	-
<b>Net increase/(decrease) in cash held</b>	-	-	-	-	-
Cash and cash equivalents at beginning of reporting period	-	-	-	-	-
<b>Cash and cash equivalents at end of reporting period</b>	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

**Table 3.11: Schedule of administered capital budget (for the period ended 30 June)**

Geoscience Australia has no administered capital budget; therefore table 3.11 is not presented.

**Table 3.12: Statement of administered asset movements (2016-17 Budget year)**

Geoscience Australia has no administered asset movements; therefore table 3.12 is not presented.

# NORTHERN AUSTRALIA INFRASTRUCTURE FACILITY

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# NORTHERN AUSTRALIA INFRASTRUCTURE FACILITY

## Section 1: Entity overview and resources

### 1.1 STRATEGIC DIRECTION STATEMENT

The Northern Australia Infrastructure Facility (NAIF) was established on 1 July 2016 as a corporate Commonwealth entity under the *Northern Australia Infrastructure Facility Act 2016* (NAIF Act). The NAIF offers up to \$5 billion over five years in concessional finance to encourage and complement private sector investment in infrastructure that benefits northern Australia. This may include developments in airports, communications, energy, ports, rail and water.

The NAIF's strategic objectives include:

- supporting the construction of economic infrastructure that provides a basis for the longer term expansion of industry and population in northern Australia
- ensuring the Commonwealth is repaid in full and provides the minimum level of concessionality necessary to allow a particular project to proceed
- operating in partnership with commercial lenders, not in competition
- supporting economic infrastructure projects that provide future economic benefits
- being credible in financial markets and meeting public sector accountability standards
- catalysing further private sector investment in northern Australia

The NAIF must act in accordance with directions given by the responsible Minister. The directions are known as the Investment Mandate. The Investment Mandate includes:

- types of financial assistance that may be offered
- characteristics of financial assistance including concession and loan conditions
- eligibility criteria for financial assistance
- consultation requirements

*Entity Additional Estimates Statement – NAIF*

The Investment Mandate does not direct the NAIF Board to provide loans to particular projects or persons.

The NAIF is a major long term initiative of the Australian Government’s *White Paper on Developing Northern Australia, Our North, Our Future*. The Office of Northern Australia in the Department of Industry, Innovation and Science has policy responsibility for the NAIF, along with an overall coordination role for northern Australia policy and the *White Paper on Developing Northern Australia*.

## 1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the NAIF at Additional Estimates.

Table 1.1 outlines the total resourcing available from all sources for the 2016-17 Budget year, including variations through Appropriation Bills No. 3 and No. 4, Special Appropriations and Special Accounts.

**Table 1.1: Northern Australia Infrastructure Facility resource statement — Additional Estimates for 2016-17 as at Additional Estimates February 2017**

	<i>Actual available appropriation 2015-16</i>	<i>Estimate as at Budget 2016-17</i>	<i>Proposed Additional Estimates 2016-17</i>	<i>Total estimate at Additional Estimates 2016-17</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>Opening balance/Reserves at bank</b>	-	-	-	-
<b>REVENUE FROM GOVERNMENT</b>				
<b>Ordinary annual services<sup>1</sup></b>	-	-	-	-
Outcome 1		-	8,111	8,111
<b>Total ordinary annual services</b>	-	-	<b>8,111</b>	<b>8,111</b>
<b>Total annual appropriations</b>	-	-	<b>8,111</b>	<b>8,111</b>
<b>Total funds from Government</b>	-	-	<b>8,111</b>	<b>8,111</b>
<b>Total net resourcing for agency</b>	-	-	<b>8,111</b>	<b>8,111</b>

<sup>1</sup>Appropriation Bill (No. 3) 2016-17.

NAIF is not directly appropriated as it is a Corporate Entity. Appropriations are made to the Department of Industry, Innovation and Science which are then paid to NAIF and are considered 'departmental' for all purposes.

All figures are GST exclusive.

### 1.3 ENTITY MEASURES

There are no new Government measures relating to NAIF taken since the 2016-17 Budget, therefore Table 1.2 is not presented.

### 1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for NAIF at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates resulting from new measures and other variations since the 2016-17 Budget in *Appropriation Bills Nos. 3 and 4*.

**Table 1.3: Additional estimates and other variations to outcomes since 2016-17 Budget (continued)**

	Program impacted	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000	2019-20 \$'000
<b>Outcome 1</b>					
<b>Departmental</b>					
<b>Annual appropriations</b>					
<b>Other Variations</b>					
net increase	1	8,111	8,496	9,495	10,309
<b>Net impact on appropriations for Outcome 1 (departmental)</b>		<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>

## 1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for NAIF through *Appropriation Bills Nos. 3 and 4*.

**Table 1.4: Appropriation Bill (No. 3) 2016-17**

	2015-16 Available \$'000	2016-17 Budget \$'000	2016-17 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
<b>Departmental programs</b>					
<b>Outcome 1</b> - Enable economic growth in northern Australia, by facilitating private sector investment in economic infrastructure through the provision of concessional financing delivered through the state and territory governments.	-	-	8,111	8,111	-
<b>Total departmental</b>	-	-	<b>8,111</b>	<b>8,111</b>	-
<b>Total administered and departmental</b>	-	-	<b>8,111</b>	<b>8,111</b>	-

## Section 2: Revisions to outcomes and planned performance

### 2. CHANGES TO OUTCOME AND PROGRAM STRUCTURES

The NAIF has one outcome statement. Performance metrics for this outcome will be finalised following completion of NAIF’s Corporate Plan.

**Table 2: Changes to the outcome and program structures since the last portfolio statement**

#### Outcome changes

<b>New Outcome 1</b>	<i>Enable economic growth in northern Australia, by facilitating private sector investment in economic infrastructure through the provision of concessional financing delivered through the state and territory governments</i>
Description of change:	New outcome, created for Budget 2016-17.

### 2.1 BUDGETED EXPENSES AND PERFORMANCE FOR OUTCOME 1

**Outcome 1:** Enable economic growth in northern Australia, by facilitating private sector investment in economic infrastructure through the provision of concessional financing delivered through the state and territory governments.

#### Linked programs

<b>Department of Industry, Innovation and Science</b>
<b>Programs</b>
<ul style="list-style-type: none"> <li>• Program 2.6 – <i>Northern Australia Infrastructure Facility</i></li> </ul>
<i>Contribution to Outcome 1 made by linked programs</i>
The department contributes through its policies to encourage private sector investment in economic infrastructure in Northern Australia.

**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**

**Outcome 1:** Enable economic growth in northern Australia, by facilitating private sector investment in economic infrastructure through the provision of concessional financing delivered through the state and territory governments

	2015-16 Actual expenses \$'000	2016-17 Revised estimated expenses \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>Program 1: Northern Australia Infrastructure Facility</b>					
Revenue from Government					
Ordinary annual services (Bill No. 3)	-	8,111	8,496	9,495	10,309
<b>Total expenses for Program 1</b>	<b>-</b>	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
<b>Outcome 1 totals by resource type</b>					
Revenue from Government					
Ordinary annual services (Bill No. 3)	-	8,111	8,496	9,495	10,309
<b>Total expenses for Outcome 1</b>	<b>-</b>	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
	2015-16	2016-17			
<b>Average staffing level (number)<sup>1</sup></b>	-	1			

<sup>1</sup>The 2016-17 ASL estimate represents the Chief Executive Officer of the NAIF. The six additional staff supporting the NAIF include specialist staff engaged under contract and accounted for under supplier costs and Department of Industry, Innovation and Science policy staff.

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

### 3.1 SPECIAL ACCOUNT FLOWS

#### Estimates of special account flows

Special Accounts provides a means to set aside and record amounts used for specified purposes. NAIF has no special accounts; therefore table 3.1 is not presented.

### 3.2 BUDGETED FINANCIAL STATEMENTS

#### 3.2.1 Analysis of budgeted financial statements

The budgeted financial statements for NAIF are presented in the following section.

#### 3.2.2 Budgeted financial statements

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>EXPENSES</b>					
Suppliers	-	8,111	8,496	9,495	10,309
<b>Total expenses</b>	-	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
<b>Net cost of/(contribution by) services</b>	-	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
Revenue from Government	-	8,111	8,496	9,495	10,309
<b>Surplus/(Deficit) attributable to the Australian Government</b>	-	-	-	-	-
<b>Total comprehensive income/(loss) attributable to the Australian Government</b>	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

NAIF has no departmental assets or liabilities; therefore Table 3.3 is not presented.

**Table 3.4: Departmental statement of changes in equity — summary of movement (Budget Year 2016-17)**

NAIF has had no changes in equity; therefore Table 3.4 is not presented.

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

	2015-16 Actual \$'000	2016-17 Revised budget \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000	2019-20 Forward estimate \$'000
<b>OPERATING ACTIVITIES</b>					
<b>Cash received</b>					
Appropriations	-	8,111	8,496	9,495	10,309
<b>Total cash received</b>	-	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
<b>Cash used</b>					
Suppliers	-	8,111	8,496	9,495	10,309
<b>Total cash used</b>	-	<b>8,111</b>	<b>8,496</b>	<b>9,495</b>	<b>10,309</b>
<b>Net cash from/(used by) operating activities</b>	-	-	-	-	-
<b>Net cash used by financing activities</b>	-	-	-	-	-
<b>Net increase/(decrease) in cash held</b>	-	-	-	-	-
Cash and cash equivalents at the beginning of the reporting period	-	-	-	-	-
<b>Cash and cash equivalents at the end of the reporting period</b>	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

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

NAIF has no departmental capital budget; therefore Table 3.6 is not presented.

**Table 3.7: Statement of asset movements (2016-17 Budget year)**

NAIF has no departmental assets; therefore Table 3.7 is not presented.

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

NAIF has no budgeted income and expenses administered on behalf of Government; therefore Table 3.8 is not presented.

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

NAIF has no budgeted assets and liabilities administered on behalf of Government; therefore Table 3.9 is not presented.

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

NAIF has no budgeted administered cash flows; therefore Table 3.10 is not presented.

**Table 3.11: Schedule of administered capital budget (for the period ended 30 June)**

NAIF has no administered capital budget; therefore Table 3.11 is not presented.

**Table 3.12: Statement of administered asset movements (2016-17 Budget year)**

NAIF has no administered assets; therefore Table 3.11 is not presented.