

**AUSTRALIAN SPORTS
COMMISSION**

AUSTRALIAN SPORTS COMMISSION

Section 1: Agency overview and resources; variations and measures

OVERVIEW

There have been no significant changes to the Australian Sports Commission's (ASC) role/mission, outcomes and outputs and/or its evaluation, competitive tendering and contracting and purchaser provider practices as a result of Additional Estimates.

Table 1.1: Agency outcomes and output groups

Outcome	Output
Outcome 1 An effective national sports system that offers improved participation in quality sports activities by Australians	Output 1.1 National Sport System Development
Outcome 2 Excellence in sports performances by Australians	Output 2.1 National Elite Athlete Development

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

The ASC is receiving additional appropriations for two reasons; the first is to fund the National Action Plan for social cohesion, harmony and security - pilot programs, and the second is a capital injection to fund the completion of Stage 1 of the redevelopment of the Australian Institute of Sport.

Variations — Measures

Table 1.2: Additional estimates and variations to outcomes – measures

	2006-07 (\$'000)	2007-08 (\$'000)	2008-09 (\$'000)	2009-10 (\$'000)
Outcome 1				
Increase in estimates (departmental)				
National Action Plan for social cohesion, harmony and security - pilot programs	589	673	680	-
National Action Plan for social cohesion, harmony and security - pilot programs ¹	12	-	-	-
Outcome 2				
Increase in estimates (departmental)				
50th anniversary of the 1956 Melbourne Olympic Games - contribution	-	-	-	-
Tom Hoad Cup - contribution	-	-	-	-

Notes:

1 Represents changes to capital appropriation

Other variations to appropriations**Table 1.3: Other variations to appropriations**

	2006-07 (\$'000)	2007-08 (\$'000)	2008-09 (\$'000)	2009-10 (\$'000)
Outcome 1				
Variations (departmental)				
Parameter Adjustment	-	271	279	293
Outcome 2				
Variations (departmental)				
Parameter Adjustment	-	884	910	957
AIS Site Redevelopment ¹	3,900	-	-	-

Notes:

¹ Represents changes to capital appropriation

MEASURES

Table 1.4: Summary of measures since the 2006-07 Budget

Measure	Outcome	Outputs affected	2006-07 (\$'000)			2007-08 (\$'000)			2008-09 (\$'000)			2009-10 (\$'000)		
			Admin	Dept	Total	Admin	Dept	Total	Admin	Dept	Total	Admin	Dept	Total
			items	outputs		items	outputs		items	outputs		items	outputs	
Expense Measures														
National Action Plan for social cohesion, harmony and security - pilot programs	1	1.1	-	589	589	-	673	673	-	680	680	-	-	-
50th anniversary of the 1956 Melbourne Olympic Games - contribution	2	2.1	-	-	-	-	-	-	-	-	-	-	-	-
Tom Hoad Cup - contribution	2	2.1	-	-	-	-	-	-	-	-	-	-	-	-
Total Expense Measures			-	589	589	-	673	673	-	680	680	-	-	-
Capital Measures														
National Action Plan for social cohesion, harmony and security - pilot programs	1	1.1	-	12	12	-	-	-	-	-	-	-	-	-
Total Capital Measures			-	12	12	-	-	-	-	-	-	-	-	-
TOTAL MEASURES			-	601	601	-	673	673	-	680	680	-	-	-

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.5: Appropriation Bill (No. 3) 2006-07**

	2005-06 available \$'000	2006-07 budget \$'000	2006-07 revised \$'000	Additional estimates \$'000	Reduced estimates \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1					
An effective national sports system that offers improved participation in quality sports activities by Australians	57,666	66,971	67,560	589	-
Outcome 2					
Excellence in sports performances by Australians	110,965	125,457	125,457	-	-
Total	168,631	192,428	193,017	589	-

Table 1.6: Appropriation Bill (No. 4) 2006-07

	2005-06 available \$'000	2006-07 budget \$'000	2006-07 revised \$'000	additional estimates \$'000	reduced estimates \$'000
NON-OPERATING					
Equity injections	20,672	12,121	16,033	3,912	-
Loans	-	-	-	-	-
Previous years' outputs	-	-	-	-	-
Administered assets and liabilities	-	-	-	-	-
Total capital	20,672	12,121	16,033	3,912	-
Total	20,672	12,121	16,033	3,912	-

SUMMARY OF STAFFING CHANGES**Table 1.7: Average Staffing Level (ASL)**

	2006-07 Budget	2006-07 Revised	Variation
Outcome 1			
An effective national sports system that offers improved participation in quality sports activities by Australians	267	271	4
Outcome 2			
Excellence in sports performances by Australians	458	458	-
Total	725	729	4

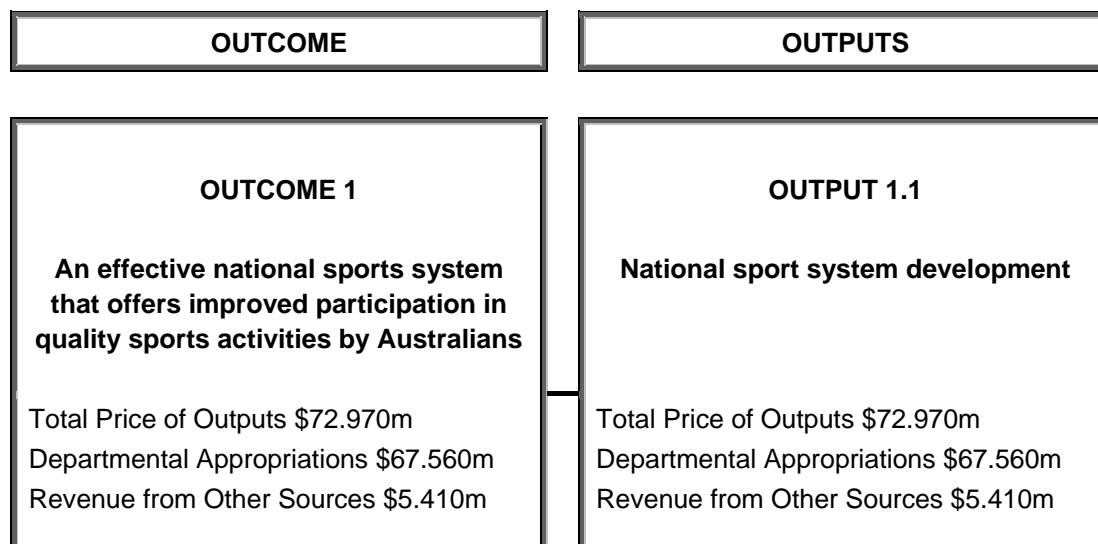
OTHER REVENUE AVAILABLE TO BE USED**Table 1.9: Other receipts available to be used**

	Budget estimate 2006-07 \$'000	Revised estimate 2006-07 \$'000
Departmental other receipts		
Goods and Services CAC Act 1997 (D)	16,568	16,568
Interest CAC Act 1997 (D)	953	953
Proceeds from sale of assets CAC Act 1997 (D)	1,200	1,200
Total departmental other receipts available to be used	18,721	18,721

Section 2: Agency resources for 2006-07

OUTCOMES AND OUTPUTS

Figure 2.1: Outcome and output structure for Outcome 1



Note: Revenue from Government (Appropriations) contributes 92.59% to the Total Price of Outputs for Outcome 1.

Outcome 1

Explanation of variations

Departmental Expenses

Total price of Outcome 1 has increased due to the following factors.

- Measure – National Action Plan for social cohesion, harmony and security - pilot programs
- Other Variations – parameter adjustments

Revised performance information — 2006-07

Table 2.1.1: Performance information for outputs affected by additional estimates — Outcome 1

Measures / Indicators / Target	Performance information 2006-07 budget	Performance information 2006-07 revised
Performance Information for Departmental Output 1.1 - National Sport System Development		
Activity 1.1 - Programs and Services and National Leadership Leadership and Partnership	Quantity	Quantity
	All recognised NSOs where appropriate have executed agreements which outline ASC performance and compliance requirements and detail funding and/or support services to be provided by the ASC.	No change - as per Budget
	FSLAs, jointly agreed to by the ASC and funded States/Territory Departments and/or stakeholders to provide national coverage for relevant ASC programs.	No change - as per Budget
	All recognised NSOs continue to implement, review and update as required policies and procedures in relation to member protection.	No change - as per Budget
	All recognised NSOs adopt and observe the mandatory provisions of the World Anti-Doping Agency Code and submit to the jurisdiction of ASADA.	No change - as per Budget
	10 significant targeted interventions and/or initiatives to assist NSOs to improve their financial management, business practices such as strategic planning, governance and structural change.	No change - as per Budget
	3 specific sector leadership forums for the sports industry.	No change - as per Budget
	Assist selected and smaller NSOs to support their administrative arrangements to enable capacity building.	No change - as per Budget
	Quality	Quality
	Conduct National Junior Sport including AASC, Disability, Indigenous, Club Development, Coaching and Officiating and Women's Leadership programs.	No change - as per Budget
	Ensure Sport Performance and Development national programs achieve rural and regional reach in conjunction with funded NSOs and other funded stakeholders.	No change - as per Budget
	Provide information and advice to sporting organisations on the development of appropriate policies and guidelines to ensure a fair, safe, ethical and inclusive sporting culture at all levels.	No change - as per Budget

Table 2.1.1: Performance information for outputs affected by additional estimates — Outcome 1 (continued)

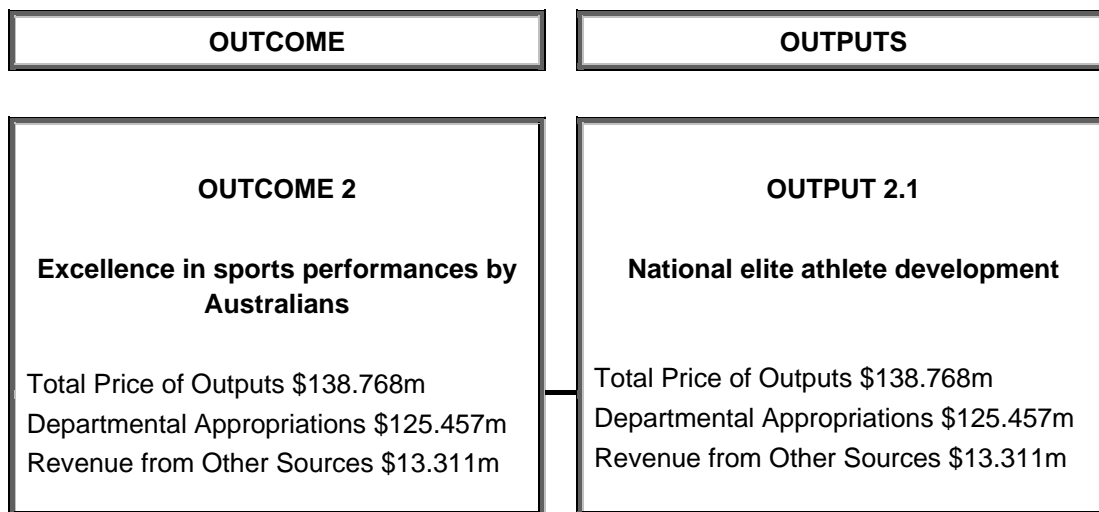
Measures / Indicators / Target	Performance information 2006-07 budget	Performance information 2006-07 revised
	<p>Quantity Recognised NSOs accessing program initiatives across the Sport Performance and Development program areas, including coaching & officiating, Indigenous, disability, junior, women, club development and membership growth. The Active After-school Communities (AASC) program will target up to 2,900 primary schools/OSHCS and involve up to 145,000 children. Continue the development and implementation of the delivery model of the AASC program to engage inactive children, change attitudes toward physical activity, improve motor skills and develop community capacity.</p> <p>430 registered projects with the Australian Sports Foundation designed to improve the Australian sporting system infrastructure.</p> <p>Quality Facilitate the development of a national and related plans for sport for people with a disability that will provide for a more robust infrastructure for disability sport, and hence an enhanced framework for funding national sporting organisations for athletes with a disability into the future. Major partnerships with Australian Government and non Government stakeholders at national and state level to support increased participation in sport.</p>	<p>Quantity No change - as per Budget</p> <p>No change - as per Budget</p> <p>Continue the development and implementation of the delivery model of the AASC program including the All Australia Sporting initiative to engage inactive children, change attitudes toward physical activity, improve motor skills and develop community capacity.</p> <p>No change - as per Budget</p> <p>Quality No change - as per Budget</p> <p>No change - as per Budget</p>
Activity 1.2 - Research	<p>Quantity 4 major performance orientated research initiatives to improve understanding of sport participation at the community and elite level. Quarterly collection of adult exercise, recreation and sport participation data and annual findings.</p> <p>Quality Actively contribute to improving access, across Australia and the region, to sport information. Maintain and strengthen research evidence and contribute to international networks which promote the health, and wider social and economic benefits of sport and physical activity.</p>	<p>Quantity No change - as per Budget</p> <p>No change - as per Budget</p> <p>Quality No change - as per Budget</p> <p>No change - as per Budget</p>

Table 2.1.1: Performance information for outputs affected by additional estimates — Outcome 1 (continued)

Measures / Indicators / Target	Performance information 2006-07 budget	Performance information 2006-07 revised
Activity 1.3 - Commercial Activities	Quantity Generate and manage off-budget commercial initiatives.	Quantity No change - as per Budget
Activity 1.4 - International Development Assistance (previously titled Leadership in the International Sports Community)	Quality Participate in international forums and promote ASC programs, including international community sport development programs, and the Australian sports system. Plan and implement community sport development programs including the Australian Sports Outreach Program.	Quality No change - as per Budget No change - as per Budget

SUMMARY OF OUTCOME 2

Figure 2.2: Outcome and output structure for Outcome 2



Note: Revenue from Government (Appropriations) contributes 90.41% to the Total Price of Outputs for Outcome 2.

Revised performance information — 2006-07

There have been no changes to the performance information for Outcome 2 as a result of Additional Estimates.

Section 3: Budgeted financial statements

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental

Changes to the ASC's financial statements are as a result of additional funding for the National Action Plan for social cohesion, harmony and security - pilot programs and a capital injection for the completion of Stage 1 of the Australian Institute of Sport redevelopment

BUDGETED FINANCIAL STATEMENTS TABLES

For an explanation of the Budgeted Financial Statements tables, please see the User Guide.

Table 3.1: Budgeted departmental income statement for the period ended 30 June

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
INCOME					
Revenues					
Revenues from Government	168,631	193,017	183,863	166,965	156,298
Goods and services	19,183	16,568	18,906	19,541	19,388
Interest	2,713	953	988	1,003	1,103
Dividends	-	-	-	-	-
Rents	-	-	-	-	-
Royalties	-	-	-	-	-
Other	-	-	-	-	-
Total Revenue	190,527	210,538	203,757	187,509	176,789
Gains					
Net foreign exchange gains	-	-	-	-	-
Reversals of previous asset write-downs	-	-	-	-	-
Revenue from sales of assets	(104)	1,200	1,200	1,200	1,200
Other	-	-	-	-	-
Total Gains	(104)	1,200	1,200	1,200	1,200
Total Income	190,423	211,738	204,957	188,709	177,989
EXPENSE					
Employees	50,792	58,147	54,085	48,102	49,350
Suppliers	46,072	47,921	47,898	46,188	46,916
Grants	82,750	95,096	88,298	79,937	67,189
Subsidies	-	-	-	-	-
Depreciation and amortisation	9,581	12,274	13,441	13,332	13,384
Finance costs	-	-	-	-	-
Write-down of assets and impairment of assets	-	1,150	1,150	1,150	1,150
Net losses from sale of assets	-	-	-	-	-
Net foreign exchange losses	-	-	-	-	-
Other	334	150	85	-	-
Total expenses	189,529	214,738	204,957	188,709	177,989
Share of operating results of associates and joint ventures accounted for using the equity method	-	-	-	-	-
Operating result before Income Tax	894	(3,000)	-	-	-
Income Tax expense	-	-	-	-	-
Net operating result	894	(3,000)	-	-	-
Operating result from continuing operations	894	(3,000)	-	-	-
Operating result from discontinued operations	-	-	-	-	-
Gain (loss) on remeasuring discounted operations	-	-	-	-	-
Operating result	894	(3,000)	-	-	-
Minority interest in net surplus (or deficit)	-	-	-	-	-
Net surplus (or deficit) attributable to the Australian Government	894	(3,000)	-	-	-

Table 3.2: Budget departmental balance sheet as at 30 June

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	45,615	46,727	58,390	67,044	75,850
Receivables	4,642	4,642	4,642	4,642	4,642
Investments accounted for under the equity method	-	-	-	-	-
Investments (s.39 FMA Act; s.18 CAC Act; s.19 CAC Act)	-	-	-	-	-
Other investments	-	-	-	-	-
Tax assets	-	-	-	-	-
Accrued revenues	-	-	-	-	-
Other	4,450	1,450	450	450	450
Total financial assets	54,707	52,819	63,482	72,136	80,942
Non-financial assets					
Land and buildings	150,956	161,991	154,409	147,002	139,595
Infrastructure, plant and equipment	11,982	14,768	14,303	13,838	13,229
Investment properties	-	-	-	-	-
Heritage and cultural assets	-	-	-	-	-
Inventories	824	824	824	824	824
Intangibles	1,037	1,037	1,037	1,037	1,037
Deferred tax assets	-	-	-	-	-
Biological assets	-	-	-	-	-
Assets held for sale	-	-	-	-	-
Other	3,766	3,766	3,766	3,766	3,766
Total non-financial assets	168,565	182,386	174,339	166,467	158,451
Total assets	223,272	235,205	237,821	238,603	239,393
LIABILITIES					
Interest bearing liabilities					
Loans	4,000	1,000	-	-	-
Leases	-	-	-	-	-
Deposits	-	-	-	-	-
Overdraft	-	-	-	-	-
Other	-	-	-	-	-
Total interest bearing liabilities	4,000	1,000	-	-	-
Provisions					
Employees	10,991	11,391	11,891	12,491	13,191
Other	-	-	-	-	-
Total provisions	10,991	11,391	11,891	12,491	13,191
Payables					
Suppliers	9,962	11,462	11,462	11,462	11,462
Grants	837	837	837	837	837
Dividends	-	-	-	-	-
Finance costs	-	-	-	-	-
Tax liabilities	-	-	-	-	-
Deferred tax liabilities	-	-	-	-	-
Other	1,887	1,887	1,887	1,887	1,887
Total payables	12,686	14,186	14,186	14,186	14,186
Liabilities included in disposal groups held for sale	-	-	-	-	-
Total liabilities	27,677	26,577	26,077	26,677	27,377

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

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
EQUITY					
Parent entity interest					
Contributed equity	132,289	145,322	148,438	148,620	148,710
Reserves	65,777	65,777	65,777	65,777	65,777
Statutory funds	-	-	-	-	-
Retained surpluses or accumulated deficits	(2,471)	(2,471)	(2,471)	(2,471)	(2,471)
Total parent entity interest	195,595	208,628	211,744	211,926	212,016
Minority interest					
Contributed equity	-	-	-	-	-
Reserves	-	-	-	-	-
Statutory funds	-	-	-	-	-
Retained surpluses or accumulated deficits	-	-	-	-	-
Total minority interest	-	-	-	-	-
Total equity	195,595	208,628	211,744	211,926	212,016
Current assets	54,847	55,959	67,622	76,276	85,082
Non-current assets	168,425	179,246	170,199	162,327	154,311
Current liabilities	21,082	19,742	18,942	19,182	19,462
Non-current liabilities	6,595	6,835	7,135	7,495	7,915

**Table 3.3: Budgeted departmental statement of cash flows
for the period ended 30 June**

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	16,954	15,062	17,187	17,765	17,625
Appropriations	168,631	193,017	183,863	166,965	156,298
Interest	2,422	953	988	1,003	1,103
Dividends	-	-	-	-	-
Net GST received	1,695	1,506	1,719	1,776	1,763
Other	16,732	13,000	13,000	13,000	13,000
Total cash received	206,434	223,538	216,757	200,509	189,789
Cash used					
Employees	49,221	57,747	53,585	47,502	48,650
Suppliers	35,137	42,292	43,544	41,989	42,651
Grants	77,775	86,633	80,271	72,670	61,081
Financing costs	-	150	85	-	-
Net GST paid	11,291	12,592	12,381	11,466	10,373
Other	16,978	13,000	13,000	13,000	13,000
Total cash used	190,402	212,414	202,866	186,627	175,755
Net cash from or (used by) operating activities	16,032	11,124	13,891	13,882	14,034
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	896	1,200	1,200	1,200	1,200
Proceeds from sales of financial instruments	-	-	-	-	-
Bills of exchange and promissory notes	-	-	-	-	-
Repayments of loans made	-	3,000	1,000	-	-
Investments (s.39 FMA Act; s.18 CAC Act; s.19 CAC Act)	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	896	4,200	2,200	1,200	1,200
Cash used					
Purchase of property, plant and equipment	36,450	27,245	6,544	6,610	6,518
Purchase of financial instruments	-	-	-	-	-
Bills of exchange and promissory notes	-	-	-	-	-
Loans made	-	-	-	-	-
Investments (s.39 FMA Act; s.18 CAC Act; s.19 CAC Act)	-	-	-	-	-
Other	200	-	-	-	-
Total cash used	36,650	27,245	6,544	6,610	6,518
Net cash from or (used by) investing activities	(35,754)	(23,045)	(4,344)	(5,410)	(5,318)

**Table 3.3: Budgeted departmental statement of cash flows
for the period ended 30 June (continued)**

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	20,672	16,033	116	182	90
Proceeds from issuing financial instruments	-	-	-	-	-
Proceeds from loans	-	-	-	-	-
Other	-	-	-	-	-
Total cash received	20,672	16,033	116	182	90
Cash used					
Repayments of debt	-	3,000	1,000	-	-
Dividends paid	-	-	-	-	-
Other	-	-	-	-	-
Total cash used	-	3,000	1,000	-	-
Net cash from/(used by) financing activities	20,672	13,033	(884)	182	90
Net increase or (decrease) in cash held	950	1,112	8,663	8,654	8,806
Cash at the beginning of the reporting period	44,665	45,615	46,727	55,390	64,044
Effect of exchange rate movements on cash at the beginning of reporting period	-	-	-	-	-
Cash at the end of the reporting period	45,615	46,727	55,390	64,044	72,850

**Table 3.4: Departmental statement of changes in equity – summary of movement
(Budget year 2006-07)**

	Accumulated results	Asset revaluation reserve	Other reserves	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balances as at 1 July 2006					
Balance carried forward from previous period	(2,471)	65,777	-	132,289	195,595
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balances	(2,471)	65,777	-	132,289	195,595
Income and expenses					
Income and expenses recognised directly in equity:					
Gain/loss on revaluation of property	-	-	-	-	-
Sub-total income and expenses recognised directly in equity	-	-	-	-	-
Net operating result	3,000	-	-	-	3,000
Total income and expenses	3,000	-	-	-	3,000
Sub-total income and expenses attributable to Australian Government attributable to minority interest					
	-	-	-	-	-
Transactions with owners					
Distribution to owners					
Returns on capital					
Dividends	-	-	-	-	-
Returns of capital					
Restructuring	-	-	-	-	-
Other:	-	-	-	-	-
Contribution by owners					
Appropriation (equity injection)	-	-	-	16,033	16,033
Other:					
Restructuring	-	-	-	-	-
Sub-total transactions with owners	-	-	-	16,033	16,033
Transfers between equity components	-	-	-	-	-
Closing balance less minority interests	529	65,777	-	148,322	214,628
Estimated closing balance as at 30 June 2007	529	65,777	-	148,322	214,628

Table 3.5: Departmental capital budget statement

	Actual 2005-06 \$'000	Revised budget 2006-07 \$'000	Forward estimate 2007-08 \$'000	Forward estimate 2008-09 \$'000	Forward estimate 2009-10 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	20,672	16,033	116	182	90
Total loans	-	-	-	-	-
Total capital appropriations	20,672	16,033	116	182	90
Represented by:					
Purchase of non-financial assets	20,672	16,033	116	182	90
Other	-	-	-	-	-
Total represented by	20,672	16,033	116	182	90
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	20,672	16,033	116	182	90
Funded internally by Departmental resources	15,978	11,212	6,428	6,428	6,428
Total	36,650	27,245	6,544	6,610	6,518

Table 3.6: Departmental property, plant, equipment and intangibles — summary of movement (Budget year 2006-07)

	Land	Investment property	Buildings	Specialist military equipment	Other infrastructure plant and equipment	Heritage and cultural assets	Computer software	Other intangibles	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2006									
Gross book value	13,896	-	255,214	-	28,090	-	-	2,016	299,216
Accumulated depreciation	4,442	-	113,712	-	16,108	-	-	979	135,241
Opening net book value	9,454	-	141,502	-	11,982	-	-	1,037	163,975
Additions:									
by purchase	-	-	19,692	-	7,553	-	-	-	27,245
by finance lease	-	-	-	-	-	-	-	-	-
internally developed	-	-	-	-	-	-	-	-	-
from acquisitions of entities or operations (including restructuring)	-	-	-	-	-	-	-	-	-
Revaluations and impairment through equity	-	-	-	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-	-	-	-
Depreciation/amortisation expense	-	-	8,657	-	3,617	-	-	-	12,274
Impairments recognised in operating result	-	-	-	-	-	-	-	-	-
Other movements	-	-	-	-	-	-	-	-	-
Disposals:									
from disposal of entities or operations (including restructuring)	-	-	-	-	-	-	-	-	-
other disposals	-	-	-	-	1,150	-	-	-	1,150
As at 30 June 2007									
Gross book value	13,896	-	274,906	-	34,493	-	-	2,016	325,311
Accumulated depreciation	4,442	-	122,369	-	19,725	-	-	979	147,515
Estimated closing net book value	9,454	-	152,537	-	14,768	-	-	1,037	177,796

NOTES TO THE FINANCIAL STATEMENTS

Departmental Financial Statements and Schedule of Administered Activity

Under the Australian Government's accrual-based budgeting framework, and consistent with Australian Accounting Standards (AASB), transactions that agencies control (departmental transactions) are separately budgeted for and reported on from transactions agencies do not have control over (Administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control.

Departmental items are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the agency in providing its goods and services.

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

Appropriations in the accrual budgeting framework

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

- Departmental price of outputs appropriations: representing the Government's funding for outputs from agencies,
- Departmental capital appropriations: for investments by the Government for either additional equity or loans in agencies,
- Administered expense appropriations: for the estimated Administered expenses relating to an existing outcome, a new outcome or a Specific Purpose Payment to the states; and
- Administered capital appropriations: for increases in Administered equity through funding non-expense Administered payments.

Special appropriations fund the majority of payments from the Consolidated Revenue Fund (especially those that are entitlement driven or involve transfers to State governments).

The ASC does not have any administered appropriations.

Asset valuation

Commonwealth agencies and authorities are required to use either the cost basis or the fair value basis to measure Property, Plant and Equipment. Fair value essentially reflects the current market value of an asset.

