

**PORTFOLIO SUPPLEMENTARY
ADDITIONAL ESTIMATES
STATEMENTS No 2**

**DEPARTMENT OF HUMAN SERVICES
FINANCE AND ADMINISTRATION PORTFOLIO**

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THE HON. JOE HOCKEY MP
MINISTER FOR HUMAN SERVICES
PARLIAMENT HOUSE
CANBERRA 2600

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 these Portfolio Supplementary Additional Estimates Statements No 2 in support of the additional appropriations sought for the Department of Human Services (Finance and Administration Portfolio) through Appropriation Bill (No 5) 2004-05 and Appropriation Bill (No 6) 2004-05.

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

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

Yours sincerely

JOE HOCKEY MP

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USER GUIDE

INTRODUCTION

The purpose of the Portfolio Supplementary Additional Estimates Statements No 2 (PSAES2) is to explain Appropriation Bill No 5 2004-05 and Appropriation Bill No 6 2004-05. This document serves to inform senators and members of Parliament of the proposed allocation of extra appropriation resources to Government outcomes by agencies within the portfolio.

The PSAES2 are declared by Appropriation Bill No 5 2004-05 and Appropriation Bill No 6 2004-05 to be a 'relevant document' to the interpretation of the Bills according to section 15AB of the *Acts Interpretation Act 1901*.

The PSAES2 should be read in conjunction with the 2005-06 Portfolio Budget Statements, which follow from this document in a chronological sense, and include information from the appropriation bills explained in this document.

**AGENCY SUPPLEMENTARY
ADDITIONAL ESTIMATES STATEMENTS
No 2**

**APPROPRIATION BILL No 5 2004-05 AND
APPROPRIATION BILL No 6 2004-05**

AGENCY SUPPLEMENTARY ADDITIONAL ESTIMATES STATEMENTS NO 2: APPROPRIATION BILL NO 5 2004-05 AND APPROPRIATION BILL NO 6 2004-05

Overview, variations and measures for Department of Human Services and its agencies

OVERVIEW OF ADDITIONAL APPROPRIATIONS SOUGHT

Table 1.1: Summary of 2004-05 Measures since Portfolio Additional Estimates Statements

Measure	Outcome	Output groups affected	Appropriations	Appropriations	Appropriations	Appropriations
			2004-05 (\$'000)	2005-06 (\$'000)	2006-07 (\$'000)	2007-08 (\$'000)
			Dept outputs	Dept outputs	Dept outputs	Dept outputs
Centrelink	1	1	-2,474	61,728	63,311	126,004
Health Insurance Commission	1	1	1,931	4,454	344	347
Total			-543	66,182	63,655	126,351

CENTRELINK

OVERVIEW OF ADDITIONAL APPROPRIATIONS SOUGHT

Centrelink will not receive direct appropriations for the delivery of the measures below and as such the *Additional Appropriations and Variations to Outcomes: New Measures* and *Additional Appropriations and Variations to Outcomes: Other Variations* tables have been omitted. Table 1.1 reports the funding appropriated for Centrelink services through its client departments.

MEASURES — AGENCY SUMMARY

Table 2.1: Summary of 2004-05 Measures since Portfolio Additional Estimates Statements

Measure	Out- come	Output groups affected	Appropriations 2004-05 ('000)		Appropriation 2005-06 ('000)		Appropriations 2006-07 ('000)		Appropriation 2007-08 ('000)	
			Dept outputs	Total	Dept outputs	Total	Dept outputs	Total	Dept outputs	Total
Department of Family & Community Services										
Carer Allowance (child) - changes to the Lists of Recognised Disabilities	1	1	687	687	90	90	55	55	57	57
Accommodation bonds – exemption from assets tests	1	1	1,221	1,221	1,063	1,063	216	216	219	219
International Agreement between Australia and Norway	1	1	-433	-433	246	246	84	84	19	19
International Agreement between Australia and Switzerland	1	1	-654	-654	363	363	140	140	20	20
Family Assistance - assistance to families at risk of overpayment	1	1	124	124	5,003	5,003	3,058	3,058	-	-
Maternity Payment - extending the age limit on adopted children	1	1	495	495	508	508	79	79	81	81
Carers - payment of one-off carer bonus	1	1	892	892	1,218	1,218	-	-	-	-
Welfare to Work - more generous Newstart Allowance Income test	1	1	304	304	2,272	2,272	22,602	22,602	38,214	38,214
Welfare to Work - increasing participation of parents	1	1	726	726	30,165	30,165	50,664	50,664	134,368	134,368
Welfare to Work - increasing participation of the mature age	1	1	277	277	6,366	6,366	-15,417	-15,417	-17,683	-17,683
Welfare to Work - increasing participation of people with a disability	1	1	-6,424	-6,424	13,843	13,843	1,730	1,730	-29,291	-29,291

Measure	Out- come	Output groups affected	Appropriation 2004-05 ('000)		Appropriation 2005-06 ('000)		Appropriation 2006-07 ('000)		Appropriation 2007-08 ('000)	
			Dept outputs	Total	Dept outputs	Total	Dept outputs	Total	Dept outputs	Total
Department of Agriculture, Forestry and Fisheries										
Drought assistance - Exceptional Circumstances Assistance	1	1	151	151	386	386	100	100	-	-
Drought Assistance - interim income support	1	1	160	160	205	205	-	-	-	-
Total			-2,474	-2,474	61,728	61,728	63,311	63,311	126,004	126,004

BREAKDOWN, BY APPROPRIATION BILL, OF ADDITIONAL FUNDING SOUGHT

As Centrelink does not receive a direct appropriation for the measures listed in Table 1.1 above, Tables Appropriation Bill No 5 2004-05 and Appropriation Bill No 6 2004-05 have been omitted.

ESTIMATED SPECIAL ACCOUNT FLOWS

Table 1.4: Estimated special account flows

	PSAES2 Estimate - 2004-05, heavy figures				
	<i>PAES Estimate - 2004-05, Light figures</i>				
	Opening balance	Receipts	Payments	Adjustments	Closing balance
	2004-05	2004-05	2004-05	2004-05	2004-05
	<i>2004-05</i>	<i>2004-05</i>	<i>2004-05</i>	<i>2004-05</i>	<i>2004-05</i>
	\$'000	\$'000	\$'000	\$'000	\$'000
Centrelink Special Account - s20 FMA Act (D)	194,897	2,418,167	-2,477,259	-	135,805
	194,897	2,420,641	-2,479,733	-	135,805
Other Trust Monies - CSDA - s20 FMA Act 1997 (A)	508	900	-1,000	-	408
	508	900	-1,000	-	408
Total special accounts	195,405	2,419,067	-2,478,259	-	136,213

D = Departmental

A= Administered

Acts Glossary:

FMA Act = *Financial Management and Accountability Act, 1997*

HEALTH INSURANCE COMMISSION

OVERVIEW OF ADDITIONAL APPROPRIATIONS SOUGHT

HIC is seeking additional appropriations through Appropriations Bills (Nos 5 and 6) 2004-05 to fund the Australian Organ Donor Initiative and the National Immunisation Varicella Vaccination Programme. \$7.076 million is sought over four years for the administration of these two measures.

Measures

	Appropriations 2004-05 (\$'000)	Appropriations 2005-06 (\$'000)	Appropriations 2006-07 (\$'000)	Appropriations 2007-08 (\$'000)
	Dept outputs	Dept outputs	Dept outputs	Dept outputs
Outcome 1				
Increase in departmental appropriations				
National Immunisation Programme - childhood varicella vaccines				
- Expense	578	804	344	347
- Related Capital	569	508	-	-
Australian Organ Donor Initiative	784	3,142	-	-
Total	1,931	4,454	344	347
- Expense	1,362	3,946	344	347
- Related Capital	569	508	-	-

Other variations to appropriations

	Appropriations 2004-05 (\$'000)	Appropriations 2005-06 (\$'000)	Appropriations 2006-07 (\$'000)	Appropriations 2007-08 (\$'000)
	Dept outputs	Dept outputs	Dept outputs	Dept outputs
Outcome 1				
Variations in departmental appropriations				
Return of Unspent Advertising Funding	-613	-	-	-
Total	-613	-	-	-

Table 3.1: Summary of 2004-05 Measures since Portfolio Additional Estimates Statements

Measure	Out- Output come groups affected		Appropriations budget			Appropriations forward estimate 2005-06 (\$'000)			Appropriations forward estimate 2006-07 (\$'000)			Appropriations forward estimate 2007-08 (\$'000)		
			2004-05 (\$'000)			Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total	Admin expenses	Dept outputs	Total
			Admin expenses	Dept outputs	Total									
Department of Health and Ageing														
National Immunisation Programme - childhood varicella vaccines	1	1												
- Expense			-	578	578	-	804	804	-	344	344	-	347	347
- Related Capital			-	569	569	-	508	508	-	-	-	-	-	-
Australian Organ Donor Initiative	1	1	-	784	784	-	3,142	3,142	-	-	-	-	-	-
Total			-	1,931	1,931	-	4,454	4,454	-	344	344	-	347	347
- Expense			-	1,362	1,362	-	3,946	3,946	-	344	344	-	347	347
- Related Capital			-	569	569	-	508	508	-	-	-	-	-	-

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BREAKDOWN, BY APPROPRIATION BILL, OF ADDITIONAL FUNDING SOUGHT

Table 3.2 Appropriation Bill No 5 2004-05

	2004-05 Prior to Supplementary Additional Estimates No. 2 \$'000	2004-05 Revised \$'000	2004-05 Supplementary Additional Estimates No. 2 \$'000
DEPARTMENTAL OUTPUTS			
Outcome 1			
Improving Australia's health through payments and information	526,846	527,595	749
Total	526,846	527,595	749
Total administered and departmental	526,846	527,595	749

Table 3.3: Appropriation Bill No 6 2004-05

	2004-05 Prior to Supplementary Additional Estimates No. 2 \$'000	2004-05 Revised \$'000	2004-05 Supplementary Additional Estimates No. 2 \$'000
Non-operating			
Equity injections	19,409	19,978	569
Loans	-	-	-
Previous years' outputs	-	-	-
Administered assets and liabilities	-	-	-
Total capital	19,409	19,978	569
Health Insurance Commission			
Total	19,409	19,978	569