



PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS

2002 - 2003

EDUCATION, SCIENCE AND TRAINING PORTFOLIO

EXPLANATION OF ADDITIONAL ESTIMATES 2002-2003



MINISTER FOR EDUCATION, SCIENCE AND TRAINING
THE HON DR BRENDAN NELSON MP

Senator the Hon Paul Calvert
President of the Senate
Parliament House
CANBERRA ACT 2600

The Hon Neil Andrew MP
Speaker of the House of Representatives
Parliament House
CANBERRA ACT 2600

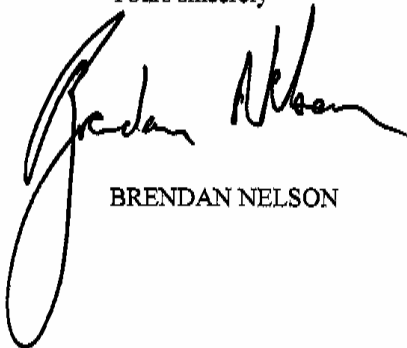
Dear Mr President and Mr Speaker

2002 – 2003 PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS

I herewith present to you the 2002-2003 Portfolio Additional Estimates Statements for the Education, Science and Training Portfolio.

The statements provide details of the Additional Estimates variations for the Portfolio, including explanation for variations to the Budget figures. They are submitted as part of my Ministerial obligations for accountability to Parliament and through it, the public.

Yours sincerely



BRENDAN NELSON

**PORTFOLIO ADDITIONAL ESTIMATES STATEMENTS
2002 - 03**

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PART A

USER GUIDE

PART A - USER GUIDE

PURPOSE OF THE DOCUMENT

The purpose of the Portfolio Additional Estimates Statements (PAES) is to inform Members and Senators of the basis for proposed outlays for the Portfolio with particular emphasis on the provisions in the 2002 - 2003 Appropriation Bills 3 and 4. The PAES aims to provide sufficient information, explanation and justification to enable Parliament to understand the financial impact of each item proposed in the Appropriation Bills.

STRUCTURE OF THE DOCUMENT

The PAES is divided into four parts.

Part A - User Guide provides information to users of the document including information about the purpose of the document and style conventions used within the document.

Part B - Portfolio Overview provides an overview of the Portfolio's role and charter including a summary of the outcome framework and a chart of the senior management structure.

Part C - Agency Additional Estimates Statements provides a consolidated explanation of the major elements of the Additional Estimates Bills, including a summary of funding by outcome and a table reconciling the appropriation items and outcomes. Part C is divided into the following sections:

Overview, Variations and Measures: Provides an overview of changes in the Agency's funding.

Revisions to Outcomes and Outputs: Provides an overview of Additional Estimate variations for each of the Agency's outcomes and contributing output groups. The information for each outcome includes relevant additional estimates, resources and performance information.

Budgeted Financial Statements: The previous financial year's results, the revised Budget estimates and three out years are presented for the Agency.

The Appendices include information about other revenue changes.

Part D - Glossary and Acronyms.

Departmental versus Administered Items

The Portfolio's financial resources are split into two separate categories, Departmental and Administered. The reason resources are split into two, and are reported separately, is due to the different nature of accountability resulting from the varying degrees of control an Agency/Department has over transactions.

Departmental items are those assets, liabilities, revenues and expenses controlled by departments or agencies in providing their goods and services (eg services such as ministerial briefing and policy advice) to Government. In contrast Administered items are not controlled by the Agency. These assets, liabilities, revenues and expenses are controlled by the Government and managed by departments or agencies on behalf of the Government. Administration of these items is carried out by an Agency through a set of rules, procedures or guidelines that have been established either by statute or by another party such as the Minister or Government. Administered items do not involve the direct production of outputs by Commonwealth agencies. They can involve the production of goods and services by other levels of government, external service providers or recipients.

Calendar Year Funding

The education sector operates and is funded on a calendar year basis. However, this is not consistent with the financial year recording and reporting timeframe adopted by the Commonwealth and this timing difference in preparing financial year budgets creates assets and liabilities that were not previously recognised in cash budgets.

The net impact of this means that at the end of EACH FINANCIAL year the Commonwealth will record a liability (grants payable) and corresponding asset (appropriation receivable) for the second half of the CALENDAR YEAR.

GST Accounting Treatment

Estimates are prepared consistent with GST accounting requirements, as outlined by the Urgent Issues Group (UIG) of the Australian Accounting Research Foundation. The UIG consensus requires that expenses and assets be accounted for net of recoverable GST and revenues be accounted for net of GST payable. This means that the financial tables in this document, which generally reflect expenses, do not include any GST amounts.

Style Conventions

The financial tables throughout the document contain estimated outlays for the 2002-2003 financial year. While individual amounts shown have been rounded (to the nearest \$'000 in most cases) some "totals" may be the rounded additions of unrounded figures and all percentage calculations are also determined on the unrounded figures.

PART B

PORTFOLIO OVERVIEW

PART B - PORTFOLIO OVERVIEW

These Portfolio Additional Estimates Statements provide information about the Education, Science and Training Portfolio. The Portfolio comprises the Department of Education, Science and Training (DEST), the Anglo-Australian Telescope Board (AATB), Australian Institute of Marine Science (AIMS), Australian National Training Authority (ANTA), The Australian National University (ANU), Australian Nuclear Science and Technology Organisation (ANSTO), Australian Research Council (ARC), and the Commonwealth Scientific and Industrial Research Organisation (CSIRO).

Legislation administered by the Portfolio includes various Acts covering grants for schools, vocational education and training, science and research and higher education institutions. In all, the Portfolio administers some 26 items of legislation.

DEST, AIMS, ANTA, ANSTO, ARC, and CSIRO are financial entities “controlled” by the Commonwealth, are in the general government sector and are therefore treated as agencies within the Portfolio’s Outcome framework. The AATB, and the ANU are not regarded as agencies for the purposes of the outcome/output framework.

ADDITIONAL ESTIMATES – PORTFOLIO LEVEL

On this occasion additional estimates funding will be provided to DEST, ANSTO, and the ARC. Savings have been identified for CSIRO. Funding for AIMS and ANTA remain unchanged.

The additional estimates funding variations for the affected agencies are:

DEST	Departmental – Additional funding of \$0.499 million Administered – Additional funding of \$53.907 million
ANSTO	Additional funding of \$0.169 million
ARC	Additional funding of \$0.011 million
CSIRO	Reduced funding of \$0.365 million

Information on the changes to funding levels for each agency are provided at Part C of this document.

MAP 1 – Structure of Outcomes for the Education, Science and Training Portfolio

The Hon Dr Brendan Nelson, MP
Minister for Education, Science and Training

The Hon Mr Peter McGauran, MP
Minister for Science

Department of Education, Science and Training
Secretary, Dr Peter Shergold AM

Outcome 1. School systems provide their students with high quality foundation skills and learning outcomes.

Outcome 2. Post school education and training providers assist individuals achieve relevant skills and learning outcomes for work and life.

Outcome 3. Australian institutions advance the knowledge base, contribute to the national innovation system and participate effectively in the global development of knowledge and skills.

Australian Institute of Marine Science
Director, Professor Stephen Hall

Outcome 1. Enhanced scientific knowledge supporting the protection and sustainable development of Australia's marine resources.

Australian National Training Authority
Chief Executive, Ms Moira Scollay

Outcome 1. Vocational Education and Training assists individuals to achieve relevant skills and learning outcomes for work and life.

Australian Nuclear Science and Technology Organisation
Chief Executive, Professor Helen Garnett

Outcome 1. Nuclear-based Infrastructure – the Replacement Research reactor is operational and providing improved nuclear facilities for industrial and R&D applications by 2006.

Outcome 2. Disposition of Spent Fuel – removal of spent fuel from the ANSTO site in line with stringent safety arrangement and community views.

Outcome 3. Science and Technology Solutions – timely delivery of valued nuclear-related scientific and technical advice services and products to government and other stakeholders.

Australian Research Council
Chief Executive, Professor Vicki Sara

Outcome 1. Australian research that advances the global knowledge and skills base leading to economic, social, cultural and environmental benefits for the Australian community.

Commonwealth Scientific and Industry Research Organisation
Chief Executive, Dr Geoff Garrett

Outcome 1. Enhanced innovation, productivity and competitiveness in Australian industry with improved understanding and management of the environment and natural resources in the interests of the Australian community.

As at 30 November 2002

PART C

AGENCY ADDITIONAL ESTIMATES STATEMENTS

DEPARTMENT OF
EDUCATION, SCIENCE
AND TRAINING

**ADDITIONAL ESTIMATES
STATEMENTS**

OVERVIEW, VARIATIONS AND MEASURES

DEPARTMENT OVERVIEW

The Department provides advice to the Government and administers programmes to achieve the Commonwealth's objectives for education, science and training.

The Department's three outcomes remain those specified on page 16 of the 2002-2003 Education, Science and Training Portfolio Budget Statements. Appendix 3 provides a diagram of the Outcome/Output structure of the Department.

MEASURES ANNOUNCED SINCE THE 2002-03 BUDGET

Measures announced since the 2002-2003 Budget are:

- Increase in the Parent Migration Intake
- Support for the General Sir John Monash Awards
- Review of New Apprenticeships Incentives Programme
 - removal and redistribution of the progression payment
 - new payment arrangements for Group Training Organisations
 - redistribution of rural and regional skills shortage progression payment
 - better targeting of the incentive for employing women in non-traditional occupations
 - discontinue the Special Assistance Programme
 - extension of the Disabled Apprenticeship Wage Support subsidy
 - amendments to the Living Away from Home Allowance
 - special incentive for mature aged workers
 - marketing of New Apprenticeships

Details of these measures are shown in Table 1.1 and discussed on page 15.

MEASURES – DEPARTMENTAL SUMMARY

Table 1.1 – Summary of Measures since the 2002-03 Budget

Measure	Outcome	Output Groups Affected	Appropriations (\$'000) 2002-2003			Appropriations (\$'000) 2003-2004			Appropriations (\$'000) 2004-2005			Appropriations (\$'000) 2005-2006		
			Admin Item	Dept Output	Total	Admin Item	Dept Output	Total	Admin Item	Dept Output	Total	Admin Item	Dept Output	Total
Increase in the Parent Migration Intake	1 & 3	1.1, 1.2 & 3.3	86	133	219	331	419	750	507	430	937	701	443	1,144
Support for the General Sir John Monash Awards	2	2.1	-	-	-	800	102	902	1,600	104	1,704	2,400	106	2,506
Review of New Apprenticeships Incentives Programme	2	2.2												
- removal and redistribution of the progression payment	2	2.2				(475)		(475)	(14,954)		(14,954)	(31,144)		(31,144)
- new payment arrangements for Group Training Organisations	2	2.2				424		424	1,079		1,079	1,776		1,776
- redistribution of rural and regional skills shortage progression payment	2	2.2	2,400		2,400	8,153		8,153	9,864		9,864	7,335		7,335

Measure	Outcome	Output Groups Affected	Appropriations (\$'000) 2002-2003			Appropriations (\$'000) 2003-2004			Appropriations (\$'000) 2004-2005			Appropriations (\$'000) 2005-2006		
			Admin Item	Dept Output	Total	Admin Item	Dept Output	Total	Admin Item	Dept Output	Total	Admin Item	Dept Output	Total
- better targeting of the incentive for women in non-traditional occupations	2	2.2				(428)		(428)	(986)		(986)	(997)		(997)
- discontinue the Special Assistance Programme	2	2.2				(69)		(69)	(69)		(69)	(69)		(69)
- extension of the Disabled Apprenticeship Wage Support subsidy	2	2.2				923		923	1,801		1,801	1,832		1,832
- amendments to the Living Away from Home Allowance	2	2.2				5,139		5,139	5,243		5,243	5,348		5,348
- special incentive for mature aged workers	2	2.2				961		961	2,473		2,473	2,983		2,983
- marketing of New Apprenticeships	2	2.2				7,000		7,000						

Total Review of New Apprenticeships Incentives Programme	2	2.2	2,400		2,400	21,628		21,628	4,451		4,451	(12,936)		(12,936)
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EXPLANATION OF MEASURES ANNOUNCED SINCE THE 2002-03 BUDGET

Increase in the Parent Migration Intake

The Government has decided to increase the current Parent Migration category intake from 500 to 1,000 places in a full year and introduce an additional visa category for parent migrants with 3,500 places in a full year. This will provide significant benefits to the Australian community, including the reunification of families. The new visa category will have a higher second visa application charge of \$25,000, and an extended Assurance of Support bond period from two to ten years, to partially offset the additional health and welfare costs.

See also the related revenue and capital measures titled Increase in the Parent Migration intake in the Immigration and Multicultural and Indigenous Affairs portfolio.

Support for the General Sir John Monash Awards

The Government will provide additional funding of \$5.1 million over three years to the General Sir John Monash Foundation for the establishment of a new programme of postgraduate scholarships. The funding is in addition to the seed funding of \$250,000 provided in the 2002-03 Budget. This will provide 16 new scholarships each year from 2004 for outstanding Australian postgraduate students to study overseas and for international students to study in Australia.

Furthermore, the Government will match contributions from private and community sources to the Foundation's endowment fund up to a certain level. The Government will also provide a further \$150,000 in 2002-03 to continue its support for the administrative activities of the Foundation.

Costs for the matching contributions and administrative activities will be fully absorbed within the existing resources of the Department of Education, Science and Training.

Review of the New Apprenticeships Incentives Programme — removal and redistribution of the progression payment

The Government has decided to remove and redistribute the progression payment made to employers under the New Apprenticeship Employer Incentives Programme from 1 July 2003. The progression payment will be redistributed so that 20 per cent is paid at commencement and the remaining 80 per cent is paid at completion.

This new arrangement will provide a greater incentive for employers to ensure their New Apprentices complete their training and also simplifies the current incentive payment structure.

Review of the New Apprenticeships Incentives Programme — new payment arrangements for Group Training Organisations

The Government has decided that all Group Training Organisations (GTOs) will be eligible for the same recommencement and completion incentives as other employers. The new arrangements will be phased in over a two-year period. The Government has also decided that the special commencement incentive for GTOs that sign on a new trainee be discontinued and, from 2004-05, a new \$1,000 completion payment will be

made available to GTOs when a New Apprentice successfully completes a course at the Australian Qualification Framework II qualification level.

Review of the New Apprenticeships Incentives Programme — redistribution of rural and regional skills shortage progression payment

The Government has decided to redistribute the special incentive paid at the point of progression from Australian Qualification Framework (AQF) level 2 to AQF level 3 or 4 for employers of apprentices in areas of rural and regional skills shortages. The special incentive will now be paid at commencement of AQF level 3 or 4 New Apprenticeships. This adjustment brings the incentive in line with the Government's decision to remove and redistribute progression payments under the programme.

The change between these figures and the figures published in MYEFO reflect a decision in the context of recent drought assistance measures to bring forward the start date to 1 January 2003.

Review of the New Apprenticeships Incentives Programme — better targeting of the incentive for employing women in non-traditional occupations

The Government has decided to better target assistance for employers of women in non-traditional occupations to promote a widened skilled employment base for women. The Department of Education, Science and Training will work with the Office of the Status of Women to explore avenues to promote opportunities for women in non-traditional occupations.

Review of the New Apprenticeships Incentives Programme — discontinue the Special Assistance Programme

The Government has decided to discontinue the Special Assistance Programme (SAP). SAP provides assistance with course costs and equipment for New Apprentices who have commenced a New Apprenticeship but for some reason are unable to proceed with on-the-job training. This programme is no longer required as other forms of support for out of trade apprentices are available from State and Territory governments and Job Network members.

Review of the New Apprenticeships Incentives Programme — extension of the Disabled Apprenticeship Wage Support subsidy

The Government has decided to extend the Disabled Apprenticeship Wage Support subsidy to employers of trainees to enable New Apprentices with disabilities to access this assistance. Under previous arrangements, trainees did not attract the wage subsidy component or associated tutorial and mentoring services.

Review of the New Apprenticeships Incentives Programme - amendments to the Living Away from Home Allowance

The Government has decided to increase the Living Away from Home Allowance from \$72.80 per week to \$77.17 per week, in line with increases to the National Training Wage. The Living Away from Home Allowance will also be extended to second year apprentices at the rate of \$38.59 per week. These changes will assist New Apprentices to continue their New Apprenticeship.

Review of the New Apprenticeships Incentives Programme — special incentive for mature aged workers

The Government has decided to provide a special incentive to employers of mature aged workers over 45 years of age who are welfare dependent, returning to the workforce or have been made redundant. The employer will receive \$750 for the commencement of a New Apprenticeship and \$750 upon the successful completion. This measure will encourage employers to take on mature aged New Apprentices.

Review of the New Apprenticeships Incentives Programme — marketing of New Apprenticeships

The Government will provide additional funding of \$7 million to develop new marketing products and undertake a media campaign for New Apprenticeships. The campaign is expected to focus on areas of skill shortage, including the traditional trades and women in non-traditional occupations. Continued marketing of the programme will help maintain the current high levels of New Apprenticeships.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

As part of the 2002-2003 Additional Estimates process, adjustments have been made to both Departmental and Administered expenses. Map 2 shows the changes across all outcomes for all items. It is important to note that the primary purpose of this document is to explain Appropriation Bills 3 and 4, which are a sub-set of the total changes to the Department's resourcing as shown in Map 2 page 20. Detail of the variations contained in Appropriation Bills 3 and 4 (Additional Estimates) are shown in Tables 1.2 and 1.3 and by Outcome on page 19 of this document.

Administered – up \$85.677 million

The Administered Expenses have increased by a total of \$85.677 million. This is reflected by:

Additional Estimates

- Additional Estimates resulting in an increased Administered Appropriation of \$53.907 million (Appropriation Bill 3) made up of:
 - \$44.327 million for New Apprenticeship Incentive and New Apprenticeship Centre payments (Outcome 2);
 - \$2.400 million for the implementation of the redistribution of the rural and regional skills shortage progression payment (Outcome 2); and
 - \$7.180 million rephasing for Science Programmes (Outcome 3).

Special Appropriations

- An increase of \$31.770 million for estimates associated with Special Appropriations that can be attributed to a revision in various parameters across the Department's programmes.

Appendix 2.2 provides the revised estimates for Administered Special Appropriations for 2002-03.

Departmental Price of Output – up \$0.499 million

The price of DEST's outputs has increased by a total of \$0.499 million. This is a result of:

Additional Estimates

- Additional Estimates resulting in an increased Departmental Appropriation of \$0.499 million (Appropriation Bill 3) comprising adjustment to the Agency Banking Incentive Scheme, the effects of the Increase in the Parent Migration Intake measure and parameter adjustments.

Re-attribution of Costs

- There has also been some re-attribution of costs between Outcomes. There is no change in the overall funding available as a result of the revised attribution. The revised attribution of funds has not affected the performance measures applied to each Output.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.2 - Appropriation Bill (No 3) 2002-03 - Department of Education, Science and Training**

	Appropriation				
	2001-02 Available # \$'000	2002-03 Budget \$'000	2002-03 Revised \$'000	Additional Estimates \$'000	Reduced Estimate \$'000
ADMINISTERED ITEMS					
Outcome 1	142,000	143,719	143,719	-	-
Outcome 2	635,697	669,025	715,752	46,727	-
Outcome 3	123,422	192,387	199,567	7,180	-
Total:	901,119	1,005,131	1,059,038	53,907	-
DEPARTMENTAL OUTPUTS					
Outcome 1	69,323	73,444	73,568	124	
Outcome 2	86,422	97,232	97,396	164	
Outcome 3	39,824	46,610	46,821	211	
Total:	195,569	217,286	217,785	499	
Appropriation Bill 3 (Administered & Departmental)					
TOTAL:	1,096,688	1,222,417	1,276,823	54,406	

2001-02 Available Appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available Appropriation is the amount available to be drawn down, and is equal to:

Budget Appropriation + Additional Estimates Appropriation + Departmental Adjustments and Borrowings + Advance to the Finance Minister - Savings.

VARIATIONS TO REVENUE FROM INDEPENDENT SOURCES

There are no changes in revenue from independent sources.

SUMMARY OF STAFFING CHANGES**Table 1.3 – Average Staffing Level (ASL) - Department of Education, Science and Training**

DEPARTMENTAL OUTCOMES	2001-02 Actual	2002-03 Revised Estimate	Variation
Outcome 1	589	600	11
Outcome 2	544	513	(31)
Outcome 3	246	287	41
Total:	1,379	1,400	21

MAP 2: RESOURCING FOR ALL OUTCOMES AND OUTPUT GROUPS (Including changes since Budget)

Outcomes and Output Groups for the Department of Education, Science and Training – 2002-03

Department of Education, Science and Training

Total Administered Expenses: \$13,087.760m (up \$85.677m)

Total Price of Outputs: \$234.868 (up \$0.499m)

Departmental Appropriations: \$219.670m (up \$0.499m)

Outcome 1

Students acquire high quality foundation skills and learning outcomes from schools

Administered Expenses: \$6,418.180m (down \$13.934 m)

Total Price of Outputs: \$75.989m (up \$1.733m)

Departmental Appropriations: \$74.115m (up \$0.124m)

Outcome 2

Individuals achieve relevant skills and learning outcomes from post school education and training for work and life

Administered Expenses: \$6,190.667m (up \$86.599m)

Total Price of Outputs: \$102.004m (up \$1.930m)

Departmental Appropriations: \$98.734m (up \$0.164m)

Outcome 3

Australia has a strong science, research and innovation capacity and is engaged internationally on science, education and training to advance our social development and economic growth

Administered Expenses: \$478.913m (up \$13.012m)

Total Price of Outputs: \$56.875m (down \$3.164m)

Departmental Appropriations: \$46.821m (up \$0.211m)

Output Group 1.1

Funding for schools

Administered Expense: \$5,450.480m (down \$33.292m)

Price of Output: \$7.106m (up \$0.178m)

Departmental Appropriation: \$6.894m (down \$0.004m)

Output Group 2.1

Funding for the post school education systems and students

Administered Expense: \$5,521.375m (up \$39.872m)

Price of Output: \$48.371m (up \$1.008m)

Departmental Appropriation: \$46.877m (up \$0.201m)

Output Group 3.1

Funding for higher education research

Administered Expense: \$280.456m (up \$5.832m)

Price of Output: \$4.672m (up \$0.481m)

Departmental Appropriation: \$3.179m (up \$0.983m)

Output Group 1.2

Assistance for school students, including those with special needs

Administered Expense: \$846.487m (up \$19.466m)

Price of Output: \$54.503m (up \$1.297m)

Departmental Appropriation: \$53.159m (up \$0.143m)

Output Group 2.2

Assistance for New Apprenticeships

Administered Expense: \$589.389m (up \$46.727m)

Price of Output: \$27.921m (down \$0.380m)

Departmental Appropriation: \$27.773m (down \$0.460m)

Output Group 3.2

Assistance for science collaboration and innovation

Administered Expense: \$186.883m (up \$7.180m)

Price of Output: \$14.312m (down \$2.791m)

Departmental Appropriation: \$14.285m (down \$2.782m)

Output Group 1.3

Assistance for quality teaching and learning

Administered Expense: \$121.213m (down \$0.108m)

Price of Output: \$14.380m (up \$0.258m)

Departmental Appropriation: \$14.062m (down \$0.015m)

Output Group 2.3

Assistance for skills development and transition to work

Administered Expense: \$79.903m (no change)

Price of Output: \$25.713m (up \$1.303m)

Departmental Appropriation: \$24.084m (up \$0.423m)

Output Group 3.3

Support for the Australian education and training export industry and international relationships

Administered Expense: \$11.574m (no change)

Price of Output: \$37.891m (down \$0.854m)

Departmental Appropriation: \$29.357m (up \$2.010m)

REVISIONS TO OUTCOMES AND OUTPUTS

OUTCOMES AND OUTPUT GROUPS

The Department has a number of funding changes to its Outcomes. Changes that are a direct result of Additional Estimates are explained below.

OUTCOME 1:

Students acquire high quality foundation skills and learning outcomes from schools

Explanation of Variations

Administered

Nil variation

Departmental

Change in Price of Outputs of \$1.733 million

The increase of \$1.733 million in the price of outputs in Outcome 1 is a result of:

- an increase of \$0.124 million as a result of the Agency Banking Incentive Scheme and Economic Parameter Adjustments; and
- reattribution of resources between outcomes.

The performance information for Outcome 1 has not been affected by Additional Estimates. As such, the information presented in the 2002-03 Portfolio Budget Statements is still relevant.

OUTCOME 2:

Individuals achieve relevant skills and learning outcomes from post school education and training for work and life

Explanation of Variations

Administered

Additional Estimate \$46.727 million

Increased funding is attributed to New Apprenticeships Incentives and New Apprenticeships Centres. Growth has taken the number of New Apprentices in training to record levels. Latest data shows a 13.0 percent increase in New Apprenticeship commencements in the twelve months to 30 June 2002. The budget estimate was revised to reflect the latest National Centre for Vocational Education Research data. This results in an estimated increase of \$44.327 million in 2002-03.

A further \$2.400 million has resulted from the accelerated implementation from 1 January 2003 of the redistribution of the rural and regional skills shortage progression payment due to the drought initiative package.

Departmental

Change in Price of Outputs of \$1.930 million

The increase of \$1.930 million in the price of outputs in Outcome 2 is a result of:

- an increase of \$0.164 million as a result of the Agency Banking Incentive Scheme and Economic Parameter Adjustments; and
- reattribution of resources between outcomes.

The performance information for Outcome 2 has not been affected by Additional Estimates. As such, the information presented in the 2002-03 Portfolio Budget Statements is still relevant.

OUTCOME 3:

Australia has a strong science, research and innovation capacity and is engaged internationally on science, education and training to advance our social development and economic growth

Explanation of Variations

Administered

Additional Estimate \$7.180 million

This additional estimate is attributed to revised funding requirements for a number of Science Programmes. The Cooperative Research Centres have carried over unused funds of \$1.226 million from 2001-02 to 2002-03. The Major National Research Facilities has brought forward funds of \$5.700 million from the 2003-04 (-\$2.700 million), 2004-05 (-\$0.500 million) and 2005-06 (-\$2.500 million) forward years. The National Radioactive Waste Management Programme has carried over unused funds of \$0.254 million from 2001-02 to 2002-03.

Departmental

Change in Price of Outputs \$(3.164) million

The reduction of \$3.164 million in the price of outputs in Outcome 3 is a result of:

- an increase of \$0.211 million a result of the Agency Banking Incentive Scheme, the Increase in the Parent Migration Intake measure and Economic Parameter Adjustments; and
- reattribution of resources between outcomes.

The performance information for Outcome 3 has not been affected by Additional Estimates. As such, the information presented in the 2002-03 Portfolio Budget Statements is still relevant.

BUDGETED FINANCIAL STATEMENTS

The budgeted financial statements for the Department of Education, Science and Training are presented in this section. The budgeted financial statements form the basis of the financial statements that will appear in the Department of Education, Science and Training 2002-03 annual report, and form the basis for input into the Whole of Government Accounts.

Separate financial statements are presented for Agency and Administered items. The Administered statements have been shaded to clearly distinguish them from items controlled by the Agency.

ADMINISTERED NOTES

Note of Budgeted Administered Financial Performance

This note identifies the main revenues and expenses administered on behalf of the Government. It also discloses administered revenues from Government and Transfers to the Public Account.

Note of Budgeted Administered Financial Position

This note shows assets and liabilities administered on behalf of the Government.

Note of Budgeted Administered Cash Flows

This note shows cash flows administered on behalf of the Government.

DEPARTMENTAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

This statement provides a picture of the expected financial results for the Department by identifying full accrual expenses revenues and capital use charge, which highlights whether the Department is operating at a sustainable level.

Budgeted Departmental Statement of Financial Position

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

Budgeted Departmental Statement of Cash Flow

Budgeted cash flows, as reflected in the statement of cash flows, provides information on the extent and nature of cash flows by categorizing them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Capital Budget Statement

Shows all planned departmental capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for an additional equity or borrowings, or from funds from internal sources.

Departmental Non-Financial Assets – Summary of Movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

DEST Note of Budgeted Administered Financial Performance

	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
REVENUES					
Taxation					
Other	303,434	263,142	266,735	289,235	309,515
Total Revenue administered on behalf of the Government	303,434	263,142	266,735	289,235	309,515
EXPENSES					
Subsidies	385,135	464,492	506,643	518,970	521,285
Personal benefits	280,417	335,156	357,270	375,031	393,319
Grants	11,195,287	11,797,328	12,528,413	13,126,840	13,798,393
Suppliers	256,343	274,519	307,379	305,780	319,287
Net Write Down of Assets	347,952	206,765	198,632	184,223	159,020
Interest	9,201	9,500	9,206	9,156	9,156
Total Expenses administered on behalf of the Government	12,474,335	13,087,760	13,907,543	14,520,000	15,200,460

DEST Note of Budgeted Administered Financial Position

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial Assets					
Cash	7,801	7,801	7,801	7,801	7,801
Receivables	12,614,001	13,630,969	14,903,992	15,705,449	16,788,863
Investments	1,942,241	1,942,241	1,942,241	1,942,241	1,942,241
Total Financial Assets	14,564,043	15,581,011	16,854,034	17,655,491	18,738,905
Non-Financial Assets					
Intangibles					
Others	287	287	287	287	287
Total Non-Financial Assets	287	287	287	287	287
Total Assets administered on behalf of the government	14,564,330	15,581,298	16,854,321	17,655,778	18,739,192
LIABILITIES					
Debt					
Loans	162,872	170,231	164,241	163,222	163,222
Provisions and payables					
Suppliers	19,899	20,379	20,379	20,379	20,379
Personal benefits	45,158	46,354	47,462	48,495	48,495
Subsidies	4,831	4,831	4,831	4,831	4,831
Grants	5,903,354	6,095,771	6,597,427	6,688,220	7,201,733
Other Provisions and Payables	12,077	12,077	12,077	12,077	12,077
Total Liabilities administered on behalf of the government	6,148,191	6,349,643	6,846,417	6,937,224	7,450,737
Current assets	6,064,275	6,255,578	6,759,080	6,851,707	7,338,107
Non-current assets	8,500,055	9,325,720	10,095,241	10,804,071	11,401,085
Current liabilities	5,985,319	6,179,412	6,682,176	6,774,002	7,287,515
Non-current liabilities	162,872	170,231	164,241	163,222	163,222

DEST Note of Budgeted Administered Cash Flows

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
<i>Cash received</i>					
GST Input Credit Receipts	431,894	432,118	459,529	478,358	497,959
From appropriations	13,564,168	14,392,463	14,962,059	16,056,892	16,372,320
Other	760,230	916,865	1,037,990	1,182,740	1,374,135
Total cash received	14,756,292	15,741,446	16,459,578	17,717,990	18,244,414
<i>Cash used</i>					
GST Payments to Suppliers	433,182	432,118	459,529	478,358	497,959
Suppliers	257,036	278,336	308,165	306,656	320,115
Subsidies	386,009	464,492	506,643	518,970	521,285
Personal Benefits	294,756	310,292	327,243	338,906	350,731
Grants	12,579,043	13,293,484	13,778,365	14,837,670	15,130,528
Interest and other financing costs	8,952	9,500	9,206	9,156	9,156
Cash to the Official Public Account	759,707	916,377	1,037,492	1,182,234	1,373,621
Total cash used	14,718,685	15,704,599	16,426,643	17,671,950	18,203,395
Net cash from operating activities	37,607	36,847	32,935	46,040	41,019
FINANCING ACTIVITIES					
<i>Cash received</i>					
Proceeds from borrowing					
Cash from Official Public Account					
Other					
Total cash received					
<i>Cash used</i>					
Repayments of debt	33,481	36,847	32,935	46,040	41,019
Cash to Official Public Account					
Other					
Total cash used	33,481	36,847	32,935	46,040	41,019
Net cash from financing activities	-33,481	-36,847	-32,935	-46,040	-41,019
Net increase/decrease in Cash Held	5,414				
Cash at beginning of reporting period	2,387	7,801	7,801	7,801	7,801
Administered cash at end of reporting period	7,801	7,801	7,801	7,801	7,801

DEST Budgeted Departmental Statement of Financial Performance

	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
REVENUES					
Revenues from independent sources					
Sales from goods and services	5,630	5,158	5,155	5,214	5,284
Interest and dividends	2,239	1,140	1,140	1,140	1,140
Other sources of non-taxation Revenue	27,507	8,900	8,900	8,900	8,900
Revenue from government					
Ordinary annual appropriations (net appropriations)	196,311	219,670	209,104	215,032	221,357
Total Revenue	231,687	234,868	224,299	230,286	236,681
EXPENSES					
Employees	94,786	97,131	100,612	102,601	104,635
Suppliers	120,845	121,050	102,847	108,471	113,563
Depreciation and amortisation	11,922	14,745	17,442	15,816	15,085
Write down of assets	2,892	0	0	0	0
Net losses from sales of assets		0	0	0	0
Other goods and services expenses	61				
Total Expenses	230,506	232,926	220,901	226,888	233,283
Operating Result	1,181	1,942	3,398	3,398	3,398
Capital Use Charge	-3,553	-3,442	-3,398	-3,398	-3,398
Accumulated Results after Transfers	-2,372	-1,500	0	0	0

DEST Budgeted Departmental Statement of Financial Position

	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
ASSETS					
Financial assets					
Cash	35,691	31,043	31,221	28,916	29,642
Receivables	5,126	1,104	1,117	1,145	1,176
Accrued revenue	27	40	40	40	40
Total Financial Assets	40,844	32,187	32,378	30,101	30,858
Non-Financial Assets					
Land and buildings	3,437	9,315	9,693	10,643	12,174
Infrastructure, plant and equipment	9,037	9,990	10,962	11,953	12,965
Intangibles	21,731	21,248	22,627	21,231	20,452
Other	1,932	1,253	1,230	1,287	1,299
Total Non-Financial Assets	36,137	41,806	44,512	45,114	46,890
Total Assets	76,981	73,993	76,890	75,215	77,748
LIABILITIES					
Debt	109	23	0	0	0
Employees	35,072	38,871	42,058	40,450	42,860
Suppliers	8,465	3,655	3,388	3,321	3,444
Other	941	550	550	550	550
Total Liabilities	44,587	43,099	45,996	44,321	46,854
EQUITY					
Accumulated results	12,771	11,271	11,271	11,271	11,271
Reserves	5,189	5,189	5,189	5,189	5,189
Capital	14,434	14,434	14,434	14,434	14,434
Total Equity	32,394	30,894	30,894	30,894	30,894
Total Liabilities and Equity	76,981	73,993	76,890	75,215	77,748
Current assets	42,749	33,400	33,568	31,348	32,117
Non-current assets	34,232	40,593	43,322	43,867	45,631
Current liabilities	21,344	18,600	19,616	18,936	19,973
Non-current liabilities	23,243	24,499	26,380	25,385	26,881

DEST Budgeted Departmental Statement of Cash Flows

	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
OPERATING ACTIVITIES					
<i>Cash received</i>					
Sales of goods and services	5,555	6,256	5,159	5,214	5,276
Interest	2,232	1,127	1,140	1,140	1,140
GST Input Credit Receipts	6,452	1,912	-17	-28	-23
GST Receipts from Customers	445				
Appropriations	196,311	219,673	209,114	215,045	221,376
Other	11,128	9,414	8,900	8,900	8,900
Total Cash received	222,123	238,382	224,296	230,271	236,669
<i>Cash used</i>					
Employees	94,536	93,332	97,425	104,209	102,225
Suppliers	102,831	125,270	103,124	108,608	113,471
GST Payments	7,914				
Other	59	-15			
Total cash used	205,340	218,587	200,549	212,817	215,696
Net cash from operating activities	16,783	19,795	23,747	17,454	20,973
INVESTING ACTIVITIES					
<i>Cash received</i>					
Proceeds from sale of land, buildings, property, plant and equipment	278	92	0	0	0
Total cash received	278	92	0	0	0
<i>Cash used</i>					
Purchase of property, plant, equipment and intangibles	12,646	21,185	20,171	16,361	16,849
Total cash used	12,646	21,185	20,171	16,361	16,849
Net cash from investing activities	-12,368	-21,093	-20,171	-16,361	-16,849
FINANCING ACTIVITIES					
<i>Cash received</i>					
Other	446				
Total cash received	446				
<i>Cash used</i>					
Dividends paid	3,760				
Other	6,144	3,350	3,398	3,398	3,398
Total cash used	9,904	3,350	3,398	3,398	3,398
Net cash from financing activities	-9,458	-3,350	-3,398	-3,398	-3,398
Net increase/decrease in Cash Held	-5,043	-4,648	178	-2,305	726
Cash at beginning of reporting period	40,734	35,691	31,043	31,221	28,916
Cash at end of reporting period	35,691	31,043	31,221	28,916	29,642

DEST Departmental Capital Budget Statement

CAPITAL APPROPRIATION	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
TOTAL EQUITY INJECTIONS					
TOTAL LOANS					
TOTAL CAPITAL APPROPRIATION					
Represented by:					
Purchase of non-current assets					
Other					
TOTAL					
Funded by Capital Appropriation					
Funded internally by Departmental resources	14,100	21,185	20,171	16,361	16,849
TOTAL	14,100	21,185	20,171	16,361	16,849

DEST Departmental Non-Financial Assets – Summary of Movement

	Land \$'000	Buildings \$'000	Infrastructure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
Gross Value					
As at 1 July 2002 (Opening)	617	17,610	19,203	39,322	76,752
Additions		7,511	6,689	6,985	21,185
Disposals		2,629	6,305	0	8,934
As at 30 June 2003	617	22,492	19,587	46,307	89,003
Accumulated Depreciation					
As at 1 July 2002 (Opening)		14,790	10,166	17,591	42,547
Disposals		2,537	6,305	0	8,842
Charge for the reporting period		1,541	5,736	7,468	14,745
As at 30 June 2003		13,794	9,597	25,059	48,450
Net book value as at 30 June 2003 (closing book value)	617	8,698	9,990	21,248	40,553
Net book value as at 1 July 2002 (opening book value)	617	2,820	9,037	21,731	34,205
Total Self funded Additions		7,511	6,689	6,985	21,185

APPENDICES

APPENDIX 1

The following tables detail the changes to both Departmental and Administered Revenue from Other Sources.

Appendix 1.1 – Revenue from Independent Sources – Departmental

	Estimated Revenue 2002-03 \$'000	Revised Estimated Revenue 2002-03 \$'000
Section 31 Revenue	6,298	6,298
Special Account (Trust Fund) Revenue	8,900	8,900
TOTAL	15,198	15,198

Appendix 1.2 – Revenue from Independent Sources – Administered

	Estimated Revenue 2002-03 \$'000	Revised Estimated Revenue 2002-03 \$'000
Indexation from HEC's receivable and ABSTUDY loan	227,899	225,741
Miscellaneous Revenue	8,621	8,621
State Grants General Receipts Act	28,200	28,200
Comcare	588	580
TOTAL	265,308	263,142

APPENDIX 2

Estimates of Expenses from Special Appropriations

The following tables detail both Departmental and Administered expenses from other sources.

Appendix 2.1 - Estimates of Expenses from Special Appropriations – Departmental

Special Appropriations	Estimated Expense 2002-03 \$'000	Revised Estimated Expense 2002-03 \$'000
Appropriation (Supplementary Measures) Act (No 1) 1999 – Book Industry Assistance Plan	1,885	1,885
TOTAL	1,885	1,885

Appendix 2.2 - Estimates of Expenses from Special Appropriations – Administered

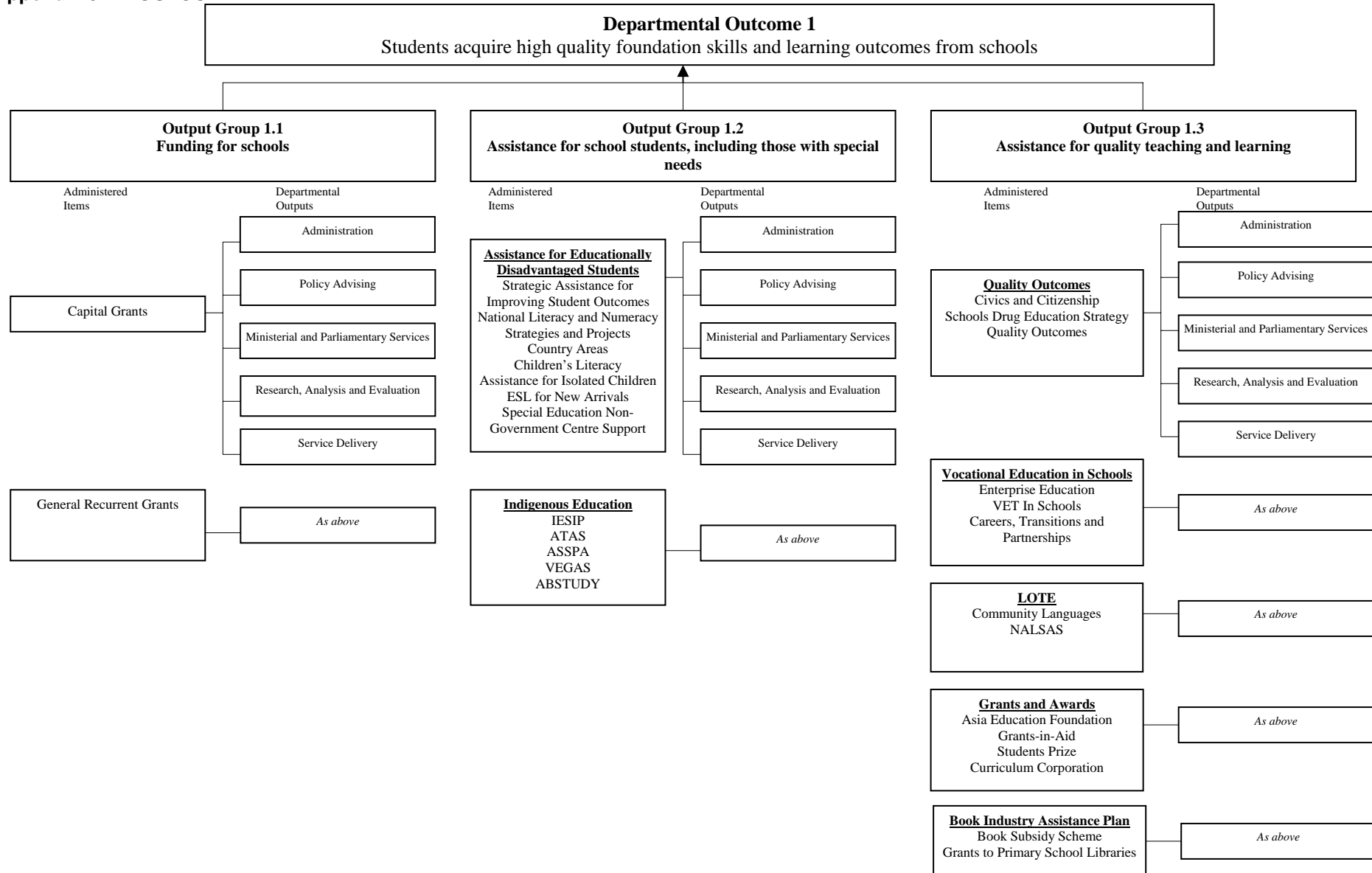
Special Appropriations	Estimated Expense 2002-03 \$'000	Revised Estimated Expense 2002-03 \$'000
Higher Education Funding Act 1988	4,506,585	4,553,244
States Grants (Primary and Secondary Education Assistance) Act 1992 and 1996	5,977,930	5,945,398
Indigenous Education (Supplementary Assistance) Act 1989	167,908	188,345
Student and Youth Assistance Act 1973	222,330	219,311
Vocational Education and Training Funding Act 1992	1,086,792	1,087,017
Appropriation (Supplementary Measures) Act (No 1) 1999 – Book Industry Assistance Plan	34,814	34,814
TOTAL	11,996,359	12,028,129

APPENDIX 3

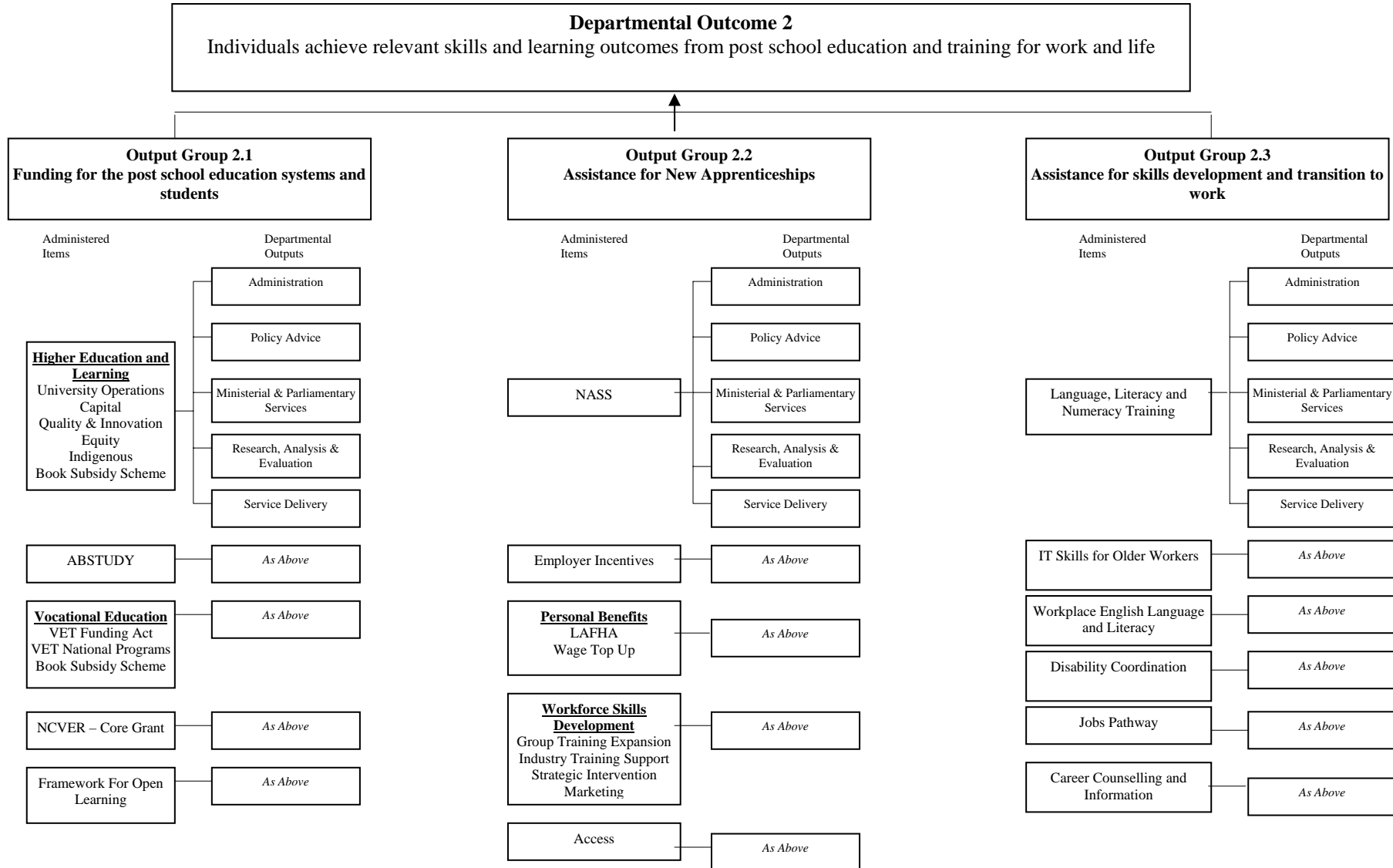
The following diagrams provide the detail of the Department's Outcome structure. The structure is based around three outcomes. Each outcome is then divided into an output group. An output group can be described as a collection of outputs, both departmental and administered that are homogenous in nature and directed towards a similar goal or objective.

Each output group is then divided into the various programs, outputs or activities that contribute towards it. Using this diagram enables a reader to identify where the activities of the department sit within the new arrangements.

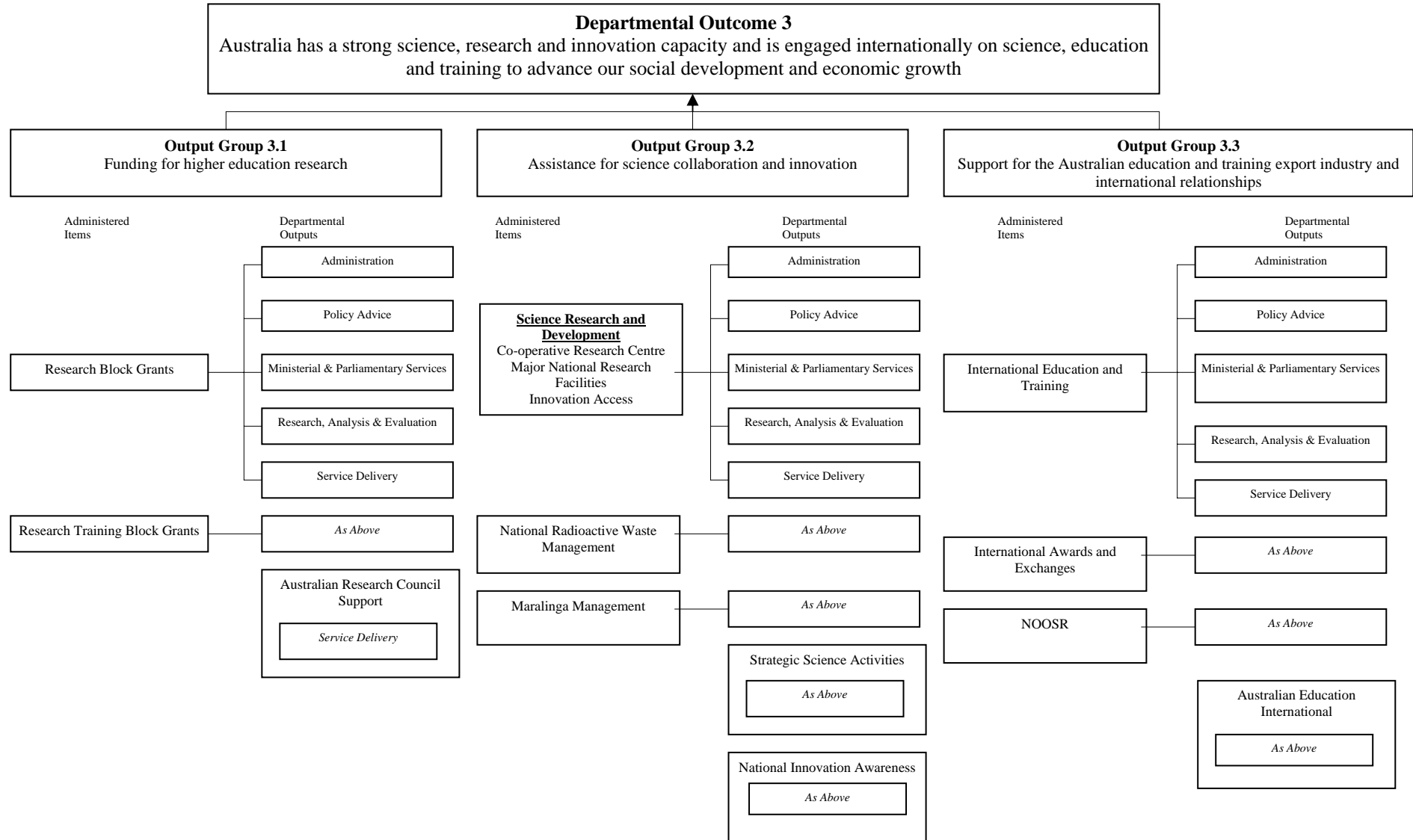
Appendix 3.1 – OUTCOME 1



Appendix 3.2 – OUTCOME 2



Appendix 3.3 – OUTCOME 3



AUSTRALIAN NUCLEAR
SCIENCE AND
TECHNOLOGY
ORGANISATION

**ADDITIONAL ESTIMATES
STATEMENTS**

OVERVIEW, VARIATIONS AND MEASURES

AGENCY OVERVIEW

The role of the Australian Nuclear Science and Technology Organisation (ANSTO) remain as specified on page 139-140 of the 2002-03 Education, Science and Training Portfolio Budget Statements.

MEASURES ANNOUNCED SINCE THE 2002-03 BUDGET

ANSTO has no new measures announced since the 2002-03 Budget.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Departmental

Price of Output – increase \$0.780 million

The price of ANSTO's outputs has increased by a total of \$0.780 million. This is made up of:

- **Additional Estimate**

Additional Estimates resulting in an increased Appropriation in 2002-03 of \$0.062 million (appropriation Bill 3) comprising:

- Outcome 2 increase - \$0.016 million; and
- Outcome 3 increase - \$0.046 million.

- **Other Revenue**

- Outcome 3: An increase in revenue from sale of goods and services of \$0.718 million.

Equity Injection

ANSTO will receive an increase in equity injections of \$0.107 million as follows:

Additional Estimate

- Outcome 1 increase - \$0.107 million

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.2 - Appropriation Bill (No 3) 2002-03 – Australian Nuclear Science and Technology Organisation**

	Appropriation				
	2001-02 Available # \$'000	2002-03 Budget \$'000	2002-03 Revised \$'000	Additional Estimates \$'000	Reduced Estimate \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1	16,689	28,136	28,136		
Outcome 2	807	14,184	14,200	16	
Outcome 3	134,868	139,705	139,751	46	
Total:	152,364	182,025	182,087	62	
Appropriation Bill 3 (Departmental)					
TOTAL:	152,364	182,025	182,087	62	

2001-02 Available Appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available Appropriation is the amount available to be drawn down, and is equal to:

Budget Appropriation + Additional Estimates Appropriation + Departmental Adjustments and Borrowings + Advance to the Finance Minister - Savings.

Table 1.3 - Appropriation Bill (No 4) 2002-03 – Australian Nuclear Science and Technology Organisation

	Appropriation				
	2001-02 Available # \$'000	2002-03 Budget \$'000	2002-03 Revised \$'000	Additional Estimates \$'000	Reduced Estimate \$'000
EQUITY INJECTIONS AND LOANS					
Equity Injections	97,697	104,068	104,175	107	
Loans					
Carryover from previous years					
Administered Capital					
Total Capital:	97,697	104,068	104,175	107	
TOTAL:	97,697	104,068	104,175	107	

2001-02 Available Appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available Appropriation is the amount available to be drawn down, and is equal to:

Budget Appropriation + Additional Estimates Appropriation + Departmental Adjustments and Borrowings + Advance to the Finance Minister - Savings.

VARIATIONS TO REVENUE FROM INDEPENDENT SOURCES**Table 1.4- Changes to Revenue from Sale of Goods and Services**

DEPARTMENTAL OUTCOME	Revenue from Independent Sources (Budget) \$'000	Revenue from Independent Sources (Revised) \$'000	Variation \$'000
Outcome 3	35,995	36,713	718

SUMMARY OF STAFFING CHANGES**Table 1.5 – Average Staffing Level (ASL) – Australian Nuclear Science and Technology Organisation**

DEPARTMENTAL OUTCOMES	2001-02 Actual	2002-03 Budget Estimate	2002-03 Revised Estimate	Variation
Outcome 1	21	13	13	-
Outcome 2	3	3	3	-
Outcome 3	786	794	794	-
Total:	810	810	810	-

RESOURCING FOR ALL OUTCOMES AND OUTPUT GROUPS (Including changes since Budget)

MAP 2 – Outcomes and Output Groups for the Australian Nuclear Science and Technology Organisation - 2002-03

Australian Nuclear Science and Technology Organisation
 Total Price of Outputs \$218.800m (up \$0.780m)
 Departmental Appropriations: \$182.087m (up \$0.062m)
 Equity Injection \$104.175m (up \$0.107m)

Outcome 1
Nuclear-based Infrastructure
 Total Price of Outputs
 \$28.136m
 Departmental Appropriations:
 \$28.136m
 Equity Injection \$104.175m (up
 \$0.107m)

Outcome 2
Disposition of Spent Fuel
 Total Price of Outputs
 \$14.200m (up \$0.016m)
 Departmental Appropriations:
 \$14.200m (up \$0.016m)

Outcome 3
Science and Technology Solutions
 Total Price of Outputs \$176.464m (up \$0.764m)
 Departmental Appropriations: \$139.751m (up \$0.046m)

Output Group 1.1
 Effective contract management
 for the design and construction
 of the replacement research
 reactor
 Total Price \$28.136m
 Departmental Appropriation:
 \$28.136m
 Equity Injection \$104.175m

Output Group 2.1
 A program of shipments for
 reprocessing of all HIFAR
 spent fuel in place
 Total Price \$14.200m
 Departmental Appropriation:
 \$14.200m

Output Group 3.1
 Management of core nuclear facilities, providing
 Australia with nuclear capability and credibility
 from which socio-economic benefits flow to
 Australia, the R&D community and industry
 Total Price \$ 73.981m (up \$0.122m)
 Departmental Appropriation: \$73.114m (up
 \$0.024m)

Output Group 3.4
 Science and technology services to industry and the
 Australian research and development community,
 including training of students in nuclear science and
 technology and its applications
 Total Price \$ 8.406m (up \$0.623m)
 Departmental Appropriation: \$2.889m (up \$0.001m)

Output Group 3.2
 Expert scientific and technical services for, and on
 behalf of, Government, in support of Australia's
 national and international strategic and nuclear
 policy objectives
 Total Price \$ 12.899m (up \$0.046m)
 Departmental Appropriation: \$12.528m (up
 \$0.004m)

Output Group 3.5
 Regular production and sale of radiopharmaceuticals
 and radioisotopes for medical and industrial
 applications and other services, through designated
 business units
 Total Price \$22.183m (down \$0.880m)
 Departmental Appropriation: **-\$0.365m**

Output Group 3.3
 The acquisition of knowledge, through research,
 and its utilization, through innovation, to advance
 the beneficial applications of nuclear science and
 technology to problems of environmental, medical,
 social and industrial importance.
 Total Price \$ 59.941m (up \$0.316m)
 Departmental Appropriation: \$57.310m (up
 \$0.019m)

Output Group 3.6
 The exploitation of ANSTO's intellectual and physical
 assets.
 Total Price **-\$0.946m** (up \$0.537m)
 Departmental Appropriation: **-\$5.725m** (down
 \$0.002m)

REVISIONS TO OUTCOMES AND OUTPUTS

OUTCOMES AND OUTPUT GROUPS

OUTCOME 1:

Nuclear-Based Infrastructure – The Replacement Research Reactor is operational and providing improved core nuclear facilities for industrial and R&D applications by 2006.

Explanation of Variations

Equity Injection

- \$0.107 million increase resulting from a normal revision to the Government parameters.

The performance information for Outcome 1 has not been affected by Additional Estimates. As such, the information presented on page 146 in the 2002-03 Education, Science and Training Portfolio Budget Statements is still relevant.

OUTCOME 2:

Disposition of Spent Fuel – Removal of spent fuel from the ANSTO site in line with stringent safety arrangements and community views.

Explanation of Variations

Departmental

Change in Price of Outputs \$0.016 million

The increase of \$0.016 million in the price of outputs in Outcome 2 is a result of:

- \$0.016 million increase resulting from a normal revision to the Government parameters.

The performance information for Outcome 2 has not been affected by Additional Estimates. As such, the information presented on page 148 of the 2002-03 Education, Science and Training Portfolio Budget Statements is still relevant.

OUTCOME 3:

Science and Technology Solutions – Timely delivery of valued nuclear-related scientific and technical advice services and products to government and other stakeholders.

Explanation of Variations

Departmental

Change in Price of Outputs \$0.764 million

The increase of \$0.764 million in the price of outputs in Outcome 3 is a result of:

- \$0.069 million increase resulting from a normal revision to the Government parameters;
- \$0.718 million increase in revenue from sales of goods and services, and
- \$0.023 million decrease in the capital use charge following changes to the forward estimates subsequent to completion of the 2001-02 statutory accounts.

The performance information for Outcome 3 has not been affected by Additional Estimates. As such, the information presented on pages 151 to 153 of the 2002-03 Education, Science and Training Portfolio Budget Statements is still relevant.

BUDGETED FINANCIAL STATEMENTS

The budgeted financial statements for the Australian Nuclear Science and Technology Organisation are presented in this section. The budgeted financial statements form the basis of the financial statements that will appear in the Australian Nuclear Science and Technology Organisation 2002-03 annual report, and form the basis for input into the Whole of Government Accounts.

DEPARTMENTAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

This statement provides a picture of the expected financial results for the Agency by identifying full accrual expenses revenues and capital use charge, which highlights whether the Agency is operating at a sustainable level.

Budgeted Departmental Statement of Financial Position

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

Budgeted Departmental Statement of Cash Flows

Budgeted cash flows, as reflected in the statement of cash flows, provides information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Capital Budget Statement

Shows all planned departmental capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for additional equity or borrowing, or from funds from internal sources.

Departmental Non-financial Assets – Summary of Movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

ANSTO Budgeted Departmental Statement of Financial Performance

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUES					
Revenues from ordinary activities					
Revenue from government	94,709	113,236	116,735	111,382	108,007
Sale of goods and services	33,140	35,521	37,948	41,063	43,842
Interest	1,255	590	640	690	690
Dividends and CUC	57,655	68,851	73,720	77,595	77,810
Net proceeds from sales of assets	574	567	567	567	567
Other	6	35	35	35	35
Total revenues from ordinary activities	187,339	218,800	229,645	231,332	230,951
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	53,563	51,107	58,656	60,706	61,933
Suppliers	49,306	71,294	68,663	61,952	58,663
Depreciation and amortisation	24,672	27,548	28,606	31,079	32,545
Other	1,303				
Total expenses from ordinary activities (excluding borrowing costs expense)	128,844	149,949	155,925	153,737	153,141
Net surplus or deficit from ordinary activities	58,495	68,851	73,720	77,595	77,810
Gain or loss on extraordinary items					
Net surplus or deficit	58,495	68,851	73,720	77,595	77,810
Capital use charge	-57,655	-68,851	-73,720	-77,595	-77,810
Net surplus or deficit after capital use charge	840	0	0	0	0

ANSTO Budgeted Departmental Statement of Financial Position

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash	34,523	9,878	14,398	11,328	10,739
Receivables	6,528	7,077	7,716	8,296	8,296
Investments	17,953				
Accrued revenue	69	139	139	139	139
Other	3,511	3,991	3,798	3,541	3,485
Total financial assets	62,584	21,085	26,051	23,304	22,659
Non-financial assets					
Land and buildings	138,533	135,973	136,160	133,714	132,516
Infrastructure, plant and equipment	196,583	199,841	206,740	214,056	219,262
Inventories	5,189	14,000	13,000	13,000	13,000
Intangibles	4,473	7,551	6,497	5,507	4,407
Major national facility asset under construction	118,056	244,766	317,891	346,581	349,800
Other	5,502	500	500	500	500
Total non-financial assets	468,336	602,631	680,788	713,358	719,485
Total Assets	530,920	623,716	706,839	736,662	742,144
LIABILITIES					
Debt					
	2,194	2,200	2,300	2,500	2,700
Total debt	2,194	2,200	2,300	2,500	2,700
Provisions and payables					
Employees	21,788	22,000	22,390	23,509	24,628
Suppliers	8,679	3,569	3,659	3,718	3,777
Other	9,023	1,492	1,506	1,526	1,547
Total provisions and payables	39,490	27,061	27,555	28,753	29,952
Total Liabilities	41,684	29,261	29,855	31,253	32,652
EQUITY					
Capital	128,056	232,231	311,356	339,781	342,800
Reserves	284,259	285,303	288,707	288,707	289,771
Accumulated surpluses	76,921	76,921	76,921	76,921	76,921
Total equity	489,236	594,455	676,984	705,409	709,492
Current liabilities	30,346	17,813	18,204	19,019	19,836
Non-current liabilities	11,338	11,448	11,651	12,234	12,816
Current assets	62,584	21,085	26,051	23,304	22,659
Non-current assets	468,336	602,631	680,788	713,358	719,485

ANSTO Budgeted Departmental Statement of Cash Flows

	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations for outputs	152,364	182,087	190,455	188,977	185,817
Sales of goods and services	28,598	34,975	37,307	40,484	43,877
Interest	1,306	520	640	690	690
Other	7,569	53,452	48,956	44,714	42,219
Total cash received	189,837	271,034	277,358	274,865	272,603
Cash used					
Employees	52,138	50,895	58,266	59,587	60,814
Suppliers	46,073	87,723	67,436	61,659	58,404
Other	8,304	53,915	48,749	44,437	42,142
Total cash used	106,515	192,533	174,451	165,683	161,360
Net cash from operating activities	83,322	78,501	102,907	109,182	111,243
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	861	687	687	687	687
Other	69,354				
Total cash received	70,215	687	687	687	687
Cash used					
Purchase of property, plant and equipment	77,099	157,110	104,479	63,769	37,728
Other	114,278	-17,953			
Total cash used	191,377	139,157	104,479	63,769	37,728
Net cash from investing activities	-121,162	-138,470	-103,792	-63,082	-37,041
FINANCIAL ACTIVITIES					
Cash received					
Capital injection	64,039	104,175	79,125	28,425	3,019
Total cash received	64,039	104,175	79,125	28,425	3,019
Cash used					
Capital use charge	57,655	68,851	73,720	77,595	77,810
Total cash used	57,655	68,851	73,720	77,595	77,810
Net cash from financing activities	6,384	35,324	5,405	-49,170	-74,791
Net increase/decrease in cash held	-31,456	-24,645	4,520	-3,070	-589
Cash at the beginning of the reporting period	39,008	34,523	9,878	14,398	11,328
Cash at the end of the reporting period	7,552	9,878	14,398	11,328	10,739

ANSTO Departmental Capital Budget Statement

	Actual	Forward	Forward	Forward
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PART C – Australian Nuclear Science and Technology Organisation (ANSTO)

	2001-02	2002-03	Estimate 2003-04	Estimate 2004-05	Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
CAPITAL APPROPRIATIONS					
Total equity injections	64,039	104,175	79,125	28,425	3,019
Represented by:					
Purchase of non-current assets	59,039	104,175	79,125	28,425	3,019
Other	5,000				
Total	64,039	104,175	79,125	28,425	3,019
PURCHASE OF NON-CURRENT ASSETS					
Funded by capital appropriations	59,039	104,175	79,125	28,425	3,019
Funded internally by Departmental resources	18,059	52,935	25,354	35,344	34,709

ANSTO Departmental Non-Financial Assets – Summary of Movement

	Land	Buildings	Total Land and Buildings	Total infrastructure, plant and equipment	Total Intangibles
	\$'000	\$'000	\$'000	\$'000	\$'000
Gross Value					
As at 1 July 2002 (Opening)	52,180	109,914	162,094	526,971	5,563
Additions		2,500	2,500	183,989	4,279
Disposals				(817)	
Other movements	1,044		1,044		
As at 30 June 2003	53,224	112,414	165,638	710,143	9,842
Accumulated Depreciation					
As at 1 July 2002 (Opening)		23,561	23,561	212,332	1,090
Disposals				(697)	
Charge for the reporting period		6,104	6,104	20,243	1,201
Other movements					
As at 30 June 2003		29,665	29,665	231,878	2,291
Net book value as at 30 June 2003 (closing book value) ⁽¹⁾	53,224	82,749	135,973	478,265	7,551
Net book value as at 1 July 2002 (opening book value)	52,180	86,353	138,533	314,639	4,473
TOTAL ADDITIONS					
Self funded		2,500	2,500	52,266	4,279
Appropriations				131,723	
Total		2,500	2,500	183,989	4,279

⁽¹⁾ The whole of the value of the National Facility Asset under Construction is contained within the classification 'Total infrastructure, plant and equipment' in the above table.

APPENDICES

APPENDIX 1

The following tables detail the changes to both Departmental and Administered Revenue from Other Sources.

Appendix 1.1 – Revenue from Independent Sources – Departmental

	Estimated Revenue 2002-03 \$'000	Revised Estimated Revenue 2002-03 \$'000
Sales of Goods & Services	34,803	35,521
Other	1,192	1,192
TOTAL	35,995	36,713

AUSTRALIAN RESEARCH
COUNCIL

**ADDITIONAL ESTIMATES
STATEMENTS**

OVERVIEW, VARIATIONS AND MEASURES

AGENCY OVERVIEW

The role of the Australian Research Council (ARC) remains as specified on page 163 of the 2002-03 Education, Science and Training Portfolio Budget Statements.

MEASURES ANNOUNCED SINCE THE 2002-03 BUDGET

The ARC has no new measures announced since the 2002-03 Budget.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

As part of the 2002-03 Additional Estimates process, adjustments have been made to Departmental expenses.

Departmental Price of Output – up \$0.011 million

The price of ARC's outputs has increased by a total of \$0.011 million. This is a result of revised parameters.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.2 - Appropriation Bill (No 3) 2002-03 – Australian Research Council**

	Appropriation				
	2001-02 Available \$'000	2002-03 Budget \$'000	2002-03 Revised \$'000	Additional Estimates \$'000	Reduced Estimate \$'000
ADMINISTERED ITEMS					
Outcome 1	-	-	-	-	-
Total:	-	-	-	-	-
DEPARTMENTAL OUTPUTS					
Outcome 1	12,249	12,544	12,555	11	-
Total:	12,249	12,544	12,555	11	-
Appropriation Bill 3 (Administered & Departmental)					
TOTAL:	12,249	12,544	12,555	11	-

VARIATIONS TO REVENUE FROM INDEPENDENT SOURCES

DEPARTMENTAL OUTCOME	Revenue from Independent Sources (Budget) \$'000	Revenue from Independent Sources (Revised) \$'000	Variation \$'000
Outcome 1	70	65	(5)

SUMMARY OF STAFFING CHANGES**Table 1.4 – Average Staffing Level (ASL) – Australian Research Council (ARC)**

DEPARTMENTAL OUTCOMES	2001-02 Actual	2002-03 Budget Estimate	2002-03 Revised Estimate	Variation
Outcome 1	51.8	60	60	-
Total:	51.8	60	60	-

MAP 2: RESOURCING FOR ALL OUTCOMES AND OUTPUT GROUPS

(Including changes since Budget)

Outcome and Output Group for the Australian Research Council – 2002-03

Australian Research Council

Total Administered Expenses: \$363.301m (up \$7.238m)

Total Price of Outputs: \$12.660 (up \$0.46m)

Departmental Appropriations: \$12.555m (up \$0.011m)

Outcome 1

Australian research that advances the global knowledge and skills base leading to economic, social, cultural and environmental benefits for the Australian community

Administered Expenses: \$363.301m (up \$7.238m)

Total Price of Outputs: \$12.660m (up \$0.046m)

Departmental Appropriations: \$12.555m (up \$0.011m)

Output Group 1

Competitive research schemes

Administered Expense: \$363.301m (up \$7.238m)

Price of Output: \$12.660m (up \$0.046m)

Departmental Appropriation: \$12.555m (up \$0.011m)

REVISIONS TO OUTCOMES AND OUTPUTS

OUTCOMES AND OUTPUT GROUPS

OUTCOME 1:

Australian research that advances the global knowledge and skills base leading to economic, social, cultural and environmental benefits for the Australian community

Explanation of Variations

Administered

Increase of \$7.238 million

The ARC administered budget has increased by \$7.238 million, from \$356.063 million to \$363.301 million, due to:

- an amount of \$6.532 million appropriated in 2002 not allocated as at 30 June 2002. Note, ARC funds are appropriated by calendar year under the ARC Act 2001 and there can be funding differences in allocating expenses across financial years; and
- an increase resulting from a revision to parameters (\$0.706 million).

Departmental

Change in Price of Outputs of \$0.046 million

The price of ARC's outputs has increased by a total of \$0.046 million. This is due to:

- an increase resulting from a revision to parameters (+\$0.011 million);
- resources received free of charge – Australian National Audit Office fees (+\$0.040 million); and
- a revision to revenue from sale of assets (-\$0.005 million).

The performance information for Outcome 1 has not been affected by Additional Estimates. As such, the information presented in the 2002-03 Portfolio Budget Statements is still relevant.

BUDGETED FINANCIAL STATEMENTS

The budgeted financial statements for the Australian Research Council are presented in this section. The budgeted financial statements form the basis of the financial statements that appear in the Australian Research Council 2001-02 Annual Report.

Separate financial statements are presented for Agency and Administered items. The Administered statements have been shaded to clearly distinguish them from items controlled by the Agency.

ADMINISTERED NOTES

Note of Budgeted Administered Financial Performance

This note identifies the main revenues and expenses administered on behalf of the Government. It also discloses administered revenues from Government and Transfers to the Public Account.

Note of Budgeted Administered Financial Position

This note shows assets and liabilities administered on behalf of the Government.

Note of Budgeted Administered Cash Flows

This note shows cash flows administered on behalf of the Government.

DEPARTMENTAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

This statement provides a picture of the expected financial results for the ARC by identifying full accrual expenses revenues and capital use charge, which highlights whether the Agency is operating at a sustainable level.

Budgeted Departmental Statement of Financial Position

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

Budgeted Departmental Statement of Cash Flow

Budgeted cash flows, as reflected in the statement of cash flows, provides information on the extent and nature of cash flows by categorising them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Capital Budget Statement

Shows all planned departmental capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for an additional equity or borrowings, or from funds from internal sources.

Departmental Non-financial Assets – Summary of Movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

ARC Note of Budgeted Administered Financial Performance *

	Actual 2001-02	Revised Budget 2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUES					
Taxation					
Other	265,237	363,301	413,318	482,441	560,510
Total Revenue administered on behalf of the Government	265,237	363,301	413,318	482,441	560,510
EXPENSES					
Subsidies					
Personal benefits					
Grants	265,237	363,301	413,318	482,441	560,510
Suppliers					
Net Write Down of Assets					
Interest					
Total Expenses administered on behalf of the Government	265,237	363,301	413,318	482,441	560,510

* ARC funding is received through the *Australian Research Council Act 2001*.

ARC Note of Budgeted Administered Financial Position *

	Actual 2001-02	Revised Budget 2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial Assets					
Cash					
Receivables	120,740	178,410	206,689	241,250	280,285
Investments					
Total Financial Assets	120,740	178,410	206,689	241,250	280,285
Non-Financial Assets					
Intangibles					
Others					
Total Non-Financial Assets					
Total Assets administered on behalf of the government	120,740	178,410	206,689	241,250	280,285
LIABILITIES					
Debt					
Loans					
Provisions and payables					
Suppliers					
Personal benefits					
Subsidies					
Grants	120,700	178,410	206,689	241,250	280,285
Other Provisions and Payables	40				
Total Liabilities administered on behalf of the government	120,740	178,410	206,689	241,250	280,285
Current assets					
Non-current assets					
Current liabilities					
Non-current liabilities					

* ARC funding is received through the *Australian Research Council Act 2001*.

ARC Note of Budgeted Administered Cash Flows

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
<i>Cash received</i>					
From appropriations	261,744	315,465	385,039	447,879	521,475
Other	269				
Total cash received	262,013	315,465	385,039	447,879	521,475
<i>Cash used</i>					
Suppliers					
Subsidies					
Personal Benefits					
Grants	261,744	315,465	385,039	447,879	521,475
Interest and other financing costs					
Cash to the Official Public Account					
Other	269				
Total cash used	262,013	315,465	385,039	447,879	521,475
Net cash from operating activities	-	-	-	-	-
INVESTING ACTIVITIES					
<i>Cash received</i>					
Equity instruments					
Consolidated Revenue Fund					
Total cash received	-	-	-	-	-
<i>Cash used</i>					
Other					
Total cash used	-	-	-	-	-
Net cash from investing activities	-	-	-	-	-
FINANCING ACTIVITIES					
<i>Cash received</i>					
Proceeds from borrowing					
Cash from Official Public Account					
Other					
Total cash received	-	-	-	-	-
<i>Cash used</i>					
Repayments of debt					
Cash to Official Public Account					
Other					
Total cash used	-	-	-	-	-
Net cash from financing activities	-	-	-	-	-
Net increase/decrease in Cash Held					
Cash at beginning of reporting period	-	-	-	-	-
Administered cash at end of reporting period	-	-	-	-	-

ARC Budgeted Departmental Statement of Financial Performance

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
Notes	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUES					
Revenues from independent sources					
Proceeds from sales of assets	1	5	5	5	5
Interest and dividends	168	60	60	60	60
Other sources of non-taxation Revenue	1	40	42	45	47
Revenue from government	12,249	12,555	12,679	12,773	12,918
Total Revenue	12,469	12,660	12,786	12,883	13,030
EXPENSES					
Employees	3,963	5,252	5,455	5,616	5,787
Suppliers	5,675	5,671	5,699	5,998	6,004
Depreciation and amortisation	580	802	946	583	553
Write down of assets	3				
Net losses from sales of assets					
Other goods and services expenses					
Borrowing cost expense	2	8	7	7	7
Total Expenses	10,221	11,733	12,107	12,204	12,351
Operating Result	2,248	927	679	679	679
Capital Use Charge	3	927	679	679	679
Accumulated Results after Transfers	1,733	-	-	-	-

ARC Budgeted Departmental Statement of Financial Position

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
Notes	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS					
Financial assets					
Cash	5,958	6,367	6,913	6,933	6,885
Receivables	289	50	97	99	98
Accrued revenue	3				
Total Financial Assets	6,250	6,417	7,010	7,032	6,983
Non-Financial Assets					
Land and buildings	140	133	121	117	100
Infrastructure, plant and equipment	585	606	444	297	453
Intangibles	4 1,011	745	523	641	699
Other	29	37	37	38	38
Total Non-Financial Assets	1,765	1,521	1,125	1,093	1,290
Total Assets	8,015	7,938	8,135	8,125	8,273
LIABILITIES					
Debt					
Employees	1,298	1,540	1,761	1,726	1,873
Suppliers	247	-	-	-	-
Other	299	227	203	228	229
Total Liabilities	1,844	1,767	1,964	1,954	2,102
EQUITY					
Accumulated results	6,171	6,171	6,171	6,171	6,171
Reserves					
Capital					
Total Equity	6,171	6,171	6,171	6,171	6,171
Total Liabilities and Equity	8,015	7,938	8,135	8,125	8,273
Current assets					
Non-current assets					
Current liabilities					
Non-current liabilities					

ARC Budgeted Departmental Statement of Cash Flows

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
Notes	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and services					
Interest	165	63	60	60	60
GST Input Credit Receipts					
GST Receipts from Customers					
Appropriations	12,249	12,555	12,679	12,773	12,918
Other	352	834	521	592	598
Total Cash received	12,766	13,452	13,260	13,425	13,576
Cash used					
Employees	3,535	5,020	5,234	5,651	5,640
Suppliers	5,596	5,948	5,681	5,929	5,956
Other	502	595	568	594	597
5					
Total cash used	9,633	11,563	11,483	12,174	12,193
Net cash from operating activities	3,133	1,889	1,777	1,251	1,383
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of land, buildings, property, plant and equipment	1	5	5	5	5
Total cash received	1	5	5	5	5
Cash used					
Purchase of property, plant, equipment and intangibles	854	550	550	550	750
6					
Total cash used	854	550	550	550	750
Net cash from investing activities	-853	-545	-545	-545	-745
FINANCING ACTIVITIES					
Cash received					
Other	4,193	-	-	-	-
Total cash received	4,193	-	-	-	-
Cash used					
Dividends paid	515	927	679	679	679
Other		8	7	7	7
Total cash used	515	935	686	686	686
Net cash from financing activities	3,678	-935	-686	-686	-686
Net increase in Cash Held	5,958	409	546	20	-48
Cash at beginning of reporting period		5,958	6,367	6,913	6,933
Cash at end of reporting period	5,958	6,367	6,913	6,933	6,885

ARC Departmental Capital Budget Statement

CAPITAL APPROPRIATION	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
TOTAL EQUITY INJECTIONS					
TOTAL LOANS					
TOTAL CAPITAL APPROPRIATION					
Represented by:					
Purchase of non-current assets	854	550	550	550	750
Other					
TOTAL	854	550	550	550	750
Funded by Capital Appropriation					
Funded internally by Departmental resources					
TOTAL	-	-	-	-	-

ARC Departmental Non-Financial Assets – Summary of Movement

	Land \$'000	Buildings \$'000	Infrastructure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
Gross Value					
As at 1 July 2002 (Opening)		167	686	1,461	2,314
Additions		50	305	200	555
Disposals			-5		-5
As at 30 June 2003		217	986	1,661	2,864
Accumulated Depreciation					
As at 1 July 2002 (Opening)		-27	-101	-450	-578
Disposals					
Charge for the reporting period		-57	-279	-466	-802
As at 30 June 2003		-84	-380	-916	-1,380
Net book value as at 30 June 2003 (closing book value)		133	606	745	1,484
Net book value as at 1 July 2002 (opening book value)		140	585	1,011	1,736
Total Self Funded Additions		50	305	200	555

NOTES TO THE FINANCIAL STATEMENTS

Note 1: Other sources of non-taxation revenue

Relates mainly to ANAO audit services received free of charge (\$0.04m).

Note 2: Borrowing cost expense

Bank fees associated with the operation of the ARC's bank accounts with the Reserve Bank of Australia.

Note 3: Capital Use Charge

This item is the dividend that is returned to the Government calculated on the ARC's net asset position.

Note 4: Intangibles

This item relates to the value of in-house developed systems and software which support the ARC's National Competitive Grants Program.

Note 5: Other

Relates to GST payments to suppliers.

Note 6: Purchase of property, plant, equipment and intangibles

Cash used mainly for the purchase of computer and office equipment.

COMMONWEALTH
SCIENTIFIC AND
INDUSTRIAL RESEARCH
ORGANISATION

**ADDITIONAL ESTIMATES
STATEMENTS**

OVERVIEW, VARIATIONS AND MEASURES

AGENCY OVERVIEW

The role of the Commonwealth Scientific and Industrial Research Organisation (CSIRO) remains as specified on page 191 of the 2002-03 Education, Science and Training Portfolio Budget Statements.

MEASURES ANNOUNCED SINCE THE 2002-03 BUDGET

CSIRO has no new measure announced since the 2002-03 Budget.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

As part of the 2002-03 Additional Estimates process, adjustments have been made to Departmental expenses.

Departmental Price of Output – down \$17.565 million

The price of CSIRO's outputs has decreased by a total of \$17.565 million. This is a result of:

Savings

Reduction in Departmental Appropriation in 2002-03 of \$0.814 million due to a revised estimate of rental, outgoings and sale costs arising out of the sale and lease back of properties under the Property Measure of 2000-01.

The impact of the change in indexation results in an increase in Appropriation in 2002-03 of \$0.449 million.

Other Revenue

Reduction in other revenue of \$17.2 million as a result of a change in the accounting treatment of the loan granted by the Commonwealth Government as support for the commercialisation of production technology in light metals.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**Table 1.1 - Appropriation Bill (No 3) 2002-03 – Commonwealth Scientific and Industrial Research Organisation**

	Appropriation				
	2001-02 Available # \$'000	2002-03 Budget \$'000	2002-03 Revised \$'000	Additional Estimates \$'000	Reduced Estimate \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1	612,491	639,629	639,264		365
Total:	612,491	639,629	639,264		365

2001-02 Available Appropriation is included to allow a comparison of this year's appropriation with what was made available for use in the previous year. Available Appropriation is the amount available to be drawn down, and is equal to:

Budget Appropriation + Additional Estimates Appropriation + Departmental Adjustments + Advance to the Finance Minister - Savings.

VARIATIONS TO REVENUE FROM INDEPENDENT SOURCES

Revenue from independent sources has reduced by \$17.2 million as a result of a change in the accounting treatment of the loan granted by the Commonwealth Government as support for the commercialisation of production technology in light metals.

SUMMARY OF STAFFING CHANGES**Table 1.2 – Average Staffing Level (ASL) – Commonwealth Scientific and Industrial Research Organisation**

DEPARTMENTAL OUTCOMES	2001-02 Actual	2002-03 Budget Estimate	2002-03 Revised Estimate	Variation
Outcome 1		6,054	6,054	-
Total:		6,054	6,054	-

SUMMARY OF AGENCY SAVINGS

S	Savings from annual appropriations	\$0.365 million
T	Transfer appropriation monies across outcomes	Nil
M	Movements of funding between years	Nil
Total agency savings		\$0.365 million

MAP 2: RESOURCING FOR ALL OUTCOMES AND OUTPUT GROUPS (Including changes since Budget)

Outcomes and Output Groups for the Commonwealth Scientific and Industrial Research Organisation – 2002-03

Commonwealth Scientific and Industrial Research Organisation

Total Price of Outputs: \$958.264m (down \$17.565m)
Departmental Appropriations: \$639.264m (down \$0.365m)

Outcome 1

The application or utilisation of the results of scientific research delivers:

- **innovative and competitive industries;**
- **healthy environment and lifestyles; and**
- **a technologically advanced society.**

Total Price of Outputs: \$958.264m (down \$17.565m)

Output Group 1

Manufacturing, Information and Services

Price of Output: \$296.847m (down \$5.106m)

Departmental Appropriation: \$204.314m (down \$0.117m)

Output Group 2

Minerals and Energy

Price of Output: \$162.947m (down \$3.106m)

Departmental Appropriation: \$106.463m (down \$0.061m)

Output Group 3

The Environment and Natural Resources

Price of Output: \$194.549m (down \$3.235m)

Departmental Appropriation: \$135.991m (down \$0.077m)

Output Group 4

Agribusiness

Price of Output: \$303.921m (down \$6.118m)

Departmental Appropriation: \$192.496m (down \$0.110m)

REVISIONS TO OUTCOMES AND OUTPUTS

OUTCOMES AND OUTPUT GROUPS

There have been no changes to CSIRO outputs for Additional Estimates.

OUTCOME 1:

The application or utilisation of the results of scientific research delivers

- Innovative and competitive industries
- Healthy environment and lifestyles
- A technologically advanced society

Explanation of Variations

Departmental

Change in Price of Outputs of \$17.565 million

The reduction of \$17.565 million in the price of outputs is a result of:

- reduction in Departmental appropriation in 2002-03 of \$0.814 million due to a revised estimate of rental, outgoings and sale costs arising out of the sale and lease back of properties under the Property Measure of 2000-01;
- the impact of the change in indexation results in an increase in Appropriation in 2002-03 of \$0.449 million; and
- reduction in other revenue of \$17.2 million as a result of a change in the accounting treatment of the loan granted by the Commonwealth Government as support for the commercialisation of production technology in light metals.

The performance information for Outcome 1 has not been affected by Additional Estimates. As such, the information presented in the 2002-03 Portfolio Budget Statements is still relevant.

BUDGETED FINANCIAL STATEMENTS

The budgeted financial statements for the Commonwealth Scientific and Industrial Research Organisation are presented in this section. The budgeted financial statements form the basis of the financial statements that will appear in the Commonwealth Scientific and Industrial Research Organisation 2002-03 annual report, and form the basis for input into the Whole of Government Accounts.

DEPARTMENTAL STATEMENTS

Budgeted Departmental Statement of Financial Performance

This statement provides a picture of the expected financial results for the Department by identifying full accrual expenses revenues and capital use charge, which highlights whether the Department is operating at a sustainable level.

Budgeted Departmental Statement of Financial Position

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

Budgeted Departmental Statement of Cash Flow

Budgeted cash flows, as reflected in the statement of cash flows, provides information on the extent and nature of cash flows by categorizing them into expected cash flows from operating activities, investing activities and financing activities.

Departmental Capital Budget Statement

Shows all planned departmental capital expenditure (capital expenditure on non-financial assets), whether funded either through capital appropriations for an additional equity or borrowings, or from funds from internal sources.

Departmental Non-financial Assets – Summary of Movement

Shows budgeted acquisitions and disposals of non-financial assets during the budget year.

CSIRO Budgeted Departmental Statement of Financial Performance

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
Notes	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUES					
Revenues from independent sources					
Sales from goods and services	250,132	308,595	349,094	376,374	404,334
Interest and dividends	1 7,572	10,405	10,606	11,126	12,466
Proceeds from sales of assets	21,614				
Other sources of non-taxation Revenue	2 67,819			506	1,350
Revenue from government Ordinary annual appropriations (net appropriations)	3 612,491	639,264	644,748	654,944	670,069
Total Revenue	959,628	958,264	1,004,448	1,042,950	1,088,219
EXPENSES					
Employees	4 422,408	503,240	521,545	547,803	570,356
Suppliers	5 276,967	282,935	286,853	295,507	308,496
Depreciation and amortisation	3 77,335	80,821	85,424	89,052	95,046
Write down of assets	6,376	1,170	1,170	1,170	1,170
Net losses from sales of assets					
Net foreign exchange losses	9				
Other	25,000	1,290	1,316	1,342	1,369
Borrowing cost expense	6 1,642	3,800	3,632	3,568	3,503
Total Expenses	809,737	873,256	899,940	938,442	979,940
Operating Result	149,891	85,008	104,508	104,508	108,279
Capital Use Charge	100,778	107,208	104,508	104,508	108,279
Accumulated Results after Transfers	49,113	-22,200	-	-	-

CSIRO Budgeted Departmental Statement of Financial Position

		Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
	Notes	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS						
Financial assets						
Cash		148,389	160,589	151,669	165,006	183,274
Receivables		135,940	136,911	144,599	149,311	153,310
Investments		2,409	2,409	2,409	2,409	2,409
Accrued revenue						
Total Financial Assets		286,738	299,909	298,677	316,726	338,993
Non-Financial Assets						
Land and buildings	8	834,106	855,379	840,081	853,910	836,855
Infrastructure, plant and equipment	8	236,669	236,392	236,392	244,392	244,392
Inventories		790	896	896	896	896
Intangibles		3,662	3,662	3,662	3,662	3,662
Other		22,844	25,276	28,925	33,199	37,980
Total Non-Financial Assets		1,098,071	1,121,605	1,109,956	1,136,059	1,123,785
Total Assets		1,384,809	1,421,514	1,408,633	1,452,785	1,462,778
LIABILITIES						
Loans	9	52,800	75,000	75,000	74,494	73,144
Leases	10	61,829	86,185	82,653	80,743	78,833
Employees	4	178,483	186,480	177,493	186,443	195,677
Suppliers	5	35,835	36,885	37,396	38,458	40,041
Other	11	47,091	50,393	49,520	51,799	54,235
Deposits		36,495	36,495	36,495	36,495	36,495
Total Liabilities		412,533	471,438	458,557	468,432	478,425
EQUITY						
Accumulated results		600,220	578,020	578,020	578,020	578,020
Reserves	12	481,251	481,251	481,251	515,528	515,528
Capital		-109,195	-109,195	-109,195	-109,195	-109,195
Total Equity		972,276	950,076	950,076	984,353	984,353
Total Liabilities and Equity		1,384,809	1,421,514	1,408,633	1,452,785	1,462,778
Current assets		232,534	248,243	251,301	274,974	303,372
Non-current assets		1,152,275	1,173,271	1,157,332	1,177,811	1,159,406
Current liabilities		186,563	193,764	177,885	185,547	193,366
Non-current liabilities		225,970	277,674	280,672	282,885	285,059

CSIRO Budgeted Departmental Statement of Cash Flows

	Actual 2001-02	2002-03	Forward Estimate 2003-04	Forward Estimate 2004-05	Forward Estimate 2005-06
Notes	\$'000	\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
Sales of goods and services	310,796	334,349	369,057	399,015	427,620
Interest	1 7,572	10,405	10,606	11,126	12,466
Appropriations	3 612,491	639,264	644,748	654,944	670,069
Other	12 29,365	27,555	34,284	37,216	40,001
Total Cash received	960,224	1,011,573	1,058,695	1,102,301	1,150,156
Cash used					
Employees	4 413,971	495,243	530,532	538,853	561,122
Suppliers	5 315,256	307,201	319,252	325,315	338,973
Interest	1,642	3,800	3,632	3,568	3,503
Other	12 28,710	28,710	36,033	38,712	41,460
Total cash used	730,869	834,954	889,449	906,448	945,058
Net cash from operating activities	229,355	176,619	169,246	195,853	205,098
INVESTING ACTIVITIES					
Cash received					
Proceeds from sale of land, buildings, property, plant and equipment	13 64,104	36,204	5,000	5,000	5,000
Other	1,660			506	1,350
Total cash received	65,764	36,204	5,000	5,506	6,350
Cash used					
Purchase of property, plant, equipment and intangibles	117,840	117,771	75,126	81,604	82,991
Other	39,981	17,200			
Total cash used	157,821	134,971	75,126	81,604	82,991
Net cash from investing activities	-92,057	-98,767	-70,126	-76,098	-76,641
FINANCING ACTIVITIES					
Cash received					
Proceeds from debt		17,200			
Other	51,395				
Total cash received	51,395	17,200			
Cash used					
Repayments of debt	27,008	-24,356	3,532	1,910	1,910
Capital use and dividends paid	7 150,017	107,208	104,508	104,508	108,279
Other					
Total cash used	177,025	82,852	108,040	106,418	110,189
Net cash from financing activities	-125,630	-65,652	-108,040	-106,418	-110,189
Net increase/decrease in Cash Held	11,668	12,200	-8,920	13,337	18,268
Cash at beginning of reporting period	136,721	148,389	160,589	151,669	165,006
Cash at end of reporting period	148,389	160,589	151,669	165,006	183,274

CSIRO Departmental Capital Budget Statement

CAPITAL APPROPRIATION	Actual 2001-02 \$'000	2002-03 \$'000	Forward Estimate 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000
TOTAL EQUITY INJECTIONS					
TOTAL LOANS	32,800	17,200			
TOTAL CAPITAL APPROPRIATION					
Represented by:					
Purchase of non-current assets					
Other	32,800	17,200			
TOTAL	32,800	17,200			
Funded by Capital Appropriation					
Funded internally by Departmental resources (13)	117,840	117,771	75,126	81,604	82,991
TOTAL					

CSIRO Departmental Non-Financial Assets – Summary of Movement

	Land \$'000	Buildings \$'000	Infrastructure, plant and equipment \$'000	Intangibles \$'000	Total \$'000
As at 1 July 2002 (Opening)	140,280	693,826	236,669	3,662	1,074,437
Additions		70,687	45,752	1,332	117,771
Disposals	10,954		5,000		15,954
Depreciation/amortisation expense		38,460	41,029	1,332	80,821
As at 30 June 2003 (Closing)	129,326	726,053	236,392	3,662	1,095,433
Total Additions	-	70,687	45,752	1,332	117,771
Self funded Appropriations	-	70,687	45,752	1,332	117,771
Total	-	70,687	45,752	1,332	117,771

NOTES TO THE FINANCIAL STATEMENTS

Note 1: Interest Revenue

Estimates of interest have been adjusted based on estimated cash holdings.

Note 2: Other Revenue & Amortisation Expense

Reductions in other revenue and amortisation expense from the 2002-03 Budget are the result of a change in the accounting treatment of the loan granted by the Commonwealth Government as support for the commercialisation of production technology in light metals.

Note 3: Revenue from Government

Appropriation includes Capital Use Charge (CUC), which is received as appropriation revenue and paid to the Commonwealth.

Note 4: Employee Expenses

Estimated salaries and wages are based on estimated staffing levels in 2002-03 and the anticipated salary increases.

Note 5: Supplier Expenses

Supplier costs reflects anticipated increases in external revenues.

Note 6: Interest on Debt

Reflects interest on finance leases.

Note 7: Capital Use Charge

Reflects the revised CUC metric, which resulted in an increase of \$2.2 million in the CUC charge.

Note 8: Land & Building Plant & Equipment

Increased land & buildings and plant & equipment are expected as a result of cyclical revaluation in 2004-05.

Note 9: Loans

CSIRO has been granted a non-recourse loan amounting to \$50.0 million from the Commonwealth as support for Commercialisation of Production Technology in Light Metals. This loan is being drawn down over two years, \$32.8 million in 2001-02 and \$17.2 million in 2002-03, and is being repaid as per agreement with the Department of Finance and Administration.

Note 10: Leases

Represents finances leases for Centre for Advanced Technologies (Queensland), Australian Resources Research Centre (Western Australia), The Leeuwin Centre (Western Australia) and the Newcastle Energy Centre (New South Wales).

Note 11: Provisions and Payables

This category includes contract revenue received in advance.

Note 12: Cash Received and Cash Used Other

Includes GST receipts and payments.

Note 13: Capital Budget / Investment

CSIRO intends to maintain the standard of its capital infrastructure at a level similar to the current level through repair, replacement and refurbishment of existing assets. CSIRO employs an internal leasing scheme to cover the cost of repairs, replacement and refurbishment of land and buildings, expenditure essential to maintain CSIRO's position as a world-class research organisation. CSIRO is not seeking any capital injection to fund this expenditure.

APPENDICES

APPENDIX 1

The following tables detail the changes to Departmental Revenue from Other Sources.

Appendix 1.1 – Revenue from Independent Sources – Departmental

	Estimated Revenue 2002-03 \$'000	Revised Estimated Revenue 2002-03 \$'000
Revenue from Research and Services	310,642	308,595
Interest	8,358	10,405
Other External Revenue	17,200	
TOTAL	336,200	319,000

PART D

GLOSSARY AND ACRONYMS

GLOSSARY OF TERMS

Additional Estimates – Where amounts appropriated at Budget time are insufficient, Parliament may appropriate more funds to portfolios through the **Additional Estimates Acts**. This is the Additional Estimates process.

Additional Estimates Bills or Acts – These are appropriation Bills 3 and 4, and a separate Bill for the Parliamentary Departments [Appropriations (Parliamentary Departments) Bill (No 2)]. These Bills are introduced into Parliament sometime after the Budget Bills.

Administered Items – Expenses, revenues, assets or liabilities managed by agencies on behalf of the Commonwealth. Agencies do not control administered items. Administered expenses include grants, subsidies and benefits. In many cases, administered expenses fund the delivery of third party outputs.

Appropriation – An authorisation by Parliament to spend monies from the Consolidated Revenue Fund.

Annual Appropriation – Two appropriation bills are introduced into Parliament in May and comprise the Budget. Further bills are introduced later in the financial year as part of the additional estimates. Parliamentary departments have their own appropriations.

Assets – Assets are physical objects and legal rights it is expected will provide benefits in the future or alternatively items of value owned by an Agency.

Commercial Activities Fund (CAF) – Accounts for various activities of agencies that should be accounted for as if they were genuinely commercial. Components of the CAF specifying the nature of receipts that may be credited to, and payments that may be made from, each component, may be established by the Finance Minister under section 21 of the *FMA Act*. The criteria applied to establishing components of the CAF are:

- the purpose of the activity to be financed via the CAF involves the provision of goods and services;
- the organisation undertaking the activity has a management structure that is discreet within the agency and that costs of that management structure are segregated from the costs of the other activities and outcomes of the agency;
- the activities are funded predominantly from revenue raised from users or purchasers and that there is a “profit-making” objective; or
- the organisation is, or potentially will be, competing in a commercially contestable environment.

Expenses – Expenses are costs incurred by the Agency in the process of earning revenue, ie. Producing outputs. Generally expenses are measured by the costs of assets consumed or services used during an accounting period.

Financial Management and Accountability (FMA) Act 1997 – The principal legislation governing the proper use and management of public money and public property and other Commonwealth resources. FMA Regulations and FMA Orders are made pursuant to the Act.

Financing Transactions – The Government funds shortfalls in revenue over outlays by borrowing from financial markets or running down financial assets. Such activities are regarded as financing transactions. If a surplus of revenue over outlays is recorded then financing transactions will show how the surplus is used.

Forward Estimates – A system of rolling three-year financial estimates. After the Budget is passed, the first year of the forward estimates becomes the base for the next year's Budget bid, and another outyear is added to the forward estimates.

Liabilities – Liabilities represent amounts owing on goods or services that have been received but not yet paid for. A liability shows the future commitment of the Agencies' assets.

Loan Fund – Established by the *FMA Act 1997*, the Loan Fund contains all monies raised by loan on the public credit of the Commonwealth. Expenditure from the Loan Fund is limited to the purpose for which the moneys were raised.

Measure – A decision by the Cabinet or Ministers that has been authorised since the 2002-03 Budget and has resulted in a cost or saving to outlays in the years 2002-03 to 2005-06.

Net Annotated Appropriation (Section 31 receipts) – Section 31 receipts, also called net annotated appropriations, are a form of appropriation which allows a department access to certain money it receives in payment of services. These monies are known as Section 31 receipts, reflecting their authority under Section 31 of the financial Management and Accountability Act 1997.

Outcome – Results, impacts or consequences of actions by the Commonwealth on the Australian community. Planned outcomes are the results or impacts that the Government wishes to achieve. Actual outcomes are the results or impacts actually achieved.

Output – The goods and services produced by agencies on behalf of government for external organisations or individuals. Outputs include goods and services produced for other areas of government external to the agency.

Output Group – The aggregation based on homogeneity, type of product or beneficiary target group, of outputs. Aggregation may also be needed for the provision of adequate information for performance monitoring; or based on a materiality test.

Portfolio Budget Statements – Statements prepared by portfolios to explain the Budget appropriations in terms of **outcomes**.

Receipts – The total or gross amount received by the Commonwealth. Each receipt item is either **revenue**, an **offset within outlays**, or **financing transactions**.

Receipts include taxes, interest, charges for goods and services, borrowings and GBE dividends received.

Revenue – is the price a producer/organisation receives for its outputs – that is goods and services. In terms of the public sector application of revenue it is the appropriation an Agency receives from Government and any fees/charges it receives from other sources.

Section 31 receipts – see net annotated appropriation.

Special Accounts and Special Public Money Account – Under amendments to the Financial Management & Accountability Act 1997, the former Reserve Monies (RMF) and Commercial Activities Funds (CAF) were abolished from 1 July 1999. CAF and RMF components were replaced with appropriation ledger records termed Special Accounts, which are maintained by the Department. Moneys held by the Commonwealth in a trustee capacity are termed as Special Public Money.

Special appropriations – Moneys appropriated by Parliament in an Act separate to an annual Appropriation Act, where the payment is for a specified amount. Special appropriations are not subject to Parliament's annual budget control, unlike the **annual appropriations**.

Staff years – An aggregate measure of employment based on the hours worked by employees over the period of one year. It is the unit of measurement for staff resource use.

Standing appropriations – These are very similar to **special appropriations**, except that instead of an amount being specified in the appropriation, the act provides for an automatic payment of funds where an entitlement exists, such as age pensions, or for the Minister for Finance to determine an amount in accordance with specified criteria. The terms special and standing are often used interchangeably.

ACRONYMS

Use of acronyms and abbreviations has been kept to a minimum in this report. However, the following are in common use in the Department.

AATB	Anglo-Australian Telescope Board
ACER	Australian Council for Educational Research
AEI	Australian Education International
AEMP	Advanced English for Migrants Programme
AIC	Assistance for Isolated Children
AIMS	Australian Institute of Marine Science
ANAO	Australian National Audit Office
ANR	Annual National Report on Schooling in Australia
ANSTO	Australian Nuclear Science and Technology Organisation
ANTA	Australian National Training Authority
ANU	Australian National University
ARC	Australian Research Council
ASL	Average Staffing Level
ATAS	Aboriginal Tutorial Assistance Scheme
CSIRO	Commonwealth Scientific and Industrial Research Organisation
DEST	Department of Education, Science and Training
DEWR	Department of Employment and Workplace Relations
DIS	DEST International Services
DoFA	Department of Finance and Administration
ELICOS	English Language Intensive Courses for Overseas Students
ESL	English as a Second Language
ESOS	Education Services for Overseas Students
EFTSU	Equivalent Full Time Student Unit
FMA	Financial Management and Accountability
HECS	Higher Education Contribution Scheme
IEDA	Indigenous Education Direct Assistance
IESIP	Indigenous Education Strategic Initiatives Programme
JPET	Job Placement, Employment and Training
KPI	Key Performance Indicator
NACS	New Apprenticeships Centres
NOOSR	National Office of Overseas Skills Recognition
OECD	Organisation for Economic Cooperation and Development
PAES	Portfolio Additional Estimates Statements
PBS	Portfolio Budget Statements
PISA	Programme for International Student Assessment
RMF	Reserved Money Fund
UNESCO	United Nations Educational, Scientific and Cultural Organisation
VET	Vocational Education and Training
WELL	Workplace English Language and Literacy

