

**PORTFOLIO SUPPLEMENTARY ADDITIONAL
ESTIMATES STATEMENTS 2008-09**

Appropriation (Nation Building and Jobs)
Bill (No. 2) 2008-2009

**FAMILIES, HOUSING, COMMUNITY SERVICES AND
INDIGENOUS AFFAIRS PORTFOLIO**

**EXPLANATION OF SUPPLEMENTARY ADDITIONAL
ESTIMATES 2008-09**

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**Minister for Families, Housing, Community
Services and Indigenous Affairs**

**PARLIAMENT HOUSE
CANBERRA 2600**

President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Supplementary Additional Estimates Statements in support of the supplementary appropriations being sought for the Families, Housing, Community Services and Indigenous Affairs Portfolio through the Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009.

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

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

Yours sincerely

The Hon. Jenny Macklin, MP

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USER GUIDE

The purpose of the Portfolio Supplementary Additional Estimates Statements (PSAES) is to explain Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009. This document serves to inform Senators and Members of Parliament and the public of the proposed allocation of supplementary additional appropriations to Government outcomes by agencies within the portfolio.

The PSAES are declared by the Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009 to be a 'relevant document' to the interpretation of the Bill according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the PSAES are focused on explaining the Supplementary Additional Estimates appropriations, information on total 2008-09 Budget resourcing and a full set of agency budgeted financial statements can be found in the 2008-09 Portfolio Additional Estimates Statements which accompanied the 2008-09 annual Appropriation Bills (No. 3) and (No. 4).

**FAMILIES, HOUSING,
COMMUNITY SERVICES AND
INDIGENOUS AFFAIRS
PORTFOLIO**

**SUPPLEMENTARY ADDITIONAL
ESTIMATES STATEMENTS**

DEPARTMENT OF FAMILIES, HOUSING, COMMUNITY SERVICES AND INDIGENOUS AFFAIRS

1.1 OVERVIEW OF SUPPLEMENTARY ADDITIONAL APPROPRIATIONS SOUGHT

On 3 February 2009, the Australian Government announced measures for a Nation Building and Jobs Plan to support jobs and invest in future long term economic growth. The Nation Building and Jobs Plan builds on the Government's earlier Economic Security Strategy package as a response to the severe global recession.

The Department of Families, Housing, Community Services and Indigenous Affairs (FaHCSIA) is seeking additional appropriations of \$260.0 million through the Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009 and \$4,107.9 million through Special Appropriations. This variation is due to four new measures related to the Government's Nation Building and Jobs Plan.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for FaHCSIA at Supplementary Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2008-09 Budget year, including variations through Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009, Special Appropriations and Special Accounts.

Table 1.1: Agency resource statement – as at Supplementary Additional Estimates

	Estimate as at Additional Estimates 2008-09 \$'000	+	Proposed Supplementary Estimates 2008-09 \$'000	=	Total Estimate at Supplementary Estimates 2008-09 \$'000	Total Available Appropriation 2007-08 \$'000
Ordinary Annual Services						
Departmental outputs						
Departmental outputs	1,552,369		-		1,552,369	1,443,783
Relevant agency receipts	21,812		-		21,812 ¹	22,821
Total	1,574,181		-		1,574,181	1,466,604
Administered expenses						
Outcome 1	840,168		-		840,168	853,413
Outcome 2	504,907		-		504,907	444,853
Outcome 3	175,420		-		175,420	307,226
Outcome 4	186,222		-		186,222	142,928
Total	1,706,717		-		1,706,717	1,748,420
Non-Directly Appropriated Revenue excluding Special Accounts	45,472		-		45,472	153,036
Payments to CAC Act Bodies	123,587		-		123,587	-
Total Administered Expenses	1,875,776		-		1,875,776	1,901,456
Total Ordinary Annual Services	A 3,449,957		-		3,449,957	3,368,060
Other services						
Administered expenses						
Specific payments to states, ACT, NT and local government						
Outcome 1	319,684		-		319,684	15,234
Outcome 2	1,024,492		-		1,024,492	958,421
Outcome 3	10,054		-		10,054	55,827
Outcome 4	1,200,799		260,000		1,460,799	1,158,379
Total	2,555,029		260,000 ²		2,815,029	2,187,861
Departmental non-operating						
Equity injections	6,758		-		6,758	39,409
Previous years' outputs	-		-		-	-
Total	6,758		-		6,758	39,409
Total Other Services	B 2,561,787		260,000		2,821,787	2,227,270
Total Available Annual Appropriations	6,011,744		260,000		6,271,744	5,595,330
Special Appropriations						
<i>Aboriginal Land Rights (Northern Territory) Act 1976</i>	96,437		-		96,437	82,950
<i>Social Security (Administration) Act 1999</i>	44,436,132		14,670		44,450,802	34,571,626
<i>A New Tax System (Family Assistance) (Administration) Act 1999</i>	22,027,262		4,093,186		26,120,448	16,712,970
Total Special Appropriations	C 66,559,831		4,107,856		70,667,687	51,367,546
Total Appropriations excluding Special Accounts	72,571,575		4,367,856		76,939,431	56,962,876

Table 1.1: Agency resource statement – as at Supplementary Additional Estimates (continued)

	Estimate as at Additional Estimates	+	Proposed Supplementary Estimates	=	Total Estimate at Supplementary Estimates	Total Available Appropriation
	2008-09 \$'000		2008-09 \$'000		2008-09 \$'000	2007-08 \$'000
Special Accounts						
Opening balance ³	1,868,183		-		1,868,183	1,736,041
Adjustments	3		-		3	139
Appropriation receipts ⁴	172,227		-		172,227	131,992
Non-Appropriation receipts to Special Accounts	299,358		-		299,358	132,842
Total Special Accounts	D 2,339,771		-		2,339,771	2,001,014
Total resourcing A+B+C+D	74,911,346		4,367,856		79,279,202	58,963,890
Less appropriations drawn from Annual or Special Appropriations above and credited to Special Accounts and/or CAC Act bodies through annual appropriations	- 295,814		-		- 295,814	- 131,992
Total net resourcing for Department of Families, Housing, Community Services and Indigenous Affairs	74,615,532		4,367,856		78,983,388	58,831,898

¹ Relevant Agency receipts - includes ANAO resources received free of charge.

² Appropriation (Nation Building and Jobs) Bill (No 2) 2008-09 - see Table 1.4

³ This reflects the actual opening balance of Special Accounts as at 30 June 2008.

⁴ Appropriation receipts from FaHCSIA Annual and Special Appropriations for 2008-09 included above.

Note: All figures are GST exclusive.

Third Party Payments from and on behalf of other agencies

	Estimate at Additional Estimates	Estimate at Supp. Additional Estimates 2008-09
	\$'000	\$'000
Centrelink has authority to make the following payments to customers on behalf of FaHCSIA:		
Special Appropriation - <i>A New Tax System (Family Assistance) (Administration) Act 1999</i>	19,183,682	23,276,868
Special Appropriation - <i>Social Security (Administration) Act 1999</i>	44,358,986	44,373,656
DVA has authority to make the following payments to customers on behalf of FaHCSIA:		
Special Appropriation - <i>Social Security (Administration) Act 1999</i>	71,406	71,406
Payments made to other agencies for the provision of services:		
Australian Taxation Office	9,015	9,015
Centrelink	982,865	982,865
DVA	199	199
Medicare Australia	9,181	9,181
Payments made to CAC Act bodies within the portfolio:		
Aboriginal Hostels Limited	34,281	34,281
Indigenous Business Australia	37,402	37,402
Torres Strait Regional Authority	51,904	51,904

DVA = Department of Veterans' Affairs

CAC Act = *Commonwealth Authorities and Companies Act 1997*

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures funded through the Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009, and Special Appropriations.

Table 1.2: Agency measures resulting from the Nation Building and Jobs Plan

	Output Group	2008-09 \$'000	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000
Nation Building and Jobs Plan – Training and Learning Bonus and Education Entry Payment Supplement					
	2.0, 3.1				
Administered expense		56,872	-	-	-
Departmental outputs		-	-	-	-
Total		56,872	-	-	-
Expense measures					
Nation Building and Jobs Plan – Back to School Bonus – One-off Lump Sum Payment of \$950 per FTB-A Eligible Child					
	2.2, 2.3, 3.1				
Administered expense		2,631,011	-	-	-
Departmental outputs		-	-	-	-
Total		2,631,011	-	-	-
Nation Building and Jobs Plan – Single Income Family Bonus – One-off Lump Sum Payment of \$950 per FTB-B Family					
	3.1				
Administered expense		1,419,973	-	-	-
Departmental outputs		-	-	-	-
Total		1,419,973	-	-	-
Nation Building and Jobs Plan – Investment in Social Housing – reducing homelessness and meeting priority needs					
	4.1				
Administered expense		260,000	4,072,000	1,744,000	312,000
Departmental outputs		-	-	-	-
Total		260,000	4,072,000	1,744,000	312,000
Total expense measures					
	Administered	4,367,856	4,072,000	1,744,000	312,000
	Departmental	-	-	-	-
	Total	4,367,856	4,072,000	1,744,000	312,000

1.4 SUPPLEMENTARY ADDITIONAL ESTIMATES AND VARIATIONS

Table 1.3 details the Supplementary Additional Estimates resulting from new measures, by Outcomes and Administered Items.

Table 1.3: Supplementary Additional Estimates and variations to outcomes – measures

	Output Group Impacted	2008-09 (\$'000)	2009-10 (\$'000)	2010-11 (\$'000)	2011-12 (\$'000)
Outcome 2					
Increase in estimates (administered)					
Nation Building and Jobs Plan – Training and Learning Bonus and Education Entry Payment Supplement	2.0	2,120	-	-	-
Nation Building and Jobs Plan – Back to School Bonus – One-off Lump Sum Payment of \$950 per FTB-A Eligible Child	2.2, 2.3	12,550	-	-	-
Net impact on estimates for Outcome 2 (administered)		14,670	-	-	-
Outcome 3					
Increase in estimates (administered)					
Nation Building and Jobs Plan – Training and Learning Bonus and Education Entry Payment Supplement	3.1	54,752	-	-	-
Nation Building and Jobs Plan – Back to School Bonus – One-off Lump Sum Payment of \$950 per FTB-A Eligible Child	3.1	2,618,461	-	-	-
Nation Building and Jobs Plan – Single Income Family Bonus – One-off Lump Sum Payment of \$950 per FTB-B Family	3.1	1,419,973	-	-	-
Net impact on estimates for Outcome 3 (administered)		4,093,186	-	-	-
Outcome 4					
Increase in estimates (administered)					
Nation Building and Jobs Plan – Investment in Social Housing – reducing homelessness and meeting priority needs	4.1	260,000	4,072,000	1,744,000	312,000
Net impact on estimates for Outcome 4 (administered)		260,000	4,072,000	1,744,000	312,000

1.5 BREAKDOWN OF SUPPLEMENTARY ADDITIONAL ESTIMATES BY APPROPRIATION BILL, OF FUNDING SOUGHT

Table 1.4 details the Supplementary Additional Estimates sought for FaHCSIA through Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009.

Table 1.4: Appropriation (Nation Building and Jobs) Bill (No. 2) 2008-2009

	2007-08 available	2008-09 Budget	Supplementary additional estimates	Reduced estimates	2008-09 revised
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
PAYMENTS TO STATES, ACT, NT AND LOCAL GOVERNMENT					
Outcome 1					
Greater self-reliance and economic, social and community engagement for Indigenous Australians	15,234	319,684	-	-	319,684
Outcome 2					
Seniors, people with disabilities, carers, youth and women are supported, recognised and encouraged to participate in the community	958,421	1,024,492	-	-	1,024,492
Outcome 3					
Families and children have choices and opportunities	55,827	10,054	-	-	10,054
Outcome 4					
Strong and resilient communities	1,158,379	1,200,799	260,000	-	1,460,799
Total	2,187,861	2,555,029	260,000	-	2,815,029
Non-operating					
Equity injections	39,409	6,758	-	-	6,758
Total non-operating	39,409	6,758	-	-	6,758
Department of Families, Housing, Community Services and Indigenous Affairs					
Total	2,227,270	2,561,787	260,000	-	2,821,787

1.6 BREAKDOWN OF SUPPLEMENTARY ADDITIONAL ESTIMATES BY SPECIAL APPROPRIATION, OF FUNDING SOUGHT

Table 1.5 details the Supplementary Additional Estimates sought for FaHCSIA through Special Appropriations.

Table 1.5: Estimates of expenses from Special Appropriations resulting from Additional Estimates

	Output Group	Budget estimate 2008-09 (\$'000)	Revised estimate 2008-09 (\$'000)	Supplementary estimate 2008-09 (\$'000)
Estimated expenses				
Outcome 2				
<i>Social Security (Administration) Act 1999</i>				
	2.3	1,915,379	1,916,075	696
	2.2	10,806,058	10,817,912	11,854
	2.0	66,772	68,892	2,120
Total Outcome 2		12,788,209	12,802,879	14,670
Outcome 3				
<i>A New Tax System (Family Assistance) (Administration) Act 1999</i>				
	3.1	-	2,618,461	2,618,461
	3.1	-	1,419,973	1,419,973
	3.1	-	54,752	54,752
Total Outcome 3		-	4,093,186	4,093,186
Total Special Appropriations		12,788,209	16,896,065	4,107,856

1.7 VARIATIONS TO ADMINISTERED ITEMS

Administered items are expenses, revenues, assets or liabilities managed by agencies on behalf of the Commonwealth. Table 1.6 shows the variations to administered items.

Table 1.6: Variations to administered items

	Output Group	Budget estimate 2008-09 (\$'000)	Revised estimate 2008-09 (\$'000)	Supplementary estimate 2008-09 (\$'000)
Administered Items				
Outcome 4				
	B2	1,995	261,995	260,000
Total Outcome 4		1,995	261,995	260,000
Total Administered Items		1,995	261,995	260,000

SPP = Specific Purpose Payments.