

Budget Estimates

2000-01



Presented by

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Treasurer of the State of Victoria

for the information of Honourable Members

Budget Paper No.3

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INTRODUCTION

The 2000-01 *Budget Estimates, Budget Paper No 3*, comprises a summary of the activities supported from the Budget, the revenue and expenses of the budget sector, and the outputs which the Government expects to purchase. It also includes commentary on how these outputs are contributing to the achievement of desired Government outcomes. This document is the primary source of information for readers interested in the detailed output delivery plans of individual departments.

The 2000-01 *Budget Estimates Budget Paper No. 3* consists of the following four statements:

Statement 1 - Departmental Resources

Statement 1 provides in summary a discussion of departmental financial estimates and their relationship to the Government's objectives for the 2000-01 Budget.

Statement 2 - Departmental Statements

The *Departmental Statements* with Statement 2 incorporate a 'total resources' view of each department, showing the financial resources available to the department from all sources, the way these resources are used and the basis of the authority of the department to obtain and use these resources.

Part One of Statement 2 provides for each department, a set of output group tables outlining the description of the output group and the relationship between the outputs in the group and the outcomes Government is seeking to achieve. Also included are selected performance measures and targets for the quantity, quality, timeliness, and, for the first time this year, the *cost* of each output produced by the department.

Part Two summarises financial information about the resources available to a department as well as the use of those resources. This section also provides details of the parliamentary authority for the department's resources.

Section 40 of the *Financial Management Act 1994* requires a separate statement to accompany the annual Appropriation Bills detailing the goods and services produced or provided by each department, a description of the amounts available to each department during the period, the estimated receipts and receivables of the department and such other information as the Minister determines. This requirement is fulfilled with the publication of *Statement 2* of this Budget paper.

Statement 3 – State Revenue

Statement 3 outlines the various sources of State Government revenue, including taxes, regulatory fees and fines, public authority income and grants made to the State by the Commonwealth Government, for both general and specific purposes.

Statement 4 - The Public Account

Statement 4 provides details of Public Account receipts and payments giving details of the consolidated receipts, special appropriation and total annual appropriations from the Consolidated Fund for departments.

Format of Information

The financial information presented in this paper uses an accrual accounting format consistent with generally accepted accounting principles.

The financial statements provided in this paper for 2000-01 include:

- an *operating statement*, detailing accrual-based total revenue earned and expenses incurred in relation to departmental activities during the financial year;
- a *statement of financial position*, detailing assets and liabilities of departments as at the end of the financial year; and
- a *cash flow statement*, providing information in relation to total cash receipts and payments during the financial year.

The information on output groups and associated performance measures of departments supplement these financial statements.

Included is an estimated outcome comparison as well as the normal budget to budget comparison for the financial and output performance estimates. In keeping with established practice, adjustments have been made to the published 1999-2000 Budget figures so that comparisons are made on a consistent basis.

These adjustments mainly relate to the inclusion of actual carryover amounts from 1998-99 replacing the estimated departmental carryovers incorporated in the 1999-2000 Budget.

In addition, the 1999-2000 revised figures take into account any additional funding approved during 1999-2000 for departments and the department's best estimate of the 1999-2000 outcome.

Since the Budget is brought down prior to the start of the financial year, no actual financial or performance measurement data for the previous year is available for publication. However, where data is available 1998-99 actuals information on performance measures has been included. The 1999-2000 revised estimates provide the best available estimate of the actual financial and performance information for the current financial year.

Differences in estimates between *Budget Paper No. 2* and *Budget Paper No. 3*

A number of differences exist between estimates presented in *Budget Paper No. 2* and *Budget Paper No. 3*. These reflect the different purposes of each Budget Paper.

Budget Paper No. 2 focuses on outlining the government's budgetary strategies and the impact of government policy on the economy. This paper contains the consolidated budget sector financial estimates in Australian Accounting Standard 31 (AAS) format, and includes a discussion of how the Budget impacts on the State's economy.

Budget Paper No. 3, on the other hand, is prepared from the perspective of departmental operations. As stated above, the financial information is prepared using generally accepted accounting principles (in particular AAS29) and therefore reflects the full cost of all activities undertaken by each department. The financial statements in this paper provide financial details on a department by department basis to support the aggregated AAS31 information provided in *Budget Paper No. 2*. This information is used as a management and reporting tool to assist departments in making better decisions about the allocation of departmental resources.

Budget Paper No. 2, provides financial information on a whole of government basis which is consolidated to eliminate internal transfers between budget sector entities such as payroll tax. This means that the individual departmental financial estimates, provided on an AAS29 format, when aggregated will not necessarily reconcile to the information provided in *Budget Paper No. 2*, as the internal eliminations would not have been taken into account.

To assist with the understanding and use of these papers, a glossary of definitions for commonly used terms in both *Budget Paper No. 2* and this paper can be found in *Budget Paper No. 2*.

Rounding convention

Figures in the tables and in the text in this Budget Paper have been rounded. Discrepancies in tables between totals and sums of components reflect rounding. Percentage variations in all tables are based on the underlying unrounded amounts.

Appropriations

Parliament appropriates funds either under a standing authority through special appropriations provided for under various Acts or annually pursuant to annual appropriation acts and the *Financial Management Act 1994*. Special appropriations are generally provided for payments that are made on an ongoing basis independent of the Government's annual budget.

The *Appropriation (2000/2001) Act* provides global appropriations for departments. In a number of instances the global appropriation is supplemented by separate appropriations required by legislation for specific purposes, such as in the Department of Natural Resources and Environment for the Environment Protection Authority. In the case of Parliament, the *Appropriation (Parliament 2000/2001) Act*, provides appropriations on a departmental basis.

As in previous years, the appropriation acts for 2000-01 will provide legislative authority for the Government to incur expenses for the purposes set out in Schedule 1 and to make arrangements for departments to earn revenue up to the appropriation authority in the bills.

The acts will again provide for three appropriation purposes:

- provision of outputs;
- additions to the net asset base; and
- payments made on behalf of the State.

STATEMENT 1

**DEPARTMENTAL
OVERVIEW**

DEPARTMENTAL OVERVIEW

The 2000-01 Budget completes the implementation in full of the Government's election commitments by providing Victorians with a \$426 million boost (net of savings initiatives) to improve services in key areas.

The Government's 2000-01 budget initiatives are all delivered within a framework of responsible financial management. This framework is based on the principles of sound financial management incorporated in the *Financial Management (Financial Responsibility) Act 2000* passed by Parliament in April 2000. These principles are to:

- manage financial risks faced by the State prudently, having regard to economic circumstances;
- pursue spending and taxation policies that are consistent with a reasonable degree of stability and predictability in the level of the tax burden;
- maintain the integrity of the Victorian tax system;
- ensure that government policy decisions have regard to their financial effects on future generations; and
- provide full, accurate and timely disclosure of financial information relating to the activities of the Government and agencies.

The broad based strategic priority underlying the Government's budget strategy is to provide a sound and stable financial basis to promote growth across the whole State. In support of this strategy, the Government has adopted the following long term budget objectives:

- maintaining a substantial operating surplus;
- improved service delivery to Victorians;
- competitive and fair taxes for businesses and households;
- providing capital works to enhance social and economic infrastructure throughout Victoria; and
- maintaining state government net financial liabilities at prudent levels.

The financial strategy is further developed to include a number of shorter-term financial objectives (see Chapter 2, *Budget Paper No. 2* for a full listing and discussion of the Government's financial strategy and objectives).

2000-01 BUDGET INITIATIVES

The 2000-01 Budget provides a major boost in funding for output and asset investment initiatives. This funding is directed to priority service delivery initiatives including the implementation of all the Labor Government's output election commitments, as documented in *Labor's Financial Statement – The First Term of a Bracks Labor Government* with the exception of the final structure of the Essential Services Commission. The boost to service delivery and infrastructure funding in this budget represents a significant step towards achieving the Government's broader long-term objectives of providing improved service delivery to all Victorians and capital works to enhance social and economic infrastructure throughout the State.

The 2000-01 Budget also provides for a reduction in business taxes of a minimum of \$200 million by July 2003, including \$100 million from 1 July 2001, subject to the maintenance of a substantial operating surplus of at least \$100 million per year. This will keep Victoria's taxes broadly in line with the national average and below New South Wales. Details of the business tax cuts will be determined following a review of Victoria's tax system, to be completed by the end of 2000.

Service delivery initiatives

The 2000-01 Budget provides Victorians with a significant boost to services, especially in the key areas of education, health and community safety. This includes the implementation in full of the Bracks Labor Government's output election commitments with a net budget impact of \$426 million in 2000-01. In addition, the Budget provides critical additional funding of \$211 million in 2000-01 to address a range of other unavoidable and high priority service delivery initiatives.

The major service delivery initiatives include:

- education and training: \$165 million to primary schools over the four years to 2003-04 to reduce class sizes, \$65 million over four school years to expand the range of vocational courses available to VCE students, \$22 million per year to provide additional support to students with disabilities or impairments, \$35 million in 2000-01 to address ongoing maintenance and maintenance backlogs in schools and TAFE institutes, and a further \$10 million per year for three years to address urgent or occupational health and safety maintenance issues in schools;
- human services: \$60 million in 2000-01 (and the redirection of existing resources within the Department of Human Services) to re-open up to 360 beds and extend operating times in underused operating theatres, \$90 million over three years to build 800 new public and community homes, and \$17 million in 2000-01 on the Drug and Alcohol Program;
- justice: \$64 million over the next four years for an extra 800 operational police, and up to \$20 million per year to reinstate compensation to victims of crime for pain and suffering; and
- \$170 million for the Regional Infrastructure Development Fund which will fund projects in regional and rural Victoria, including infrastructure to facilitate industry and economic development, transport improvements, tourism-related projects and strategic information and communication technologies infrastructure.

Table 1.1 summarises the total additional funding for new service delivery initiatives introduced in the 2000-01 Budget. Full details of the 2000-01 initiatives can be found in Chapter 5, *Budget Sector Service Delivery*, Chapter 8, *Election Commitments – Implementation Report Card*, and Appendix B, *Specific Policy Initiatives Affecting the Budget Position of Budget Paper No 2*.

Table 1.1: New service delivery initiatives by department

Department	(\$ million)			
	2000-01 Budget	2001-02 Estimate	2002-03 Estimate	2003-04 Estimate
Output election commitments ^(a)				
Education, Employment and Training	165.6	185.9	182.4	140.1
Human Services	156.8	195.5	209.3	158.2
Infrastructure	4.7	14.8	12.4	0.1
Justice ^(b)	-3.2	20.3	33.0	33.9
Natural Resources and Environment	40.1	44.0	48.5	16.6
Premier and Cabinet	2.2	7.1	7.1	-2.7
State and Regional Development	68.9	69.8	86.9	9.4
Treasury and Finance	-10.7	-10.7	-11.1	-11.1
Parliament	1.9	2.1	2.2	2.2
Total output election commitments	426.3	528.6	570.6	346.8
Other policy initiatives				
Education, Employment and Training	92.1	51.0	50.6	49.8
Human Services	94.7	101.7	101.1	101.1
Infrastructure	69.6	82.5	91.7	34.1
Justice ^(c)	-41.7	-36.4	-30.5	-32.1
Natural Resources and Environment	53.0	24.8	20.5	13.1
Premier and Cabinet	26.7	14.5	14.5	14.5
State and Regional Development	15.7	11.3	11.2	10.9
Treasury and Finance ^(c)	-15.5	-22.9	-26.4	-26.4
Parliament	1.4	0.3	0.3	0.3
Less: funding from demand contingency	85.0	85.0	85.0	85.0
Total other policy initiatives	211.1	141.9	147.9	80.3
Total output initiatives	637.3	670.5	718.5	427.1

Source: Department of Treasury and Finance

Notes:

- (a) As identified in Labor's Financial Statement - The First Term of a Bracks Labor Government, August 1999. Figures are net of the impact of savings measures and funding from within existing forward estimates.
- (b) Includes departmental savings initiatives of \$11.6 million per annum which do not impact on program delivery.
- (c) Net value of new output initiatives in the Departments of Justice and Treasury and Finance is affected by superannuation expense savings totalling \$86.0 million in 2000-01 rising to \$93.4 million in 2003-04. This adjustment arises from the application of \$250 million in 1999-2000 towards eliminating the unfunded liability in respect of the Emergency Services Superannuation Scheme. Net of this adjustment, the actual value of new output initiatives for the Department of Justice (including output election commitments) totals \$14.7 million in 2000-01, \$45.9 million in 2001-02, \$66.9 million in 2002-03 and \$68.8 million in 2003-04.

Asset investment initiatives

The 2000-01 Budget provides for the commencement in 2000-01 of new infrastructure projects with a total estimated investment of \$987 million. This includes first-year funding of \$392 million in 2000-01. The magnitude of funding and scope of the projects reflect the Government's commitment to promoting economic and social development across the whole of the State.

Table 1.2 provides a summary of the 2000-01 asset investment initiatives by department. Chapter 5, *Budget Sector Service Delivery of Budget Paper No. 2* provides further details on the Government's asset investment initiatives.

However, listed below are some of the major new asset investment projects commencing in 2000-01:

- \$240 million for remediation of accident black spots, including one-half in regional Victoria (of which \$119 million represents additional maintenance expense rather than asset investment);
- a contribution of \$80 million towards fast rail links between Melbourne and the regional cities of Ballarat, Bendigo, Geelong and Traralgon, and \$15 million towards the costs of flier trains (Belgrave, Lilydale, Pakenham, Cranbourne and Frankston lines);
- \$55 million for rail and tram line extensions;
- \$90 million on various regional and metropolitan arterial roads and Dingley Stage I;
- \$121 million for the modernisation of school and TAFE facilities;
- \$32 million to accommodate reduced class sizes;
- \$37 million for redevelopment of the Royal Women's Hospital;
- \$23 million for upgrades to Frankston and Kyneton hospitals; and
- \$37 million for the development, upgrading or replacement of a number of police stations and facilities.

Consistent with its objective of providing capital works to enhance infrastructure throughout Victoria, the Government has also created the \$1.0 billion Growing Victoria reserve to fund high priority capital projects over the next four years. Of this amount, \$190 million has already been allocated over the next three years to fund school modernisation and rail infrastructure projects announced in the 2000-01 Budget. The remainder of the Growing Victoria infrastructure reserve will be allocated to specific projects in future budgets (for further details on the Growing Victoria infrastructure reserve, refer to Chapter 3, *Budget Paper No. 2*).

Table 1.2: New funding for asset investment projects commencing in 2000-01 by department

Department	(\$ million)				
	2000-01	2001-02	2002-03	2003-04	TEC ^(a)
	Budget	Estimate	Estimate	Estimate	
Education, Employment and Training	128.1	105.1	12.5	12.0	212.2
Human Services	97.2	75.6	47.6	7.0	227.4
Infrastructure	89.9	138.2	133.0	..	363.7
Justice	27.7	43.3	15.5	1.9	88.4
Natural Resources and Environment	21.2	17.1	7.5	..	47.0
Premier and Cabinet	4.1	1.0	1.1	..	6.4
State and Regional Development	0.6	0.5	0.5	0.5	2.1
Treasury and Finance	19.4	3.0	12.1	0.4	34.8
Parliament	3.5	1.3	..	..	4.8
Total	391.7	385.0	229.8	21.8	986.7

Source: Department of Treasury and Finance

Notes:

(a) Total estimated cost (TEC) for finite projects only. The TEC may not add as a limited number of asset investment initiatives involve ongoing funding or funding outside the forward estimates period.

DEPARTMENTAL RESOURCES

Statement 2 of this paper provides detailed information on departmental resources, including output and financial statements for each department.

The information included in *Statement 2* gives a complete picture of departmental resources both in aggregate and by output group. The information provided on output groups includes the major outputs to be provided by each department, and performance measures for quantity, quality, timeliness, and, for the first time this year, the *cost* of delivery.

Table 1.3 details the total operating expenses for each department consistent with the AAS31 classification of the 2000-01 Budget aggregates as outlined in *Budget Paper No 2*.

This presentation differs from the expenses provided in *Statement 2* as those financial statements are consistent with AAS29. The main difference between the two presentations is that the AAS31 presentation eliminates transactions that are within the Budget Sector, for example payroll tax paid by departments is eliminated in the AAS31 presentation but included in the AAS29 format as an expense of the department.

Table 1.3: Operating expenses by department

Department	(\$ million)			
	2000-01 Budget	2001-02 Estimate	2002-03 Estimate	2003-04 Estimate
Education, Employment and Training	6 107.3	6 075.6	6 090.6	6 070.0
Human Services	7 187.1	7 269.3	7 333.1	7 342.8
Infrastructure	2 614.3	2 686.1	2 656.0	2 533.8
Justice	1 596.8	1 615.5	1 638.5	1 639.8
Natural Resources and Environment	855.5	811.0	774.9	734.8
Premier and Cabinet	380.8	373.7	374.3	378.5
State and Regional Development	324.0	307.9	318.8	234.6
Treasury and Finance	2 176.5	1 834.4	1 816.2	1 848.6
Parliament	95.7	90.8	92.1	92.3
Contingencies not allocated to departments ^(a)	250.5	846.1	1 341.5	1 835.8
Total	21 588.5	21 910.3	22 436.0	22 711.0

Source: Department of Treasury and Finance

Note:

(a) Departmental expenses will be supplemented for certain costs that are provided for in contingencies.

Table 1.4 details the purchase of fixed assets for each department consistent with the classification of the estimates in *Budget Paper No 2*. These estimates show the gross purchases of fixed assets made by departments and therefore exclude any proceeds of asset sales that may offset the cost of these purchases.

Table 1.4: Purchase of fixed assets by department

Department	(\$ million)			
	2000-01 Budget	2001-02 Estimate	2002-03 Estimate	2003-04 Estimate
Education, Employment and Training	305.1	232.6	134.7	135.7
Human Services	333.6	198.6	116.3	76.4
Infrastructure	335.8	361.9	339.8	212.0
Justice	97.9	74.5	37.8	21.6
Natural Resources and Environment	66.3	38.8	26.7	22.4
Premier and Cabinet	139.7	80.3	48.4	24.7
State and Regional Development	4.0	3.9	3.9	3.9
Treasury and Finance	89.6	10.2	18.7	5.5
Parliament	4.4	2.1	0.9	0.9
Not allocated to department ^(a)	- 97.5	565.1	953.5	1 418.2
Total	1 278.9	1 567.9	1 680.7	1 921.1

Source: Department of Treasury and Finance

Notes:

(a) Amount available to be allocated to specific departments and projects in future budgets. Includes unallocated provision in respect of the Growing Victoria infrastructure reserve. Negative figure for 2000-01 represents forecast of 2000-01 departmental underspending on approved projects which will be carried over into 2001-02.

AUTHORITY FOR DEPARTMENTAL RESOURCES

The *Departmental Statements* within *Statement 2* provide details of the departmental expenses estimates in relation to the provision of outputs and payments on behalf of the State. However, under the *Constitution Act 1975* it is necessary for the Parliament to provide authority to enable the Treasurer to provide revenue to government departments to meet their agreed output provision responsibilities.

Table 1.5 details the parliamentary authority for resources available to departments in aggregate. Details of the authority for each department are provided in Part 2 of the individual departmental statements contained in *Statement 2*.

Table 1.5: Departmental resources by authority

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Annual appropriations	15 558.1	15 463.7	17 033.4	9.5
Receipts credited to appropriations ^(b)	1 128.3	1 112.0	1 169.4	3.6
Unapplied previous years appropriation ^(c)	158.3	119.8	203.3	28.4
Accumulated surplus - previously applied appropriation	..	139.3	98.0	..
Gross annual appropriations	16 844.8	16 834.9	18 504.1	9.9
Special appropriations	2 195.4	2 408.0	1 836.9	- 16.3
Trust funds	1 504.8	1 788.1	1 884.4	25.2
Non public account and other sources	1 520.6	1 499.9	1 561.9	2.7
Total	22 065.6	22 530.9	23 787.3	7.8

Source: Department of Treasury and Finance

Notes:

- (a) Variation is between the 1999-2000 Budget and the 2000-01 Budget.
- (b) For 1999-2000 Revised this item is the actual receipts credited, while for 1999-2000 Budget it is the estimate at the time of the 1999-2000 Budget.
- (c) Estimates of carryover for 2000-01. Actual carryovers are subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act 1994. For 1999-2000 Revised the actual carryover from 1998-99 to 1999-2000 is included, while for the Budget it reflects the departmental estimate at the time of the 2000-01 Budget.

STATEMENT 2

**DEPARTMENTAL
STATEMENTS**

DEPARTMENT OF EDUCATION, EMPLOYMENT AND TRAINING

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Education, Employment and Training was created in its present form following the 1999 State election through the amalgamation of the Department of Education and the respective areas responsible for Employment and Youth Affairs from the former Department of State Development and the Department of Human Services.

The principal responsibilities of the Department of Education, Employment and Training are to:

- provide and ensure access to high quality primary and secondary education for all Victorian children – including support for non-government schools;
- ensure that all Victorians have access to the high quality training and further education services necessary for the social and economic development of the State;
- create additional employment opportunities, particularly for young people and disadvantaged communities;
- link training and further education to employment, especially in high skill industries and areas of skill shortage; and
- ensure that Government policies and service delivery reflect and meet the needs of all young Victorians.

In addition, the Department provides support and advisory services to the Minister for Education, the Minister for Post Compulsory Education, Training and Employment, and the Minister for Youth Affairs and is responsible for the effective management and administration of their respective portfolios.

The Department also provides support for a number of statutory bodies which report to the Minister for Education and the Minister for Post Compulsory Education, Training and Employment.

Output Structure and Financial Information

The Output Group and financial information for the Department of Education, Employment and Training includes consolidated information for the following portfolio entities:

- Department of Education, Employment and Training;
- Board of Studies;
- Institute of Teaching (to be established);
- Merit Protection Boards;
- Registered Schools Board;
- State Training Board;
- Adult, Community and Further Education Board;
- Council of Adult Education;
- 14 TAFE institutes and 5 Universities with TAFE Divisions; and
- Adult Multicultural Education Services.

Minor changes have been made to the 1999-2000 output structure for the new Department to incorporate machinery of government changes and reduce duplication.

Review of 1999–2000 Performance

The Department's financial and output performance is broadly in line with the 1999–2000 Budget forecasts.

The Department's 1999–2000 performance measures are in most cases referenced to the 1999 calendar year. Additional funding commitments of the new Government have impacted on the Department's budget for 1999–2000. However, the impact on performance measures will be reflected in targets and performance for 2000–01 which will be referenced to the 2000 calendar year.

Outlook for 2000–01

The Department's 2000–01 Budget builds on the substantial investment made in education and training in 1999–2000. Priorities include:

- lifting standards of literacy and numeracy;
- increasing retention rates;
- creating higher standards and status for the teaching profession;
- improving school quality;
- reviewing Post Compulsory Education and Training Pathways;
- developing a coherent vision for public education through the *Public Education: The Next Generation* review;
- improving access to education for the disadvantaged – including enhancing student welfare and support;
- building new partnerships with non-government schools and increasing funding for disadvantaged non-government schools;
- achieving a sustainable network of reinvigorated TAFE institutes;
- improving access to and the quality of training and further education and adult and community education;
- improving employment opportunities for all Victorians, particularly youth; and
- working in partnership with business, unions and the community to create more jobs and drive Victoria's unemployment down.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output and output group.

Output costs have been calculated on an accrual basis consistent with generally accepted accounting principles. As such the estimated costs include corporate overheads and accrued expenses such as depreciation and long service leave expense. The methodology used by the Department to allocate these costs will be further refined during 2000-01. Care should be taken in the use of this data when comparing to the many national cost benchmark data available – the majority of this national data is based on cash payments and does not normally include corporate overheads.

The table below summarises the total cost for each output group.

Table 2.1.1: Output group summary

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
School Education	4 354.7	4 409.6	4 608.4	5.8
Tertiary Education, Employment and Training	848.8	893.3	977.6	15.2
Policy, Strategy and Information Services	27.0	25.9	28.9	7.1
Total	5 230.4	5 328.8	5 614.9	7.4

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

School Education

Key Government Outcomes:

All Victorian children will have access to high-quality primary and secondary education so that they experience a real opportunity in life. This will be achieved by:

- lifting literacy and numeracy standards;
- delivering a comprehensive and in-depth curriculum;
- ensuring students are provided with additional support and specialist services to meet specialised needs;
- ensuring that every student and teacher has proper access to computers and learning technologies;
- improving the quality of the teaching profession; and
- ensuring that schools are more responsive to the needs of their local communities, parents and students.

Description of the Output Group:

This output group covers the policy development, regulation and management of the Victorian government school system, including:

- provision of effective teaching and learning, conducted by appropriately trained and qualified teachers in a properly resourced and maintained physical environment;
- curriculum delivery to prescribed content and performance standards in the eight Key Learning Areas in Years P–10 and in accordance with the requirements of the Victorian Certificate of Education (Years 11 and 12);
- provision of specific programs and activities aimed at intervention or extension of education experiences; and
- provision of specialist services to targeted groups of students.

Financial support to and regulation of non-government schooling is also included in this output group.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998–99 Actuals</i> <i>(a)</i>	<i>1999–00 Target</i> <i>(b)</i>	<i>1999–00 Expected Outcome</i> <i>(c)</i>	<i>2000–01 Target</i> <i>(d)</i>
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Primary Education - Delivery of education services in Victorian government schools for students in Years P–6.

Quantity

Students (P–6)	number	303 752	306 596	306 216	306 500
Schools providing primary education	number	1 293	1 285	1 285	1 282 ^(e)
Average P–2 class size	number	24.9	nm	24.3	23.3
P–2 classes 21 or less	per cent	14.9	nm	17.4	26.0

Budget Estimates 2000-01	Education, Employment and Training	21
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School Education - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actuals (a)	1999-00 Target (b)	1999-00 Expected Outcome (c)	2000-01 Target (d)
Primary classes less than 31 students	per cent	93.1	94	95.4	97.5
Primary teacher-student ratio	ratio	1:18.2	1:17.2	1:17.2	1:16.8
Average rate of student attendance in Years P-6	per cent	na	nm	94.1	95.0
<i>Quality</i>					
Year 3 students reaching national benchmarks in reading	per cent	na	nm	86.2	87.0
Schools achieving satisfactory standards in Prep reading assessments ^(f)	per cent	na	nm	nm	90
Primary schools identified as performing at or above expected levels as identified in the triennial review process	per cent	na	nm	nm	93
Parent satisfaction with primary schooling on a 100-point scale	per cent	na	89	83	85
Morale of primary school teachers on a 100-point scale	per cent	na	72	74	75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1 846.7
Junior Secondary Education (Years 7-10) - Delivery of education services in Victorian government schools for students in Years 7-10.					
<i>Quantity</i>					
Students (7-10)	number	151 493	152 073	151 660	151 600
Schools providing Years 7-10 education	number	305	305	305	305
Secondary teacher-student ratio (all secondary)	ratio	1:12.7	1:12.7	1:12.6	1:12.5
Years 7-10 English class sizes less than 26 students	per cent	77.2	78.0	78.2	78.2
Participation rate of 15 year olds ^(g)	per cent	93.5	nm	95.0	95.0
Average rate of student attendance in Years 7-10	per cent	na	nm	91.4	92.0

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Transition rate from Years 10-11	per cent	95.6	96.3	95.7	96.5
Years 10-12 apparent retention rate	per cent	73.7	73.7	73.5	74.0
Parent satisfaction with secondary schooling on a 100-point scale (all secondary)	per cent	na	82	82.2	83
Schools identified as performing at or above expected levels as identified in the triennial review process (all secondary)	per cent	na	nm	89	90
Morale of secondary school teachers on a 100-point scale (all secondary)	per cent	na	64	57	58
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1 202.5
Senior Secondary Education (Years 11 and 12) - Delivery of education services in Victorian government schools for students in Years 11 and 12.					
<i>Quantity</i>					
Students (Years 11 and 12)	number	64 863	65 194	64 709	64 500
Schools providing Years 11 and 12	number	296	296	296	296
Average number of VCE studies provided per school	number	26.7	26.7	26.7	26.7
Participation rate of 17 year olds ^(g)	per cent	73.8	nm	74.6	75
<i>Quality</i>					
Average VCE study score	number	na	28.7	28.8	28.8
School leavers progressing to further education, training or work	per cent	84.3	84	82.2	84
Average rate of student attendance in Years 11 and 12	per cent	na	nm	92.5	93
Years 7-12 apparent retention rate	per cent	69.1	69.1	69.8	70.0
Transition rate from Year 11 to Year 12	per cent	82.9	83.4	82.8	83.0
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	568.8

School Education - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> (a)	<i>1999-00 Target</i> (b)	<i>1999-00 Expected Outcome</i> (c)	<i>2000-01 Target</i> (d)
Non-Government School Education - Provision of services for non-government students including:					
<ul style="list-style-type: none"> • registration of non-government schools and non-government teachers; • registration reviews of non-government schools; • endorsement of non-government schools to accept full fee paying overseas students; • monitoring of non-government school accountability requirements; • payment of State grants to non-government schools; and • payment of grants to non-government school organisations for student support services. 					
<i>Quantity</i>					
Non-government school students	number	267 092	269 596	270 612	273 500
Non-government schools	number	679	684	684	694
Non-government teachers registered annually	number	2 000	2 000	2 000	2 000
Teachers registered in accordance with published timelines and procedures	per cent	na	98	98	98
<i>Quality</i>					
Student enrolments collected and verified for all schools	per cent	na	100	100	100
Recommendations of non-government school registration reviews approved by Registered Schools Board	per cent	na	98	99	99
<i>Timeliness</i>					
Schools, additional year levels and new campuses registered in accordance with Board procedures by 31 March	per cent	na	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	276.3

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
Performance Measures					
Early Literacy and Numeracy Services - Provision of intensive strategies to help students in the early years of schooling achieve the highest possible standards of literacy and numeracy, including:					
<ul style="list-style-type: none"> high quality structured, literacy and numeracy teaching and learning programs in the early years of schooling; intervention programs (eg Reading Recovery); professional development for teachers; and parent education programs to support student learning. 					
<i>Quantity</i>					
Schools implementing the Early Years Literacy Program	number	961	1 284	1 284	1 282
Parent education programs provided by schools	number	3 721	4 093	4 093	5 000
Year 1 cohort accessing one-to-one intervention programs such as Reading Recovery	per cent	12.5 ^(h)	20	12 ^(h)	20
Schools participating in Early Numeracy Research Project	number	56	56	70 ⁽ⁱ⁾	70
<i>Quality</i>					
Student attainment at text level 1 at end Prep in reading	per cent	na	80	80	80
Student attainment at text level 5 at end Year 1 reading	per cent	na	100	100	100
Year 3 students reaching national benchmarks in reading	per cent	na	nm	86.2	87.0
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	85.0
New Learning Technologies, Multimedia and Open Learning - Provision to schools of:					
<ul style="list-style-type: none"> appropriate technology infrastructure (e.g. WAN, multimedia computers); access to high quality online learning resources; access to flexible and effective technology based professional development; and access to information sharing and collaboration services. 					
<i>Quantity</i>					
Schools with a 1:5 computer to student ratio	per cent	na	nm	55	90
Budget Estimates 2000-01	Education, Employment and Training				25

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
Teachers and principals with a notebook computer	per cent	na	41	41	80
Technical support staff to computer ratio	ratio	na	nm	1:900	1:300
<i>Quality</i>					
Catalogued Internet sites in EduNet Education Cache	number	na	20 000	16 000	20 000
Teachers reporting intermediate or advanced learning technology skills	per cent	na	60	60	75
Principals reporting intermediate or advanced learning technology skills	per cent	na	nm	nm	75
Teachers reporting using learning technologies in class routinely throughout the week	per cent	na	nm	41	60
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	89.0
Vocational Education and Training in Schools - This output provides accredited Vocational Education and Training (VET) in Schools programs in Victorian schools (government and non-government), and Apprenticeship and Traineeship programs in Victorian government schools.					
<i>Quantity</i>					
Schools offering VET in the VCE programs	number	375	375	405	425
Accredited VET programs	number	23	27	28	30
Students participating in VET in the VCE programs	number	12 800	14 000	15 500	18 000
Apprenticeship and Traineeship programs	number	8	11	11	13
Students participating in Apprenticeship and Traineeship programs	number	386	800	800	1 100
Annual Student Contact Hours	number (million)	na	nm	3.704	4.788

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
<i>Quality</i>					
VET in the VCE students progressing to further education, training or work	per cent	na	94	95	95
VET in VCE students completing a qualification	number	na	6 000	5 353 ^(j)	5 500
VET in the VCE units successfully completed	number	na	36 000	22 254	24 000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	12.9
Rural Support Services - Provision of support services to students in rural communities.					
<i>Quantity</i>					
Students receiving Rurality and Isolation resources through the School Global Budget	number	208 658	nm	209 914	209 582
Students receiving funding for Shared Specialists in small schools	number	na	nm	nm	15 100
Students with access to virtual technologies	number	na	nm	18 936	23 007
Students accessing education through Distance Education	number	1 992	nm	2 245	2 300
<i>Quality</i>					
Years 10-12 apparent retention rate in non-metropolitan regions	per cent	73.8	nm	74.3	74.3
Transition rate from Years 10-11 in non-metropolitan regions	Per cent	92.5	nm	90.9	92.0
Schools in non-metropolitan regions achieving satisfactory standards in Prep reading assessments ^(f)	per cent	na	nm	nm	92
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	39.5

School Education - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> (a)	<i>1999-00 Target</i> (b)	<i>1999-00 Expected Outcome</i> (c)	<i>2000-01 Target</i> (d)
Student Welfare and Support Services - This output deals with the provision of education services relating to:					
<ul style="list-style-type: none"> • student welfare including drug education and youth suicide issues; and • student support services in the areas of speech therapy, visiting teacher services for hearing, visually, health and physically impaired students, curriculum services and alternative programs. 					
<i>Quantity</i>					
Percentage of Victorian government schools meeting minimum requirements of Framework for Student Support Services	per cent	na	nm	nm	70
Student welfare coordinators in secondary schools	number	na	nm	nm	309
Students serviced through an offsite alternative program	number	na	nm	nm	1 000
Students that have returned to home school from an offsite alternative setting	number	na	nm	nm	750
Schools (government and non-government) implementing individual School Drug Education Strategies	per cent	na	nm	94	96
<i>Quality</i>					
School satisfaction with student support services	per cent	na	80	80	80
Level of participant satisfaction with drug education related professional development and parent education programs	per cent	na	nm	83	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	71.4

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
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Services to Students from Language Backgrounds Other than English - Provision of English as a second language (ESL) services to students from language backgrounds other than English, including:

- services provided in English language schools and centres for new arrival students, and the outposting program; and
- services provided in regular schools for students from language backgrounds other than English.

Quantity

New arrival students receiving intensive or targeted support	number	1 825	1 900	1 747	1 700 ^(k)
Non-metropolitan new arrivals programs	number	2	2	2	2
Schools hosting intensive ESL services for new arrival students (outposting programs)	number	22	20	17	18 ^(k)
Students receiving ESL support in regular schools	number	39 363	40 379	40 379	40 343

Quality

Eligible students in regular schools receiving ESL support	per cent	90.1	91.1	91.1	91.3
School rating of interpreting and translating services as satisfactory or above	per cent	na	nm	nm	80

Cost

Total output cost:	\$ million	na	na	na	43.8
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Services to Students with other Special Learning Needs - Provision of additional services to students experiencing educational disadvantage as identified in the Special Learning Needs component of the School Global Budget, including services to students at educational risk in regular schools and Koorie Education programs.

Quantity

Koorie students in government schools	number	4 807.9	nm	5 112.2	5 262.2
Koorie Education workers	number	72	72	72	72
Koorie Open Doors Education (KODE) campuses	number	3	4	3	4

School Education - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actuals (a)	1999-00 Target (b)	1999-00 Expected Outcome (c)	2000-01 Target (d)
Students in regular schools which receive additional funds for redressing educational risk					
• Students	number	208 010	207 220	210 207	308 000
• Portion of total enrolments	per cent	39.9	39.5	39.8	58.7
<i>Quality</i>					
Year 3 indigenous students reaching national benchmarks in reading	per cent	na	nm	68	70
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	55.4
Services to Students with Disabilities and Impairments - Provision of educational services to Victorian students with disabilities and impairments in Government Schools including provision of services in both regular schools and specialist schools.					
<i>Quantity</i>					
Students with disabilities and impairments in special settings	number	5 231	5 415	5 506	5 680
Students classified as having disabilities and impairments in regular schools	number	7 039	7 958	8 262	10 130
Regular schools with students with disabilities and impairments	number	1 335	1 345	1 345	1 390
<i>Quality</i>					
Parent satisfaction with special schooling on a 100 point scale	per cent	na	86	86	86
Staff morale of specialist school teachers on a 100 point scale	per cent	na	76	76.7	77.0
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	236.8
Education Maintenance Allowance - This output provides administration of payment of the Education Maintenance Allowance (EMA) to eligible parents of government and non-government school students.					
<i>Quantity</i>					
School students receiving EMA	number	212 040	210 000	215 000	219 000

School Education - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
EMA payments processed according to published timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	35.5
Student Transport services - This output involves the administration of student transport services for government and non-government school students.					
<i>Quantity</i>					
School students supported by conveyance allowance	number	38 700	39 000	38 650	38 500
Eligible special school students provided with appropriate travel	number	na	nm	5 100	5 400
<i>Quality</i>					
Sample of claims checked for accuracy	per cent	na	nm	nm	50
<i>Timeliness</i>					
Payments made according to published schedule	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	44.8

Source: Department of Education, Employment and Training

Notes:

- (a) 1998-99 Actuals relate to the 1998 calendar year for school and TAFE outputs.*
- (b) 1999-00 Targets relate to the 1999 calendar year for school and TAFE outputs.*
- (c) 1999-00 Expected Outcomes relate to the 1999 calendar year for school and TAFE outputs.*
- (d) 2000-01 Targets relate to the 2000 calendar year for school and TAFE outputs.*
- (e) This change represents schools already closed or merged for 2000. It is not a prediction of further closures/mergers.*
- (f) 80 per cent of students deemed as capable to read unseen text with 90 per cent accuracy at Reading Recovery level 1.*
- (g) Government and non-government schools.*
- (h) Data relates to Reading Recovery only.*
- (i) Additional schools participating in the project include four Catholic and three Independent schools.*
- (j) This reflects completions at the end of the 1999 year. No further Board of Studies data for this measure will be available until the end of 2000.*
- (k) Targets relate to the Commonwealth immigration program over which DEET has no control.*

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	4 354.7	4 409.6	4 608.4	5.8^(b)
<i>Comprising:</i>				
Employee related expenses	2 617.4	2 602.2	2 717.6	3.8
Purchase of supplies and services	848.8	899.4	956.6	12.7
Depreciation and amortisation	162.5	176.5	179.4	10.4
Capital asset charge	403.4	391.4	388.3	-3.7
Other expenses	322.5	340.1	366.5	13.6

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) DEET has reviewed the accounting treatment of a number of transactions classified as employee related expenses in the 1999-2000 Budget. These transactions have been reclassified as purchase of supplies and services to better reflect their economic nature.

Tertiary Education, Employment and Training

Key Government Outcomes

All Victorians will have access to articulated tertiary education, training and employment services necessary for the social and economic development of the State. This will be achieved by:

- ensuring that tertiary education and training services provided are of the highest quality;
- creating additional employment opportunities, particularly for young people and disadvantaged communities; and
- linking training and further education to employment, especially in high-skill areas and areas of skill shortage.

Description of the Output Group

This output group covers the provision of tertiary education, training and employment services to the Victorian community. These services are provided through a number of programs and service providers. The role of DEET varies from direct service provision to accreditation and monitoring.

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals ^(a)	1999-00 Target ^(b)	1999-00 Expected Outcome ^(c)	2000-01 Target ^(d)
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Training and Further Education Places - The provision of Training and Further Education Places by TAFE institutes and other registered training organisations in accordance with priorities set by Government, industry and the community. Also includes provision of a range of services to providers and the community to ensure and enhance the quality of the education and training places purchased.

Quantity

Annual module enrolments	number (million)	na	nm	2.51	2.57
Government funded student contact hours of training and further education provided	number (million)	69.35	65.46	72.02	67.14
Providers registered to deliver national training and further education qualifications	number	882	780	1 080	970
Increase in apprenticeships and traineeships	per cent	34.4	22	46	25
Audit of contract compliance by registered training organisations and other State Training System organisations	number	166	250	370	480
Industry based contract compliance audits of registered training organisations	number	na	nm	nm	7

Tertiary Education, Employment and Training - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> (a)	<i>1999-00 Target</i> (b)	<i>1999-00 Expected Outcome</i> (c)	<i>2000-01 Target</i> (d)
<i>Quality</i>					
TAFE graduates in employment in year following graduation	per cent	72.3	70	75	75
Persons aged 15-64 participating in TAFE programs as proportion of population	per cent	12.3	12.5	13.0	13.1
Successful training completions as measured by module load completion rate	per cent	80.3	80.0	75.5	80.0
<i>Timeliness</i>					
2001 Performance agreements with TAFE institutes in place according to agreed timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	831.4
Adult and Community Education (ACE) Places and Community Support -					
Education and training places, and support for education for adults in community settings and Adult Multicultural Education Services (AMES), in accordance with priorities established by Government and regional demand. Also includes provision of a range of support services to providers, networks and the community to ensure and enhance the quality of the education and training places purchased.					
<i>Quantity</i>					
ACE organisations eligible for funding	number	468	470	510	510
AMES campuses	number	18	18	18	19
Total annual module enrolments – ACE (includes self-funded courses)	number	306 000	339 000	355 000	355 000
Annual module enrolments – ACE (government funded)	number	115 000	115 000	124 000	124 000
Annual module enrolments – AMES	number	28 000	24 000	92 485	107 000 ^(e)
Student contact hours of education and training activity provided through ACE providers via government funds	number (million)	3.38	3.42	4.25	3.42
Student contact hours of education and training activity provided through AMES	number (million)	3.05	2.84m	2.80m	3.20

Tertiary Education, Employment and Training - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
Performance Measures					
ACE organisations registered to issue national vocational and further education qualifications	number	180	180	197	200
Clusters of ACE organisations operating	number	na	nm	nm	58
Number of learning towns operating	number	na	nm	nm	5
<i>Quality</i>					
Student satisfaction with ACE courses meeting their overall needs	per cent	na	70	70	75
Persons aged 15 and over participating in ACE as a proportion of the population	per cent	na	4	4.8	5.0
Successful completions as measured by module load completion rate – ACE providers	per cent	80	75	77	77
Successful completions as measured by module load completion rate – AMES	per cent	80	82	82	80
<i>Timeliness</i>					
Performance Agreements with Regional Councils signed before 31 December	number	na	nm	nm	9
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	78.4

Employment Services - Provision of:

- specialist advice and assistance on employment opportunities and the labour market;
- employment programs such as the Community Business Employment Program, Youth Employment Programs, StreetLIFE Program, Community Infrastructure Jobs Program, and Employment Incentive Programs; and
- incentives to attract skilled migrants to settle in Victoria including assessments of professional qualifications gained overseas and vocational advice to migrants.

Quantity

Community Business Employment Program – placements made	number	12 697	10 000	10 000	10 000
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Tertiary Education, Employment and Training - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> (a)	<i>1999-00 Target</i> (b)	<i>1999-00 Expected Outcome</i> (c)	<i>2000-01 Target</i> (d)
Overseas Qualifications Service client services provided (by phone, in person or in writing)	number	4 000	4 200	4 200	4 200
StreetLIFE jobs created ^(f)	number	856	500	500	500
Key Performance Indicators in StreetLIFE contracts successfully completed ^(f)	per cent	na	90	90	90
Youth Employment Scheme (Government) –apprenticeship and traineeship commencements	number	na	278	278	581
Employer Incentive Program (Youth) – apprenticeship and traineeship commencements	number	na	1 250	1 250	2 500
Youth Employment Scheme (Private Sector)- apprenticeship and traineeship commencements	number	na	850	850	1500
GO for IT program - traineeships commencements	number	na	30	30	95
Community Infrastructure Jobs Program – commencements	number	na	nm	nm	2 000
Employment Incentive Program (Adult):					
• Placements made	number	na	250	250	1 500
• Local government and community partnerships effected	number	na	50	50	300
Youth Employment Services:					
• Website hits	number	na	nm	nm	20 000
• Telephone enquires	number	na	nm	nm	10 000
Skilled Migration Unit services provided to:					
• migrants	number	na	nm	nm	1 000
• employers	number	na	nm	nm	1 000
Youth Employment Scheme (Government) – number of long term unemployed young people assisted	number	na	nm	87	171

Tertiary Education, Employment and Training - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
Performance Measures					
Employer Incentive Program (Youth) - number of long term unemployed young people assisted	number	na	nm	1 250	2 500
<i>Quality</i>					
Client satisfaction with Overseas Qualifications Service (client survey)	per cent	87	90	90	90
Client satisfaction with services provided by the Skilled Migration Unit (client survey)	per cent	na	nm	nm	80
Youth Employment Scheme (Government) –participants who complete, then move to further study or other employment within 3 months	per cent	na	nm	80	80
Youth Employment Scheme (Private Sector) -participants who complete then move to further study or other employment within 3 months	per cent	na	nm	80	80
Community Business Employment program placement retention rate – participants retained for 13 weeks	per cent	85	80	80	80
Community Infrastructure Jobs Program – participants acquiring on-going employment	per cent	na	nm	nm	60
Employment Incentive Program (Adult) - participants retained for 13 weeks	per cent	na	70	70	70
<i>Timeliness</i>					
Overseas Qualifications Services response rate within 10 working days	per cent	95	95	95	95
Labour market information reports (monthly) produced and distributed within three working days.	per cent	na	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	64.9

Tertiary Education, Employment and Training - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <small>(a)</small>	<i>1999-00 Target</i> <small>(b)</small>	<i>1999-00 Expected Outcome</i> <small>(c)</small>	<i>2000-01 Target</i> <small>(d)</small>
Higher Education Accreditation and Monitoring - Provision of a range of services to universities and private providers of higher education, including:					
<ul style="list-style-type: none"> negotiation of appropriate levels of Commonwealth resources and higher education places for universities; accreditation of higher education courses for delivery through private providers; authorisation of private providers to conduct higher education courses; and endorsement of higher education providers offering courses to international students. 					
<i>Quantity</i>					
Australian higher education places provided in Victorian universities	per cent	25.6	25.0	25.0	25.0
Accredited higher education courses approved for delivery through private providers	number	60	75	75	75
Teacher scholarships taken up in 2001	number	na	nm	nm	250
<i>Quality</i>					
Private providers meeting quality standards set by legislation	per cent	100	100	100	100
Direct costs recovered through fees	per cent	na	100	100	100
<i>Timeliness</i>					
Application assessment process completed within 6 months	per cent	na	80	80	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.9

Source: Department of Education, Employment and Training

Notes:

- (a) 1998-99 Actuals relate to the 1998 calendar year for school and TAFE outputs.
- (b) 1999-00 Targets relate to the 1999 calendar year for school and TAFE outputs.
- (c) 1999-00 Expected Outcomes relate to the 1999 calendar year for school and TAFE outputs.
- (d) 2000-01 Targets relate to the 2000 calendar year for school and TAFE outputs.
- (e) Increase on 1999-2000 targets due to use of actual client course enrolments in previous years rather than module enrolments.
- (f) To be transferred to the Department of State and Regional Development from July 2000.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	848.8	893.3	977.6	15.2^(b)
<i>Comprising:</i>				
Employee related expenses	528.9	424.4	453.2	-14.3
Purchase of supplies and services	149.3	173.4	180.9	21.2
Depreciation and amortisation	60.8	60.9	62.8	3.3
Capital asset charge	93.8	90.9	90.0	-4.0
Other expenses	16.0	143.8	190.7	na

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) DEET has reviewed the accounting treatment of a number of transactions previously classified as Employee related expenses. These transactions have been reclassified as Purchase of supplies and services and Other expenses to better reflect the nature of the expense. The table below recasts the 1999-00 published Budget in terms of these revisions to provide a consistent basis for comparison. The increase in Employee related expenses reflects the impact of initiatives such as the reimbursement to TAFE institutes of the cost of concessional fees provided to disadvantaged students.

	(\$ million)			
	1999-00 Budget (recast)	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	848.8	893.3	977.6	15.2
Employee related expenses	418.5	424.4	453.2	8.3
Purchase of supplies and services	173.0	173.4	180.9	4.5
Depreciation and amortisation	60.8	60.9	62.8	3.3
Capital asset charge	93.8	90.9	90.0	-4.1
Other expenses	102.7	143.8	190.7	85.7

Source: Department of Education, Employment and Training

Notes:

- (a) Variation between 1999-2000 Budget (recast) and 2000-01 Budget.

Policy, Strategy and Information Services

Key Government Outcomes:

All Victorians will have access to high-quality education, employment and training services that are responsive to the needs of education, training and employment stakeholders and the general community.

Description of the Output Group:

This output group includes the provision of policy and strategy advice to the Ministers, and Ministerial and support services for the various statutory authorities and advisory bodies in the portfolio. Included also are services relating to public information, international education and young people.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <small>(a)</small>	<i>1999-00 Target</i> <small>(b)</small>	<i>1999-00 Expected Outcome</i> <small>(c)</small>	<i>2000-01 Target</i> <small>(d)</small>
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Policy, Strategy and Executive Services - Provision of strategic policy advice and administrative support, including services relating to parliamentary and legislative responsibilities, to Ministers and Boards in the areas of:

- department-wide resource management, planning and budget;
- school education;
- training and further education;
- adult community education;
- higher education;
- employment services; and
- youth affairs.

Quantity

Correspondence prepared for Ministers' and Executive Group's signature or responded to on behalf of Ministers	number	5 950	9 000	8 900	10 500
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Briefings prepared for Ministers' and Executive Group's signature	number	na	5 000	5 100	5 700
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Quality

Ministerial satisfaction that advice and documentation received meet required quality standards	per cent	na	nm	nm	90
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Boards' satisfaction that services received meet relevant quality standards	per cent	na	nm	nm	90
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Policy, Strategy and Information Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Correspondence prepared for Ministers' signatures or responded to on behalf of Ministers within predetermined timelines	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.9

International Education Services -

- marketing, recruitment, assessment and placement services for full fee-paying overseas students in Victorian government schools and provision of generic marketing support for TAFE providers and the higher education sector;
- marketing of the Department's capabilities, programs and services to national and international markets;
- organisation of overseas delegations and study tours to visit Victorian education and training institutions and agencies; and
- organisation and implementation of teacher and principal exchange programs, student exchange and student study tours.

Quantity

Overseas full fee-paying students studying at Victorian Government Schools	number	757	1 000	1 000	1 050
Overseas students studying in Victoria as a percentage of Australian number of overseas students – all sectors	per cent	26	27	27	28
Overseas students studying at Victorian universities	number	30 850	32 500	34 577	35 000
Overseas students recruited to study at Victorian government schools in the year	number	na	600	638	650
Increased participation in international aid projects and fee-for-service programs	per cent	na	nm	25	5

Policy, Strategy and Information Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Satisfaction of students on exit from the full fee-paying overseas students program	per cent	na	nm	nm	80
Satisfaction of clients with programs/services offered	per cent	na	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.6
Public Information and Promotion Services - Provision of education information services to the community. Services include:					
<ul style="list-style-type: none"> • advertising services, newspaper supplements, Victorian School News and dissemination of information regarding Departmental policies and initiatives; • telephone information services through the Education Line and TAFE Course lines; and • public promotions such as Education Week, Adult Learners Week. 					
<i>Quantity</i>					
Responses to telephone and Email information queries	number	na	nm	nm	60 000
Publications	number	na	450	450	400
<i>Quality</i>					
Internal customer satisfaction with publications	per cent	na	85	85	88
Reader satisfaction with news publications	per cent	na	70	70	75
Customer satisfaction with quality of telephone information service	per cent	na	70	70	75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	6.9

Policy, Strategy and Information Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i> <i>(a)</i>	<i>1999-00 Target</i> <i>(b)</i>	<i>1999-00 Expected Outcome</i> <i>(c)</i>	<i>2000-01 Target</i> <i>(d)</i>
Youth Affairs - Develop a proactive and whole of Government approach to the policy, planning and delivery of services to young people in Victoria including:					
<ul style="list-style-type: none"> • delivery and coordination of policy advice to the Minister for Youth Affairs and Government; • provision of a focus for young people in Victoria to contribute to Government policy and program development; • program design and coordination, including FreeZA; and • provision of a research base on youth needs and issues of importance to young people in both regional Victoria and metropolitan Melbourne. 					
<i>Quantity</i>					
Regional Youth Advisory Committees	number	na	nm	nm	15
FreeZA providers:					
• Metropolitan	number	na	nm	16	24
• Non-metropolitan	number	na	nm	25	35
Participation in FReeZA events	number	na	nm	nm	200 000
Students participating in Victorian Youth Development Program	number	na	nm	2 150	3 700
Hits recorded on youth website over 6 months	number	na	nm	nm	500 000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.5

Source: Department of Education, Employment and Training

Notes:

(a) 1998-99 Actuals relate to the 1998 calendar year for school and TAFE outputs.

(b) 1999-00 Targets relate to the 1999 calendar year for school and TAFE outputs.

(c) 1999-00 Expected Outcomes relate to the 1999 calendar year for school and TAFE outputs.

(d) 2000-01 Targets relate to the 2000 calendar year for school and TAFE outputs.

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	27.0	25.9	28.9	7.1^(b)
<i>Comprising:</i>				
Employee related expenses	16.3	15.6	16.5	0.9
Purchase of supplies and services	10.0	9.7	10.2	1.3
Depreciation and amortisation	0.5	0.5	0.5	0.0
Capital asset charge	0.2	0.2	0.2	-3.2
Other expenses	..	..	1.6	..

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) DEET has reviewed the accounting treatment of a number of transactions classified as Employee related expenses in the 1999-2000 Budget. These transactions have been reclassified as Purchase of supplies and services to better reflect their economic nature.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position and cash flow statement for the Department as well as authority for resources.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.1.2 –Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.1.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.1.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.1.2: Departmental Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	4 662.3	4 699.3	4 970.8	6.6
Section 29 receipts -Commonwealth	39.8	41.8	43.5	9.3
-Other	1.7	1.7	1.7	..
Other Commonwealth grants	268.9	261.9	247.3	-8.0
Other revenue ^(c)	584.3	630.4	637.9	9.2
Total	5 557.0	5 635.1	5 901.3	6.2
Operating expenses				
Employee related expenses ^(d)	3 399.3	3 237.3	3 383.8	-0.5
Purchases of supplies and services ^(e)	1 041.8	1 157.6	1 223.3	17.4
Depreciation and amortisation	231.4	245.4	250.3	8.2
Capital assets charge	497.3	482.4	478.4	-3.8
Other expenses	338.5	483.9	558.9	65.1
Total	5 508.3	5 606.6	5 894.7	7.0
Operating surplus/deficit before revenue for increase in net assets	48.7	28.4	6.5	-86.6
<i>Add:</i>				
Revenue for increase in net assets	20.0	20.0	11.4	-42.8
Section 29 Receipts - asset sales	14.4	17.7	24.2	67.9
Operating surplus/deficit	83.1	66.1	42.1	-49.3
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	..	..	..	..
Other Commonwealth grants	1 000.7	1 165.9	1 263.3	26.2
Other revenue ^(c)	4.7	4.7	4.7	..
Less revenue transferred to Consolidated Fund	- 317.2	- 361.7	- 383.0	20.7
Total	688.2	808.9	885.0	28.6
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	..	..	..	..
Other expenses	688.2	808.9	885.0	28.6
Total	688.2	808.9	885.0	28.6
Operating surplus/deficit	- 0.0	- 0.0	- 0.0	0.0

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1999-2000 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax. The estimates for 1999-00 Revised and 2000-01 Budget reflect a major review of the accounting classification of various transactions to better reflect their economic nature, for example the delivery of services under contracting arrangements.
- (e) Includes payments to non-government organisations for delivery of services.

Controlled Operating Revenue

The Department's Operating Statement shows controlled revenue received from the State Government for outputs delivered is expected to increase by \$37 million in 1999-00 from that forecast and by a further \$272 million in 2000-01.

Increased revenue is being paid to the Department to implement the Government's election commitments as detailed in *Labor's Financial Statement – The First Term of a Bracks Labor Government*, with some \$51 million provided in 1999-00 and \$174 million in 2000-01. These initiatives include smaller class sizes in Years P-2 (\$36 million), the Community Infrastructure Jobs program (\$20 million), assistance for TAFE institutes (\$14 million), student welfare co-ordinators in secondary colleges (\$12 million), a boost to the apprenticeship program (\$17 million), a broader VCE program (\$14 million), support for disadvantaged non-government schools (\$15 million) and students requiring support under the Disabilities and Impairments program (\$5 million). Further detail of all election initiatives is provided in Chapter 8, Election Commitments – Implementation Report Card in *Budget Paper No. 2*.

DEET will also receive additional output revenue of \$10 million in 1999-00 and \$92 million in 2000-01 for other new service delivery initiatives, including funding to expand the supply of existing output delivery. This additional revenue will fund the delivery of outputs to meet the growth in demand for apprenticeship and traineeship places (\$13 million) and in the number of students receiving support under the Disabilities and Impairments program (\$17 million). Output revenue being paid for Training and Further Education Places has also been increased to improve the quality of training provided and to address financial pressures being experienced by TAFE institutes, including payment of a community service obligation to meet student fee concessions provided by institutes (\$10 million). Funding has also been provided to address urgent backlog and ongoing school and TAFE institute facility maintenance (\$35 million).

Revenue received for output initiatives of previous years also adds \$35 million to total output revenue received. This increase is reduced by the impact of savings requirements under arrangements from previous years (\$27 million) and new savings measures introduced in the 2000-01 Budget (\$5 million).

Movements in revenue from the Commonwealth are broadly consistent with historical trends. The expected reductions in Other Commonwealth Grants in part reflect the impact of the reclassification of some transactions to Other Revenue. This reclassification better reflects the nature of the TAFE service provision associated with this revenue.

In addition to the impact of the above reclassification, expected growth in Other Revenue also results from the winning of a major contract by the Adult Multicultural Education Services to provide educational services to the NSW Government.

Controlled Operating Expenses

The composition of the expected out-turn for expenditure in 1999-00 varies considerably from that forecast in the 1999-00 Budget, with a downward movement in Employee related expenses and upwards movements in Purchases of supplies and services and Other expenses. These changes have arisen from a major review by DEET of the structure of the budget model which allocates expenses. The review and resultant reclassification provides better consistency with actual expense patterns as reflected in DEET's annual financial statements.

The accounting treatment of grants to organisations within the portfolio, and the impact of changing output delivery mechanisms on the expense structure of the Department are now better reflected in the composition of the estimates of operating expenses. For example a range of services are now delivered by providers contracted by the Department. The costs associated with these services were previously classified as Employee related expenses. The costs are now classified as Purchases of supplies and services and Other expenses to reflect the nature of the transaction underlying the method of service delivery. The table below recasts the 1999-00 published Budget in terms of these revisions to provide a consistent basis for comparison. The increase in Employee related expenses reflects the impact of initiatives such as the employment of additional teachers to reduce class sizes in years P-2.

	1999-00 Budget (Recast)	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating expenses				
Employee related expenses	3 207.1	3 237.3	3 383.8	5.5
Purchases of supplies and services	1 145.5	1 157.6	1 223.3	6.8
Depreciation	231.4	245.4	250.3	8.2
Capital asset charge	482.4	482.4	478.4	..
Other expenses	441.9	483.9	558.9	26.5
Total	5 508.3	5 606.6	5 894.7	7.0

Source: Department of Education, Employment and Training

Notes:

(a) Variation between 1999-2000 Budget (Recast) and 2000-01 Budget.

Government election commitments being implemented in 1999-00 add \$61 million to DEET's operating expenses. Movements in operating expenses in 2000-01 broadly reflect the increased Revenue from State Government to be received to deliver more and better quality outputs. Movements in Depreciation and the Capital Asset Charge reflect the combined impact of the 2000-01 approved asset investment in schools and TAFE institutes and revisions to depreciation methodologies. These revisions will better reflect how school assets are used in the provision of education outputs.

Administered transactions

Transactions administered by DEET on behalf of government are grants received from the Commonwealth for on-passing to non-government schools or for payment into the Consolidated Fund.

Increases in this revenue and subsequent expenses reflect the impact of a new funding model for school grants implemented by the Commonwealth in 1999, a boost in Commonwealth grants for on-passing to the Catholic school system following re-categorisation by the Commonwealth and indexation of grants for government and non-government schools.

Table 2.1.3: Statement of Financial Position

(\$ thousand)

	As at 30 June				Variation ^(a)
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	%
Assets					
Current Assets					
Cash	300 868	301 466	302 826	304 791	1.1
Investments	101 865	101 865	101 865	101 865	..
Receivables	28 674	28 674	28 724	28 774	0.3
Prepayments	25 700	25 700	25 860	26 020	1.2
Inventories	13 132	13 132	13 212	13 292	1.2
Other Assets	2 540	2 540	2 540	2 540	..
Total Current Assets	472 779	473 377	475 027	477 282	0.8
Non-Current Assets					
Investments	5 512	5 512	5 512	5 512	..
Receivables ^(b)	179 219	333 790	323 468	425 284	27.4
Fixed Assets	6 312 630	6 323 127	6 316 539	6 347 108	0.4
Other Assets	4	4	4	4	..
Total Non-Current Assets	6 497 365	6 662 433	6 645 523	6 777 908	1.7
Total Assets	6 970 144	7 135 810	7 120 550	7 255 190	1.7
Liabilities					
Current Liabilities					
Payables	- 119 704	- 121 296	- 121 796	- 123 878	2.1
Borrowing	- 3 152	- 3 152	- 3 152	- 3 152	..
Employee Entitlements	- 120 956	- 125 690	- 126 843	- 139 435	10.9
Other Liabilities	- 23 453	- 23 453	- 23 453	- 23 453	..
Total Current Liabilities	- 267 265	- 273 591	- 275 244	- 289 918	6.0
Non-Current Liabilities					
Payables	- 3 801	- 3 801	- 3 801	- 3 801	..
Borrowing	- 7 757	- 7 757	- 7 757	- 7 757	..
Employee Entitlements	- 687 896	- 764 143	- 764 177	- 841 999	10.2
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	- 699 454	- 775 701	- 775 735	- 853 557	10.0
Total Liabilities	- 966 719	-1 049 292	-1 050 979	-1 143 475	9.0
Net Assets	6 003 425	6 086 518	6 069 571	6 111 715	0.4
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	50	50	100	100.0
Investments	890	890	890	890	..
Receivables	1 104	1 104	1 104	1 104	..

Table 2.1.3: Statement of Financial Position - continued

	(\$ thousand)				
	Estimated as at 30 June				
	1999	2000	2000	2001	Variation ^(a)
	Actual	Budget	Revised	Budget	%
Total Current Assets	1 994	2 044	2 044	2 094	2.4
Non-Current Assets					
Investments	83	83	83	83	..
Receivables	958	895	895	832	- 7.0
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	1 041	978	978	915	- 6.4
Total Assets	3 035	3 022	3 022	3 009	- 0.4
Liabilities					
Current Liabilities					
Payables	- 1 960	- 1 960	- 1 960	- 1 960	..
Total Current Liabilities	- 1 960	- 1 960	- 1 960	- 1 960	..
Non-Current Liabilities					
Total Non-Current Liabilities	..	..	..	..	..
Total Liabilities	- 1 960	- 1 960	- 1 960	- 1 960	..
Net Assets	1 075	1 062	1 062	1 049	- 1.2

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Controlled

DEET's Net Assets position is expected to improve by \$42 million during 2000-01. This mainly reflects additional investment in assets by the State Government and by schools and TAFE institutes from their own revenue.

The expected growth in Non-Current Receivables in 2000-01 of \$102 million represents increased deposits held by DEET with the State Administration Unit. The increase mainly results from the estimated 2000-01 operating surplus and increases in provisions for Employee Entitlements.

Administered

The Department does not have any material administered assets or liabilities.

Table 2.1.4: Cash Flow Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	4 662.3	4 699.3	4 970.8	6.6
Receipts from State Government -increase in net asset base	20.0	20.0	11.4	-42.8
Section 29 Receipts - Commonwealth	39.8	41.8	43.5	9.3
- Other	1.7	1.7	1.7	..
- Asset Sales	14.4	17.7	24.2	67.9
Other Commonwealth grants	268.9	261.9	247.3	-8.0
Other	584.3	630.2	637.9	9.2
	5 591.4	5 672.6	5 936.8	6.2
Operating payments				
Employee Related Expenses	-3 318.3	-3 155.1	-3 293.4	-0.8
Purchases of Supplies and Services	-1 041.7	-1 157.3	-1 223.1	17.4
Interest and finance expenses	- 0.6	- 0.6	- 0.6	..
Capital Assets Charge	- 497.3	- 482.4	- 478.4	-3.8
Current grants and transfer payments	- 335.8	- 481.1	- 556.1	65.6
Capital grants and transfer payments	- 0.5	- 0.5	- 0.6	..
Net Cash flows from operating activities	397.1	395.4	384.7	-3.1
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	14.4	17.7	24.2	67.9
Purchases of non-current assets	- 256.3	- 266.9	- 305.1	19.0
Net Cash flows from investing activities	- 241.9	- 249.2	- 280.9	16.1
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 154.6	- 144.2	- 101.8	-34.1
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 154.6	- 144.2	- 101.8	-34.1
Net Increase/Decrease in Cash Held	0.6	2.0	2.0	na
Cash at beginning of period	300.9	300.9	302.8	0.7
Cash at end of period	301.5	302.8	304.8	1.1

Table 2.1.4: Cash Flow Statement - continued

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
<i>Administered Items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	..	..	..	..
Other Commonwealth grants	1 000.7	1 165.9	1 263.3	26.2
Other	4.7	4.7	4.7	..
	<u>1 005.4</u>	<u>1 170.6</u>	<u>1 268.0</u>	<u>26.1</u>
Operating payments				
Purchases of Supplies and Services	..	..	..	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	- 663.5	- 783.6	- 859.3	29.5
Capital grants and transfer payments	- 24.7	- 25.3	- 25.8	4.4
Other	- 317.2	- 361.7	- 383.0	20.7
Net Cash flows from operating activities	- 0.0	- 0.0	- 0.0	0.0
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Cash flows from investing activities	..	..	..	..
Cash flows from financing activities				
Net increases in balances held with Government	0.1	0.1	0.1	..
Net Cash flows from financing activities	0.1	0.1	0.1	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Controlled

The major impact on movements in operating receipts in 1999-00 and 2000-01 in the Cash Flow Statement for controlled transactions is the additional revenue being received for outputs to be delivered to meet the Government's election commitments and Budget initiatives. The impact of this additional revenue also flows through to operating payments. The composition of operating payments has changed from that forecast for 1999-00 following a major review of the classification of expenses by DEET.

The increase in 2000-01 in the Purchases of non-current assets reflects the higher asset investment program approved by Government for DEET. In particular significant new investment has been approved by Government to modernise school facilities.

These variations are explained in more detail in the discussion of the Operating Statement and Statement of Financial Position.

Administered

The Department does not have any material administered transactions.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.1.5: Authority for Resources

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	4 647.1	4 716.5	4 971.9	7.0
Receipts credited to appropriations	55.9	61.2	69.4	24.1
Unapplied previous years appropriation	35.0	2.5	10.1	- 71.1
Accumulated surplus - previously applied appropriation	..	47.1	30.0	..
Gross Annual appropriation	4 738.0	4 827.3	5 081.4	7.2
Special appropriations	0.3	0.3	0.3	..
Trust funds	988.0	1 147.2	1 218.4	23.3
Non public account and other sources	567.7	571.7	576.0	1.5
Total Authority	6 293.9	6 546.5	6 876.1	9.2

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

DEPARTMENT OF HUMAN SERVICES

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Human Services (DHS) covers the responsibilities of the Ministers for Health, Housing and Aged Care and Community Services. The Department funds or directly delivers a diverse range of services within these broad portfolios.

Most services are provided by agencies under funding and service agreements with the Department. These include Government-related agencies such as public hospitals, metropolitan health services, public nursing homes, local government, community health centres, ambulance services and a range of non-government organisations providing mainly welfare services. The Department also provides some services directly. These include public rental housing, intellectual disability accommodation, child protection and juvenile justice services.

For the purposes of the Budget, the financial information for DHS includes appropriations for the Office of Housing as well as consolidated financial information for the following portfolio entities:

- public hospitals;
- metropolitan health services;
- ambulance services
- Victorian Health Promotion Foundation; and
- public nursing homes.

The Office of Housing is classified as a non-budget sector entity and only the amount transferred to it from the budget sector is reported in these financial statements.

Principal responsibilities

The principal responsibilities of DHS include:

- provision of high quality and efficient health care services through the public hospital system, community health centres and ambulance services;
- residential and rehabilitation care for older and disabled persons as well as support and assistance to enable them to continue to live at home as long as possible;
- accommodation and assistance support for homeless people;
- provision of a wide range of health, welfare and community services for Victorian families, including the provision of services to vulnerable families and individuals;
- provision of secure, affordable and appropriate housing to low income Victorians;
- provision of Government concessions to low income groups to improve the affordability of key essential services.

Review of 1999-2000

The Department's financial and output performance is broadly in line with the 1999-2000 Budget forecasts. Additional budget funds were provided in the second half of 1999-2000 to commence implementation of the Government's election commitments in key areas of immediate need.

A new Commonwealth State Housing Agreement for 1999-2003 was also formally signed, providing guaranteed funding and enabling the commencement of a major initiative to address the condition of city high-rise estates.

2000-01 Outlook

In this budget, the Government expands and enhances human services in accordance with the Government's key pillars of policy:

- improving services to all Victorians;
- restoring democracy;
- growing the whole of Victoria; and
- responsible financial management.

The 2000-01 budget initiatives implement the Government's election commitments and substantially increase the State's investment in the health and social support system. Further funding has also been provided to enable existing programs to meet increasing demand from population growth and other factors.

In aggregate, the DHS output budget for 2000-01 is \$7 253 million, an increase of \$576 million (8.6 per cent) over the 1999-2000 budget (\$6 677 million) presented in May 1999. This increase is net of productivity and other savings, which the portfolio has contributed to the Budget in 2000-01.

Increases in funding are provided across all the programs of the Department to put into action the Government's key policy directions. The most significant increase is in Acute Health Services which is projected to increase by \$241 million (7.1 per cent). Disability Services will increase by \$96 million (17 per cent), Community Care by \$42 million (9 per cent), Mental Health by \$40 million (9 per cent) and Ambulance Services by \$22 million (11 per cent).

Asset investment funding is provided for a total end cost of \$227 million for the budget sector component of DHS. In addition, there is \$388 million funding in 2000-01 for asset investment by the Office of Housing (a government trading enterprise).

Strategic directions

The 2000-01 Budget provides an additional \$346 million to implement the Government's election commitments and other new service initiatives across the portfolio, and to respond to increased demand for services associated with annual population growth and demographic change. This is in addition to new funding provided to the portfolio for cost increases due to factors such as agreed wage outcomes, and other higher input prices. The new service initiatives reflect the following key strategic directions for the portfolio in 2000-01:

- restoring confidence in the capacity of the public hospital system to provide quality services to all Victorians by easing pressure on emergency departments, improving the quality of services, treating extra patients, strengthening the financial viability of the hospital sector, and supporting modern health practices;
- strengthening provision of health and other human services to rural and regional communities;
- enhancing the State's ambulance services;
- implementing the Government's innovative drug strategy;

- strengthening communities through a range of primary care services across the portfolio, including community health, rural health, maternal and child health, neighbourhood houses, pre-schools, disease prevention, early intervention services, and dental health;
- refocussing services on the Department's traditional responsibility for high-risk groups in the community, including child protection and juvenile justice;
- enabling people with ongoing need for care across health, social support and housing, to achieve their potential and have maximum care choices. Priority groups include people with mental illness, intellectual and physical disability and frail elderly persons; and
- responding to homelessness and improving the quality of and access to affordable social housing.

Output and Asset Investment Initiatives

Details of output initiatives to implement Government election commitments and support these strategic directions are included in *Budget Paper No.2*. Key output initiatives include:

- an Integrated Elective and Emergency Services Strategy to reopen hospital beds and address a range of emergency services pressures in the hospital sector (total \$60 million in 2000-01);
- funding for growth in hospital services and to boost the price paid by government for those services (\$94 million);
- a range of professional development initiatives to retain and recruit nurses into the health workforce (\$6 million);
- \$7 million for hospital infection control and cleaning;
- establishment of the Hospital to Home program to expand and enhance existing post-acute care, district nursing and home care services (\$10 million in 2000-01);
- a range of steps to improve and extend ambulance services and meet grants in demand; (\$19 million in 2000-01, plus \$0.85 million for emergency and community safety programs under the rural health initiative);
- funding for a comprehensive strategy to tackle the drug problem (\$20 million in 2000-01, including \$10 million from the Community Support Fund, along with \$3 million for capital facilities);

- a range of diversion, rehabilitation, transition and post-release programs for 17-20 years olds in Senior Youth Training Centre custodial facilities (\$5 million in 2000-01, rising to \$10 million in 2001-02);
- improve results in the quality of child protection services, especially residential care, address specific needs of adolescents at risk, and support further emphasis on kinship and permanent care services (\$3 million in 2000-01, plus additional growth funding).
- increased pre-school fee subsidy for low income families and provision of equipment and capital grants for community based child care services (\$7 million); and
- a range of actions to expand and improve services for people with disabilities (\$28 million).

The budget sector of the Department has new asset investment with a total end cost of \$227 million. The total cost of new budget sector projects will include:

- \$59 million for metropolitan hospital projects, including redevelopment of the Royal Women's Hospital, expansion of Frankston hospital, completion of the Sunshine Hospital redevelopment and improved neonatal care facilities;
- \$20 million for continued implementation of the Department's fire risk management strategy;
- \$48 million for the upgrade of nursing home facilities;
- \$7 million for priority housing for disability clients;
- \$32 million for rural hospital developments, including construction of a new hospital at Kyneton, completion of the final stage of redevelopment of the Ballarat Base Hospital, redevelopment of Colac Hospital regional radio therapy services and infrastructure works at Swan Hill District Hospital; and
- \$15 million for construction and purchase of additional Community Residential Units for people with a disability who are in urgent need of purpose-designed accommodation.
- \$16 million for capital works by community groups at five community health centres, including development of Integrated Care Centres at Preston and Sunbury (grants for these projects are treated as output initiatives in the budget as the assets are not government owned);
- \$20 million to purchase new and replacement items of major medical and other hospital equipment for public hospitals.

The Government is currently reviewing options for completion of the redevelopment of the Austin and Repatriation Medical Centre, to ensure a configuration which will provide integrated health services appropriate for future provision of efficient and cost effective health services to the northern metropolitan community

Office of Housing asset investment is funded from several sources. Budget sector funding in 2000-01 comprises an appropriation of \$338 million through the Commonwealth-State Housing Agreement (including GST compensation) and the first component (\$12 million) of the election commitments to expand social housing (\$90 million over 3 years) and community housing for older ethnic citizens and (\$5 million over 3 years). An additional \$414 million is generated from Office of Housing internal sources, asset sales, and utilisation of working capital.

From Office of Housing's total available funds, \$388 million will be allocated to new asset investment in 2000-01 to provide assistance to a diverse range of low income Victorians and assist people who also need support services from other Departmental programs such as Aged Care, Mental Health and Disability Services. This asset investment will include \$165 million for acquisition of land and properties, \$21 million for the progressive redevelopment of older housing estates and \$162 million for physical improvement of public rental and community managed stock, including Aboriginal Housing stock. Physical improvement expenditure includes fire safety works, modifications to improve access for people with disabilities, and upgrading properties in the wider stock pool. A particular emphasis is the commencement of an upgrade program for units and tower buildings in the inner city high rise estates.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output. The table below summarises the total cost for each output group.

Table 2.2.1: Output group summary

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Acute Services	3 381.0	3 453.7	3 621.9	7.1
Ambulance Services	198.1	201.6	220.6	11.3
Aged Care and Primary Health	790.4	807.9	855.6	8.3
Mental Health Services	453.2	459.1	493.5	8.9
Public Health Services	201.5	198.0	214.1	6.3
DisAbility Services	571.9	593.9	668.5	16.9
Community Care	449.1	461.1	491.1	9.4
Concessions to Pensioners and Beneficiaries	269.5	269.9	280.7	4.2
Housing Assistance	362.4	362.9	407.4	12.4
Total	6 677.0	6 808.2	7 253.4	8.6

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 published budget costs have been adjusted to reflect the transfer of Aboriginal Services to the Department of Natural Resources and Environment, and output transfers across the Acute Services, Aged Care and Primary Health, Public Health, Community Care and Housing Assistance output groups reflecting the outcomes of a Human Services Output Structure Review.
- (b) Variation between 1999-2000 Budget and 2000-01 Budget.

Acute Health Services

Key Government Outcomes:

Enhanced health outcomes by purchasing high quality acute and sub-acute health services which are accessible and relevant to individual and community needs.

Description of the Output Group:

Acute and sub-acute hospital inpatient, ambulatory and emergency services; community-based services which substitute for hospital care.

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Admitted Services - Same- and multi-day inpatient services (elective and non elective) provided at metropolitan and rural hospitals.

Quantity

Separations	number	949 900	950 000	950 000	970 400
Weighted Inlier Equivalent Separations (WIES) (multi- and same-day services)	number	777 900	782 000	782 000	798 800

Quality

Beds accredited	per cent	76	98	97.2	100.0
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Timeliness

Urgent (Category 1) patients admitted within 30 days	per cent	nm	nm	100	100
Semi-urgent (Category 2) patients admitted within 90 days	per cent	nm	nm	72	80.0
Emergency patients admitted within the recommended period (<12 hours)	per cent	94.8	94.5	89.5	94.5

Cost

Total output cost:	\$ million	na	na	na	2 640.6
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Non- Admitted Services - Same day non-admitted services provided at metropolitan and rural hospitals.

Quantity

Victorian Ambulatory Classification System (VACS) Group A outpatient encounters	number '000	2 053	1 916	1 916	1 986
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Quality

Maternity service enhancement – women receiving postnatal domiciliary visits	per cent	nm	75	70	80
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Cost

Total output cost:	\$ million	na	na	na	393.5
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Acute Health Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Hospital Emergency Services - Admitted and non-admitted services provided to people who attend an emergency department of a metropolitan or rural hospital.					
<i>Quantity</i>					
Occasions of emergency service	number '000	1 056	1 074	1 074	1 096
<i>Quality</i>					
24 hour emergency departments	number	33	33	33	33
<i>Timeliness</i>					
Emergency Category 1 treated immediately	per cent	100	100	100	100
Emergency Category 2 treated in 10 minutes	per cent	82	75	82	75
Emergency Category 3 treated in 30 minutes	per cent	76	72	73	72
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	173.4
Home-Based Services - Services provided in non-hospital based settings such as the patients home.					
<i>Quantity</i>					
HITH bed days	number	83 272	92 000	93 000	98 000
Post Acute Care clients	number	7 070	7 600	15 000	20 000
<i>Cost</i>					
Total Output Cost	\$ million	na	na	na	20.8
Training and Development - Provision of grants to hospitals for training and accreditation of nurses and hospital registrars.					
<i>Quantity</i>					
First year graduate nurses places	number	909.5	985	985	tbd ^(a)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	123.1
Blood Services - To provide adequate and safe supplies of blood and blood products for therapeutic use in Victoria.					
<i>Quantity</i>					
Blood collections	number	211 286	244 000	230 000	238 000

Acute Health Services - continued

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Compliance of blood production and supply activities with Therapeutic Goods Association requirements	per cent	nm	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	40.4
Sub-acute Services - A range of inpatient services, specialist clinics, post acute services and residential rehabilitation services.					
<i>Quantity</i>					
Sub-acute inpatient treatments ^(b)	bed days	nm	nm	541 300	589 700
Community Rehabilitation Clinic Places	number	113 533	103 872	124 463	124 463
Specialist Clinics Open	number	nm	nm	28	28
<i>Quality</i>					
Rehabilitation Beds Designated	per cent	nm	nm	100	100
Community Rehabilitation Clinics meeting Designation Criteria	per cent	nm	nm	nm	100
<i>Timeliness</i>					
Community Rehabilitation Clinic clients receiving treatment within 3 working days	per cent	nm	70	50	70
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	230.1

Source: Department of Human Services

Notes:

- (a) Targets will be determined once the Ministerial Review of Training is completed.
 (b) Bed days for 1999-00 differs from those previously reported because this output no longer includes palliative care and it now includes sub-acute inpatient treatments not previously reported.

Acute Health Services - *continued*

Output group costs

(\$ million)

	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	3 381.0	3 453.7	3 621.9	7.1
<i>Comprising:</i>				
Employee related expenses	2 163.5	2 209.0	2 318.1	7.1
Purchase of supplies and services	891.3	916.6	939.7	5.4
Depreciation and amortisation	138.0	139.7	150.6	9.2
Capital asset charge	180.5	179.0	205.4	13.8
Other expenses	7.6	9.4	8.1	5.6

Source: Department of Treasury and Finance

Note:

- (a) 1999-00 published budget costs have been adjusted to reflect output transfers arising from the Human Services Output Structure Review.
- (b) Variation between 1999-2000 Budget and 2000-01 Budget.

Ambulance Services

Key Government Outcomes:

Access to high quality, responsive and efficient patient treatment and transport services.

Description of the Output Group:

Emergency and non-emergency ambulance services and clinical training of ambulance paramedics.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	1998-99 Actuals	1999-00 Target	1999-00 Expected	2000-01 Target
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Ambulance Emergency Services - Emergency road, rotary and fixed air wing patient treatment and transport services.

Quantity

Metropolitan road cases	number	189 212	183 100	209 000	210 800
Country road cases	number	71 384	71 030	71 030	72 000
Rotary wing cases	number	1 411	1 200	1 650	1 650
Fixed wing cases	number	nm	875	875	875

Quality

Audited cases meeting clinical practice standards	per cent	na	90	93	92
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Timeliness

Emergency response time (code 1) in 50 per cent of cases –metro	minutes	9	8	8	8
Emergency Services – (code 1) in 90 per cent of cases –metro	minutes	14	14	14	13

Cost

Total output cost:	\$ million	na	na	na	183.9
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Ambulance Non emergency Services - Non-emergency road and fixed air wing patient transport services.

Quantity

Metropolitan road cases	number	nm	107 400	127 000	111 200
Country road cases	number	nm	35 400	35 400	36 600
Fixed wing cases	number	nm	2 625	2 700	2 625

Quality

Audited cases meeting clinical practice standards	per cent		na	91	90
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Cost

Total output cost:	\$ million	na	na	na	33.3
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Ambulance Services - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Training and Development - Provision of clinical training for ambulance paramedics by external organisations.					
<i>Quantity</i>					
Ambulance Student hours	number	nm	107 000	108 500	107 000
<i>Quality</i>					
Ambulance Students successfully completing courses	per cent	nm	95	97	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.4

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	198.1	201.6	220.6	11.3
<i>Comprising:</i>				
Employee related expenses	119.4	123.5	135.8	13.8
Purchase of supplies and services	62.1	64.4	69.8	12.4
Depreciation and amortisation	10.0	8.5	9.9	- 1.2
Capital asset charge	6.7	5.2	5.2	- 22.5

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Aged Care and Primary Health

Key Government Outcomes:

Provision of high quality responsive health care and community support to aged persons and other eligible Victorians.

Description of the Output Group:

A range of in-home, community-based, in-patient, specialist geriatric, palliative care services and community health services, dental services and aged care persons and other eligible Victorians.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Sub-acute and Specialist Services - Specialist aged services including palliative care and rehabilitation and specialist dental services.

Quantity

Inpatient Palliative care sub-acute inpatient treatment	bed days	nm	nm	na	66 953
Specialist dental treatment ^(a)	people treated	nm	nm	13 200	13 200
	number of visits	nm	nm	34 000	34 000

Cost

Total output cost:	\$ million	na	na	na	74.8
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Assessment Services - Comprehensive assessment of people's requirements for treatment and residential care services.

Quantity

Aged care assessments	number	51 170	53 600	53 600	53 600
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Quality

Timeliness

Average wait (in days) between client registration and ACAS assessment	days	nm	nm	8.5	8.5
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Cost

Total output cost:	\$ million	na	na	na	21.1
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Community Care and Support - A range of community care and support services provided to maintain people's ability to live independently in the community.

Quantity

Community care and support services (HACC)	service units '000	nm	nm	1 979	2 008
Carers assisted ^(b)	number	13 492	12 000	20 000	20 000

Aged Care and Primary Health - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Case management packages ^(c)	people supported	nm	nm	na	3 203
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	320 .9
Primary Health Care - A range of community nursing, community based allied and women's health, sexual assault, family planning, dental health, alcohol and drug treatment services.					
<i>Quantity</i>					
HACC - nursing and allied health care	service units '000	nm	nm	1 131	1 185
Primary Care Partnerships - Community Health Plans (CHPs)	per cent of alliances with CHPs	nm	nm	na	100
Community health care ^(c)	service hours	nm	nm	na	501 188
Community dental care	people treated	160 992	177 000	178 000	184 400
	number of visits	nm	nm	na	461 000
Ratio of emergency to general courses of dental care	ratio	52: 48	46: 54	44.56	44.56
Waiting time for restorative dental care	months	21	19	18	18
Waiting time for dentures	months	25	20	23	24
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	183.3
Supported Residential Care - Services for people requiring ongoing care and support in a residential care service.					
<i>Quantity</i>					
Nursing home care	bed days '000	nm	1 160	1 160	1 160
Residential care services meeting certification/accreditation standards	per cent	nm	90	90	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	188.5
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Aged Care and Primary Health - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Prevention and Promotion - A range of community based information and support services to assist the management of priority health issues and the promotion of well being.					
<i>Quantity</i>					
Senior Citizens Week participants ^(c)	people	350 000	375 000	380 000	400 000
Community health prevention and promotion	hours of service	nm	nm	na	55 883
School dental care	courses of care	112 334	111 000	113 353	130 500
<i>Quality</i>					
Disadvantaged students accessing School Dental Service	per cent	nm	70	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	32.1
Training, Research and Development - A range of training, research and development programs that improve the quality and targeting of service provision.					
<i>Quantity</i>					
Community health training and development ^(c)	hours	nm	nm	na	21 000
Dental interns supported	number	nm	nm	na	16
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	34.9

Source: Department of Human Services

Notes:

- (a) *Reported Specialist Dental Treatment previously included the Specialist Business Unit (specialist dental care), Teaching (clinical education of undergraduate students) and Domiciliary Care. As Teaching and Domiciliary Care fit general rather than specialist treatment, people treated under these programs are no longer counted against the specialist dental treatment output.*
- (b) *Improved quality of data has resulted in higher reported numbers of carers receiving services.*
- (c) *In 2000-01 Centres against Sexual Assault (which account for approximately 16 per cent of the total output group) have been transferred to another output group.*

Aged Care and Primary Health - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	790.4	807.9	855.6	8.3
<i>Comprising:</i>				
Employee related expenses	252.9	271.2	260.3	2.9
Purchase of supplies and services	473.2	474.1	523.0	10.5
Depreciation and amortisation	24.5	24.5	27.2	11.1
Capital asset charge	34.2	34.0	34.0	- 0.4
Other expenses	5.6	4.1	11.1	98.0

Source: Department of Treasury and Finance

Note:

(a) 1999-00 published budget costs have been adjusted to reflect output transfers arising from the Human Services Output Structure Review.

(b) Variation between 1999-2000 Budget and 2000-01 Budget.

Mental Health Services

Key Government Outcomes:

Access to high quality services at the community level which are accessible and responsive to the needs of people with a mental illness

Description of the Output Group:

Purchase of services for people with a mental illness and provision of residential rehabilitation and community support to people with a serious mental illness.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Acute and Sub-Acute Services - A range of community and residential treatment programs, including crisis assessments, mobile treatment, consultancy, inpatient treatment, psycho-geriatric assessment and treatment, support services and specialist forensic services provided to people with a mental illness.

Quantity

Acute inpatient treatment capacity	beds	nm	927	927	943
Sub-acute treatment capacity	beds	nm	524	524	524
Registered clients	number	nm	46 800	47 200	47 200
Registered clients	contacts '000	nm	1 467	1 600	1 600

Quality

Providers participating in Quality Incentive Strategy Projects	per cent	nm	nm	nm	100
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Cost

Total output cost:	\$ million	na	na	na	431.8
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Community Care and Support - A range of support and rehabilitation services provided to people who have disabilities resulting from mental illness.

Quantity

Residential rehabilitation	clients	nm	284	270	303
Home based outreach support	clients	nm	2 510	2510	2538

Quality

Agencies reporting on implementation and review of Individual Program Plans	per cent	nm	nm	nm	90
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Cost

Total output cost:	\$ million	na	na	na	36.0
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Supported Residential Care - Services for people requiring ongoing care and support in a psychogeriatric nursing home or hostel.

Quantity

Psychogeriatric supported residential care capacity	beds	nm	557	549	549
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Mental Health Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.5
Prevention and Promotion - A range of community based information and support services to assist the management of priority mental health issues.					
<i>Quantity</i>					
Mental health week events	number	nm	75	75	75
Primary Mental Health Response contacts (including individual contacts consultation liaison, early intervention, crisis response) ^(a)	number	nm	nm	nm	72 000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.1
Training, Research and Development - A range of training, research and development programs that improve the quality of service provision.					
<i>Quantity</i>					
Mental health academic positions sponsored	number	nm	31	31	32
Post graduate nursing placements (mental health)	number of positions	nm	86	86	86
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	8.1

Source: Department of Human Services

Note:

(a) Target reflects proposed configuration of services.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	453.2	459.1	493.5	8.9
<i>Comprising:</i>				
Employee related expenses	248.2	252.9	259.3	4.5
Purchase of supplies and services	174.0	167.1	194.2	11.6
Depreciation and amortisation	3.0	6.1	7.0	na
Capital asset charge	28.0	32.9	32.9	17.5

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

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Public Health Services

Key Government Outcomes:

Promote and protect the health and well being of all Victorians, by providing leadership, support and services, in partnership with key stakeholders and the community.

Description of the Output Group:

Provision of purchased and direct population and client health services aimed at promoting good health, researching and informing the underlying causes of ill-health, detecting and responding to major health threats, controlling health hazards by licensing regulation and codes of practice and providing quality advice on policy matters.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
Disease Control and Support Programs - Minimise the incidence of illness in the community through population health strategies including, immunisation, disease control and surveillance, monitoring and screening, funding of education/training and counselling services and recall of products.					
<i>Quantity</i>					
Screens for preventable illness (cancer screening, genetic screenings and TB undertakings)	number	nm	935 500	935 500	973 400
Needles provided through the Needle Syringe Program	number	5 400	6 100 ^(a)	6 600	6 600
<i>Quality</i>					
Target population screened within specified timeframe for breast cancer	per cent	nm	56 ^(b)	56	56
Immunisation coverage					
• at 2 years of age	per cent	72	80	80	80
• at school entry	per cent	87.5	85	85	85
• at 17 years of age	per cent	76	85	80	80
Target population screened within specified timeframe for cervical cancer	per cent	nm	nm	68	70 ^(c)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	133.2

Public Health Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected	2000-01 Target Outcome
Licit & Illicit Drug Programs - Encourage all Victorians to minimise the harmful effects of tobacco, alcohol and illicit and other drugs, including pharmaceutical drugs, by providing a comprehensive range of strategies which focus on enhanced community and professional education, underpinned by effective regulation, and the provision of treatment care and rehabilitation programs.					
<i>Quantity</i>					
Number of Licences and Permits for the manufacture, sale or use of drugs and poisons maintained	number	nm	nm	1 670	1 670
Residential based drug treatment services	episodes	nm	nm	nm	5 000
Community based drug treatment services	episodes	27 200	29 900	29 900	35 500
Number of clients on the methadone program	number	nm	nm	7 662	8 800
<i>Quality</i>					
Implementation of Poison Control Plan (self assessment tool) among licence and permit holders ^(d)	number	nm	nm	1 034	1 385
<i>Timeliness</i>					
Average number of working days between screening of client and commencement of residential based drug treatment	working days	nm	nm	nm	15
Average number of working days between screening of client and commencement of community based drug treatment	working days	nm	nm	nm	6
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	44.8
Health Development & Research Programs - Develop the capacity of the public health system through improved partnerships with key stakeholders, by focussing on National Health Priority Areas, Koori health services, health promotion, environmental health services, services for culturally and linguistically diverse communities, enhanced medical research and infrastructure, health legislation and provision of public information.					
<i>Quantity</i>					
Research papers approved by the DHS Ethics Committee	number	nm	55	59	55
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Public Health Services - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Enquires on the Public Health internet home page	number	1.08	1.53	1.53	4.8
Environmental Health inspections and investigations undertaken	\$ million				
	number	nm	612 ^(e)	1400	1400
Number of local agencies or agency alliances supported to develop health promotion plans	number	nm	nm	nm	50
<i>Timeliness</i>					
Public health emergency response calls dealt with within designated plans and procedure timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	36.2

Source: Department of Human Services

Notes:

- (a) The 1999-00 target was revised from the previously reported 4 million to 6.1 million following allocation of additional funding to the program during the year.
- (b) The 1999-00 target was revised from the previously reported 65 per cent which was based on the national targets following more detailed assessment of the Victorian situation.
- (c) The 1999-00 target was revised from that previously reported due to a change in the data source. Previous data from 1996 census. Current and future data based on Estimated Residential Population
- (d) Industry group targeted for 2000-01 are Hospital Service Permits not completed in 1999-00 (77) and General Dealers Licence (42) and 50 per cent of Industrial/Research Permits (232)
- (e) The 1999-00 target was revised from that previously reported due to the amalgamation of various environmental health units (Environmental Health, Air, Water & Soil and Radiation Safety)

Public Health Services - continued

Output group costs

(\$ million)

	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	201.5	198.0	214.1	6.3
<i>Comprising:</i>				
Employee related expenses	27.3	26.8	25.4	- 6.9
Purchase of supplies and services	163.7	165.4	177.3	8.3
Depreciation and amortisation	2.1	2.3	2.5	16.6
Capital asset charge	2.1	0.8	0.8	- 62.8
Other expenses	6.2	2.7	8.1	29.6

Source: Department of Treasury and Finance

Note:

(a) 1999-00 published budget costs have been adjusted to reflect output transfers arising from the Human Services Output Structure Review.

(b) Variation between 1999-2000 Budget and 2000-01 Budget.

DisAbility Services

Key Government Outcomes:

Access to high quality services that advance the development and promote the dignity of people with intellectual, physical and/or sensory disabilities.

Description of the Output Group:

Provision of continuing care and support services for people with disabilities, their carers and their families.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Congregate Residential Care Services - Training Centre based accommodation.					
<i>Quantity</i>					
Clients in Training Centres	number	942	874	825	810
<i>Quality</i>					
Training Centre Clients with appropriate day activities	per cent	92	80	93	90
Total accommodation and support clients in Training Centres	per cent	15	14	12.5	12
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	73.0
Community Based Accommodation and Support Services - Accommodation and support services provided to clients in community based settings, in-home, family based placement and outreach.					
<i>Quantity</i>					
Clients in community based accommodation support services	number	5 470	5 548	6 006	6 700
<i>Quality</i>					
Shared Supported Accommodation outlets reporting a minimum of two planned quality improvement activities in the forthcoming year	per cent	nm	nm	nm	90
<i>Timeliness</i>					
Shared Supported Accommodation client program plans reviewed within 60 days of the end of each 12 month service period	per cent	nm	nm	nm	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	345.9

DisAbility Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Community Access - Provision of a range of day program activities to address individual needs and enhance independence, community participation and quality of life.					
<i>Quantity</i>					
Clients with day activities	number	5 652	5 556	6 872	7 220
Futures For Young Adults (FFYA) clients	number	2 483	3 125	3 300	3 600
<i>Timeliness</i>					
Day activity clients program plans reviewed within 60 days of the end of each 12 month service period	per cent	nm	nm	nm	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	161.2
Equipment Services - Provision of a range of aids and equipment					
<i>Quantity</i>					
Aids and equipment items supplied	number	35 038	35 000	40 000	41 300
Clients accessing aids and equipment	number	21 213	20 845	22 000	23 040
<i>Quality</i>					
Referrers satisfied with response to clients' needs	per cent	86	75	85	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	17.1
Respite Services - Short term and time limited breaks for families and voluntary carers of people with disabilities to support and maintain the primary caregiving relationship.					
<i>Quantity</i>					
Carer households provided with a respite service	number	5 610	4 200	8 400	9 600
<i>Quality</i>					
Carer households satisfied with quality of services provided	per cent	nm	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	24.5

DisAbility Services - continued

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Case management and brokerage services - Services to people who require assistance with the co-ordination of services and accessing necessary resources to maximise their independence and participation in the community. Includes assessment of needs, development of plans, implementation and monitoring of goals.					
<i>Quantity</i>					
Clients receiving case management services	number	4 514	3 300	4 300	4 750
Clients receiving flexible care packages	number	1 066	900	1 305	1 910
<i>Quality</i>					
Case Management outlets reporting a minimum of two planned quality improvement activities in the forthcoming year	per cent	nm	nm	nm	90
<i>Timeliness</i>					
Clients waiting less than 3 months for a case management service	per cent	nm	80	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	32.9
Specialist Behavioural Services - Assessment, consultation and intervention services for people with highly complex and challenging behaviours.					
<i>Quantity</i>					
Clients receiving a Behaviour Intervention Service	number	1 789 ^(a)	1 700	1 137	1 300
<i>Quality</i>					
Clients referred to the same service type more than once in an 18 month period	per cent	nm	nm	nm	10
<i>Timeliness</i>					
Clients waiting less than 3 months for specialist services	per cent	nm	80	87	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	8.7
Information/Advocacy Services - Information, assistance and advocacy support to people with disabilities.					
<i>Quantity</i>					
Clients receiving advocacy support	number	1 014	600	910	910
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DisAbility Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Websites compliant with appropriate guidelines for accessibility	per cent	nm	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.0
Quality Improvement Services - Quality improvement initiatives					
<i>Quantity</i>					
Number of service improvement projects funded	number	nm	nm	na	30
<i>Quality</i>					
Percentage of eligible providers participating in a quality self assessment process	per cent	na	100	90	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.1

Source: Department of Human Services

Notes:

(a) *The reported 1998-99 performance revised from 2 715 because of exclusion of Family Intervention Support Services.*

Output group costs

	<i>(\$ million)</i>			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a)</i>
				<i>%</i>
Total costs of output group	571.9	593.9	668.5	16.9
<i>Comprising:</i>				
Employee Related Expenses	217.8	227.7	229.2	5.3
Purchase Of Supplies And Services	330.6	344.3	416.0	25.8
Depreciation & Amortisation	9.5	5.8	6.7	- 29.3
Capital Asset Charge	12.8	11.9	12.4	- 3.1
Other Expenses	1.3	4.2	4.2	na

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Community Care

Key Government Outcomes:

Access to services that support members of the community at critical life stages, particularly families and young people and promote their health and well being and develop their capacity to function independently.

Description of the Output Group:

Purchase or provision of preschool and child care services, a range of primary and secondary services which support the role of families as primary carers, early intervention services for individuals and families facing personal or financial crisis, protective services for children at risk, and juvenile justice services.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Children's Services - Provision of funding to, and the licensing and monitoring of, centre-based children's services that provide education and care to children prior to starting school and that support parents to access short term education activities.

Quantity

Funded preschool places ^(a)	number	60 725	61 352	60 160	59 700
Preschool participation rate	per cent	91.8	92	95.4	95.4

Quality

Funded preschool services with a quality assurance process	per cent	90	90	90	90
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Timeliness

Licensees rectifying non-compliance with statutory requirements within DHS timelines ^(b)	per cent	nm	nm	na	65
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Cost

Total output cost:	\$ million	na	na	na	78.0
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Parenting, Child and Community Development - A range of services covering support for the health and well being of children, parents and the community, comprising: health development and surveillance, parenting services, neighbourhood houses and networks, and community development and assistance.

Quantity

Total number of clients ^(c)	number	nm	nm	na	66 200
Total number of occasions of service/calls ^(d)	number	nm	nm	na	56 000
Funded hours of neighbourhood house coordination	number	234 000	234 000	234 000	314 500

Community Care - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Proportion of clients receiving enhanced maternal and child health services	per cent	nm	nm	na	5
<i>Timeliness</i>					
Children 0-1 month enrolled at Maternal and Child Health services from birth notifications	per cent	99	98	98	98
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	58.1
Family, Youth and Individual Support - Provision of services to eligible families, young people and individuals to enhance their capacity to function effectively, comprising : support services for families, early intervention services for families, family violence and sexual assault prevention and support, youth support and personal support.					
<i>Quantity</i>					
Total number of clients ^(e)	number	nm	nm	nm	103 000
Total number of calls/contacts ^(f)	number	nm	nm	nm	204 800
<i>Quality</i>					
Youth Services measuring client satisfaction	per cent	nm	>70	>70	75
<i>Timeliness</i>					
Problem gambling clients receiving initial response within 5 working days	per cent	nm	nm	nm	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	76.7
Juvenile Justice Services - Includes the provision of advice to court, community-based and custodial supervision, as well as support services that promote community connectedness and minimise the likelihood of re-offending.					
<i>Quantity</i>					
Juvenile Justice custodial facilities occupancy rate	per cent	97	85	87	85
Male Senior Youth Training Centre custodial capacity ^(g)	number	nm	nm	nm	90

Community Care - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Juvenile Justice clients on community based orders	per cent	82.5	>80	81	>80
Juvenile Justice custodial clients participating in community integration programs	per cent	nm	nm	nm	7.5
Juvenile Justice clients receiving post release support services	per cent	nm	nm	nm	40
<i>Timeliness</i>					
Young people on supervised orders who have a client service plan completed within six weeks of commencement	per cent	89.1	85	93	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	45.5
Protection and Placement - Child protection services, placement and support services and adoption and permanent care services, to ensure the safety and well being of adolescents and children at risk of harm, abuse and neglect.					
<i>Quantity</i>					
Notifications to child protection services	number	34 775	36 100	37 000	38 100
Daily average number of placements	number	nm	nm	nm	3 500
<i>Quality</i>					
Protective cases resubstantiated within twelve months of case closure	per cent	nm	nm	nm	<20
Daily average number of clients receiving a specialist support service	number	nm	nm	nm	820
Proportion of placements that are Home Based Care	per cent	nm	nm	nm	>80
<i>Timeliness</i>					
Protective intervention cases closed within ninety days	per cent	73	80	73	80

Community Care - continued

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Cost					
Total output cost:	\$ million	na	na	na	232.8

Source: Department of Human Services

Notes:

- (a) Lower target reflects expected decrease in funded places owing to the lower estimate of 4 year old population in Victoria based on 1996 census data.
- (b) New timeliness measure to replace 'percentage of complete licensing renewal applications submitted by services within statutory timelines'.
- (c) Number of clients for parenting intervention and maternal and child health services.
- (d) Occasions of parenting education and calls to the telephone information line for parents (incorporating the former Parentline and the Maternal and Child Health After Hours Service as previously included in 1999-2000 quantity measure 'number of clients').
- (e) Number of clients for support services for families, financial counselling and referral services, early intervention services for families, problem gambling services, youth support services including school focused youth services, and family violence services.
- (f) Number of calls to G-Line and telephone counselling and referral services (as previously included in 1999-2000 quantity measure 'number of clients') and also sexual assault counselling/casework contacts.
- (g) Target to be reached by June Quarter 2001.

Output group costs ^(a)

	(\$ million)			
	1999-00 Budget ^(b)	1999-00 Revised	2000-01 Budget	Variation ^(c) %
Total costs of output group	449.1	461.1	491.1	9.4
<i>Comprising:</i>				
Employee related expenses	129.4	128.7	131.5	1.6
Purchase of supplies and services	303.6	315.6	346.0	14.0
Depreciation and amortisation	5.6	5.8	6.1	9.0
Capital asset charge	6.2	6.7	7.1	15.7
Other expenses	4.3	4.3	0.4	- 89.9

Source: Department of Treasury and Finance

Note:

- (a) The total output group costs include transport concessions. These are included as outputs of the Department of Infrastructure and so are not shown as an output for DHS. For 2000-01, the transport concession for DHS is \$58.3 million.
- (b) 1999-2000 published budget costs have been adjusted to reflect output transfers arising from the Human Services Output Structure Review.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Concessions to Pensioners and Beneficiaries

Key Government Outcomes:

Access to affordable basic services for pensioners and low income groups.

Description of the Output Group:

Development and coordination of the delivery of concessions and relief grants to eligible consumers and concession card holders.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Energy Concessions - Provides a 17.5 per cent rebate off winter energy bills for eligible mains energy users, and a \$48 rebate for eligible non-mains users.					
<i>Quantity</i>					
Households receiving mains electrical concessions	number	644 487	660 000	687 000	700 740
Households receiving mains gas concessions	number	500 628	488 000	520 000	530 400
Households receiving non-mains energy concessions	number	19 297	18 900	18 900	19 270
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	93.2
Water and Sewerage Concessions - Provides 50 per cent off water and sewerage charges up to a maximum of \$135 for eligible householders.					
<i>Quantity</i>					
Households receiving water and sewerage concessions	number	556 609	603 800	576 100	581 900
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	68.2
Municipal Rates Concessions - Provides 50 per cent off rates charges up to value of \$135 for pensioner home owners.					
<i>Quantity</i>					
Households receiving pensioner concessions for municipal rates and charges	number	379 355	382 900	380 500	384 300
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	55.9

Concessions to Pensioners and Beneficiaries – *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Trustee Services - Financial administration services for low income people or those who are subject to an order by the Victorian Civil and Administrative Tribunal.					
<i>Quantity</i>					
Number of services provided to State Trustee clients	number	10 400	11 000	11 000	11 500
<i>Quality</i>					
Compliance with standards	per cent	83.1	90	90	90
<i>Timeliness</i>					
Responses and ongoing management within agreed product specific service level	per cent	96.3	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.1

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	269.5	269.9	280.7	4.2
<i>Comprising:</i>				
Employee Related Expenses	0.8	0.7	0.8	- 2.7
Purchase Of Supplies And Services	5.6	5.6	5.6	..
Depreciation & Amortisation	0.0	0.0	0.0	12.5
Capital Asset Charge	0.0	0.0	0.0	na
Other Expenses	263.0	263.5	274.3	4.3

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Housing Assistance

Key Government Outcomes:

- Responding to homelessness, and increasing the stock of crisis accommodation.
- Renewing and redeveloping social housing.
- Expanding the supply of public and community managed housing on a needs basis.

Description of the Output Group:

Provision of homelessness services and adequate, affordable and accessible short term emergency and transitional housing, and longer term needs-based housing assistance, targeted to greatest need, delivered cost-effectively and coordinated with support services where required.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Homelessness Support Services - Services to people who are homeless or at risk of homelessness and who are in crisis.					
<i>Quantity</i>					
Homeless persons support capacity at end of year	number	7 345	8 870	7 138	7 559 ^(a)
<i>Quality</i>					
Clients with an agreed case plan	per cent	75.5	90	75.5	75.5
<i>Timeliness</i>					
Average duration of episodes of support for clients	weeks	nm	10	10	10
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	58.4

Crisis Supported and Transitional Housing - Short term crisis housing in emergency or crisis situations. Medium term accommodation, linked to support services (particularly Supported Accommodation Assistance Program (SAAP) and housing information and referral services, to enable people in actual or impending homelessness to access appropriate longer term housing.

<i>Quantity</i>					
Homeless person (households) assisted with accommodation during year (est)	number	14 000	14 500	14 500	14 800
<i>Quality</i>					
Households paying 30 per cent or less of income on rent	per cent	nm	100	100	100
<i>Timeliness</i>					
Average vacancy period per annum, per vacant property requiring maintenance	days	nm	30	30	30

Housing Assistance - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	36.3
Aboriginal Housing - Appropriate and secure housing to meet the social, cultural and economic aspirations of the Victorian Aboriginal community, managed by the Aboriginal Housing Board Victoria (AHBV).					
<i>Quantity</i>					
Households assisted (tenancies) at end of year (Aboriginal Housing Board Victoria - AHBV)	number	930	960	960	1 030
<i>Quality</i>					
Households paying 30 per cent or less of income on rent	per cent	nm	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.0
Long Term Housing Assistance - Long term rental accommodation, targeted to those in need and coordinated with support services where required.					
<i>Quantity</i>					
Households assisted at end of year	number	66 950	66 500	67 800	68 800
Total allocations during year to priority segments	per cent	50	55	45	50
<i>Quality</i>					
Tenants satisfied or very satisfied (measured by national customer satisfaction surveys)	per cent of national average	95	95	95	95
<i>Timeliness</i>					
Average waiting time to allocation for priority segments	months	3	4	4	4 ^(b)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	290.2
Private Rental Assistance - Bond loans, Housing Emergency Grants and other assistance to enable people to obtain or maintain private rental accommodation.					
<i>Quantity</i>					
Bonds and Housing Emergency grants issued during year	number	27 180	28 000	26 000	26 000
<i>Timeliness</i>					
Bonds approved within 3 days	per cent	90	90	90	90
Budget Estimates 2000-01					Human Services
					89

Housing Assistance - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	9.1
Home Ownership and Renovation Assistance - Home Finance assistance and home renovation advice to aged or disabled home owners, to enable them to make their home safe and secure and continue independent living in their own homes.					
<i>Quantity</i>					
Home renovation inspection reports during year	number	3 124	2 900	3 500	3 500
Group Self Build projects commenced within target timeline of 12 months	number	nm	75	12 ^(c)	58
<i>Quality</i>					
Loans in arrears by more than 30 days	per cent	5	<4	<4	<4
<i>Timeliness</i>					
Time from request to receipt of home renovation advice	days	20	7	20	20
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.4

Source: Department of Human Services

Notes:

- (a) Assumes additional funding is provided by the Commonwealth during 2000-01.
- (b) Target to be reviewed in the light of outcome of review of segmented waiting list.
- (c) Projects delayed by uncertainty for potential participants created by introduction of GST.

Housing Assistance - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	362.4	362.9	407.4	12.4
<i>Comprising:</i>				
Purchase of supplies and services	54.1	55.3	58.4	8.0
Other expenses	308.3	307.6	349.0	13.2

Source: Department of Treasury and Finance

Note:

(a) 1999-00 published budget costs have been adjusted to reflect output transfers arising from the Human Services Output Structure Review.

(b) Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position, cash flow statement and authority for resources for the Department of Human Services.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.2.2 –Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.2.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.2.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.2.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	5 427.7	5 538.2	5 910.3	8.9
Section 29 receipts -Commonwealth	629.1	628.4	689.3	9.6
-Other	157.7	149.3	129.4	- 17.9
Other Commonwealth grants	0.0	0.0	0.0	..
Other revenue ^(c)	768.2	774.0	771.4	0.4
Total	6 982.7	7 089.9	7 500.4	7.4
Operating expenses				
Employee related expenses ^(d)	3 270.3	3 351.6	3 471.4	6.2
Purchases of supplies and services ^(e)	2 636.3	2 686.8	2 908.1	10.3
Depreciation and amortisation	206.0	205.9	223.3	8.4
Capital assets charge	270.5	270.5	297.9	10.1
Other expenses	596.5	595.9	655.2	9.8
Total	6 979.5	7 110.7	7 555.9	8.3
Operating surplus/deficit before revenue for increase in net assets	3.2	- 20.8	- 55.5	na
<i>Add:</i>				
Revenue for increase in net assets	79.5	27.6	80.4	1.2
Section 29 Receipts - asset sales	6.3	6.3	6.3	..
Operating surplus/deficit	88.9	13.1	31.1	- 65.0
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	..	..	..	..
Other Commonwealth grants	1 439.1	1 467.3	1 539.8	7.0
Other revenue ^(c)	26.0	26.0	23.6	- 9.3
Less revenue transferred to Consolidated Fund	-1 465.1	-1 493.3	-1 563.4	6.7
Total	..	..	..	..
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	..	..	..	..
Other expenses	..	..	..	..
Total	..	..	..	..
Operating surplus/deficit	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes estimated carryover of 1998-99 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.

(c) Includes revenue for services delivered to parties outside government.

(d) Includes salaries and allowances, superannuation contributions and payroll tax.

(e) Includes payments to non-government organisations for delivery of services.

The Department's Operating Statement shows an increase of \$518 million (7.4 per cent) in controlled Operating Revenue from 1999-2000 Budget to 2000-01 Budget. The main revenue movements are:

- Increase in Revenue from the State Government primarily due to :
 - \$336 million initiatives funding approved in this budget. (A full listing of new initiatives for the Department can be found in Appendix B of *Budget Paper No. 2*); and
 - \$194 million for the full year impact of salary increases.
- Decrease in Section 29 – Other Revenue reflecting the reduction in funds provided by the Commonwealth for repatriation services.

The above explanations also apply to movements in Operating Expenses.

The Department's approved asset investment program for 2000-01 totals \$334 million. The majority of the program will be internally funded from accumulated depreciation and asset sales. The balance, \$80 million, will be funded by a capital injection from the Government and is shown in the Operating Statement as Revenue for increase in net assets.

The Operating Deficit of \$56 million in 2000-01 primarily reflects the completion of programs in 2000-01 for which revenue has been provided in the previous year.

Administered Items

The Administered items within the Financial Statements for the Department primarily comprise Commonwealth grants which are paid to the Consolidated Fund and are not credited to the Department's budget. The only significant change relates to Commonwealth grant revenue. This is estimated to increase by \$101 million from 1999-2000 budget to 2000-01 budget, largely reflecting funding increases under the Australian Health Care Agreement for demand growth and cost indexation.

Table 2.2.3: Statement of Financial Position

(\$ thousand)

	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Assets					
Current Assets					
Cash	188 339	188 355	188 355	188 371	0.0
Investments	429 296	429 296	429 296	429 296	..
Receivables	112 200	112 200	112 200	112 200	..
Prepayments	18 301	18 301	18 301	18 301	..
Inventories	37 508	37 508	37 508	37 508	..
Other Assets	117	117	117	117	..
Total Current Assets	785 761	785 777	785 777	785 793	0.0
Non-Current Assets					
Investments	45 512	45 512	45 512	45 512	..
Receivables ^(b)	216 582	268 047	244 097	233 561	- 12.9
Fixed Assets	3 659 360	3 748 561	3 696 713	3 787 837	1.0
Other Assets	2 661	2 661	2 661	2 661	..
Total Non-Current Assets	3 924 115	4 064 781	3 988 983	4 069 571	0.1
Total Assets	4 709 876	4 850 558	4 774 760	4 855 364	0.1
Liabilities					
Current Liabilities					
Payables	305 537	305 537	305 537	305 537	..
Borrowing	45 095	45 095	45 095	45 095	..
Employee Entitlements	367 133	368 133	368 133	365 511	- 0.7
Superannuation	2 542	2 542	2 542	2 542	..
Other Liabilities	51 172	51 172	51 172	51 172	..
Total Current Liabilities	771 479	772 479	772 479	769 857	- 0.3
Non-Current Liabilities					
Payables	48 644	48 644	48 644	48 644	..
Borrowing	5 946	5 946	5 946	5 946	..
Employee Entitlements	326 400	377 224	377 229	429 315	13.8
Superannuation	76	76	76	76	..
Other Liabilities	8 342	8 342	8 342	8 342	..
Total Non-Current Liabilities	389 408	440 232	440 237	492 323	11.8
Total Liabilities	1 160 887	1 212 711	1 212 716	1 262 180	4.1
Net Assets	3 548 989	3 637 847	3 562 044	3 593 184	- 1.2
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	..	..	..	..
Investments	1 290	1 290	1 290	1 290	..
Receivables	232	232	232	232	..
Total Current Assets	1 522	1 522	1 522	1 522	..

Table 2.2.3: Statement of Financial Position - continued

(\$ thousand)

	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	3 329	3 329	3 329	3 329	..
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	3 329	3 329	3 329	3 329	..
Total Assets	4 851	4 851	4 851	4 851	..
Liabilities					
Current Liabilities					
Payables	..	..	..	..	..
Total Current Liabilities	..	..	..	..	..
Non-Current Liabilities	4 620	4 620	4 620	4 620	..
Total Non-Current Liabilities	4 620	4 620	4 620	4 620	..
Total Liabilities	4 620	4 620	4 620	4 620	..
Net Assets	231	231	231	231	..

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
 (b) Includes cash balances held in trust in the Public Account.

The Statement of Financial Position indicates an increase in the fixed asset balance of \$39 million from June 2000 to June 2001. This reflects the impact of the Department's approved capital program of \$334 million less the impact of asset sales and depreciation.

The Department does not have any material administered assets and liabilities.

Table 2.2.4: Cash Flow Statement

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	5 427.7	5 538.2	5 910.3	8.9
Receipts from State Government -increase in net asset base	79.5	27.6	80.4	1.2
Section 29 Receipts - Commonwealth	629.1	628.4	689.3	9.6
- Other	157.7	149.3	129.4	-17.9
- Asset Sales	6.3	6.3	6.3	0.0
Other Commonwealth grants	0.0	0.0	0.0	0.0
Other	782.2	788.0	784.4	0.3
	<u>7 082.4</u>	<u>7 137.8</u>	<u>7 600.0</u>	<u>7.3</u>
Operating payments				
Employee Related Expenses	-3 218.4	-3 299.8	-3 421.9	6.3
Purchases of Supplies and Services	-2 636.3	-2 686.8	-2 908.1	10.3
Interest and finance expenses	..	..	..	..
Capital Assets Charge	- 270.5	- 270.5	- 297.9	10.1
Current grants and transfer payments	- 314.5	- 305.9	- 325.6	3.5
Capital grants and transfer payments	- 282.0	- 290.0	- 329.6	16.9
Net Cash flows from operating activities	360.7	284.8	316.9	-12.1
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	6.3	6.3	6.3	0.0
Purchases of non-current assets	- 315.5	- 263.6	- 333.6	5.8
Net Cash flows from investing activities	- 309.2	- 257.3	- 327.4	5.9
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 51.5	- 27.5	10.5	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 51.5	- 27.5	10.5	na
Net Increase/Decrease in Cash Held	0.0	0.0	0.0	..
Cash at beginning of period	179.8	179.8	179.8	0.0
Cash at end of period	179.8	179.8	179.8	0.0

Table 2.2.4: Cash Flow Statement - continued

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered Items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	..	..	..	..
Other Commonwealth grants	1 439.1	1 467.3	1 539.8	7.0
Other	12.0	12.0	10.6	-11.8
	1 451.1	1 479.3	1 550.4	6.8
Operating payments				
Purchases of Supplies and Services	..	..	..	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	..	..	..	..
Capital grants and transfer payments	..	..	..	..
Other	-1 465.1	-1 493.3	-1 563.4	6.7
Net Cash flows from operating activities	- 14.0	- 14.0	- 13.0	-7.1
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	14.0	14.0	13.0	-7.1
Net Cash flows from investing activities	14.0	14.0	13.0	-7.1
Cash flows from financing activities				
Net increases in balances held with Government	..	..	..	..
Net Cash flows from financing activities	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Cashflow Statement

The major impacts on the movements in 1999-2000 and 2000-01 in the Controlled Cash Flow Statement are the additional revenue being provided for outputs for Budget initiatives, salary increases and additional funding from the Commonwealth Government under the Australian Health Care Agreement. These variations are explained in more detail in the discussion of the Operating Statement.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.2.5: Authority for Resources

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Annual appropriations ^(b)	4 315.7	4 339.6	4 971.2	15.2
Receipts credited to appropriations	793.1	784.0	824.9	4.0
Unapplied previous years appropriation	48.0	..	40.0	- 16.7
Accumulated surplus - previously applied appropriation	..	24.3	60.0	..
Gross Annual appropriation	5 156.7	5 147.9	5 896.1	14.3
Special appropriations	1 143.5	1 226.2	979.5	- 14.3
Trust funds	25.8	31.6	28.8	11.6
Non public account and other sources	762.6	762.6	761.9	- 0.1
Total Authority	7 088.7	7 168.3	7 666.3	8.1

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

DEPARTMENT OF INFRASTRUCTURE

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Infrastructure's primary aims are to:

- develop an integrated, value added approach to strategic planning across the infrastructure agencies, particularly for transport and land-use planning;
- deliver the Government's policy objectives with respect to the key portfolio areas of planning, local government, roads, public transport and ports.

Collectively, Infrastructure provides integration, development, regulation and management of public transport, roads, ports, marine, land-use planning, building, and local governance. The Department supports four Ministerial portfolios of Transport, Planning, Local Government and Ports.

The core businesses of the Department are:

- Planning, heritage and building policy and operations;
- Public transport services and safety regime;
- Road development and road use services and safety;
- Services to support an effective system of local government and best practice operations;
- Integrated strategic planning for transport, urban and regional development to support broader economic, social and environment objectives, including project development and coordination and investment evaluation services; and
- Port and marine services and regulation.

The output group, output and related financial information for the Department of Infrastructure includes consolidated information for the following Statutory Authorities:

- Heritage Council;
- Marine Board of Victoria;
- Melbourne City Link Authority; and
- Roads Corporation (VicRoads).

Other Statutory Authorities in the Infrastructure portfolio that are non budget funded are:

- Architects Registration Board of Victoria;
- Building Control Commission;
- Melbourne Port Corporation (shared with the Treasurer);
- Plumbing Industry Commission;
- Urban Land Corporation;
- Victorian Channels Authority (shared with the Treasurer); and
- Victorian Rail Track Corporation (VicTrack).

Review of 1999 – 2000

In December 1999, the Department reviewed and aligned its outputs framework and organisation structure to more closely address the portfolio responsibilities and individual support requirements of its new Ministers. The organisation structure provides for clearer lines of accountability, has fewer levels of management and retains the specialist agencies and further strengthens the regional services delivery model.

There are five business divisions responsible for the main outputs of the Department, supported by two corporate divisions:

- Strategic Planning;
- Planning Heritage and Building;
- Local Government;
- Public Transport;
- Ports and Marine;
- Organisational Development; and
- Corporate Finance.

Strategies and priorities for 1999-2000 were reassessed with the change of Government in October 1999. The Department has supported the Infrastructure Ministers in early implementation of policy priorities by:

- Releasing the *State Planning Agenda* in December 1999 to address planning issues such as height controls and ministerial interventions that demonstrate the ongoing commitment to ensuring transparency and accountability for the planning system;
- Releasing the *Ports 2000 Agenda* in February 2000, which sets the vision for working with all sectors of the industry and highlights specific actions to address planning and infrastructure priorities for ports and intermodal facilities;
- Enhancing communication channels with local government and replacing compulsory competitive tendering with best value principles;
- Commencing early scoping and feasibility work for *Linking Victoria* transport infrastructure projects.

The franchising process for the public transport system was completed in early 1999-2000 with five passenger rail franchises having been awarded to three private sector operators. The Government has ceased to be provider of these services and has become a regulator, coordinator and purchaser of public transport services. Systems have been developed to track and monitor operator performance against agreed indicators and scheduled timetables. On time running and service delivery performance generally improved over 1999, including the period post-franchising.

The 1999-2000 Budget highlighted a number of major new initiatives, which have been commenced or extended during the financial year:

- Planning and land acquisition, service relocation and pre-construction activities are well progressed in advance of construction contracts for the Hallam Bypass and four tunnel options have been released for public consultation in accordance with pre-election commitments, for the Eastern Freeway extension from Springvale Road to Ringwood;
- Contractor commitments have been made on major components and other tenders advertised for the Geelong Road upgrade from Western Ring Road to Geelong;
- Station Pier rehabilitation;
- Metropolitan and regional modal interchanges to improve facilities between transport modes to enhance passenger safety and comfort developments. A total of 43 rural sites and 34 metropolitan sites have been identified for upgrade to date;

- Urban design initiatives - Pride of Place, Government Heritage projects, Camp Street Ballarat, are delivering significant enhancements to local streetscapes and preserving government owned heritage properties, the majority of which are in regional Victoria;
- School bus safety initiatives program is being implemented which will significantly add to the level of safety for students using school buses, particularly in regional and rural areas; and
- Outer metropolitan arterial road projects which upgrade substandard, narrow arterial roads in outer urban areas.

2000–01 Outlook

The Infrastructure output structure for 2000-01 has been reviewed with an increase in output groups from 5 to 9 and outputs from 29 to 37 from 1999-2000. The key features of the new structure are:

- separate output groups for regional and metropolitan transport services and infrastructure;
- separate groups for local government and the planning system;
- increased emphasis for ports and intermodal transport, encompassing freight and passenger infrastructure in the one group;
- increased importance of strategic land-use and infrastructure planning; and
- transport safety and regulation group expanded to include accessibility.

The *Linking Victoria* strategy is based on joint public and private investment in transport infrastructure projects for improving linkages in road, rail and port facilities. The major elements of the strategy are:

- Fast rail links connecting Melbourne to Ballarat, Bendigo, Geelong and Traralgon to reduce travel times and encourage greater regional development;
- Seed funding for the Airport Transit Link between Melbourne's CBD and Tullamarine Airport;
- Upgrade of Spencer Street Station as the terminal for interstate, regional and airport links, commencing with a master plan for redevelopment;
- Improvements to public transport services to Melbourne's growth corridors, including extensions to suburban rail lines to Craigieburn, South Morang and East Cranbourne and tram lines to Knox, and the introduction of metropolitan flier trains;

- Feasibility and scoping reviews for further developing rail links to Melbourne ports, including rationalisation of the Dynon Railyards, which will also contribute to regional and interstate rail traffic;
- Further duplication of the Calder Freeway between Melbourne and Bendigo with commitment to the Karlsruhe section;
- Upgrading key regional and outer metropolitan arterial road links to improve traffic flows, road safety and improve passenger and freight access in these areas to services and jobs; and
- Road safety treatments through acceleration and boosting of the statewide Accident Blackspot program to address the backlogs of road safety works and reduce the risk of serious accidents and incidents.

To improve customer service and safety and to increase community confidence and support for public transport, 100 additional metropolitan station staff and 100 tram conductors will be engaged, through franchise arrangements with private operators of the train and tram services.

Other initiatives include:

- Further rehabilitation of Station Pier to upgrade utility services to the Pier and the entrance roadway to the Pier;
- Extension of the heavy duty Dock Link Road to North Dynon;
- Development of a Metropolitan Strategy providing a basis for longer term land-use and infrastructure priorities;
- Continuation of the Pride of Place program providing grants to local government to improve streetscapes and townscapes in consultation with their communities;
- Continuation of the Public Heritage program providing grants for urgent repairs, restoration and refurbishment of important public historic places;
- Extending beach cleaning grants with additional assistance to councils to address the incidence of syringes, particularly for bayside beaches; and
- Restoration and upgrading for the historic Castlemaine library and theatre.

In the planning area, the key priorities for 2000-01 are the development of the new residential planning code, development of a Metropolitan Strategy and providing higher level support to local government in administering the planning system.

Compulsory competitive tendering for local government has now been abolished. Best Value Principles have been introduced requiring all councils to develop a program by end December 2000, which is to be fully implemented for all services by December 2004. The Department will also provide support to Councils in the transition to the best value system.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output. The table below summarises the total cost for each output group.

Table 2.3.1: Output group summary

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Strategic Land Use and Infrastructure Planning	6.7	6.7	7.0	3.8
Balanced Planning and Environmental Systems	70.1	68.4	50.2	-28.4
Supporting Local Government	46.5	41.4	40.4	-13.2
Ports and Intermodal Gateways	15.9	9.4	12.8	-19.8
Regional and Rural Transport Services	259.6	290.8	281.8	8.6
Regional and Rural Transport Infrastructure	280.6	288.0	311.6	11.1
Metropolitan Transport Services	942.9	1 035.4	1 057.6	12.2
Metropolitan Transport Infrastructure	372.9	396.2	369.2	-1.0
Transport Safety and Accessibility	240.9	249.3	268.5	11.5
Total	2 236.1	2 385.5	2 399.0	7.3

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

The Department of Infrastructure's output structure for 2000-01 has been substantially restructured into nine output groups and expanded from 29 to 37 outputs. In providing enhanced detail for the Department's outputs, some of the continuity with earlier years has been reduced. The new structure and performance measures provide greater clarity and transparency of the Department's major deliverables.

The variances in the output group costs between 1999-00 and 2000-01 in Table 2.3.1 above, reflect the changes resulting from Government's new initiatives, some accounting reclassifications, and the completion of some major projects which resulted in the decline in some of the output group costs.

Strategic Land Use and Infrastructure Planning

Key Government Outcomes:

Infrastructure strategies that reflect the needs of both regional and metropolitan Victoria, and meet those needs through a sensible balance between economic development, social growth and cohesion, and environmental sustainability. This is to be achieved through fostering partnerships with the whole community and maintaining and enhancing Victoria's positive financial position.

Description of the Output Group:

Planned delivery of land use and infrastructure strategies aimed to improve the economic and social capacity of Victoria. Key elements include integrated transport planning linked to regional land use development, integrated metropolitan land use and transport planning, strategies for metropolitan and rural sub-regions and a strategic audit of the State's infrastructure. It includes support and advice to the Infrastructure Planning Council.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Regional and Rural Strategies - Produce land use and transport strategies for Regional and Rural Victoria by working collaboratively across government with other development agencies and consultatively with the community to develop planning frameworks, infrastructure priorities and implementation processes.					
<i>Quantity</i>					
Regional land use and transport strategies	number	-	3	3	1
Integrated transport strategy linked to regional and rural land use development	number	-	-	-	1
Strategic infrastructure audit	number	-	-	-	1
<i>Quality</i>					
Projects completed against agreed plans and timeframes	per cent	100	100	100	100
<i>Timeliness</i>					
Regional transport and land use strategies commenced	date	-	-	-	Mar 2001
Integrated transport strategy commenced	date	-	-	-	June 2001
Complete infrastructure audit	date	-	-	-	Mar 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.3

Strategic Land Use and Infrastructure Planning - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Metropolitan Development Strategies - Produce land use and transport strategies for the Melbourne metropolitan area by working collaboratively across government with other development agencies and consultatively with the community to develop planning frameworks, infrastructure priorities and implementation processes.					
<i>Quantity</i>					
Long term metropolitan land use and transport strategy	per cent complete	-	100	100	100
Metropolitan sub-regional land use and transport strategies commenced	number	-	2	2	2
<i>Quality</i>					
Projects completed against agreed plans and timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.7
Port Development Strategies - Develop, manage and monitor implementation of strategies and initiatives created to deliver government's port policy goals. These services aim to improve the policy/regulatory framework for efficient and safe operation of ports and effective medium and long term transport logistics, and land use planning to ensure ongoing competitiveness of these critical trade gateways.					
<i>Quantity</i>					
Port strategic planning and infrastructure study implementation commenced	date	-	-	-	Dec 2000
Feasibility review for third terminal completed	per cent	-	-	-	100
Port institutional policy arrangements review completed	per cent	-	-	-	100
<i>Quality</i>					
Projects completed against agreed plans and timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.0

Strategic Land Use and Infrastructure Planning - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Research and Forecasting Information - Delivery of demographic and forecasting reporting products and services covering population projections for State Government, agencies, Councils and private business groups. Provide one off reports to local government and departments analysing economic and social influences of population change in urban and regional development.					
<i>Quantity</i>					
Demographic analysis reports	number	9	9	9	9
Presentations and consulting services	number	50	50	50	50
<i>Quality</i>					
Stakeholders satisfaction	per cent	80	80	80	80
<i>Timeliness</i>					
Projects completed within agreed timeframes.	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.0

Source: Department of Infrastructure

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	6.7	6.7	7.0	3.8
<i>Comprising:</i>				
Employee related expenses	2.7	2.7	3.1	18.0
Purchase of supplies and services	2.0	2.0	1.5	-23.4
Depreciation and amortisation	2.0	2.0	2.2	11.6
Capital asset charge	0.1	0.1	0.1	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Balanced Planning and Environmental System

Key Government Outcomes:

A planning system that reflects a sensible balance between economic development, social growth and cohesion, and a sustainable environment that is fair, transparent and accountable, which can be applied efficiently, is cost effective and provides certainty to the users of the land use planning system. Partnerships between community, councils and business will characterise the system.

Description of the Output Group:

Provision of an effective and efficient regulatory system, projects and design skills which enable the efforts of public and private sector investors to deliver quality urban, rural and marine environments, consistent with the integrated strategic planning objectives of balanced social, economic, and environmental interests. These services cover planning, building, heritage and environmental issues, training programs for councils and the monitoring of strategic objectives at both state and local government levels.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Planning System Development - Develop and deliver a statewide and sectoral land use policy to sustain the Victorian planning system supported by an appropriate legislative and statutory framework that includes the introduction of new format planning schemes. Provide reliable policy and support services to the Minister, local government, other State agencies, industry and public and private sector users of the land use planning system.					
<i>Quantity</i>					
Support packages for each Council upon approval of new planning scheme and the Residential Code.	number of councils	-	-	-	78
<i>Quality</i>					
Council satisfaction with effectiveness of training under the PLANET training program	per cent	-	-	-	75
<i>Timeliness</i>					
Launch of Residential Code 2000	date	-	-	-	Dec 2000
PLANET training for Councils within one month of planning scheme gazettal	per cent	-	-	-	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.7

Balanced Planning and Environmental System - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Planning Operations and Environmental Assessment - Provision of policy and strategic advice on the planning system, administrative services to the Minister in his role as the responsible authority under the Planning and Environment Act 1987, and support services to State and Local Government for statutory planning functions. Provide forecasting and monitoring information to the market on residential and industrial land supplies.					
<i>Quantity</i>					
Property transactions assessed	number	800	650	750	800
Planning certificates issued	number	-	70 000	71 000	70 000
Briefings, assessments and issues	number	-	1 850	1 300	1 200
Environment Effects assessments	number	-	-	-	6
<i>Quality</i>					
Reduction in planning scheme amendments	per cent	30	15	15	-
Property transactions comply with Government policy guidelines	per cent	100	100	100	100
<i>Timeliness</i>					
Assessments completed within agreed time frames	per cent	100	100	100	100
Property transactions considered within 3 working days	per cent	75	80	80	80
Environment assessments completed within agreed timeframes	per cent	-	100	100	100
Planning certificates issued within three days	per cent	-	-	-	98
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	15.3
Heritage Conservation - Provision of heritage policy advice to government and its agencies and delivery of statutory obligations as defined in the Heritage Act 1995, including collection and management of heritage data and its efficient delivery to the community. Establishment of strategic partnerships with local government to assist them meet statutory heritage obligations, and promotion of good heritage asset management.					
<i>Quantity</i>					
Heritage places assessed for Heritage Register	number	200	200	200	200
Heritage Certificates issued	number	-	3 000	3 000	3 000

Balanced Planning and Environmental System - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Heritage permits and consents issued	number	400	400	450	450
<i>Quality</i>					
Non-contested heritage place listings	per cent	-	90	90	90
Appeals against permits and consents	per cent	-	<5	<5	<5
<i>Timeliness</i>					
Public owned heritage restoration projects completed against agreed budgets and timeframes	per cent	100	100	100	100
Heritage Council annual report lodged within statutory timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	10.9
Regional and Urban Amenity Initiatives – Facilitate Pride of Place and major civic projects and provide urban design support for planning policy implementation, local government project initiatives, and the property development industry through the enhancement of tools, processes, and practices.					
<i>Quantity</i>					
Pride of Place projects facilitated	number	-	15	15	20
Sports and Entertainment Precinct completed	date				Dec 2000
Swan Street upgrade completed	date	-	-	-	Dec 2000
<i>Quality</i>					
Stakeholder satisfaction with Pride of Place projects	per cent	-	80	80	80
<i>Timeliness</i>					
Projects completed against agreed budgets and timeframes	per cent	-	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.7

Balanced Planning and Environmental System - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Environmental Strategies and Initiatives - To provide policy advice, and support services to monitor implementation of environmental initiatives and review legislation and regulations. It delivers a reliable, integrated environmental and land use policy system, a statewide information service for the Minister, local government, department, other State agencies, industry and private sector users of the environmental and land use planning system. Also covered under this service is the marine pollution response capacity of Victoria for oil spills.					
<i>Quantity</i>					
Preparation of Planning (Biodiversity and Land Contamination) Practice Notes	number	-	-	-	2
Production of guidelines for environmental assessment under the Planning and Environment Act and Environment Effects Act	number	-	-	-	2
Oil pollution response capability to react within 4 hours of reporting for small spills	per cent	100	100	100	100
Noise barriers retro-fitted	km	-	-	5.9	7.9
<i>Quality</i>					
Guidelines completed within agreed plans and timeframes	date	-	-	-	Dec 2001
Reported oil pollution incidents responded to and resolved	per cent	100	100	100	100
<i>Timeliness</i>					
<i>Environment Effects Act</i> guidelines issued.	date	-	-	-	Jun 2001
<i>Planning and Environmental Act</i> guidelines issued.	date	-	-	-	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.2

Balanced Planning and Environmental System - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Building Industry Policy and Regulation - Delivery and support of an integrated operating framework for planning land use and building systems and the provision of whole of government advice on building and construction issues.					
<i>Quantity</i>					
Support for education seminars and courses on building and planning	number	-	-	-	4
Public construction and asset management guidelines	number	4	2	2	2
<i>Quality</i>					
Stakeholder satisfaction	per cent	-	-	-	90
<i>Timeliness</i>					
Amendments to <i>Building Act</i> and Building Regulations within agreed timeframes	per cent	-	-	-	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.3

Source: Department of Infrastructure

Output group costs

	(\$ million)			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Total costs of output group	70.1	68.4	50.2	-28.4
<i>Comprising:</i>				
Employee related expenses	16.4	16.1	17.6	7.1
Purchase of supplies and services	19.5	17.2	11.4	-41.5
Depreciation and amortisation	0.4	0.4	0.5	11.5
Capital asset charge	2.2	2.2	2.5	13.3
Other expenses	31.5	32.4	18.2	-42.3

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Supporting Local Government

Key Government Outcomes:

Re-establishment of the autonomy of democratically elected Councils and the elevation of their role and commitment to develop a strong sense of community ownership by restoration of their rights to manage finances and other spheres of interest.

Description of the Output Group:

Secures the delivery of efficient, effective and accountable local government with greater participation and ownership by the community. It covers effective management of the social, physical and environmental infrastructure and ensures the delivery of high quality services, good governance, continuous improvement, inter-sector administration and relationships, and intra-government coordination.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Local Government Sector Development - Provide support for enhancing the performance of local government by building and sustaining an effective partnership between State and local government. Develop in consultation with the local government sector, initiatives aimed at ensuring best value and continuous improvement in service delivery, sustainability of infrastructure support, community accountability, performance measurement, and the ongoing monitoring of compliance with National Competition Policy requirements.					
<i>Quantity</i>					
Performance Measurement and Management Reporting System review completed	per cent	-	100	100	-
Best Value principles introduction					
• Taskforce established	per cent	-	100	100	-
• Taskforce report completed	per cent	-	80	80	100
• Councils meet established requirements	per cent	-	-	-	100
Review of councils compliance with National Competition Policy	per cent	-	100	100	-
<i>Quality</i>					
Councils meet Performance Measurement and Management Reporting System requirements	per cent	-	100	100	100
Councils complying with National Competition Policy requirements	per cent	-	100	100	-
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.0

Supporting Local Government - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Governance Support - Provide support for monitoring and advice on good governance practices, geographic and local electoral boundaries, institutional frameworks and legislation, and administer the Local Government Act 1989. Deliver a review to update the Local Government Act, and implement new legislation and regulations, and assist Local Government's financial performance to ensure sound fiscal management.					
<i>Quantity</i>					
Councils with properly structured and functioning audit committees	per cent	-	50	50	100
Review and develop legislative framework for the Local Government Act 1998 completed	per cent	-	-	-	75
<i>Quality</i>					
Projects completed within agreed timeframes	per cent	-	100	100	100
<i>Timeliness</i>					
Council annual reports lodged within statutory timeframes	per cent	-	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.0
Grants Funding for Public Libraries and Other Local Government Services - Deliver support services to the Victoria Grants Commission to facilitate the allocation of general-purpose grants and local road grants to Victorian councils. Independently of the Commission administer the grants made for specialist programs delivering public library services, beach cleaning, interpreting and translation services.					
<i>Quantity</i>					
Funding and service agreements for public library services reviewed and updated	number	43	44	45	44
Funding administered for library construction or refurbishment:					
• Projects completed	number	-	-	-	12
• Projects underway	number	-	-	-	8
Beach cleaning best practice guidelines prepared	per cent	-	25	25	100
Review of Victoria Grants Commission methodology completed	per cent	-	30	30	100
Road assistance grants announced	number	-	45	45	30
116	Infrastructure	Budget Estimates 2000-01			

Supporting Local Government - *continued*

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Stakeholder satisfaction with grants administration	per cent	-	-	-	80
<i>Timeliness</i>					
Preliminary advice to Councils of allocations from Victoria Grants Commission	date	-	-	-	End May 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	34.4

Source: Department of Infrastructure

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	46.5	41.4	40.4	-13.2
<i>Comprising:</i>				
Employee related expenses	4.0	3.9	3.1	-22.3
Purchase of supplies and services	11.2	11.0	9.5	-15.1
Depreciation and amortisation	0.2	0.2	0.2	..
Capital asset charge	0.8	0.8	0.8	..
Other expenses	30.4	25.6	26.8	-11.9

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Ports and Intermodal Gateways

Key Government Outcomes:

Development of coordinated transport networks that are seamless between intermodal systems and tackle the issues of bottlenecks, and network deficiencies. This improved system will be developed through consultation with the community and will expand metropolitan and regional services emphasising transport systems that contribute to the State's economic performance, and improve business and community access.

Description of the Output Group:

Initiatives to improve the efficiency of the transport system by addressing the interfaces of different components of this multi-faceted system. It covers the interface between ports, rail and road transport and airports in metropolitan and regional and rural Victoria. It also addresses the issue of Victoria being a hub for the entry and exit of imports and exports for the eastern states.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Ports and Intermodal Freight - Supply services to initiate, develop, manage and monitor a range of infrastructure strategies and projects designed to promote efficient seamless transfers between road, rail and sea modes and to reduce costs to shippers.					
<i>Quantity</i>					
Docklink Road extension construction project completed	per cent	-	-	-	50
Victorian Sea Freight Industry Council (VSFIC) projects managed	number	-	-	-	3
Rail access projects for Melbourne and Geelong completed	per cent	-	-	-	40
<i>Quality</i>					
Projects completed in accordance with agreed project specification	per cent	-	-	-	100
<i>Timeliness</i>					
VSFIC projects implementation	date	-	-	-	Jun 2001
Priority rail access draft report	date	-	-	-	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.5

Ports and Intermodal Gateways - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected	2000-01 Target Outcome
Passenger Interchange Development - Deliver improved accessibility and ease of use of road, rail, sea passengers, and air travel interchange facilities for the community that will encourage mobility and sustained growth in the utilisation of the State's transport infrastructure by domestic and international travellers. This output is delivered through a combination of government and private operator resources.					
<i>Quantity</i>					
Cruise ship visits	number	-	27	20	20
Station Pier Refurbishment (infrastructure upgrade) completed	per cent	-	-	-	60
Airport Transit Link study and implementation strategy completed	per cent	-	-	-	50
Rural modal interchange upgrade program implementation	percent	-	-	11	40
Metropolitan modal interchange upgrade program implementation	percent	-	-	7	35
<i>Quality</i>					
Projects completed against agreed plans and timeframes	per cent	100	100	100	100
<i>Timeliness</i>					
Station Pier Refurbishment					
• Stage 1 commenced	date	-	Aug 1999	-	-
• Stage 1 completed	date	-	-	Sept 2000	-
• Stage 2 commenced	date	-	-	Apr 2000	-
• Station Pier services upgrade commenced	date	-	-	-	Aug 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	10.2

Source: Department of Infrastructure

Ports and Intermodal Gateways - *continued*

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	15.9	9.4	12.8	-19.8
<i>Comprising:</i>				
Employee related expenses	1.6	1.6	1.3	-17.8
Purchase of supplies and services	1.4	3.2	4.6	na
Depreciation and amortisation	0.1	0.1	0.9	na
Capital asset charge	0.8	0.8	0.9	15.5
Other expenses	12.0	3.7	5.0	-58.3

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Regional and Rural Transport Services

Key Government Outcomes:

Provision of a coordinated public transport network linking regional and rural Victoria and metropolitan Melbourne through improved services that will give regional communities access to economic, educational, and employment opportunities. The quality of the services will be improved by better co-ordination across all modes to attract sustained growth in the use of the public transport and small parcel freight transport systems.

Description of the Output Group:

Delivery of quality public transport services to regional and rural areas of Victoria through contractual arrangements with private operators. These services include intrastate and interstate rail services, route and school bus services. Contracts with private operators are managed to ensure that service provision is in accordance with contractually agreed standards and that committed investment levels for rolling stock and new buses are delivered.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Country/Interstate Rail Services - Manage the contractual arrangements with private operators for the delivery of quality rail passenger and associated road coach services to regional and rural areas of Victoria through contractual arrangements with private operators. Contractual performance standards are reflected in the performance measures for the delivery of the output.					
<i>Quantity</i>					
Total kilometres timetabled	million	17.1	15.3	15.3	10.3 ^(a)
Services delivered	per cent	-	99.5	99.5	99.5
Maintain freight gates for the provision of Fast Track and Charity Services	number of locations	30	30	30	30
<i>Quality</i>					
Customer satisfaction threshold	score	-	68.0	68.0	70.0
Services arriving at destination no more than 0.59 mins before and no less than 5.59 mins after timetable	per cent	-	95.0	95.0	95.0
Passengers carried	million	7.9	8.0	8.0	8.0
Rolling stock plans provided and agreed	per cent	-	100	100	-
Number of claims against total Fast Track consignments	per cent	-	0.4	0.4	0.4
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	112.2

Regional and Rural Transport Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Country Bus Services - Manage the contractual arrangements with private operators for the delivery of bus services in accordance with the contractual service standards and implement initiatives for new rural bus services, air conditioning and lowering rural student fares to a statewide standard of 50 per cent of the adult fare.					
<i>Quantity</i>					
Total kilometres timetabled	million	11.6	11.8	11.8	17 ^(a)
<i>Quality</i>					
Timetabled Bus Services delivered	per cent	-	99	99	99
Passengers carried	million	10.9	11.0	11.0	11.5
New air conditioned buses in service	number	-	10	10	30
<i>Timeliness</i>					
Services within 5 minutes of timetable	per cent	-	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	49.5
School Bus Services - Manage the contractual arrangements with private operators for the delivery of bus services in accordance with the contract service standards and implement approved initiatives for School Bus Services including two-way emergency communication, air conditioning on bus replacements, flashing lights, and first aid kits and training.					
<i>Quantity</i>					
Kilometres scheduled	million	33.1	33.2	33.2	33.4
<i>Quality</i>					
Timetabled bus services delivered	per cent	-	99	99	99
New air-conditioned school buses in service	number	-	35	35	70
School bus safety program delivered	per cent	-	20	20	30
<i>Timeliness</i>					
Services within 5 minutes of timetable	per cent	-	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	120.1

Source: Department of Infrastructure

Note:

(a) V/Line marketed coach services now reflected in Country Bus Services output.

Regional and Rural Transport Services - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	259.6	290.8	281.8	8.6
<i>Comprising:</i>				
Employee related expenses	0.9	0.9	1.6	71.9
Purchase of supplies and services	166.6	249.4	269.6	61.8
Depreciation and amortisation	0.1	0.1	0.1	..
Capital asset charge	0.0	0.0	0.0	..
Other expenses	92.0	40.4	10.5	-88.5

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Regional and Rural Transport Infrastructure

Key Government Outcomes:

Continued development of the transport network to provide greater coverage and improved linkages of regional and rural Victoria and metropolitan Melbourne through expanded rail, bus, and road infrastructure works, that will give rural communities better access to economic, educational, and employment opportunities. This outcome is to be achieved through upgrading and extending the road and rail systems.

Description of the Output Group:

Development and maintenance of regional and rural transport networks by implementing major road projects, regional and rural rail projects and monitoring the quality of rail infrastructure as defined in the contracts with private operators. These facilitate the movement of goods and passengers in an efficient and timely manner.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Regional Public Transport Passenger and Freight Development - Ensure delivery of Government's commitment to regional and rural transport infrastructure development and to monitor the quality of rail infrastructure as set out in the contracts with the private operators.

Quantity

Fast Train program	number	-	-	-	1
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Quality

Track Ride Quality Index measured (passenger lines only)	number	-	4	4	4
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Timeliness

Projects provided within agreed budget and timeframes (where Government funded)	per cent	-	-	-	100
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Fast Train feasibility studies completed	date	-	-	-	Aug 2000
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Cost

Total output cost:	\$ million	na	na	na	6.6
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Major Regional Road Projects - Complete major highway projects to regional centres that will improve road transport links, reduce travel time, lower transport operating costs, and upgrade the quality of roads with respect to safety, and increased access.

Quantity

Projects continuing:	number	-	5	5	5
<ul style="list-style-type: none"> • Geelong Road • Princess Highway East • Calder Highway (Woodend Bypass) • Hume Highway (Albury-Wodonga Bypass) • Goulburn Valley Highway (Hume Freeway to Nagambie) 					

Regional and Rural Transport Infrastructure - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Projects to be completed	number	-	2	2	1
• Calder Highway (Gisborne South Section)					
• Calder Highway (Black Forest)					
Projects commencing	number	-	-	-	1
• Calder Highway (Carlsruhe)					
<i>Quality</i>					
Projects delivered in accordance with agreed scope and standards	per cent	100	100	100	100
<i>Timeliness</i>					
Programmed works >\$5m completed on time	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	64.4
Regional Arterial Road Links - Complete regional arterial road projects to improve road transport links to regional and rural centres and to reduce travel time, lower transport operating costs, and upgrade the quality of roads with respect to safety, and increased access by adding new roads and paving, strengthening bridges, and intersection realignment.					
<i>Quantity</i>					
Road projects covering duplications and overtaking lanes					
• Projects completed	km	-	-	13.6	-
• Projects in progress	km	-	-	-	13.2
• Projects commencing	km	-	-	-	6.9
Bridge strengthening and replacement					
Projects completed	number	-	39	39	1
Projects in progress	number	-	7	7	7
Projects commencing	number	-	-	-	28
Pavement widening (including shoulders)					
Projects completed	km	-	79	79	-
Projects in progress	km	-	90.1	90.1	90.1
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Regional and Rural Transport Infrastructure - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Road improvements (including intersections and realignments)					
Projects completed	number	-	14	14	-
Projects in progress	number	-	4	4	5
Projects commencing	number	-	-	-	6
<i>Quality</i>					
Projects delivered in accordance with the agreed scope and standards	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	93.9
Regional Road Network Maintenance - Provision of maintenance for declared rural arterial roads, including pavement, bridges, roadside, and traffic facilitation components, covering routine and periodic rehabilitation, and operational supervision of tasks/projects.					
<i>Quantity</i>					
Road maintained	lane km	-	40 060	40 060	40 070
Structures maintained	number	-	3 620	3 680	3 700
Road resurfaced	lane km	-	3 420	3 460	3 550
Road pavement rehabilitated	lane km	-	400	400	410
<i>Quality</i>					
Projects delivered in accordance with agreed scope and standards	per cent	100	100	100	100
<i>Timeliness</i>					
Programmed maintenance completed	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	146.8

Source: Department of Infrastructure

Regional and Rural Transport Infrastructure - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	280.6	288.0	311.6	11.1
<i>Comprising:</i>				
Employee related expenses	37.8	38.2	38.9	2.9
Purchase of supplies and services	128.6	136.0	161.8	25.9
Depreciation and amortisation	75.8	75.8	75.8	0.0
Capital asset charge	32.6	32.6	33.1	1.7
Other expenses	5.9	5.4	2.0	-65.8

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Metropolitan Transport Services

Key Government Outcomes:

Provision of a coordinated public transport network linking metropolitan services that deliver a responsive low cost transport system that improves access to economic, educational, and employment opportunities for metropolitan communities. The quality of services will be improved by better coordination across all modes of public transport to attract sustained growth in the use of the system.

Description of the Output Group:

Delivery of a quality public transport service to the metropolitan area through contractual arrangements with private operators. These services include rail, and tram and routed buses. Contracts with private operators are managed to ensure that service provision is in accordance with contractually agreed standards and that the committed investment levels for rolling stock and new buses is delivered.

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Metropolitan Train Services - Manage the contractual arrangements with private operators for the delivery of quality metropolitan train services through contractual arrangements with private operators. Contractual performance standards are reflected in the performance measures for the delivery of output.

Quantity

Total kilometres timetabled	million	-	15.5	15.5	15.7
Services delivered	per cent	-	99.2	99.2	99.0 ^(a)

Quality

Customer satisfaction threshold	score	-	62.0	68.0	68.0
Passengers carried	million	118	120	120	122
Services arriving at destination no more than 0.59 mins before and less than 5.59 mins after timetable	per cent	-	95.5	95.5	94.5 ^(a)
Rolling stock plans provided and agreed	per cent	-	100	100	-

Cost

Total output cost:	\$ million	na	na	na	546.8
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Metropolitan Tram Services - Manage the contractual arrangements with private operators for the delivery of quality metropolitan tram services through contractual arrangements with private operators. Contractual performance standards are reflected in the performance measures for the delivery of outputs.

Quantity

Total kilometres timetabled	million	-	21.5	21.5	21.6
Services delivered	per cent	-	99.0	99.0	99.0
Services completing journey	per cent	-	97.0	97.0	97.0

Metropolitan Transport Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Customer satisfaction threshold	score	-	60	67	68
Passengers carried	million	120.3	122.8	122.8	125.0
Services departing a monitoring point no more than 0.59 mins before and no less than 5.59 mins after timetable:					
• 2 nd monitoring point	per cent	-	90	90	90
• 2 nd last monitoring point	per cent	-	75	72	75
Rolling stock plans provided and agreed	per cent	-	100	100	-
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	293.5
Metropolitan Bus Services - Manage the contractual arrangements with private operators for the delivery of quality metropolitan bus services in accordance with the contractual service standards and implementation of approved initiatives for new bus services, including new weekday evening and weekend Metropolitan bus services and air conditioning on bus replacements.					
<i>Quantity</i>					
Kilometres scheduled	million	68.6	70.1	69.5 ^(b)	70.1
<i>Quality</i>					
Passengers carried	million	91.5	91.6	91.7	92.2
Customer satisfaction threshold	score	-	68	68	68
Timetabled bus services delivered	per cent	-	99	99	99
New air-conditioned route buses in service	number	-	35	35	70
<i>Timeliness</i>					
Services within 5 minutes of timetable	per cent	93.6	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	217.3

Source: Department of Infrastructure

Notes:

(a) *Reflects impact of system upgrade works.*

(b) *Reflects later implementation of additional services.*

Metropolitan Transport Services - *continued*

Output group costs

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Total costs of output group	942.9	1 035.4	1 057.6	12.2
<i>Comprising:</i>				
Employee related expenses	9.2	8.9	10.0	8.4
Purchase of supplies and services	184.2	446.6	555.7	na
Depreciation and amortisation	0.1	0.1	0.1	..
Capital asset charge	493.1	0.0	0.0	na
Other expenses	256.3	579.9	491.8	91.9

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Metropolitan Transport Infrastructure

Key Government Outcomes:

An enhanced metropolitan transport network to give greater coverage and improved linkages to outer metropolitan growth areas through expanded rail, tram, bus and road infrastructure. This will give metropolitan communities better access to economic, educational, and employment opportunities, achieved through upgrading and extending the road and rail systems in an environment of improved safety and environmental sustainability.

Description of the Output Group:

Development and maintenance of metropolitan road networks and implementation of major civic and road projects and development of metropolitan rail and tram infrastructure as set out in the contracts with the private operators. These outputs provide major parts of the transport network in the metropolitan area and are aimed at facilitating the movement of goods and passengers in an efficient, timely and safe manner to their destinations.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Metropolitan Public Transport Development - Ensure delivery of Government's commitment for metropolitan public transport infrastructure development is achieved and to monitor the quality of rail infrastructure as set out in the contracts with the private operators.

Quantity

Franchise maintenance accounts funds fully allocated	per cent	-	-	-	100
Jolimont precinct completed	date	-	-	Dec 1999	-
Smart bus implementation of demonstration routes completed	per cent	-	-	-	100

Quality

Franchise maintenance asset plans provided and agreed	number	-	4	4	4
Franchisee maintenance requirements in compliance with asset condition index targets	number	-	-	-	4

Timeliness

Feasibility studies within agreed timeframes and budgets (where Government funded)	per cent	-	-	-	100
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Cost

Total output cost:	\$ million	na	na	na	14.4
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Metropolitan Transport Infrastructure - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Major Metropolitan Road Projects - Deliver projects to improve the performance of Melbourne's arterial road network by carrying out large-scale projects addressing network discontinuities and bottlenecks aimed to improve access, decrease travel time, and reduce transport costs.

Quantity

Projects continuing	number	-	4	4	4
• Westall Road					
• Geelong Road					
• Hallam Bypass					
• Eastern Freeway extension					
Projects to be completed	number	-	1	1	-
• Westgate Freeway					
Projects to commence	number	-	-	-	1
• Eastern Freeway (Park and Ride)					

Quality

Projects delivered in accordance with agreed scope and standards	per cent	100	100	100	100
City Link project delivered by Transurban in accordance with project documents	per cent	100	100	100	100

Timeliness

Projects delivered in accordance with Government approved program	per cent	100	100	100	100
State works undertaken by Transurban in accordance with the agreed timeframe	per cent	100	100	100	100

Cost

Total output cost:	\$ million	na	na	na	111.6
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Metropolitan Arterial Road Links - Deliver projects to improve the performance of Melbourne's arterial road network by carrying out projects addressing deficiencies and bottlenecks through the provision of new link roads and intersection improvements aimed at improving access, decreasing travel time, and reducing transport costs particularly in the outer suburbs.

Quantity

Docklands North South Road link completed	date	-	-	-	Aug 2000
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Metropolitan Transport Infrastructure - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Road projects covering duplications and overtaking lanes					
• Projects completed	lane km	-	14	14	-
• Projects in progress	lane km	-	80.7	80.7	82.7
• Projects commencing	lane km	-	-	-	22
Bridge Strengthening and replacement					
• Projects completed	number	-	3	3	-
• Projects commencing	number	-	-	-	2
Pavement widening(including shoulders)					
• Projects completed	lane km	-	13.2	13.2	-
Road improvements (including intersections and realignments)					
• Projects completed	number	-	5	5	-
• Projects in progress	number	-	1	1	1
• Projects commencing	number	-	-	-	2
<i>Quality</i>					
Projects delivered in accordance with speed scope and standards	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	92.8
Metropolitan Road Network Maintenance - Provision of the annual maintenance program for declared metropolitan arterial roads, including pavement, bridges, roadside and traffic facility components, covering routine and periodic rehabilitation and operational management tasks.					
<i>Quantity</i>					
Road maintained	lane km	-	10 440	10 440	10 440
Structures maintained	number	-	1 150	1 170	1 180
Road resurfaced	lane km	-	660	660	680
Road pavement rehabilitated	lane km	-	100	100	60

Metropolitan Transport Infrastructure - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Projects delivered in accordance with the agreed scope and standards	per cent	-	100	100	100
<i>Timeliness</i>					
Programmed maintenance completed	per cent	-	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	150.3

Source: Department of Infrastructure

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	372.9	396.2	369.2	-1.0
<i>Comprising:</i>				
Employee related expenses	88.6	89.9	91.0	2.7
Purchase of supplies and services	103.4	89.1	97.4	-5.8
Depreciation and amortisation	123.1	123.1	123.1	0.0
Capital asset charge	19.2	19.2	24.8	29.0
Other expenses	38.6	74.8	32.9	-14.9

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Transport Safety and Accessibility

Key Government Outcomes:

Improved transport safety for the community and a reduction in the frequency, severity and social cost of accidents and incidents. This will be achieved through a shift from compliance to performance based standards and initiatives that lower the cost to business and the community.

Description of the Output Group:

Safety initiatives for road, public transport and waterway users. This is provided through the application of performance based standards to regulate transport providers, and to reduce cost of regulations on business, while raising safety and access levels for the community through improved transport regulation reform, education and prevention programs. It includes services to improve accessibility and subsidised taxi travel for the disabled.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Taxi, Hire Car and Tow Truck Regulation - Administer, regulate and monitor taxi, hire car, special purpose vehicle, restricted hire cars, tow trucks and the driving instructor industry and ensure public transport safety standards are maintained and advanced through the implementation of new initiatives.

Quantity

Taxis audited	number	-	11 000	11 000	12 000
Tow truck licence transactions	number	-	400	400	450
Tow truck driver authorities issued	number	-	1 150	1 150	1 150
Commercial passenger vehicle licence applications processed	number	-	320	320	320
Commercial passenger vehicle drivers certificates issued	number	-	13 800	13 800	13 800
Driver instructor authorities processed	number	-	400	400	400

Quality

Taxis and tow trucks conform to quality standards	per cent	-	>92	>92	>92
Taxi service complaints investigated	number	-	350	350	330
Tow Truck Allocation Centre calls answered within 45 seconds	per cent	-	95	95	95

Timeliness

Preliminary investigation of serious taxi service complaints completed within 10 working days	per cent	-	85	85	85
Allocation of accident to tow truck depot within 5 minutes	per cent	-	85	85	85

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Transport Safety and Accessibility - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.2
Accessible Transport Initiatives - Provide access for the disabled to transport facilities by monitoring obligations under the Disability Discrimination Act, programs of the private operators and implementation of direct government funded initiatives. This includes the Multi Purpose Taxi Program of subsidised taxi services for the disabled.					
<i>Quantity</i>					
Taxi trips					
• Passenger only	number (‘000)	-	5 266	5 266	5 372
• With wheelchair	number (‘000)	-	376	376	395
Applications assessed	number	-	25 000	25 000	25 000
Bus stop safety bay projects	number	-	19	19	205
<i>Quality</i>					
Reduction in customer complaints	per cent	-	10	10	10
Projects delivered to agreed scope or standard	per cent	100	100	100	100
<i>Timeliness</i>					
Applications completed within 10 working days	per cent	-	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	43.5
Accident Blackspots - Deliver an agreed program of remedial actions to upgrade identified high accident black spot and black length areas of roads to reduce the cause of regular severe road accidents that have high social costs to the community.					
<i>Quantity</i>					
Projects to be completed	number	107	166	183	312
<i>Quality</i>					
Projects completed to agreed scope and standard	per cent	100	100	100	100
<i>Timeliness</i>					
Programmed work to be completed in accordance with agreed timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	53.2

Transport Safety and Accessibility - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Traffic and Road Use Management Improvements - To provide and undertake low cost traffic improvement projects and services including traffic priority signalling and information services, incident management, and the administration of road freight regulatory reform for greater efficiency of freight movement.					
<i>Quantity</i>					
Traffic management projects	number	-	28	31	26
Road user improvement projects	number	-	68	74	61 ^(a)
<i>Quality</i>					
Projects delivered in accordance with agreed scope and standards	per cent	100	100	100	100
<i>Timeliness</i>					
Program works completed with agreed timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	20.4
Vehicle and Driver Regulation - Provision of a vehicle registration and driver licensing service to provide a framework covering the integrity of the road user environment, ensuring the registration of trained drivers, road worthy vehicles, and the ability to easily trace missing vehicles.					
<i>Quantity</i>					
New driver licences issued	number ('000)	101	103	103	103
Driver licences renewed	number ('000)	154	165	185	323
New vehicle registrations issued	number ('000)	407	404	411	434
Vehicle registrations renewed	number ('000)	3 560	3 705	3 699	3 753
Vehicle registration transfers	number ('000)	812	816	816	867
Vehicle and driver information requests processed	number ('000)	898	640	930	1 020
<i>Quality</i>					
User satisfaction with registration and licensing	per cent	-	>90	92	93
Currency of registration and licensing records	per cent	-	98	98	99
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Transport Safety and Accessibility - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Customers served within 10 minutes in licensing and registration offices	per cent	>80	>80	83	84
Average time to answer central calls	seconds	40	<40	<40	<40
Total output cost:	\$ million	na	na	na	92.8
Road Safety Initiatives and Regulation - Provision of a safety program that embraces two main areas, road user education and the upgrading of aspects of the road infrastructure system that have proved dangerous.					
<i>Quantity</i>					
Road Safety Projects	number	-	120	120	131
Motor cycle safety programs	number	-	-	-	3
<i>Quality</i>					
Projects completed within specified scope and standards	per cent	100	100	100	100
<i>Timeliness</i>					
Programmed works completed within agreed timeframes.	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	46.3
Public Transport Safety Initiatives and Regulation - Maintain and advance public transport safety standards through the implementation of new initiatives and operator accreditation systems.					
<i>Quantity</i>					
Accreditation applications processed					
• Rail (new operators)	number	-	8	8	6
• Bus	number	-	700	700	700
<i>Disability Discrimination Act</i> action plan provided by franchisees and agreed	per cent	-	-	-	100
<i>Quality</i>					
Non-compliance reports issued	number	-	50	50	50
Accreditations terminated due to poor safety practices	number	-	nil	nil	nil

Transport Safety and Accessibility - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Accreditation applications completed within 6 months	per cent	-	100	100	100
Audits carried out within 12 months of accreditation	per cent	-	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.3
Marine Safety Initiatives and Regulation - Develop and administer the policy/regulatory framework for the safe and efficient operation of commercial and recreational vessels in Victorian waters and implement a range of programs and initiatives designed to achieve the Government's marine safety objectives. Facilitate the marine pollution response system and ballast water and hull fouling regime to prevent pests entering coastal waters.					
<i>Quantity</i>					
Commercial vessels surveyed	number	845	880	880	880
Marine operators certificates issued	number	220	240	240	240
New Marine Act developed	per cent	-	-	-	50
Point Lonsdale Lighthouse operations and Federal Government marine communication systems review completed	per cent	-	-	-	50
<i>Quality</i>					
Projects completed against statutory requirements and specifications	per cent	-	-	-	100
<i>Timeliness</i>					
Exposure draft of new legislation released	date	-	-	-	Mar 2001
Point Lonsdale Lighthouse operations review completed	date	-	-	-	Sept 2000
Design of marine communications systems commenced	date	-	-	-	Jun 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.8

Source: Department of Infrastructure

Note:

(a) Reflects current demand.

Transport Safety and Accessibility - *continued*

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	240.9	249.3	268.5	11.5
<i>Comprising:</i>				
Employee related expenses	41.8	41.8	41.3	-1.2
Purchase of supplies and services	195.7	203.6	218.3	11.5
Depreciation and amortisation	1.6	1.6	1.7	11.6
Capital asset charge	0.5	0.5	0.6	10.2
Other expenses	1.2	1.7	6.5	na

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position and cash flow statement for the Department as well as tables detailing the authority for resources and the payments on behalf of the State made by the Department.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.3.2 –Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.3.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.3.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.3.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	2 010.0	2 005.3	2 020.8	0.5
Section 29 receipts -Commonwealth	116.6	104.8	110.5	-5.2
-Other	..	..	2.3	..
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	109.6	244.1	264.8	141.7
Total	2 236.1	2 354.2	2 398.5	7.3
Operating expenses				
Employee related expenses ^(d)	203.0	203.9	207.9	2.4
Purchases of supplies and services ^(e)	812.5	1 158.0	1 329.9	63.7
Depreciation and amortisation	203.3	203.3	204.6	0.6
Capital assets charge	549.3	56.3	62.9	-88.5
Other expenses	467.9	763.9	593.7	26.9
Total	2 236.1	2 385.5	2 399.0	7.3
Operating surplus/deficit before revenue for increase in net assets	..	- 31.3	- 0.5	..
<i>Add:</i>				
Revenue for increase in net assets	79.6	112.5	124.3	56.3
Section 29 Receipts - asset sales	..	..	..	..
Operating surplus/deficit	79.6	81.2	123.9	55.7
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	1.3	6.2	11.2	na
Other Commonwealth grants	298.8	298.8	306.3	2.5
Other revenue ^(c)	768.7	779.9	798.8	3.9
Less revenue transferred to Consolidated Fund	- 768.9	- 780.0	- 798.9	3.9
Total	300.0	304.8	317.3	5.8
Operating expenses				
Employee related expenses ^(d)	1.3	1.3	1.3	..
Purchases of supplies and services	0.0	0.0	0.0	..
Other expenses	298.8	303.7	316.2	5.8
Total	300.2	305.0	317.5	5.8
Operating surplus/deficit	- 0.2	- 0.2	- 0.2	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes estimated carryover of 1999-2000 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.

(c) Includes revenue for services delivered to parties outside government.

(d) Includes salaries and allowances, superannuation contributions and payroll tax.

(e) Includes payments to non-government organisations for delivery of services.

1999-2000 Operating Result

The DOI Operating Statement as published in 1999-2000 has been revised to reflect significant changes that have occurred during the year, predominantly relating to public transport reforms. In general, these changes have had a neutral impact on the Department's operating surplus but have caused a large compositional change in individual revenue and expense categories. Overall, in 1999-2000 there has been increased expenditure and a matching increase of revenue received by the Department, except for a small operating deficit, which is explained below. In some cases, expenditure has been reclassified to reflect the changed circumstances.

Public Transport Reform

A number of variations to the Operating Statement have resulted from public transport reforms, which were finalised in late August 1999. Prior to the reforms, the Department 'deficit funded' public transport services provided by the Public Transport Corporation (PTC) (ie DOI paid the PTC for its operating loss), and this grant was recorded as 'Other Expenses' in the DOI Operating Statement. Funding for public transport was also provided to PTC via the collection of fares, and from grants paid by the Departments of Human Services (DHS) and Education Employment and Training (DEET) for concession card holders and student travellers respectively. Prior to September 1999, this additional revenue was not recorded in the DOI Operating Statement, as the PTC, being a Public Trading Enterprise, did not consolidate into the Department's financial statements.

Following public transport reforms, the PTC has been largely wound up and its remaining administrative operations are now conducted by DOI. Public transport services have been franchised and are now purchased by the Department from private sector organisations. Consequently, a re-allocation of DOI expenditure from Other Expenses to Purchase of Supplies and Services has occurred to reflect this.

The other main change has been the increase of Other Revenue due to the Department's receipt of public transport fare revenue and DHS/DEET grants formerly received by the PTC. These additional revenues are combined with the amount re-allocated from Other Expenses to 'gross-up' the payments to private sector public transport providers and are now recorded as Purchase of Supplies and Services by the Department.

Another adjustment to Other Expenses (\$477 million in 2000-01) has been created by the change to the accounting treatment for the Capital Asset Charge

(CAC) on public transport infrastructure net assets. Previously CAC on these assets was paid by DOI on behalf of the PTC. However, since the transfer of these assets to VicTrack in July 1999, a more appropriate accounting treatment has been adopted. This involves a transfer of funds to VicTrack via a current grant from DOI, and a subsequent payment by VicTrack of a CAC to the Department of Treasury and Finance. Consequently, DOI's CAC has been reduced.

Roads Program

A further impact on the 1999-2000 budget has been created by variations to the VicRoads road building and maintenance program and this is the main cause of the Department's expected \$31 million deficit for 1999-2000. This outcome is primarily due to three main variations, which are:

- reduced Commonwealth 'Section 29 Receipts' of \$11 million due to changes in the Federal roads funding program;
- a \$10 million net reduction in Other Revenue due to decreased levels of external work activity by VicRoads; and
- increased Purchase of Supplies and Services of \$10 million due to fine seasonal conditions that have allowed VicRoads to move ahead on its own works program.

Thus, the decreased revenue and increased expenditure result in a small operating deficit for the Department in 1999-2000.

2000-01 - Other Impacts

Other significant movements from the 1999-2000 published budget are mainly due to the impact of new output initiatives, the full year effect of public transport reforms and Transurban Concession Fees. The inclusion of new initiatives has increased Purchase of Supplies and Services' by \$88 million and 'Employee Related Expenses by \$9 million. As well as this, \$82 million has been reclassified from Other Expenses to Purchase of Supplies and Services in 2000-01 to reflect the full year effect of public transport reforms. Other Expenses has reduced by a further \$73 million as capital works projects being funded by the Department are completed.

There is also a \$45 million increase of revenue for increase to net assets due to new asset initiatives, however, \$25 million of this increase is an advance to the Better Roads Victoria program to fund improvements to Geelong Road. This amount will be returned to the Consolidated Fund in 2002-03 when additional Federal funding for 'Roads of National Importance' becomes available.

As well as the impact of new initiatives, other revenue has been adjusted due to Concession Fees payable by Transurban to the Government. These are non-cash promissory notes that will be redeemable after certain contractual arrangements are met. DTF has been accruing this revenue since 1997. Following the refinement of the accounting treatment relating to the transfer from DOI to DTF, these amounts are included in the Revised 1999-2000 DOI Forward Estimates. Consequently, the Revised 1999-2000 Budget shows increased Other Revenue by \$27 million, the amount of the concession fee in 1999-2000 and a further \$30 million in 2000-01. A matching adjustment of Other Expenses reflects the transfer of the debt to DTF from DOI.

The Statement of Financial Position shows an additional 1.2 per cent of fixed assets, mainly attributable to the construction of new roads. Non-current payables and non-current receivables are increased due to the inclusion of the debt receivable from Transurban in respect of the Melbourne City Link concession fee. There is a compensating reduction in non-current receivables, caused by the utilisation of the Department's surplus from previous years to fund some of the additional road building in 1999-2000. Current payables increase in 1999-2000 due to further additional road related expenditure by the Department.

Table 2.3.3: Statement of Financial Position

(\$ thousand)

	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Assets					
Current Assets					
Cash	27 171	22 121	22 121	17 071	- 22.8
Investments	6 683	6 683	6 683	6 683	..
Receivables	19 129	19 129	19 129	19 129	..
Prepayments	5 124	5 124	5 124	5 124	..
Inventories	14 335	14 335	14 335	14 335	..
Other Assets	..	..	..	..	..
Total Current Assets	72 442	67 392	67 392	62 342	- 7.5
Non-Current Assets					
Investments	..	..	..	..	..
Receivables ^(b)	123 978	124 061	136 115	164 868	32.9
Fixed Assets	14 494 634	14 579 976	14 619 239	14 750 416	1.2
Other Assets	4 051	4 051	4 051	4 051	..
Total Non-Current Assets	14 622 663	14 708 088	14 759 405	14 919 335	1.4
Total Assets	14 695 105	14 775 480	14 826 797	14 981 677	1.4
Liabilities					
Current Liabilities					
Payables	- 167 029	- 169 586	- 192 586	- 195 073	15.0
Borrowing	- 18 446	- 18 446	- 18 446	- 18 446	..
Employee Entitlements	- 18 447	- 17 201	- 17 201	- 17 149	- 0.3
Superannuation	- 38 300	- 38 300	- 38 300	- 38 300	..
Other Liabilities	- 6 665	- 6 665	- 6 695	- 6 725	0.9
Total Current Liabilities	- 248 887	- 250 198	- 273 228	- 275 693	10.2
Non-Current Liabilities					
Payables	- 75 912	- 75 912	- 103 341	- 133 202	75.5
Borrowing	..	..	..	..	..
Employee Entitlements	- 44 863	- 44 863	- 44 863	- 44 863	..
Superannuation	- 476 502	- 476 502	- 476 502	- 476 502	..
Other Liabilities	- 458	- 458	317	1 122	na
Total Non-Current Liabilities	- 597 735	- 597 735	- 624 389	- 653 445	9.3
Total Liabilities	- 846 622	- 847 933	- 897 617	- 929 138	9.6
Net Assets	13 848 483	13 927 547	13 929 180	14 052 539	0.9

Table 2.3.3: Statement of Financial Position - continued

(\$ thousand)					
As at 30 June					
	1999	2000	2000	2001	Variation ^(a)
	Actual	Budget	Revised	Budget	%
<i>Administered items</i>					
Assets					
Current Assets					
Cash	- 72	- 67	- 67	- 62	- 7.5
Investments	..	- 10	- 10	- 20	..
Receivables	39 947	39 747	39 747	39 547	- 0.5
Total Current Assets	39 875	39 670	39 670	39 465	- 0.5
Non-Current Assets					
Investments	35 100	35 100	35 100	35 100	..
Receivables	3 415	3 415	3 415	3 415	..
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	38 515	38 515	38 515	38 515	..
Total Assets	78 390	78 185	78 185	77 980	- 0.3
Liabilities					
Current Liabilities					
Payables	..	..	..	..	..
Employee Entitlements	..	..	..	..	..
Other Current Liabilities	- 4 080	- 4 080	- 4 080	- 4 080	..
Total Current Liabilities	- 4 080	- 4 080	- 4 080	- 4 080	..
Non-Current Liabilities					
Non-Current Payables	- 88 837	- 88 837	- 88 837	- 88 837	..
Employee Entitlements	..	..	..	..	..
Total Non-Current Liabilities	- 88 837	- 88 837	- 88 837	- 88 837	..
Total Liabilities	- 92 917	- 92 917	- 92 917	- 92 917	..
Net Assets	- 14 527	- 14 732	- 14 732	- 14 937	1.4

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Table 2.3.4: Cash Flow Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	2 010.0	2 005.3	2 020.8	0.5
Receipts from State Government -increase in net asset base	79.6	112.5	124.3	56.3
Section 29 Receipts - Commonwealth	116.6	104.8	110.5	-5.2
- Other	..	..	2.3	..
- Asset Sales	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other	109.6	216.0	234.2	na
	2 315.7	2 438.6	2 492.2	7.6
Operating payments				
Employee Related Expenses	- 204.2	- 205.2	- 207.9	1.8
Purchases of Supplies and Services	- 810.1	-1 132.6	-1 327.5	63.9
Interest and finance expenses	..	..	..	..
Capital Assets Charge	- 549.3	- 56.3	- 62.9	-88.5
Current grants and transfer payments	- 207.1	- 631.7	- 533.9	na
Capital grants and transfer payments	- 260.7	- 104.7	- 29.9	-88.5
Net Cash flows from operating activities	284.2	308.1	330.1	16.2
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Purchases of non-current assets	- 288.7	- 327.9	- 335.8	16.3
Net Cash flows from investing activities	- 288.7	- 327.9	- 335.8	16.3
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	- 0.5	..
Capital repatriation to Government	- 0.5	- 0.5	..	na
Net increases in balances held with Government	- 0.1	15.3	1.1	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 0.6	14.8	0.6	na
Net Increase/Decrease in Cash Held	- 5.1	- 5.1	- 5.1	..
Cash at beginning of period	27.2	27.2	22.1	- 18.6
Cash at end of period	22.1	22.1	17.1	- 22.8

Table 2.3.4: Cash Flow Statement - continued

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	1.3	6.2	11.2	na
Other Commonwealth grants	298.8	298.8	306.3	2.5
Other	736.9	748.1	770.9	4.6
	<u>1 037.0</u>	<u>1 053.0</u>	<u>1 088.4</u>	<u>5.0</u>
Operating payments				
Employee Related Expenses	- 1.3	- 1.3	- 1.3	..
Purchases of Supplies and Services	- 0.0	- 0.0	- 0.0	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	- 298.8	- 303.7	- 316.2	5.8
Capital grants and transfer payments	..	..	..	..
Other	- 768.9	- 780.0	- 798.9	3.9
Net Cash flows from operating activities	- 32.0	- 32.0	- 28.1	- 12.2
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	32.0	32.0	28.1	- 12.2
Net Movement in investments	0.0	0.0	0.0	..
Net Cash flows from investing activities	32.0	32.0	28.1	- 12.2
Cash flows from financing activities				
Net increases in balances held with Government	..	..	..	..
Net Cash flows from financing activities	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

The receipts from State Government for increases to the net asset base have increased to reflect new asset initiatives to be undertaken by the Department in 2000-01. Other revenue has increased to reflect the additional public transport revenue now received by the Department since the wind-up of the PTC.

Purchase of Supplies and Services has increased to reflect the 'grossing-up' of payments to the private sector for public transport services. A reclassification between current grants and transfer payments and Capital Assets Charge has occurred following the change of accounting treatment for the Capital Assets Charge attributable to VicTrack. Capital grants and transfer payments is reduced due the wind up of capital works projects funded by the Department and the reclassification of the capital grant formerly paid to PTC for purchase of supplies and services.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.3.5: Authority for Resources

	(\$ million)			Variation ^(a)	
	1999-00 Budget	1999-00 Revised	2000-01 Budget		%
Annual appropriations ^(b)	2 087.0	2 116.0	2 156.3		3.3
Receipts credited ^{to} appropriations	116.6	104.8	112.9		-3.2
Unapplied previous years appropriation	3.9	8.0	..		na
Accumulated surplus - previously applied appropriation	..	..	..		..
Gross Annual appropriation	2 207.4	2 228.8	2 269.2		2.8
Special appropriations	..	..	..		..
Trust funds	298.9	415.4	432.2		44.6
Non public account and other sources	109.3	127.4	138.7		26.9
Total Authority	2 615.6	2 771.5	2 840.2		8.6

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

Payments on behalf of the State

Payments on behalf of the State are payments made by the department on behalf of the State Government as a whole and do not directly reflect the operations of the department. They are usually on-passed or administered by the State.

Table 2.5.6: Payments made on behalf of the State

<i>(\$ million)</i>				
Accounts	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Employer Contribution to Superannuation	1.3	1.3	1.3	..
National competition payments for distribution to local government	..	4.9	9.9	..
Total	1.3	6.2	11.2	na

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

DEPARTMENT OF JUSTICE

PART 1: OUTLOOK AND OUTPUTS

Overview

The output group and financial information for the Department of Justice includes consolidated information for the following Portfolio entities:

- Department of Justice;
- Victoria Police;
- Equal Opportunity Commission;
- Office of Public Prosecutions;
- Victorian Electoral Commission; and
- Office of the Public Advocate.

The Department of Justice provides the primary organisational, policy and management focus for the four separate Ministerial responsibilities within the Justice Portfolio (namely those of the Attorney-General; Minister for Police and Emergency Services; Minister for Corrections; and Minister for Consumer Affairs).

The constitutional independence of the judiciary, the operational independence of the Victoria Police, the Director of Public Prosecutions and other statutory legal offices and appointees, and the operational autonomy of the Country Fire Authority (CFA) and the Metropolitan Fire and Emergency Services Board (MFESB) and the operational responsibility of Victoria's State Emergency Services are a feature of the Justice Portfolio.

The Department's combination of portfolio policy responsibilities and service delivery obligations can be broadly categorised as follows:

Policy and legislative services

- Provide policy, legislative and program development advice, and develop, implement and monitor legislative and non-legislative reform;
- Secure cooperation, coordination and cohesion amongst Portfolio agencies to enhance service delivery capabilities;
- Provide executive services to the Ministers; and
- Promote increased efficiency, effectiveness and accountability of service delivery and resource management in all organisations associated with the Justice Portfolio.

Justice Services

- Provide administrative support for case processing in the jurisdictions of the various State courts, statutory tribunals and alternative civil dispute resolution processes;
- Ensure prosecutorial and other legal services are provided to and on behalf of government in the operation of courts and tribunals and oversee the enforcement of judicial fines, orders and warrants;
- Oversee the planning and provision of correctional services for the State;
- Provide support services for victims of crime; and
- Oversee the planning and provision of policing services for the State.

Fire and Emergency Services

- Oversee the planning and management of arrangements to prevent and respond to fire and other emergencies affecting public safety.

Consumer and Equity Services

- Provide consumer protection services, enforce fair trading laws, license certain business classes, and provide information and education to reduce marketplace disputes;
- Provide advocacy and guardianship services for people with disabilities;
- Provide equity and human rights information and discrimination complaint resolution services; and
- Maintain an effective system for the registration of births, deaths and marriages.

Review of 1999-2000

The Department expects to meet its overall budget and output performance targets. All major service initiatives for which provisions were made in the 1999-2000 Budget and subsequent budget reviews concerning the early implementation of the Government's priority election commitments will be either successfully implemented or substantially progressed. Details of the Portfolio's implementation of the Government's elections commitments can be found in Chapter 8, *Election Commitments – Implementation Report Card*.

2000-01 Outlook

Targeted outcomes from policy implementation and key output and asset investment initiatives in 2000-01 have been grouped under four broad strategic objectives as shown below.

A Safer Community

- Whilst Victoria remains a State of relatively low crime, the increasing complexity of crime is having an impact on both the work of Victoria Police, especially in crime investigations, and the administration of justice in the courts.
- In response to the demands being placed on Victoria Police, an enhanced recruitment strategy will be undertaken as well as an initiative to reallocate police in non-operational positions into operational positions, with an overall target to reach an additional 800 operational police. The activities of Victoria Police will also be supported with state of the art equipment, including a Forward Look InfraRed Radar to enhance search and rescue capability of the Police Air Wing.
- As community safety is not the exclusive preserve of the police or emergency service agencies, the Government will establish Crime Prevention Victoria in the Department of Justice to work with other state government agencies, local governments and communities on integrated and tailored crime prevention programs.
- To address the growing drug problem, Turning the Tide drug programs will be continued this year, with a view to review all drugs programs following the findings of the Drug Advisory Expert Committee, chaired by Professor Penington.

- To encourage and enhance a stronger community participation in safety at the local level, a Community Safety Emergency Support Fund will be established to provide funding assistance towards the acquisition of ancillary safety and rescue equipment for the CFA and VicSES. The Government will also work towards integrating and enhancing emergency services communications through the development of an overall State-wide Integrated Public Safety Communications Strategy (SIPSaCS) which is intended to bring together the many emergency service communications systems into one coordinated system. SIPSaCS will also plan for the implementation of multi-agency public safety communications in rural Victoria.
- In response to the continued increase in prisoner numbers, there will be an expansion of existing prison facilities as well as the continued development of diversionary programs.

A Just Society

- The Justice Portfolio provides support to the Attorney-General, as the State's first law officer, in overseeing the wide range of structures and processes that constitute the legal system in Victoria. It is this system of statutes and legal service frameworks that define the rights and entitlements of individuals and corporate citizens and provides for the protection of those rights through processes that hold people to their obligations. The Department assists the Government develop and administer appropriate state laws that reflect underlying societal values and community standards of fairness and equality of opportunity. To enhance the advice provided to Government, an independent and community based Law Reform Commission will be established to promote progressive and innovative changes to our laws and justice system.
- The Criminal Justice Enhancement Program will continue to facilitate reforms to justice processes, which will result in the more efficient disposition of court and tribunal matters. The Supreme Court is also adopting the use of technology to improve the efficiency and effectiveness of the court, including conducting all criminal arraignments and selected criminal appeal hearings via video conference, and extensively using video conferencing and remote recording facilities for the taking of evidence from witnesses and providing transcription services to the Court.
- The Department of Justice will also improve citizen's access to public information by enhancing existing websites to enable citizens to electronically lodge Freedom of Information requests.

Consumer and Business Affairs – Confident Consumers, Responsible Traders

- The achievement of better outcomes for consumers is being pursued with a new Consumer Justice Strategy, concentrating on raising consumer and trader awareness, establishing simple dispute resolution procedures and responsible self-regulation. Information and other services will become more accessible to consumers. Traders will be better informed and non-compliant parties prosecuted aggressively with the outcome of improved trader behaviour.

Achieving Equality of Opportunity and Valuing Difference

- Legislation which provides for all Victorians to be protected from discrimination and abuse will be administered and clarified. Awareness of rights and responsibilities regarding equal opportunity will be raised by the Equal Opportunity Commissioner, as services continue to be in demand.
- The Office of the Public Advocate will continue to promote the rights and dignity of people with disabilities and to provide advocacy and guardianship services.

There are three key improvements to output specifications in this year's Budget Papers:

- A privacy output has been added to the 'Legal Services' output group, resulting from the establishment of the Privacy Commission.
- Services provided in respect of native title will be measured this year. These measures can also be found in the 'Legal Services' output group.
- In the output group 'Crime Investigations' two new performance measures have been added. These are: the number of pro-active targeted operations by Crime Squads conducted in the investigation of crimes against the person, crimes against property and drug activity; and the percentage of such actions resulting in arrests.

The output 'Advancing the Status of Women' previously reported under the Department of Justice has been transferred to the Department of Premier and Cabinet.

These Budget Papers only include expected performance against 1999-2000 targets. Actual performance against such targets for all performance measures will be included in the Annual Reports of the Department of Justice and Victoria Police.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and costs.

The table below summarises the total cost for each output group.

The net impact of new output initiatives in 2000-01 is effected by:

- superannuation expense savings of \$60 million, arising from the application of government funds in 1999-2000 towards eliminating the unfunded liability in respect to the Emergency Services Superannuation Scheme;
- a \$18 million reduction in Victoria Police's long service leave expense to better reflect expected expenditure; and
- a \$19 million reduction reflecting government approved savings initiatives and expected embedded tax savings.

Table 2.4.1: Output group cost summary

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Legal Services	160.7	161.9	136.1	- 15.3
Court and Tribunal Services	181.4	161.0	168.4	- 7.2
Consumer and Equity Services	53.3	49.5	48.8	- 8.5
Community Safety	62.5	69.2	70.1	12.1
Correctional Services	190.2	196.9	210.0	10.4
Crime Prevention and Community Support Programs	394.4	392.0	374.5	- 5.0
Incident and Event Management	91.4	89.7	92.2	0.9
Crime Investigations	231.4	226.7	220.3	- 4.8
Road Safety and Road Trauma Reduction	87.1	84.5	98.7	13.3
Supporting the Judicial Process	233.2	228.6	192.2	- 17.6
Information and Licensing Services	34.2	33.6	37.7	10.2
Total	1 719.9	1 693.4	1 649.1	- 4.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Legal Services

Key Government Outcomes:

The intended outcomes from this group are that people's rights and freedoms are protected and community expectations are met through a fair and equitable justice system that is accessible to all Victorians.

Description of the Output Group:

The outputs of the group maintain and further develop justice policy and procedures by providing:

- policy advice on law reform programs and developing, implementing and monitoring legislative and non-legislative reform;
- executive support to the Attorney-General;
- legal advice, solicitor and prosecutorial services to and on behalf of government;
- support for legal aid services in matters prosecuted under state laws; and
- enforcement services that give effect to judicial fines, orders and warrants, assist in the collection of other State and local government penalty payments and the confiscation of the assets derived from criminal activity and held by accused persons in certain types of criminal cases.

The outputs of the group also:

- ensure state-wide counselling and support services are made available to victims of serious crime;
- support the maintenance and use of the electoral roll for the implementation of State Parliamentary elections;
- manage native title issues; and
- conduct privacy education campaigns.

Legal Services - continued

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Legal Policy and Advisory Services - Services include:

- Coordination of research, consultation and advice on legal policy and law reform proposals intended for implementation through new or amending legislation and administrative reforms, and attention to pre and post parliamentary implementation matters (including advice from the Victorian Law Reform Commission);
- Assistance with executive matters including correspondence, administration of legislation, administrative reviews of agencies and support for advisory councils, committees and task forces within the Attorney-General's portfolio; and
- Provision of advice to Government on constitutional and other legal matters and a full range of disputation, prosecutorial, commercial and property related legal services on behalf of client Government Departments.

Quantity

Policy and implementation briefs/issues addressed	number	1 370	1 400	1 340	1 400
Correspondence responded to	number	3 597	4 000 ^(a)	2 900	3-3 500
Legislative program matters including responses to Parliamentary inquiries	number	47	30-35	45-50 ^(b)	35
Projects implemented	number	nm	6	2 ^(c)	4 ^(d)
Committees and task forces supported	number	41	42	50	40-50
Client legal services (Victorian Government Solicitor's Office)	hours	35 577	35 500	31 000 ^(e)	35 500

Timeliness

Completion of reviews and proposals identified for Parliamentary sessions	per cent	95	95-100	95	95-100
Client satisfaction with quality and timeliness of legal advice provided (VGSO)	level	high	high	high	high

Cost

Total output cost:	\$ million	na	na	na	18.8
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Criminal Prosecutions - Preparation of proceedings relating to the prosecution of offences under the criminal law and appearances in hearings undertaken on behalf of the Director of Public Prosecutions.

Quantity

Matters prepared for court hearings and appearances in hearings undertaken on behalf of the Crown	number '000	nm	nm	45-46	46
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Legal Services - *continued*

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Quality/Timeliness</i>					
Matters prepared within agreed timelines (presentment filed within 6 months of committal in non-sex matters and within 3 months for sex offences)	per cent	99	95	99	95 ^(f)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	21.0
Support for Legal Aid Services - This output represents the State Government contribution for legal aid services to assist people in prosecuting or defending matters in cases arising under State law (Victoria Legal Aid also receives direct funding from the Commonwealth Government for cases under Commonwealth jurisdiction). In the 1998-1999 Budget Papers and 1999-2000 Budget Papers these targets included Commonwealth funded matters. From 2000-01 output focus is on State funded matters and previous years performance targets have been estimated accordingly.					
<i>Quantity</i>					
New applications approved	number	26 500	25 900	25 300	25 300
Duty lawyer services	number	36 130	38 100	37 000	37 000
Legal advices	number	22 100	21 600	22 000	22 600
Telephone information enquiries	number	38 200	45 500	42 000	42 000
Attendances at community education and information workshops	number	618	800	710 ^(g)	450
Publications distributed	number	nm	nm	nm	130 000
<i>Timeliness</i>					
Elapsed time to process applications for assistance:					
Processed same or following day	per cent	76	60	70	70
Processed within 5 days	per cent	91	78	90	90
Processed within 10 days	per cent	96	88	90	90
Processed within 15 days	per cent	97	96	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	28.4

Legal Services - continued

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Enforcement Management - Civic compliance services giving effect to judicial fines, orders and warrants. Fines enforcement services are also provided to other state and local government agencies through this output.					
<i>Quantity</i>					
Infringements, court orders and warrants cleared	number '000	nm	1 132	1 019 ^(h)	1 360 ⁽ⁱ⁾
Traffic Camera operation	number	nm	48 000	49 600	50 400
<i>Quality/Timeliness</i>					
Percentage of debt clearance performance criteria satisfied	per cent	nm	100	72	80
Traffic Camera operation compliant with VicPol directions	per cent	nm	nm	97	97
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	44.5
Asset Confiscation - Provides for the coordination of the asset confiscation program together with the management and conversion of assets tainted through criminal activity.					
<i>Quantity</i>					
Confiscation orders obtained	Orders	nm	5 000	2 000 ^(j)	4 000
Receipts generated	\$ million	nm	2.1	2.5	3.2 ^(k)
<i>Quality</i>					
Orders not requiring amendment	per cent	nm	80	90	90
<i>Timeliness</i>					
Average expired time between notification of forfeiture and disposal	days	nm	nm	nm	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.8
Support for Victims of Crime - Provides referral to appropriate support agencies for victims of crime. Administers the Victims Counselling Scheme and community program funding to establish victim support networks and specialist state-wide victim support services.					
<i>Quantity</i>					
Calls for assistance received (through Victims Referral and Assistance Service (VRAS) Helpline and regional support networks)	number	35 846	30 000	55 000	60 000

Legal Services - *continued*

<i>Major Outputs/Deliverables</i> <i>Performance Measures</i>	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Clients completing course of counselling	number	5 160	8 000	12 000 ^(l)	8 000 ^(m)
Grants made to Victim Support Networks	number	15	12	9 ⁽ⁿ⁾	9
Public education activities conducted	number	850	1 000	1 000	1 000
<i>Quality</i>					
Client Satisfaction Rate	per cent	99	85	99	85 ^(o)
<i>Timeliness</i>					
Helpline calls responded to within benchmarks	per cent	100	100	95	95
Follow up material issued to victims within 3 days	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	7.6

State Electoral Services - Maintains the electoral roll and implements State Parliamentary elections. The Victorian Electoral Commission also conducts Municipal elections and Non Government elections on a fee for service basis through competitive tenders.

Quantity

Elections and by-elections and polls conducted					
State Parliamentary	number	1	113	115 ^(p)	1
Municipal	number	21	41	47	3
Non-Government	number	18	12	14	13
Elector enrolment changes	'000	540	510	650 ^(q)	520
Training programs conducted for election officials	number	38	24	24	2
Elector lists dispatched to Members of Parliament	number	1 496	1 500	1 051	1 500
Jury lists provided for use by the courts	number	11	14	12	14
<i>Quality</i>					
Election results contested in the Courts	number	0	0	0	0
Post election implementation review reports provided	per cent	100	100	100	100

Legal Services - continued

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	12.6
Native Title - This output provides expertise in the management of native title issues and their resolution on behalf of the State either through negotiating and mediating to resolve native title applications to the satisfaction of all parties, or through the management of responses to native title applications in the Federal Court. This output also co-ordinates research, consultation and advice on native title issues.					
<i>Quantity</i>					
Number of Indigenous Land Use Agreements completed	number	nm	nm	nm	10
<i>Quality</i>					
Parties to native title applications satisfied with agreement	per cent	nm	nm	nm	100
<i>Timeliness</i>					
Achievement of strategic project milestone targets	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	na ^(r)
Privacy - The Office of the Victorian Privacy Commission is established under the <i>Information Privacy Act 2000</i> and has broad educational and advisory functions; powers to investigate and conciliate complaints; and the ability to issue and approve guidelines which complement the legislation.					
<i>Quantity</i>					
The number of education campaigns conducted across Government	number	nm	nm	nm	3
<i>Quality</i>					
The satisfaction of customers with the education campaigns	per cent	nm	nm	nm	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.5

Source: Department of Justice

Notes:

- (a) The target of 4 000 in the 1999-2000 Budget Estimates Paper was due to an error in the calculation and should have read 3 000.
- (b) The Government's reform agenda has increased the number of legislative outputs from this unit.
- (c) The change of government impacted upon delivery of a number of projects.
- (d) This figure is focused on implementation of legislative (and where applicable) non-legislative matters, not key legislative matters as previously described.

Legal Services - continued

- (e) The calling of the State election, followed by the change in government halted a number of in-progress projects, hence lessening demand for services particularly in the Commercial and Property Division.
- (f) With growing demand timeliness indicator may fall 4 per cent from 99 per cent to 95 per cent in 2000-01.
- (g) There are definitional problems in identifying 'community' education programs versus 'general' education activities that are undertaken throughout the year.
- (h) The delay in CityLink tolling impacted on the ability to clear traffic camera infringement notices. A system conversion has also impacted on this output.
- (i) Clearance is expected to increase in 2000-01 due to CityLink tolling and full implementation of the computer systems which will support new enforcement initiatives.
- (j) Data collection methodology was inadequate. This will be improved in 2000-01 via a new data collection system.
- (k) The revenue collection target is increased due to increased confiscation activity, in particular the increased effects of automatic forfeiture provisions under the Act.
- (l) Awareness of the counselling scheme has increased the demand for the service.
- (m) Target dependent on pending implementation of legislative changes to crimes compensation arrangements.
- (n) A re-allocation of existing resources to meet the demands of the service has resulted in decreased grants for assistance.
- (o) It is not anticipated that satisfaction at the expected level (99 per cent) can be sustained as demand pressures on the service increase.
- (p) 115 elections in 1999-2000 include 110 elections in each of the 110 electorates for the 1999 State election; 3 simultaneous by-elections held for Ballarat Province, Melbourne Province and Melbourne North Province on the same date as the 1999 State election; a by-election for Burwood District held on 11 December 1999; and a possible by-election in Benalla District.
- (q) The larger number of elector enrolment changes in 1999-2000 is due to there being a State election, Referendum and 53 municipal Council elections being held in the year.
- (r) Native Title output cost is not specified as expenditure has not been allocated to the Department of Justice at the time of preparation of the Budget.

Output group costs ^(a)

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Total costs of output group	160.7	161.9	136.1	- 15.3
<i>Comprising:</i>				
Employee related expenses	38.8	37.3	36.5	- 6.0
Purchase of supplies and services	89.8	91.3	66.9	- 25.4
Depreciation and amortisation	1.6	1.9	1.9	12.5
Capital asset charge	0.4	1.2	0.6	42.1
Other expenses	30.1	30.2	30.3	0.5

Source: Department of Treasury and Finance

Note:

- (a) Native Title output cost is not specified as expenditure has not been allocated to the Department of Justice at the time of preparation of the Budget.
- (b) Variation between 1999-2000 Budget and 2000-01 Budget.

Courts and Tribunals Services

Key Government Outcomes:

- People's rights and freedoms are protected and community expectations are met through a fair and just system of criminal justice and an accessible, equitable and responsible system of civil procedures.

Description of the Output Group:

- The outputs of the group provide administrative support for case processing in the jurisdictions of the various State courts, statutory tribunals and alternative civil dispute resolution processes.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actual</i>	<i>1999-2000 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Case Processing in the Supreme Court - Disposition of civil and criminal cases before the Supreme Court of Victoria.					
<i>Quantity</i>					
Total matters disposed	number	nm	17 200	17 350	16 800 ^(a)
<i>Quality</i>					
User survey rating the registries, Juries Division or Court amenities	level	nm	nm	nm	high
<i>Timeliness</i>					
Criminal cases disposed of within 12 months of commencement	per cent	90	90	80	80 ^(a)
Civil cases disposed of within 24 months of commencement	per cent	80	80	85	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	32.7
Case processing in the County Court - Disposition of civil and criminal cases before the County Court of Victoria.					
<i>Quantity</i>					
Cases disposed	number	12 412	10 800	10 730	10 700 ^(b)
<i>Quality</i>					
Respondents to user survey rating the registry service as good or very good	per cent	90	90	90	90
<i>Timeliness</i>					
Criminal cases disposed of within 12 months of commencement	per cent	80.5	85	85	85
Civil cases disposed of within 12 months of commencement	per cent	46	50	50	50
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Courts and Tribunals Services - *continued*

<i>Major Outputs/Deliverables</i> <i>Performance Measures</i>	<i>Unit of</i> <i>measure</i>	<i>1998-99</i> <i>Actuals</i>	<i>1999-00</i> <i>Target</i>	<i>1999-00</i> <i>Expected</i>	<i>2000-01</i> <i>Target</i>
				<i>Outcome</i>	
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	33.5
Case processing in the Magistrates' Court - Disposition of matters before the Magistrates' Court of Victoria.					
<i>Quantity</i>					
Total matters disposed	number	230 471	255 300 ^(c)	248 000	248 400
<i>Quality</i>					
User survey rating of the registry service	level	high	High	high	High
<i>Timeliness</i>					
Matters finalised within target elapsed time benchmarks	per cent	95	96	96	96
<i>Cost</i>					
Total output cost:	\$ million	na	Na	na	74.1
Processing of Tribunal Matters - Provides dispute resolution services in civil matters (relating to equal opportunity, discrimination, guardianship, residential and retail tenancies, domestic buildings, credit and small claims), hears administrative appeals (in regard to planning, taxation, traffic accident compensation, land valuation, occupational and business regulation and other general matters) and provides advisory services through various boards.					
<i>Quantity</i>					
Matters finalised	number	72 273	72 545	87 100 ^(d)	90 000
<i>Quality</i>					
Tribunal user satisfaction	level	high	High	high	high
<i>Timeliness</i>					
Matters finalised within target elapsed time benchmarks	per cent	nm	90	>90	90
<i>Cost</i>					
Total output cost:	\$ million	na	Na	na	26.6

Courts and Tribunals Services - *continued*

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
Alternative Dispute Resolution Services - Provides a low cost, accessible and expeditious resolution service which helps all Victorians achieve an equitable and acceptable outcome to their civil disputes. Customers are referred from Government agencies (including courts, prosecuting agencies and registering agencies), Local Government and other community agencies.					
<i>Quantity</i>					
General and Dispute Resolution Advisory Service inquiries responded to	number	11 091	8 500	11 200	11 000
Disputes received for resolution	number	1 779	1 560	1 468	1 450
Public education activities conducted	number	324	210	312	300
<i>Quality</i>					
Resolution of mediation options that are activated / conducted	per cent	32	37	28	32
Client user satisfaction	per cent	88	80	82	82
<i>Timeliness</i>					
Matters finalised within target elapsed time benchmarks	per cent	81	80	82	82
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.4

Source: Department of Justice

Notes:

- (a) *The criminal jurisdiction of the Supreme Court is dealing with a larger than expected number of complex and long running trials and appeals, often involving multiple accused or re-trials, resulting in a reduction in the number of matters disposed of within 12 months of commencement. External influences such as the granting of Legal Aid, forensic evidence and trial preparation by prosecution and defence have increased the time taken to dispose of matters.*
- (b) *Trends in the County Court show that the number of cases being disposed is decreasing. There will also be a temporary impact in 2000-01 on the processing of criminal trials during the roll-out of the CJEP reforms.*
- (c) *Figures for the 1999-2000 target, 1999-2000 expected achievement and 2000-01 target is the aggregate of the following jurisdictions within the Magistrates' Court: Criminal, Civil, Crimes, Family Violence, Victims of Crime, Children's Court and Coronial matters disposed. There is slight variability in the number of matters disposed by the Magistrates' Court due to the varying complexity of the Magistrates' Court's matters.*
- (d) *The + 20 per cent variance in performance (87 100 matters finalised) against the published target (72 545 matters finalised) is a result of externally driven demand, primarily in the areas of residential tenancies (in 1998-99 59 234 residential tenancies applications were received, this number is projected to be 68,208 in 1999-2000) guardianship and administration, planning and civil claims.*

Courts and Tribunals Services - *continued*

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	181.4	161.0	168.4	- 7.2
<i>Comprising:</i>				
Employee related expenses	86.4	93.2	99.0	14.5
Purchase of supplies and services	66.3	44.5	46.0	- 30.5
Depreciation and amortisation	7.2	7.2	7.1	- 1.4
Capital asset charge	21.2	15.7	15.8	- 25.3
Other expenses	0.3	0.4	0.4	44.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Consumer and Equity Services

Key Government Outcomes:

- Consumers are confident and informed, traders are ethical, and consumers are protected by a regulatory framework which is not burdensome for traders;
- The law provides for equitable treatment for all, and people know their rights and responsibilities and act on them, including accessing services which protect them; and
- Statutory obligations concerning the maintenance of registry information are met.

Description of the Output Group:

The outputs of this group give people accessible information about their rights and responsibilities and educates the community to promote equality of opportunity, prevent discrimination, protect consumers and promote responsible business conduct. The outputs of the group also include the maintenance and use of the State Register of Births, Deaths and Marriages.

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Consumer Protection and Business Registration Services - This output encourages a confident and informed marketplace where consumers are protected and traders are ethical. Business conduct is to be enhanced by:

- a study of consumer awareness of and need for Consumer and Business Affairs Victoria services, and directions for funding priorities;
- a consumer justice strategy which makes services accessible, especially information and advice to consumers, traders, tenants and landlords;
- improving problem industries by swift enforcement action;
- administering an appropriate regulatory framework which also encourages the development of self regulatory and co-regulatory mechanisms; and
- providing policy advice.

Quantity

Preventative and remedial advice provided (includes dispute handling)	number '000	nm 650-750	770-825	750-820 ^(a)
Business regulation services provided	number '000	nm 336-405	420	450-470
Review of industry performance and enforcement activities undertaken	number	nm 3 300 -4 200	3 300 -4 200	3 300 -4 200
Legislative reviews, effectiveness reviews, policy briefs and correspondence responses provided	number	nm 375-435	378	378-435

Consumer and Equity Services - *continued*

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Quality</i>					
Client satisfied with quality and timeliness of services provided	per cent	nm	80-90	83	85
Business regulatory services provided in accordance with agreed service standards	per cent	nm	90-95	85	90-95
Successful outcome to enforcement activities	per cent	nm	90	90-100	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	35.5
Equal Opportunity Commission - Provides an impartial complaint resolution service for complaints lodged by any member of the Victorian public under State legislation; informs people of their rights and responsibilities and educates the community to promote equality of opportunity and to prevent discrimination; undertakes research on discrimination and advises Ministers on discriminatory legislation.					
<i>Quantity</i>					
Complaint files finalised	number	1 567	1 450	1 450	1 450
Public enquiries responded to	number	28 217	25 000	25 000	25 000
Persons who received anti-discrimination training services	number	nm	6 600	6 600	6 600
<i>Quality</i>					
Customer satisfaction rating	level	high	high	high	high
<i>Timeliness</i>					
Complaints determined within statutory timelines	per cent	99.3	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.1
Office of the Public Advocate - The Public Advocate acts as the statutory guardian of last resort for adults with disabilities. The services provided by the Office of the Public Advocate include: advice and reports on independent investigations and enquiries to the Guardianship List of the Victorian Civil and Administrative Tribunal (VCAT); professional and administrative support and training for volunteer Community Visitors, Community Guardians and Independent Third Persons; and monitoring of proposals to provide medical treatment in the absence or refusal of 'person responsible'.					
<i>Quantity</i>					
Public information services provided	number	10 005	10 000	12 500	12 500
Volunteers supported and trained	number	595	700	650	770
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Consumer and Equity Services - *continued*

<i>Major Outputs/Deliverables Performance Measures</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Advocacy interventions and investigations	number	1 419	1 160	1 450	1 740 ^(b)
Reports on independent investigations provided to VCAT	number	672	640	630	660
Guardianship services – total case load	number	827	<790	<910	<875
Monitor medical reports under sections 42K and 42M of the Guardian and Administration Board Act	number	nm	nm	70	140
<i>Quality</i>					
Enquiries resolved	per cent	95	95	95	95
Client satisfaction with services provided	level	high	high	high	high
<i>Timeliness</i>					
Formal matters processed within legislative timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.8
Registration of Births Deaths and Marriages - This output: creates and maintains a database of Victorian births, deaths and marriages; changes names and adoptions pursuant to the <i>Births Deaths and Marriages Act 1996</i> and Commonwealth/State agreements; provides statutory birth, death, marriage and change of name certificates for official uses and for family history and research purposes; and delivers a range of non-compulsory market priced products and services to business, government and individuals.					
<i>Quantity</i>					
Number of Registration Transactions	number '000	125	125 -126	127	>125 ^(c)
Certificate Transactions & Other business activity (Statutory and Non-Statutory)	number '000	384	351-355	391	>337 ^(c)
<i>Quality</i>					
Registration Transaction error rate	per cent	0.7	0.8	0.8	0.8
<i>Timeliness</i>					
Certificate Turnaround Times					
Mail (same day)	per cent	58	50-70	65	>70
Counter (1.5 minutes)	per cent	74	70-80	85	>85

Consumer and Equity Services - continued

Major Outputs/Deliverables <i>Performance Measures</i>	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Cost					
Total output cost:	\$ million	na	na	na	5.4

Source: Department of Justice

Note:

- (a) This measure is made up of eight components, the largest being telephone calls. The minimum expected achievement on the overall measure for 1999-2000 is 18.5 per cent above the target for 1999-2000. However, it is not expected that this level of demand will be sustained in 2000-01. The 2000-01 level is expected to be around 15 per cent above the minimum published target for 1999-2000.
- (b) The increased number of targeted investigations is partly a result of amendments to the Guardianship and Administration Board Act 1986 which require all medical practitioners to gain approval from the Victorian Civil and Administrative Tribunal before they conduct research on persons who are unable to give consent.
- (c) Activity in Birth, Death and Marriage transactions is affected by cyclical trends, an analysis of which leads to the range predicted.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	53.3	49.5	48.8	- 8.5
<i>Comprising:</i>				
Employee related expenses	24.3	20.9	21.4	- 11.9
Purchase of supplies and services	20.8	18.4	16.3	- 21.5
Depreciation and amortisation	2.0	2.1	2.0	0.6
Capital asset charge	0.2	0.5	0.2	..
Other expenses	5.9	7.7	8.8	47.6

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

Community Safety

Key Government Outcomes:

- People feel safe in their day to day lives; and
- Readiness for fire and other emergencies is maintained and effectively coordinated.

Description of the Output Group:

- The outputs of the group are to develop and deliver the Minister for Police and Emergency services' portfolio commitments and associated legislative reform and program implementation initiatives, provide operational funding support to the state's fire and emergency services agencies and purchase community safety and crime prevention services from community organisations.
- An Emergency Services Commissioner has been created to establish and monitor performance standards for our existing fire and emergency services. The proposed role of the Commissioner is to:
 - Advise the Minister on matters relating to emergency management, standards set by the Commissioner and on any other matter referred to the Commissioner by the Minister
 - Develop a standard model of fire cover
 - Establish and monitor performance standards (CFA, MFESB & VicSES)
 - Ensure effective utilisation of resources (CFA, MFESB & VicSES)
 - Issue guidelines if there is non compliance by agencies

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Support for Community Safety and Crime Prevention - Provides policy advice, and executive support services as required by the Minister for Police and emergency Services and strategic coordination and development support for community safety and crime prevention initiatives.					
<i>Quantity</i>					
Grant applications received	number	318	250	190 ^(a)	150
Committees and taskforces supported	number	20	16	32	32
Policy briefs, legislative and regulatory matters and general correspondence concerning policing and community safety and crime prevention arrangements	number	820	850	850	850
<i>Quality</i>					
Achievement of milestone targets for grant processing	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	12.1

Community Safety - continued

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
Support for Emergency Readiness - Provides policy advice, strategic coordination and program development support services as required by the Minister for Police and Emergency Services and administers Government contributions to the operational funding of fire and emergency service organisations to ensure that combined service capability is maintained at appropriate levels.					
<i>Quality</i>					
Audited municipal emergency management plans meeting Ministerial guidelines (VicSES)	per cent	100	100	100	100
<i>Timeliness</i>					
Proportion of responses to emergency calls meeting benchmark times:					
• VicSES – road accident rescue calls	per cent	95	95	95	95
• Metropolitan Fire & Emergency Services	per cent	90	90	90	90
• Country Fire Authority ^(b)	per cent	90	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	58.0

Source: Department of Justice

Notes:

(a) The Small Grants and Role Model programs were placed on hold when the election was called. These programs are currently under review.

(b) Only applies to benchmarked services

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	62.5	69.2	70.1	12.1
<i>Comprising:</i>				
Employee related expenses	7.9	9.3	7.6	- 3.8
Purchase of supplies and services	11.0	9.0	14.5	31.3
Depreciation and amortisation	0.4	1.3	1.3	na
Capital asset charge	1.5	0.9	0.7	- 55.7
Other expenses	41.7	48.7	46.0	10.4

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

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Correctional Services

Key Government Outcomes

- Prisoners are contained and offenders effectively supervised in a manner that meets community expectations of safety and encouragement to adopt a law-abiding lifestyle.

Description of the Output Group

- The outputs of the group ensure that correctional dispositions of the courts and orders of the Adult Parole Board are implemented through the management of the state's system of correctional facilities and programs for the containment and rehabilitation of prisoners and the community based supervision of offenders. Policy and program development advice and information is provided to the Minister for Corrections as well as policy implementation, service redevelopment and the monitoring of service providers to ensure compliance against agreed performance standards.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Correctional Services - Provide correctional services including:

- research, development and coordination of policy advice on the operation, redevelopment and enhancement of the correctional services system;
- assistance with coordination of executive matters within the Correctional Services portfolio; and
- Provision of facilities and programs for the containment and rehabilitation of prisoners.

Quantity

Total annual daily average number of prisoners	number	2 856	2 900-2 980 ^(a)	3 060	>3 100
Average daily prison capacity utilisation rate	per cent	99.3	101-104 ^(b)	106	108-111
Policy briefs provided	number	304	300	500	450

Quality

Proportion of benchmark measures in prison services agreements achieved	per cent	nm	90	85	90
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Cost

Total output cost:	\$ million	na	na	na	189.8
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Community Correctional Services - Provision of facilities and programs for the community based supervision of offenders.

Quantity

Community supervision orders registered	number	nm	22 000	18 200 ^(c)	22 000
Average daily offenders under community based supervision	number	7246	6 800-7 200	6800	6 800-7 200

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Correctional Services - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
<i>Quality</i>					
Community supervision orders successfully completed	per cent	70.9	75	75	75
Offenders with a treatment or personal development program condition who have been appropriately referred to a program	per cent	nm	80-85	87	85-90
<i>Timeliness</i>					
Orders registered within five working days of the order's commencement	per cent	93.2	95	93	95
Offenders inducted within seven working days of the commencement of their order	per cent	nm	95	91	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	20.2

Source: Department of Justice

Notes:

- (a) Temporary capacity will be provided to cover the additional prisoner numbers in the interim period until new capacity, funded in the 1999-2000 and subsequent years' budgets, is completed.
- (b) 'Average daily prison capacity utilisation rate' reflects prisoner accommodation in excess of design capacity, which is facilitated by the provision of temporary and emergency arrangements. This situation will be addressed by the progressive commissioning of capacity extensions funded in the 1999-2000 and subsequent years budgets.
- (c) The decrease in numbers is entirely due to fine default orders where there has been a decrease in orders on last year's figures.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	190.2	196.9	210.0	10.4
<i>Comprising:</i>				
Employee related expenses	67.2	65.3	64.7	- 3.7
Purchase of supplies and services	110.2	114.2	128.0	16.1
Depreciation and amortisation	6.7	5.9	6.0	- 11.5
Capital asset charge	5.6	10.7	10.7	90.3
Other expenses	0.4	0.9	0.7	61.0

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

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Crime Prevention and Community Support Programs

Key Government Outcomes:

Creating a safer community by enhancing the personal safety and security of Victorians and preventing crime.

Description of the Output Group:

This output group provides a visible police presence aimed at preventing and detecting crime and enhancing the community's perceptions of personal safety and security. The output group is also focused on supporting Government policies on crime prevention, developing partnerships with the community and ensuring rapid response to emergency situations.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Visible and accessible police presence in the community - Output establishes and promotes a high level of visible presence in the community through general and targeted police patrols (vehicle, foot, bicycle), public relations events and accessible operational service locations.

Quantity

Total number of patrol hours	hours '000	2 479	>2 450	2 200	>2 500 (a)
Total hours of assistance to the community at police stations/work areas	hours '000	1 033	>900	1 180	>1 050

Quality/Timeliness

Proportion of people who believe police are easy to get in contact with	per cent	86	85-88	84	>85
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Cost

Total output cost:	\$ million	na	na	na	305.8
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Crime Prevention and Public Safety Programs and Partnerships - Output establishes and promotes police involvement in community and inter-agency partnerships aimed at crime prevention or addressing local crime issues, reducing the fear of crime and enhancing awareness of public safety issues.

Quantity

Total hours of police service	hours '000	649	>500	596	>600
Number of road safety programs delivered to community groups and schools	number	147	100	240	600 ^(b)

Quality

Proportion of people who are satisfied with police support for community programs	per cent	75	74-77	75.9	>75
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Crime Prevention and Community Support Programs - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	61.4
Police emergency response readiness - Output establishes and promotes police participation in planned and coordinated responses to major emergencies and disasters.					
<i>Quantity</i>					
Total number of joint emergency response exercises conducted	number	98	80	180	120
Number of regional and municipal emergency response exercises participated in:					
• Regional	number	nm	70	84	75
• Municipal	number	nm	280	250	250
<i>Quality</i>					
Proportion of Regional Emergency Response Planning Committees that conduct a minimum of two meetings per year	per cent	100	100	100	100
<i>Timeliness</i>					
Proportion of Regional Emergency Response Planning Committee debriefs conducted within 6 weeks of a major incident occurring in the Region	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	7.3

Source: Department of Justice

Notes:

- (a) *The total number of patrol hours is expected to be approximately 10 per cent under target at the end of 1999-2000. The under-achievement is partially attributable to an increase in demand for other policing services (particularly hours of assistance to the community at police stations/work areas and calls for assistance). The target for 2000-01 has been varied to reflect an increase in police numbers.*
- (b) *The target for the 'number of road safety presentations to community groups and schools' has been significantly increased, primarily due to an increased emphasis on the delivery of such programs.*

**Crime Prevention and Community Support Programs -
continued**

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	394.4	392.0	374.5	- 5.0
<i>Comprising:</i>				
Employee related expenses	301.0	294.5	276.6	- 8.1
Purchase of supplies and services	80.6	84.7	82.4	2.2
Depreciation and amortisation	3.0	3.0	5.2	72.4
Capital asset charge	9.7	9.7	10.3	6.5
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Incident and Event Management

Key Government Outcomes:

Creating a safer community by providing Victorians with the assurance of rapid response to calls for assistance in matters of personal and public safety and through the effective management of public events and demonstrations.

Description of the Output Group:

Services provided within this output group include routine call and offence attendance; serious incident attendance, including incidents of family violence; responding to emergencies including hostage and siege situations and search and rescue; management and policing of public events and demonstrations; and provision of VIP and protective security.

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Response to Incidents - Output provides police response to calls for assistance, including emergencies, serious incidents, offence attendance and routine responses to calls for emergency assistance.					
<i>Quantity</i>					
Number of calls for assistance to which a response is dispatched	number '000	680	>690	756	820 ^(a)
<i>Quality</i>					
Proportion of the community who believe Victoria Police manage emergency situations well	per cent	nm	90	82	90
<i>Timeliness</i>					
Proportion of the community who agree Victoria Police are timely in responding to calls for assistance	per cent	70.8	69-72	67	69-72
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	48.2

Event Management and Response - Output provides management and policing of public events and demonstrations and the management and provision of VIP and protective security.

<i>Quantity</i>					
Number of managed events	number	1 371	>1 400	1 400	1 400
<i>Quality</i>					
Proportion of crowd controlled major events and demonstrations which do not result in major incidents	per cent	98.8	98-100	99	98-100

Incident and Event Management - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Police attendance is in accord with timelines specified in Event Management Plans/Operational Orders	per cent	100	98-100	100	98-100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	44.0

Source: Department of Justice

Notes:

(a) The number of calls for assistance is trending significantly upwards, with an expected increase in demand of 11 per cent for 1999-2000 over the previous year.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	91.4	89.7	92.2	0.9
<i>Comprising:</i>				
Employee related expenses	69.4	67.8	63.6	- 8.5
Purchase of supplies and services	17.6	17.6	25.2	43.3
Depreciation and amortisation	2.3	2.3	1.2	- 46.0
Capital asset charge	2.1	2.1	2.2	9.1
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Crime Investigations

Key Government Outcomes:

To create a safer community by reducing the level of crime and its impact on society

Description of the Output Group:

Services delivered in the output group include the investigation of reported and detected crimes against persons and property and those involving illegal drug activity.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Investigation of Crimes Against the Person - The output provides for the investigation of reported and detected crimes against the person (including murder, sexual assault, armed robbery and physical assault).

Quantity

Total hours of investigation ^(a)	hours '000	821	>700	768 ^(a)	>730
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Quality

Proportion of all recorded offences against the person resolved	per cent	74.6	68-70	68.8	68-70
Number of crimes against the person investigated by Crime Squads and percentage cleared	number per cent	nm nm	850 70	715 ^(b) 66	720 65-70
Number of proactive targeted operations by Crime Squads and percentage resulting in arrests	number per cent	nm nm	nm nm	nm ^(c) nm	75 60

Timeliness

Proportion of all reported offences resolved within 90 days	per cent	74.9	64-68	64	64-68
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Cost

Total output cost:	\$ million	na	na	na	67.7
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Investigation of Crimes Against Property - The output provides for the investigation of reported and detected property crimes (including burglary, theft, arson and deception)

Quantity

Total hours of investigation	hours '000	1 008	>900	1 120 ^(a)	>1 050
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Crime Investigations - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Proportion of all recorded property offences resolved	per cent	28.7	25-27	28.0	26-28
Number of crimes investigated by Crime Squads and percentage cleared	number	nm	3 400	1 545 ^(b)	1 600
	per cent	nm	78-80	78	78-80
Number of proactive targeted operations by Crime Squads and percentage resulting in arrests	Number	nm	nm	nm ^(c)	30
	percent	nm	nm	nm	55-60
<i>Timeliness</i>					
Proportion of all recorded offences resolved within 90 days	per cent	24.7	24-27	26	24-27
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	90.1
Investigation of Illegal Drug Activity - The output provides for the investigation of reported and detected illegal drug activity (including cultivation, manufacture and trafficking).					
<i>Quantity</i>					
Total hours of investigation	hours '000	502	>500	590	>600
<i>Quality</i>					
Proportion of all recorded drug offences resolved	per cent	98.6	95-98	97	95-98
Number of drug offences investigated by crime squads and percentage cleared	number	nm	550	465	480
	per cent	nm	95	98	95-98
Number of proactive drug investigations being conducted by Crime Squads and percentage resulting in detection of offences	number	nm	172	92 ^(c)	120
	per cent	nm	40	65	55-60
Community rating of Victoria Police performance in investigating drug dealing	Per cent	nm	52-54	49	52-54

Crime Investigations - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Performance Measures</i>					
<i>Timeliness</i>					
Proportion of all reported offences resolved within 90 days	per cent	91.0	90-92	93	91-93
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	62.5

Source: Department of Justice

Notes:

- (a) The total hours of investigation for both crimes against persons and property are expected to be significantly above forecast for 1999-2000. This reflects an increase in the number of certain types of crime within those outputs. It is uncertain whether current level of demand will be sustained.
- (b) The number of crimes investigated by Crime Squads for both crimes against the person and against property was down on forecast. This resulted from a re-definition of the criteria for investigations to be conducted by those particular Squads and more rigorous concentration on the most complex matters.
- (c) Performance measures relating to complex proactive (police initiated) investigations conducted by the State Crime Squads have now been included in each of the outputs within this output group. As these are new measures, limited data for target setting is available.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	231.4	226.7	220.3	- 4.8
<i>Comprising:</i>				
Employee related expenses	175.0	170.2	161.5	- 7.7
Purchase of supplies and services	47.3	47.3	50.0	5.7
Depreciation and amortisation	3.8	3.8	3.2	- 17.2
Capital asset charge	5.3	5.3	5.7	6.8
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

Road Safety and Road Trauma Reduction

Key Government Outcomes:

To maximise road safety in Victoria and reduce road trauma.

Description of the Output Group:

Services delivered within this output group include targeting the incidence of impaired driving, including booze bus operations; targeting other road traffic offences such as excessive speed; checking roadworthiness and issuing penalty notices; and attending and investigating major collisions.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Targeted road traffic law enforcement - The output provides targeted police services to reduce the incidence of impaired driving and other traffic offences.					
<i>Quantity</i>					
Total hours of operation	hours '000	1 116	>800	710 ^(a)	>850 ^(b)
<i>Quality</i>					
Community rating of Victoria Police performance in making the roads safe to use	per cent	78	78-81	76	78-81
Targeting of operations is in line with priorities identified in the Road Safety Priority Program	per cent	nm	100	100	100
Proportion of the community who think they are likely to be pulled over for a Random Breath Test during the next three months	per cent	100	70-72	68	68
<i>Timeliness</i>					
proportion of operations which comply with timelines contained in the Road Safety Priority Program	per cent	100	98-100	100	98-100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	85.0

Road Safety and Road Trauma Reduction - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Road Traffic Incident Management - The output provides for attendance at, and investigation of, collisions and other major road traffic incidents.					
<i>Quantity</i>					
Number of traffic incidents attended	number	30 000	32 000	30 000	30 000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.7

Source: Department of Justice

Notes:

- (a) The estimated result for total hours of operation in 'targeted road traffic law enforcement' is expected to be approximately 11% under-achieved at the end of the 1999-2000, this is due to some service delivery outsourcing and some diversion of resources to other output groups.
- (b) The forecast for hours of service in 2000-01 has been significantly increased over expected achievement in 1999-2000. This reflects the allocation of additional policing resources, particularly newly graduated recruits, to this output.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	87.1	84.5	98.7	13.3
<i>Comprising:</i>				
Employee related expenses	71.2	68.5	61.7	- 13.3
Purchase of supplies and services	10.7	10.7	33.6	-
Depreciation and amortisation	3.1	3.1	1.2	- 61.7
Capital asset charge	2.2	2.2	2.1	- 0.7
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

Supporting the Judicial Process

Key Government Outcomes:

Community expectations of the criminal justice system are met in the provision of safe custody of alleged offenders and police support to judicial processes.

Description of the Output Group:

Services provided within the output group include court case management, prosecution services; managing controlled property and witness protection; bail processing and reporting; issuing cautions; offender and suspect processing; court security; and ensuring safe custody and transportation for persons in police custody.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
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Provision of Justice Services - The output provides prosecution services, court case presentation, bail processing and reporting, offender and suspect processing, support to and attendance at Coronial inquiries and court security.

Quantity

Total hours of service	hours '000	2 054	>2 000	1 928	>2000
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Quality

Proportion of cases which result in a plea of guilty	per cent	82.5	78-80	83.5	78-80
Proportion of cases which result in costs being awarded against police	per cent	0.51	<1	0.4	<1

Timeliness

Time elapsed between date charges are laid and final disposition of cases prosecuted in the Magistrates' and Children's Courts	days	84.5	93-96	93	93-96
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Cost

Total output cost:	\$ million	na	na	na	157.4
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Management of Custodial Services - The output provides safe custody and transportation for persons in police custody and ensuring the safety of all persons visiting police cells.

Quantity

Total hours of prisoner supervision	hours '000	324	>340	333 ^(a)	340
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Supporting the Judicial Process - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality/Timeliness</i>					
Ratio of serious incidents to persons in police custody	per cent	nm	<1	<1	<1
Achievement of quality and timeliness standards specified in outsourced service contracts					
Prisoner transport	per cent	nm	100	100	100
Custody management (MCC)	per cent	nm	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	34.8

Source: Department of Justice

Note:

(a) The total hours of prisoner supervision includes provision for the hours of service delivered by Victoria Police members at the Melbourne Custody Centre and by the outsourced provider.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	233.2	228.6	192.2	- 17.6
<i>Comprising:</i>				
Employee related expenses	175.8	171.1	163.0	- 7.3
Purchase of supplies and services	50.8	50.8	20.3	- 60.0
Depreciation and amortisation	1.3	1.3	3.2	-
Capital asset charge	5.4	5.4	5.8	7.4
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Information and Licensing Services

Key Government Outcomes:

Ensuring public accountability through timely and appropriate responses to applications and requests for information. Ensuring that probity is maintained in sensitive areas through efficient and timely information, licensing and vetting services.

Description of the Output Group:

Outputs within this output group includes processing Freedom of Information applications, the provision of Ministerial briefs and advice; the provision of police statistical information; police records checks; firearms and private agents control; and regulatory compliance for the gaming and vice industries.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Provision of Information Services - The output provides responses to applications for material under freedom of information and other information requests from government, community and private sector organisations.

Quantity

Number of FOI requests received	number	1 318	1 300	1 100	1 100
Number of defined FOI applications actioned ^(a)	number	nm	nm	nm	1 000

Quality

Proportion of requests for review by VCAT	per cent	nm	<1	<1	<2
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Timeliness

Percentage improvement in number of FOI requests processed within statutory period ^(a)	per cent	nm	nm	nm	10
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Cost

Total output cost:	\$ million	na	na	na	21.8
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Provision of Licensing and Vetting Services - The output provides criminal records/probity checks for and the issue of licenses, (including firearms and private agents control, liquor licensing, vehicle registration, compliance for the gaming and vice industries, second hand dealers and pawn brokers).

Quantity

Total number of record checks conducted	number '000	238 385	>150	232 ^(b)	230
Number of probity checks undertaken to assist in ensuring the integrity of applicants for employment in the gaming and vice industries	number	7 888	>7 000	6 000 ^(c)	6 500

Information and Licensing Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Proportion of paid record checks performed within 10 days of receipt	per cent	nm	nm	nm	93-95
<i>Timeliness</i>					
Proportion of licenses (firearms and private agents) issued within agreed timeframes	per cent	92.5	86-88	90	86-88
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	15.9

Source: Department of Justice

Notes:

- (a) *Performance measures for this output have therefore been substantially modified for 2000-01 due to revised data collection methodology.*
- (b) *The greater than expected increase is believed to be related to a sustained high number of short-term appointments in health, education and child care areas, with each such appointment requiring a new record check.*
- (c) *This is a 'demand driven' process and Victoria Police can only forecast the number anticipated in any one year.*

Output group costs

	<i>(\$ million)</i>			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Total costs of output group	34.2	33.6	37.7	10.2
<i>Comprising:</i>				
Employee related expenses	25.7	25.0	23.9	- 6.9
Purchase of supplies and services	6.4	6.4	12.5	94.8
Depreciation and amortisation	1.3	1.3	0.5	- 65.3
Capital asset charge	0.8	0.8	0.8	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

- (a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position, cash flow statement for the Department as well as the authority for resources.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.4.2 –Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.4.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.4.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.4.2: Departmental Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	1 615.0	1 612.5	1 544.6	- 4.4
Section 29 receipts -Commonwealth	1.2	1.0	0.8	- 34.3
-Other	69.9	68.9	69.3	- 0.9
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	43.4	44.4	44.6	2.8
Total	1 729.5	1 726.9	1 659.2	- 4.1
Operating expenses				
Employee related expenses ^(d)	1 042.8	1 023.1	979.5	- 6.1
Purchases of supplies and services ^(e)	511.4	494.7	495.7	- 3.1
Depreciation and amortisation	32.8	33.2	32.6	- 0.6
Capital assets charge	54.4	54.4	55.1	1.3
Other expenses	78.4	88.0	86.2	9.9
Total	1 719.9	1 693.4	1 649.1	- 4.1
Operating surplus/deficit before revenue for increase in net assets	9.6	33.5	10.1	5.5
<i>Add:</i>				
Revenue for increase in net assets	26.6	28.1	65.4	na
Section 29 Receipts - asset sales	..	..	0.3	..
Operating surplus/deficit	36.2	61.5	75.8	na
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	20.6	20.6	21.2	3.1
Other Commonwealth grants	70.7	66.6	67.6	- 4.5
Other revenue ^(c)	159.1	167.0	180.0	13.1
Less revenue transferred to Consolidated Fund	- 199.1	- 200.3	- 213.6	7.3
Total	51.3	53.9	55.1	7.4
Operating expenses				
Employee related expenses ^(d)	..	0.6	0.7	..
Purchases of supplies and services	..	5.2	5.2	..
Other expenses	42.7	39.5	48.7	13.9
Total	42.7	45.3	54.5	27.6
Operating surplus/deficit	8.6	8.6	0.6	- 93.0

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1998-99 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax.
- (e) Includes payments to non-government organisations for delivery of services.

The 2000-01 Budget controlled operating surplus (before revenue for asset investment) of \$10 million is an increase of \$0.5 million over the 1999-2000 Budget. This is mainly due to increased revenue into the Trust Funds namely the Estate Agent Guarantee Trust Fund and the Residential Tenancy Trust Fund.

When comparing the 1999-2000 and the 2000-01 Budget, the controlled operating statement shows a decrease in Revenue from State Government for outputs delivered of \$70 million.

In 2000-01, the Government is contributing total additional funding of \$24 million for new and additional outputs. This includes funds for election commitments of \$5 million and other output initiatives of \$19 million.

Election commitment funding includes the first stage of 800 additional operational police (\$3 million), additional emergency services core funding for provision of protective clothing and equipment (\$2 million) and a facility to lodge Freedom of Information requests on-line (\$0.2 million).

Output initiative funding includes expanded prison capacity (\$5 million), additional funding for, the establishment of a Privacy Commissioner (\$2 million) and the Law Reform Commission (\$2 million), to cover increased vehicle leasing costs (\$3 million) and rotary air wing costs (\$2 million), the Victorian Aboriginal justice agreement (\$2 million), community safety emergency support fund (\$2 million) for safety and rescue equipment and Olympic related Police management activities (\$3 million).

This increase in funding is offset by:

- a reduction in the long service leave expense (\$18 million). This provision was initially overstated and the revised estimates better reflect the expected expenditure;
- Government savings including executive officer reductions, abolition of the Police Board and a 1 per cent efficiency dividend and expected embedded tax savings as a result of national tax reform totalling \$19 million;
- a reduction in Victoria Police employer superannuation contribution, as a result of a government payment to fully extinguish the unfunded liability associated with Victoria Police within the Emergency Services Superannuation Scheme (\$60 million); and
- machinery of government changes including the transfer of the Office of Women's Affairs and Ministerial staff costs to Premier and Cabinet (\$2 million).

Department operating expenses for 2000-01 reflect commensurate movements associated within these initiatives and can be seen in reduced employee related expenses (\$63 million), reduced purchase of supplies and consumables (\$16 million) and an increase in other expenses (\$8 million).

The 1999-2000 revised controlled operating statement shows a projected surplus of \$34 million, a \$24 million increase compared to the 1999-2000 budget. This reflects expenditure savings of \$3 million generated from trust funds, \$18 million savings in LSL expense and \$3 million savings in superannuation.

Revenue for the Increase in the Net Assets of \$65 million in 2000-01 represents the contribution from government to fund the Department's approved asset investment program (\$52 million) and \$13 million of revenue carried forward from 1999-2000 into 2000-01. In 2000-01, investment in this program will be \$85 million including new investment in local police stations upgrades, prison capacity expansion and existing projects. The amount will be funded from the Department's accumulated reserves (\$32 million) while the Government will directly contribute the balance (\$52 million).

The 2000-01 Budget administered operating surplus of \$0.6 million is a decrease of \$8 million over the 1999-2000 Budget. This is consistent with a revised accounting treatment that now recognises expenditure previously not recognised on the operating statement.

The Controlled Statement of Financial Position shows an increase in budgeted net assets from the period 30 June 2000 to 30 June 2001 of \$101 million resulting from an increase of \$124 million in total net assets and an increase in total liabilities of \$23 million.

The increase in assets is primarily attributed to increased investment in the Department's existing (\$43 million) and new 2000-01 asset investment program (\$29 million). New investment is targeted to meet the Government's election commitments to replace and upgrade local police stations. Other significant investments will also be made in court complexes, correctional facilities and emergency service organisations.

Non-current receivables are estimated to increase by \$66 million during 2000-01. Receivables represent cash held in trust by the Government as a provision for meeting employee entitlements when they crystallise. Receivables also include the balance of controlled Trust funds also held in trust by the Government and retained operating surplus.

Liabilities for employee entitlements are estimated to increase during 2000-01 by \$23 million resulting from an increase to employee entitlements for accrued salary and wages and long service leave.

Table 2.4.3: Statement of Financial Position

(\$ thousand)

	<i>Estimated as at 30 June</i>				<i>Variation^(a)</i>
	<i>1999</i>	<i>2000</i>	<i>2000</i>	<i>2001</i>	<i>%</i>
	<i>Actual</i>	<i>Budget</i>	<i>Revised</i>	<i>Budget</i>	
Assets					
Current Assets					
Cash	- 15 008	- 15 008	- 15 008	- 15 008	..
Investments	99 581	99 045	99 045	99 575	0.5
Receivables	11 066	11 066	11 066	11 063	- 0.0
Prepayments	27 308	27 308	27 308	27 308	..
Inventories	8 575	8 575	8 575	8 575	..
Other Assets	..	..	..	..	..
Total Current Assets	131 522	130 986	130 986	131 513	0.4
Non-Current Assets					
Investments	..	..	..	..	..
Receivables ^(b)	134 951	139 696	172 428	205 143	46.8
Fixed Assets	611 720	637 979	630 581	695 863	9.1
Other Assets	..	..	..	..	..
Total Non-Current Assets	746 671	777 675	803 009	901 006	15.9
Total Assets	878 193	908 661	933 995	1 032 519	13.6
Liabilities					
Current Liabilities					
Payables	- 55 640	- 55 640	- 55 640	- 55 640	..
Borrowing	..	..	..	..	..
Employee Entitlements	- 75 519	- 46 486	- 46 486	- 45 547	- 2.0
Superannuation	..	..	..	..	..
Other Liabilities	- 20 146	- 20 146	- 20 146	- 20 146	..
Total Current Liabilities	- 151 305	- 122 272	- 122 272	- 121 333	- 0.8
Non-Current Liabilities					
Payables	- 15 378	- 15 378	- 15 378	- 15 378	..
Borrowing	..	..	..	..	..
Employee Entitlements	- 222 869	- 245 399	- 245 399	- 269 319	9.7
Superannuation	..	..	..	..	..
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	- 238 247	- 260 777	- 260 777	- 284 697	9.2
Total Liabilities	- 389 552	- 383 049	- 383 049	- 406 030	6.0
Net Assets	488 641	525 612	550 946	626 489	19.2
<i>Administered items</i>					
Assets					
Current Assets					
Cash	66 300	66 300	66 300	66 300	..
Investments	617	617	617	657	6.5
Receivables	68 297	68 297	68 297	68 297	..
Total Current Assets	135 214	135 214	135 214	135 254	0.0

Table 2.4.3: Statement of Financial Position - continued

(\$ thousand)

	<i>Estimated as at 30 June</i>				<i>Variation^(a)</i>
	<i>1999</i>	<i>2000</i>	<i>2000</i>	<i>2001</i>	
	<i>Actual</i>	<i>Budget</i>	<i>Revised</i>	<i>Budget</i>	<i>%</i>
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	34 030	49 030	49 030	65 175	32.9
Fixed Assets	1 028	1 028	1 028	1 028	..
Total Non-Current Assets	35 058	50 058	50 058	66 203	32.3
Total Assets	170 272	185 272	185 272	201 457	8.7
Liabilities					
Current Liabilities					
Payables	- 93 755	- 108 755	- 108 755	- 124 382	14.4
Employee Entitlements	- 366	- 366	- 366	- 366	..
Other Current Liabilities	- 16 046	- 16 046	- 16 046	- 16 046	..
Total Current Liabilities	- 110 167	- 125 167	- 125 167	- 140 794	12.5
Non-Current Liabilities					
Non-Current Payables	..	8 569	8 569	8 609	0.5
Employee Entitlements	- 769	- 769	- 769	- 769	..
Total Non-Current Liabilities	- 769	7 800	7 800	7 840	0.5
Total Liabilities	- 110 936	- 117 367	- 117 367	- 132 954	13.3
Net Assets	59 336	67 905	67 905	68 503	0.9

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Table 2.4.4: Cash Flow Statement

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	1 615.0	1 612.5	1 544.6	- 4.4
Receipts from State Government -increase in net asset base	26.6	28.1	65.4	na
Section 29 Receipts - Commonwealth	1.2	1.0	0.8	- 34.3
- Other	69.9	68.9	69.3	- 0.9
- Asset Sales	..	..	0.3	..
Other Commonwealth grants	..	..	..	..
Other	43.3	44.1	44.1	1.9
	1 756.0	1 754.6	1 724.4	- 1.8
Operating payments				
Employee Related Expenses	-1 049.3	-1 029.6	- 956.6	- 8.8
Purchases of Supplies and Services	- 511.4	- 494.7	- 495.7	- 3.1
Interest and finance expenses	..	- 0.3	- 0.5	..
Capital Assets Charge	- 54.4	- 54.4	- 55.1	1.3
Current grants and transfer payments	- 77.7	- 87.3	- 85.3	9.7
Capital grants and transfer payments	- 0.7	- 0.4	- 0.4	- 45.6
Net Cash flows from operating activities	62.4	87.9	130.9	na
Cash flows from investing activities				
Purchases of investments	0.5	0.5	- 0.5	na
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	0.2	0.5	..
Purchases of non-current assets	- 59.0	- 52.0	- 97.9	66.0
Net Cash flows from investing activities	- 58.4	- 51.2	- 97.9	67.6
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	0.8	0.8	- 0.3	na
Net increases in balances held with Government	- 4.7	- 37.5	- 32.7	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 4.0	- 36.7	- 33.0	na
Net Increase/Decrease in Cash Held	..	..	..	..
Cash at beginning of period	- 15.0	- 15.0	- 15.0	..
Cash at end of period	- 15.0	- 15.0	- 15.0	..

Table 2.4.4: Cash Flow Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	20.6	20.6	21.2	3.1
Other Commonwealth grants	70.7	66.6	67.6	- 4.5
Other	159.1	167.0	180.0	13.1
	250.4	254.1	268.7	7.3
Operating payments				
Employee Related Expenses	..	- 0.6	- 0.7	..
Purchases of Supplies and Services	6.4	1.2	10.4	61.5
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	- 42.7	- 39.5	- 48.7	13.9
Capital grants and transfer payments	..	..	..	..
Other	- 199.1	- 200.3	- 213.6	7.3
Net Cash flows from operating activities	15.0	15.0	16.2	7.9
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Movement in investments	..	..	- 0.0	..
Net Cash flows from investing activities	..	..	- 0.0	..
Cash flows from financing activities				
Net increases in balances held with Government	- 15.0	- 15.0	- 16.1	7.6
Net Cash flows from financing activities	- 15.0	- 15.0	- 16.1	7.6

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

The Cash Flow Statement for controlled items reflects the cash impact of those changes to the estimated operating statement and statement of financial position previously discussed.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.4.5: Authority for Resources

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	1 557.3	1 564.5	1 537.7	- 1.3
Receipts credited ^{to} appropriations	71.1	69.9	70.3	- 1.1
Unapplied previous years appropriation	13.1	- 2.2	19.6	48.9
Accumulated surplus - previously applied appropriation	..	20.5	..	..
Gross Annual appropriation	1 641.6	1 652.7	1 627.6	- 0.9
Special appropriations	91.7	98.9	73.9	- 19.4
Trust funds	43.4	50.2	51.0	17.5
Non public account and other sources	30.7	27.5	27.5	- 10.5
Total Authority	1 807.4	1 829.3	1 780.0	- 1.5

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

DEPARTMENT OF NATURAL RESOURCES AND ENVIRONMENT

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Natural Resources and Environment (DNRE) encompasses the portfolios of *Environment and Conservation*, *Agriculture* and *Energy and Resources*. From 1 July 2000 it will also include the *Aboriginal Affairs* portfolio. DNRE is responsible for the protection and sustainable use of Victoria's natural resources to optimise environmental, social and economic outcomes. The Department works with the community and stakeholders to ensure the conservation of Victoria's natural environment and stewardship of the Crown estate whilst facilitating the sustainable use of land and natural resources.

Through diverse service delivery mechanisms, DNRE aims to contribute to improving the quality of life for all Victorians by:

- protecting and conserving our natural and cultural assets;
- supporting rural and regional communities;
- generating wealth through sustainable use of our land and natural resources;
- providing diverse recreational and leisure opportunities in our parks and open space; and
- expanding our knowledge base and ensuring that it is readily accessible.

Major responsibilities related to the pursuit of these aims include:

- encouraging sustainable management practices and responsible resource use for the long term benefit of all Victorians by preventing the degradation of soil and water, regulating access to fisheries and protecting native flora and fauna;

- facilitating productivity improvements and market-focused ecologically sustainable production in primary industries (including agriculture, forestry, fishing, minerals, petroleum and water supply) to encourage industry development and generate wealth;
- managing most of Victoria's public land including coastal land, parks and reserves and State forests, to provide opportunities for conservation, tourism, recreation, education and research; and
- providing certainty of title and accurate geographic, survey and valuation information to support land tenure and transactions and natural resource management.

Through its role as Victoria's environmental watchdog, the Environment Protection Authority (EPA) ensures the protection of the air, water and land from the adverse impacts of wastes and unwanted noise. It seeks to fulfil this responsibility through a mix of regulation and enforcement activities, partnerships and community involvement programs.

Aboriginal Affairs Victoria (AAV) will be transferred from the Department of Human Services to DNRE on 1 July 2000. The objectives of AAV include promoting the social, economic and cultural development of Victoria's Aboriginal communities and improving the coordination and monitoring of the development of government policy relating to the delivery of programs and services to Victoria's Aboriginal people. DNRE is reviewing its aims, responsibilities and strategies to take account of these objectives.

Review of 1999-2000

Major achievements during 1999-2000 included:

- the commencement of a major investment in agricultural research and technology and market development;
- the introduction of measures to assist the sustainable utilisation of Victoria's fisheries, including a new recreational licence and the buy-back of a proportion of commercial fishing licences;
- a program of improvement works for Crown Land reserves around the State to reduce public risk, improve recreational and tourist amenities and enhance environmental outcomes;
- improvements in visitor infrastructure within Victoria's parks system to protect the environment and improve safety, access and visitor experiences;
- implementation of priority Coastal Board Action Plans to improve infrastructure standards, public amenity and environmental qualities; and

- a strengthened focus on monitoring and enforcement by the EPA, including the use of newly established audit teams, an enhanced litter enforcement campaign, improved industrial waste management strategies, upgrading the air quality monitoring network and enhancing community involvement in program development and implementation.

2000-01 Outlook

In 2000-01, the focus of DNRE's activities will continue to be on protecting and conserving our natural environment. A full list of DNRE's new initiatives for 2000-01 (election commitments and other initiatives) is detailed in *Budget Paper No.2*, Appendix B.

DNRE's major service delivery initiatives in 2000-01 will focus on:

- Building on previous investments aimed at meeting the target of \$12 billion of food and fibre exports by the year 2010 through improving agricultural research facilities and marketing opportunities for agricultural products.
- Upgrading marine research facilities and increased protection for our coastal and marine environment, including the establishment of the Port Phillip Marine Park.
- Working towards improving the health of Victoria's water resources such as the Gippsland Lakes and our heritage rivers including the Snowy River, and sustainable upgrades to irrigation, sewerage and stormwater systems throughout Victoria.
- Implementation of a number of initiatives to promote ecologically sustainable development and to reduce pollution and greenhouse gas emissions, through a boost in funding to the EPA and the establishment of the Sustainable Energy Authority, the Victorian Environmental Assessment Council, a Commissioner for Ecologically Sustainable Development and a solar hot water conversion scheme.
- Further initiatives to improve the infrastructure and management of our parks and reserves and Alpine Resorts.
- Implementation of new policies and initiatives aimed at ensuring the sustainable management of our forests and achieving a responsible balance of competing uses, including the development of a forest and forest products industry plan to examine options for value adding and job creation. The forest industry community in regional Victoria will be supported through measures to support the timber industry.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output. The table below summarises the total cost for each output group.

Table 2.5.1: Output group summary

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Minerals and Petroleum	17.8	21.0	22.9	28.8
Forest Management	115.1	128.7	134.9	17.3
Fire Management	50.2	61.8	49.4	- 1.6
Fisheries	30.7	34.4	29.0	- 5.6
Environment Protection	41.2	40.1	43.5	5.6
Land Management and Information	108.3	114.5	101.1	- 6.6
Conservation and Recreation	174.1	182.3	167.5	- 3.8
Agriculture	169.1	186.7	171.1	1.2
Catchment and Water	154.4	150.0	185.8	20.3
Aboriginal Reconciliation and Respect	9.3	10.3	9.6	4.0
Total	870.1	929.8	914.8	5.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

In 1999-2000, DNRE undertook a major review of several of its output groups, with the aim of refining and refocussing definitions and measures to achieve greater clarity or a better match to specific policies. The outcomes of the reviews undertaken in 1999-2000 are as follows:

- The former output groups Agriculture Industries and Agriculture Quality Assurance have been combined into a single output group named Agriculture.
- The former output groups Catchment Management and Sustainable Agriculture; Pest Plant and Animal Management; and Water, have been combined into a single output group called Catchment and Water.
- The Environment Protection output group now has six outputs instead of the previous four, to better reflect the key result areas of the EPA's corporate plan.

In addition to these changes, the output group Aboriginal Reconciliation and Respect has been newly created. This output group reflects the activities of Aboriginal Affairs Victoria, previously part of the Department of Human Services. The move across to DNRE reflects the portfolio responsibility of Minister Hamilton for Aboriginal Affairs.

Minerals and Petroleum

Key Government Outcomes:

Increased investment in natural resource based industries, generating wealth through the sustainable development of industry and natural resources.

Description of the Output Group:

The stimulation of the generation of wealth through the sustainable development of Victoria's earth resources by facilitating the increased investment in exploration for minerals and petroleum leading to:

- the establishment of new producing operations;
- competitive sources of gas supply; and
- extractive industry products;

while ensuring that community expectations for health, safety and environmental management are met.

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Minerals and Petroleum Industry Regulation Services - To provide a consistent and transparent licensing regime together with health, safety and environmental standards, monitoring and enforcement to ensure industry operations meet community expectations.					
<i>Quantity</i>					
Audits of high risk or critical sites completed	number	439	350	200 ^(a)	200
<i>Quality:</i>					
Exploration and mining licences which are not active ^(b)	per cent	25	20	20	20
<i>Timeliness</i>					
Mining industry workplans not processed in one month ^(c)	per cent	6	20	20	20
Mining licence applications received in the twelve month period not determined after four months	per cent	12	20	10	20
Exploration license applications received in the twelve month period not determined after three months	per cent	19	20	10	20
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	10.3

Minerals and Petroleum - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Minerals and Petroleum Industry Development and Information - To promote the development of mining, petroleum and extractive industries in Victoria by facilitating significant projects and maintaining, updating and developing relevant information.					
<i>Quantity</i>					
Targeted industry information packages released ^(d)	number	25	20	20	15
<i>Quality</i>					
Strategic areas of the State covered by airborne geophysics	per cent	75	82	85	95
Strategic areas of the State covered by new geological mapping	per cent	40	42	42	44
Strategic areas of the State covered by full GIS databases	per cent	55	60	80	90
<i>Timeliness</i>					
Input to Environment Effects Statements completed according to EES panel timelines	per cent	100	100	100	100
Victorian Initiatives for Minerals and Petroleum (VIMP) data releases meeting timetable	per cent	100	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	12.6

Source: Department of Natural Resources and Environment

Notes:

- (a) Target amended to eliminate routine audits previously misclassified.
- (b) Non-active licenses refers to those licences which should be considered for cancellation for reasons of extended failure to do work or other misdemeanour, and measures Minerals and Petroleum Victoria (MPV) activity in ensuring that responsible operators predominate in this industry.
- (c) Measures the rate at which MPV processes detailed workplans that are proposed by mining industry proponents following the grant of licence - involves consultation across DNRE.
- (d) The declining target reflects the new emphasis on the petroleum sector, which generates less but more substantial packages.

Minerals and Petroleum - *continued*

Output group costs

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Total costs of output group	17.8	21.0	22.9	28.8
<i>Comprising:</i>				
Employee related expenses	7.6	7.5	7.4	-2.5
Purchase of supplies and services	5.7	7.1	8.8	53.5
Depreciation and amortisation	1.2	1.2	1.2	..
Capital asset charge	0.4	0.4	0.3	-13.4
Other expenses	2.9	4.8	5.2	79.3

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Forest Management

Key Government Outcomes:

Generating wealth through the sustainable development of industry and natural resources.

Description of the Output Group:

Forest Management aims to achieve sustainable management of State forests for a range of productive, conservation and recreation uses.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Forest Plans and Prescriptions - To prepare plans, agreements, codes, prescriptions and guidelines which continue to improve the framework for ecologically sustainable management of the State's Public Land native forests.					
<i>Quantity:</i>					
Forest Management Plans completed	number	1	2	2	2
Forest Management Area (FMA) audits of compliance with the Code of Forest Practices	number	2	4	4	4
Industry consultation Forest and Forest Industry framework completed	number	nm	nm	nm	1
<i>Quality</i>					
Compliance with key audit indicators in each FMA	per cent	90	90	90	90
<i>Timeliness:</i>					
Forest and Forest Industry Framework completed by	date	nm	nm	nm	Jun 2001
Strategies to address audit outcomes in each FMA completed by	date	Jun 1999	Jun 2000	Jun 2000	Jun 2001
Audit of Compliance with the Code of Practices for Timber Production completed by	date	nm	Dec 1999	Dec 1999	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.1

Forest Production – Supply of wood and other products from State Forests on a sustainable basis.

Quantity

Production volume ^(a)					
Sawlogs	m ³ ('000)	920	920	950	920

Forest Management - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Residual logs	m ³ ('000)	700	600	900	600
Pulpwood	m ³ ('000)	462	480	580	480
Area of regrowth forest thinned	ha	6 000	5 200	5 250	5 250
<i>Quality</i>					
Area regenerated successfully at first attempt	per cent	na	90	90	90
<i>Timeliness</i>					
Wood Utilisation Plans provided to customers	date	Mar 1999	Mar 2000	Mar 2000	Mar 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	108.9

Recreational, Cultural and Community Forest Services - Management of State Forests to maintain and improve forest values and provide a range of services to the community.

Quantity

Recreation facilities maintained	number	196	120	199	199
Regional community awareness strategies completed	number	3	3	2	2

Quality

Proportion of recreation facilities assessed as being in an appropriate condition	per cent	na	na ^(b)	65	70
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Timeliness

Annual programmed maintenance of recreation facilities to be completed	date	complete	Dec 1999	Dec 1999	Jun 2001
Regional community awareness strategies completed	date	3 complete 1 in progress	Jun 2000	Jun 2000	Jun 2001

Cost

Total output cost:	\$ million	na	na	na	12.9
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Forest Resource Assessment and Analysis - Collection and analysis of forest resource information as a basis for the sustainable management of forest resources and values.

Quantity

Reviews of sustainable yield or resource availability estimates completed	number	nm	5	7	2
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Forest Management - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Statewide Forest Resource Inventories (SFRI) completed	number	3	2	1	2
Spatial analyses and models to support forest management and policy support completed	number	2	2	7	2
<i>Quality</i>					
Sustainable yield reviews and timber resource availability estimates based on SFRI data	number	nm	2	2	2
<i>Timeliness:</i>					
Analyses completed	date	Jun 1999	Jun 2000	Jun 2000	Jun 2001
FMA inventories completed	date	Jun 1999	Jun 2000	Jun 2000	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	8.0

Source: Department of Natural Resources and Environment

Notes:

- (a) Production volume varies according to seasonal conditions and industry demand patterns.
 (b) Target not determined as at Budget time.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	115.1	128.7	134.9	17.3
<i>Comprising:</i>				
Employee related expenses	24.0	22.0	21.7	-9.5
Purchase of supplies and services	54.7	70.3	73.3	34.0
Depreciation and amortisation	2.9	2.9	3.4	16.0
Capital asset charge	33.5	33.5	34.6	3.4
Other expenses	..	0.0	2.0	..

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

Fire Management

Key Government Outcomes:

Protecting the State's natural resources for the long-term benefit of all Victorians.

Description of the Output Group:

Services to ensure integrated management of fire and fire-related activities on public land for the purpose of protecting human life, property, assets and environmental values, and for sustaining biological diversity.

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Fire Planning and Prevention - Preparation of plans, codes, prescriptions and guidelines which establish the framework for effective fire management on public land; activities for the prevention of wildfire (community education, regulation); and non seasonally variable activities that minimise the adverse impact of wildfire (training, fixed infrastructure, radio communications, information systems, and fire fighting equipment).					
<i>Quantity</i>					
Readiness and Response Plans completed	number	5	5	5	5
Audits of compliance with the Code of Practice for Fire Management on Public Land completed	number	1	5	5	3
Fire Protection Plans completed	number	nm	nm	nm	3
<i>Quality</i>					
Compliance with key audit recommendations in each region	per cent	75	75	90	90
Strategies to reduce human caused fires implemented	number	5	3	3	3
<i>Timeliness</i>					
Readiness and Response Plans completed	date	Dec 1998	Nov 1999	Nov 1999	Nov 2000
Assessments of Standards of Cover completed	date	Nov 1998	Nov 1999	Nov 1999	Nov 2000
Fire Protection Plans completed	number	nm	nm	nm	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	23.9

Fire Management - continued

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Fire Operations - Seasonally variable preparedness activities that minimise the adverse impact of wildfire (hazard management, access, detection, stand-by, seasonal firefighters, aircraft, and equipment); response and recovery activities.					
<i>Quantity</i>					
Fuel reduction burning completed ^(a)	ha	104 584	120 000	80 000	120 000
<i>Quality</i>					
Fires controlled at less than 5 ha	per cent	83	75	75	75
<i>Timeliness</i>					
Fires controlled at First Attack	per cent	89	75	75	75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	25.5

Source: Department of Natural Resources and Environment

Note:

(a) The achievement of this target is dependent upon seasonal conditions.

Output group costs

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Total costs of output group	50.2	61.8	49.4	-1.6
<i>Comprising:</i>				
Employee related expenses	18.3	25.0	19.8	7.7
Purchase of supplies and services	27.9	32.9	25.2	-9.6
Depreciation and amortisation	2.1	2.1	1.5	-27.8
Capital asset charge	1.8	1.8	1.8	..
Other expenses	..	..	1.1	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Fisheries

Key Government Outcomes:

Sustainable development of Victoria's regional, commercial, recreational and aquaculture fishing industries and management of Victoria's marine and freshwater fish resources.

Description of the Output Group:

To manage fisheries and aquatic ecosystems sustainably and for the optimal benefit of the community, and with stakeholder support and participation.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Sustainable Fisheries Utilisation Services - Management of fisheries resources in partnership with stakeholders as the framework for sustainable utilisation of commercial and recreational fisheries.					
<i>Quantity</i>					
Management plans completed	number	2	5	0	4
Assessment reports of the status of Victoria's key fisheries and fish habitats completed	number	8	6	11	6
<i>Quality</i>					
Proportion of major fisheries with mechanisms in place to monitor and report on performance against interim sustainability indicators	per cent	60	>75	60	70
Customer satisfaction with recreational fishing opportunities	per cent	nm	>65	>65	>65
Stakeholder satisfaction with opportunities for participation by the commercial fishing sector in management planning	per cent	nm	>65	>65	65
<i>Timeliness</i>					
Assessment reports, plans and indicators completed	date	Complete	May 2000	Jun 2000	Jun 2001
Surveys of Stakeholders completed	date	Complete	May 2000	Jun 2000	Jun 2001
Interim sustainability indicators for Victoria's major commercial fisheries established	date	nm	nm	nm	June 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	17.4

Fisheries - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Industry and Community Compliance Services - Education, inspection and enforcement services to ensure industry and community compliance with legislation/regulations and management plans and the sustainable use of fisheries resources.					
<i>Quantity</i>					
Compliance with legislation and regulations	per cent	nm	nm	nm	90
Inspections conducted in the commercial sector	number	888	2 000	1 300	1 300
Recreational sector contacts made	number	nm	30 000	30 000	30 000
Aquaculture operations checked	number	nm	200	200	200
Successful court prosecutions	per cent	nm	nm	nm	90
Investigations targeted to major illegal fishing groups	number	nm	3	3	3
Level of community understanding and acceptance of fisheries regulations	per cent	nm	>60	>60	>60
<i>Quality</i>					
Proportion of fishing community that has seen fisheries educational material in the last 6 months	per cent	nm	nm	nm	>65
Community volunteers participating in fisheries education through the Fisheries Action Program	number	nm	250	250	250
<i>Timeliness</i>					
Survey of stakeholders completed	date	May 1999	May 2000	May 2000	May 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	7.5
Aquaculture and Fishing Industry Development - Provision of information and advisory services to facilitate the development of profitable, diverse, ecologically sustainable and well-managed industries.					
<i>Quantity</i>					
Opportunities identified for new fisheries and value adding of existing wild fisheries harvest	number	nm	5	5	2

Fisheries - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Quality</i>					
Proportion of aquaculture licences approved within specified period					
Crown licences (120 working days)	per cent	nm	nm	nm	75
Private licences (14 working days)	per cent	nm	nm	nm	75
Number of business development and assistance contacts with fishing industry sectors	number	1 610	1000	1 200	1 000
<i>Timeliness</i>					
Annual evaluations completed within timeline targets:					
• Aquaculture and fisheries production	date	Aug 1999	Jun 2000	Jun 2000	Jun 2001
• Aquaculture licence approval	date	June 1999	Jun 2000	Jun 2000	Jun 2001
• Industry assistance contacts	date	June 1999	Jun 2000	Jun 2000	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.0

Source: Department of Natural Resources and Environment

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	30.7	34.4	29.0	-5.6
<i>Comprising:</i>				
Employee related expenses	9.0	9.4	10.9	20.5
Purchase of supplies and services	20.0	23.4	13.2	-34.0
Depreciation and amortisation	0.2	0.2	0.2	..
Capital asset charge	0.9	0.9	1.5	64.5
Other expenses	0.5	0.5	3.1	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Environment Protection

Key Government Outcomes:

- Protect and sustain improvements in environmental quality; and
- Strengthen EPA's environmental enforcement and monitoring role, both regionally and with key waste industries.

Description of the Output Group:

- To provide the framework for sustainable improvements in environmental quality through statutory policy, legislation and regulations;
- Measuring and reporting environmental quality;
- Promoting adoption of best practice environmental management in industry; and
- Increasing public awareness of and access to the wide range of information generated by EPA.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-2000 Target	1999-00 Expected Outcome	2000-01 Target
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Policy Frameworks, Regulations and Services to Enhance Air Quality - Protection of the health of the community by setting and enforcing goals and standards, undertaking monitoring and research, promoting better management of air quality, addressing global air quality issues and through communication and information programs.

Quantity

State of environment and research reports issued	number	nm	nm	nm	10
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Improvement tools, guidelines, policies, systems and plans completed	number	nm	nm	nm	6
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Quality

Compliance with air quality standards, as proportion of samples collected	per cent	nm	nm	nm	99
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Compliance with statutory requirements, as proportion of assessments	per cent	nm	nm	nm	90
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Improvement tools, guidelines, policies, systems and plans adopted or accepted by government and stakeholders	per cent	nm	nm	nm	80
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Environment Protection - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Timeliness</i>					
Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets	per cent	nm	nm	nm	100
Statutory actions completed within required timelines	per cent	nm	nm	nm	100
Pollution Incident Reports acted on within 3 days	per cent	nm	nm	nm	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	8.4
Policy Frameworks, Regulations and Services to Enhance Water Quality - To ensure that beneficial uses of water are protected by setting and enforcing goals and standards, establishing environment protection programs and undertaking monitoring and research.					
<i>Quantity</i>					
State of Environment and research reports issued	number	nm	nm	nm	10
Improvement tools, guidelines, policies, systems and plans completed	number	nm	nm	nm	5
<i>Quality</i>					
Compliance with water quality standards, as proportion of samples collected	per cent	nm	nm	nm	95
Compliance with statutory requirements, as proportion of assessments	per cent	nm	nm	nm	90
Improvement tools, guidelines, policies, systems and plans adopted or accepted by government or stakeholders	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets	per cent	nm	nm	nm	100
Statutory actions completed within required timelines	per cent	nm	nm	nm	100
Pollution incident reports acted on within 3 days	per cent	nm	nm	nm	85
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Environment Protection - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	9.0
Policy Frameworks, Regulations and Services to Protect Groundwater and the Land Environment from Pollution - To ensure prevention of contamination of land and groundwater and where contamination has occurred, that it is managed to maximise the current and future usefulness of the resource.					
<i>Quantity</i>					
Improvement tools, policies, systems and plans completed	number	nm	nm	nm	4
<i>Quality</i>					
Compliance with statutory requirements as a percentage of assessments	per cent	nm	nm	nm	90
Land audits complying with statutory requirements and system guidelines	per cent	nm	nm	nm	90
Improvement tools, policies, systems and plans, adopted or accepted by government or stakeholders	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Improvement tools, policies, systems and plans meet Corporate Plan targets	per cent	nm	nm	nm	100
Statutory actions completed within required timelines	per cent	nm	nm	nm	100
Pollution incident reports acted on in 3 days	per cent	nm	nm	nm	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.7
Services to control noise in the community - Legislation, policies, strategies, statutory processes or other services for prevention and control of noise in the community through controls on industrial and commercial sources, motor vehicles and traffic, and domestic sources to prevent and control noise.					
<i>Quantity</i>					
Strategies completed	number	nm	nm	nm	2

Environment Protection - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Quality</i>					
Compliance with statutory requirements as proportion of assessments	per cent	nm	nm	nm	90
Strategies adopted or accepted by government or stakeholders	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Strategies meet Corporate Plan targets	per cent	nm	nm	nm	100
Statutory actions completed within required timelines	per cent	nm	nm	nm	100
Pollution incident reports acted on within 3 days	per cent	nm	nm	nm	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.6
Policies, Regulations and Services to Reduce and Manage Waste - Legislation, policies, statutory and non-statutory processes and other services to ensure beneficial uses of the environment are protected by setting and enforcing goals and standards, developing regulatory and non-regulatory programs and undertaking monitoring and research which drive waste reduction and improved management of residual waste.					
<i>Quantity</i>					
Waste analysis and research reports issued	number	nm	nm	nm	5
Improvement tools: guidelines, policies, systems and plans completed	number	nm	nm	nm	5
Funding EcoRecycle Victoria	\$ million	nm	nm	nm	8.8
<i>Quality</i>					
Compliance with statutory requirements as a proportion of assessments	per cent	nm	nm	nm	90
Improvement tools: guidelines, policies, systems and plans adopted or accepted by government or stakeholders	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets	per cent	nm	nm	nm	100
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Environment Protection - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Statutory action completed within required timelines	per cent	nm	nm	nm	100
Pollution incident reports acted on within 3 days	per cent	nm	nm	nm	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	20.5
Commercial Activities - Projects with other environmental agencies and organisations to improve the capacity and quality of research and programs.					
<i>Quantity</i>					
Significant projects won	number	nm	nm	nm	3
Revenue	\$ million	2	5	5	1 ^(a)
<i>Quality</i>					
Shortlisted bids	per cent	60	60	60	60
Projects meet contracted quality standards	per cent	nm	nm	nm	100
<i>Timeliness</i>					
Projects meet contracted milestones	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.3

Source: Department of Natural Resources and Environment

Note:

(a) Changed market conditions have led to a revision of this target.

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	41.2	40.1	43.5	5.6
<i>Comprising:</i>				
Employee related expenses	17.6	18.0	18.7	5.8
Purchase of supplies and services	21.8	10.8	14.2	-35.0
Depreciation and amortisation	1.2	1.2	1.3	11.9
Capital asset charge	0.4	0.4	0.4	..
Other expenses	0.1	9.8	8.9	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Land Management and Information

Key Government Outcomes:

- Generate wealth by improved efficiencies in land management and land-related transactions and improved land and resources information for Victoria; and
- Protect the State's natural resources and the environment.

Description of the Output Group:

Generating wealth through effective land management and by providing integrated, accessible, authoritative and coordinated land information and definition systems which facilitate land-related transactions. Management of the State's interest in Crown land to ensure natural resources are protected.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Public Land Management - Optimising the management of Crown Land to ensure a balance between protection and development of natural and cultural assets.

Quantity

Land Administration transactions per year ^(a)	number	404 062	380 000	400 000	385 000
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Quality

Number of client complaints as a ratio of Land Administration transactions	ratio	1:80	1:82	1:96	1:92
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Timeliness

Client enquiries responded to within requirements of Statute or Service Agreements	per cent	98	95	95	96
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Cost

Total output cost:	\$ million	na	na	na	27.6
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Land Information Services - The provision of accurate, reliable and authoritative information boundaries, interests, valuations and other land-related data about public and privately owned land.

Quantity

Information requests processed per year ^(b)	number ('000)	3 560	5 381	5 923	5 955
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Quality

Error rate for Titles and instrument information searches ^(c)	per cent	<1	<1	<1	<1
Customer satisfaction level for Geospatial Information	per cent	95	95	90	>90

Land Management and Information - *continued*

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Titles and instruments search requests available within 24 hours	per cent	95	95	95	95
Geospatial information delivered within timelines negotiated with customers	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	46.6
Land Definition - Providing authority and confidence for government and private transactions in the land market by maintaining, recording and updating records relating to the definition of land (boundaries, interests, valuation and other land related data).					
<i>Quantity</i>					
Land units (parcels/properties) defined per year ^(d)	number ('000)	1 475	1 504	1 474	1 073 ^(e)
<i>Quality</i>					
Error rate for registration of land dealings and creation of new titles ^(f)	per cent	<1	<1	<1	<1
Audited map base update transactions found to be correct	per cent	na	95	95	95
<i>Timeliness</i>					
Land dealings registered within 3 weeks	per cent	81	60	70	70
New titles created within 4 weeks	per cent	42	40	40	40
Update transactions for the cadastral map base processed within 2 weeks	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	26.9

Source: Department of Natural Resources and Environment

Notes:

- (a) Represents some 50 functions including land assessments, tenures over Crown land, land purchase and sale, and invoicing.
- (b) Includes a variety of requests across the Land Registry and Geospatial Information businesses, including titles searches, requests for PRISM data, Landata index enquiries, valuation and survey enquiries, survey marks accessed and sales of printed maps. It also includes an estimate of the quantity of documents (information) accessed on the Land Channel.
- (c) Applies to Titles, Instruments and final searches which account for some 1.5 million land registry information requests.

Land Management and Information - *continued*

- (d) Includes the number of land dealings registered, new titles created, approved plans of subdivisions added to the cadastre and extensions to the State Digital Road Network.
- (e) Restructuring of service contracts has led to a revision to the basis upon which this measure has been calculated.
- (f) Applies to the registration of over 600,000 land dealings and the creation of more than 40,000 new titles.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	108.3	114.5	101.1	-6.6
<i>Comprising:</i>				
Employee related expenses	40.7	40.8	41.7	2.6
Purchase of supplies and services	63.0	69.1	50.6	-19.7
Depreciation and amortisation	3.5	3.5	4.0	13.1
Capital asset charge	1.0	1.0	1.6	55.2
Other expenses	0.1	0.1	3.3	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Conservation and Recreation

Key Government Outcomes:

- Protecting the State's natural resources for the long term benefit of all Victorians;
- Generating wealth through the sustainable development of industry and natural resources; and
- Improving the quality of life for all Victorians.

Description of the Output Group:

Integrated services which deliver key aspects of the Government's conservation and recreation policy agenda to ensure Victoria's natural assets are enjoyed by both current and future generations. In particular, assisting land managers to maintain and improve biodiversity conservation, management of the parks and reserves system, local ports, coastal reserves and the Alpine Resorts, and provision of opportunities for recreation, tourism and environmental education and research.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
Coastal Planning and Management Services - Strategic planning and management of the Victorian coast to ensure that the coastal and marine environment is managed on a sustainable basis.					
<i>Quantity</i>					
Visitor numbers accessing piers and jetties	millions	nm	5.5	6.9	6.9
Ports under management with an approved risk management plan	per cent	75	100	100	100
Volunteer days in Coast Action programs	number	5 000	3 000	3 000	3 000
<i>Quality</i>					
Coast Action plans prepared ^(a)	number	5	4	4	3
Overall customer satisfaction with pier and jetty services	100 point index	nm	50-55	60-65	60-65
<i>Timeliness</i>					
Victorian Coastal Strategy actions commenced by 30 June	per cent	91	90	86	95
Victorian Coastal Strategy actions completed by 30 June	per cent	20	30	40	65
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	13.9

Conservation and Recreation - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected	2000-01 Target Outcome
Biodiversity Conservation Management Services - Provision of biodiversity conservation on public and private land, licensing, monitoring of standards and scientific services.					
<i>Quantity</i>					
New species listed for protection under the Flora and Fauna Guarantee (FFG) Act	number	0	37	37	50
Protected species, communities and potentially threatening processes with new approved Action Statements under the FFG Act	number	16	20	20	30
Hunting and wildlife licenses managed	number	38 970	35 000	35 000	35 000
<i>Quality</i>					
Proportion of Victoria covered by Additional Ecological Vegetation Community mapping ^(b)	per cent	35	25	25	5
Threatened species with demonstrable improvement	number	26	20	20	20
Proportion of new Land for Wildlife properties which include habitat under-represented in reserve system	per cent	49	20	20	20
Agencies having agreed action plans under the FFG Strategy	number	nm	nm	nm	10
Local government authorities and CMAs assisted with information on the FFG Strategy and incorporating actions into the planning schemes	number	nm	nm	nm	20
<i>Timeliness</i>					
Input to planning approvals process provided within statutory time-frames	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	10.3

Conservation and Recreation - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Park Management Services - Strategic planning, regulation, visitor management and natural resource management of parks and reserves.					
<i>Quantity</i>					
Victoria's land base in protected parks and reserves	per cent	14	16	16	16
Visitor numbers accessing parks services	millions	15	27	29	29
Length of road/track maintained	km	20 485	20 485	14 433 ^(c)	14 433
<i>Quality</i>					
National Parks Act parks with management plans	per cent	100	100	98	100
Overall Customer satisfaction with parks services	100 point index	73	70-75	70-75	70-75
<i>Timeliness</i>					
100 per cent of National Parks Act park management plans submitted	date	complete	Jun 2000	Jun 2000	Jun 2001
20 per cent of priority tasks completed	date	complete	June 2000	Jun 2000	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	143.3

Source: Department of Natural Resources and Environment

Notes:

- (a) *Target reduced due to requirement to review the Coastal Environment Management Program.*
- (b) *85 per cent coverage of the State is expected to have been completed by June 2000, and the program will phase down as total coverage approaches.*
- (c) *The 20 485km measure was a historical estimate. 14 433km is an actual revised length of road under Parks Victoria (PV) management as a result of a joint DNRE/PV road audit.*

Conservation and Recreation - *continued*

Output group costs

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Total costs of output group	174.1	182.3	167.5	-3.8
<i>Comprising:</i>				
Employee related expenses	19.2	19.4	17.1	-11.3
Purchase of supplies and services	21.6	27.4	21.7	0.6
Depreciation and amortisation	6.3	6.3	5.3	-15.8
Capital asset charge	16.9	16.9	16.8	-0.6
Other expenses	110.1	112.2	106.6	-3.2

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Agriculture

Key Government Outcomes:

Revitalising rural and regional Victoria through:

- **sustained food and agriculture export growth** by investing in key knowledge and technology capabilities that drive growth, resulting in significant new investment and employment;
- **sustainable use of Victoria's natural resources** by dramatically improving the information needed to sustain the productive potential and quality of natural resources, combined with innovative policy mechanisms to protect the environment; and
- **stronger and more resilient rural communities** by more effectively engaging people in anticipating, responding to and driving change.

Description of the Output Group:

Delivery of strategic services to the agriculture and food sector that support the revitalising of rural and regional Victoria.

Services include pest, disease and disaster management, product integrity and quality assurance, chemical residue risk management, animal welfare protection, market and trade development, business and value chain facilitation, land and natural resource management systems, research and development (enabling technologies), on-farm management programs, industry training and skills development and information services.

These services address key growth, environmental and social challenges across the agriculture "value-chain" from natural resource management, farm production, food processing through to food quality for consumers.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Services to improve market access, market development and consumer confidence in food and agricultural products - Systems, standards and services to Victoria's food and agriculture sector that enhance market access, market development and consumer confidence including improved product integrity and quality assurance, business and value chain facilitation, pest, disease and disaster management, minimisation of the risk of chemical residues, protection of the welfare of animals, market and trade development and an enhanced policy environment for industry and community growth.

Quantity

Strategic pest, disease and residue control initiatives developed to assist industry to maintain and expand markets	number	nm	4	4	4
Value of new agribusiness exports directly facilitated	\$ million	nm	50	50	50

Agriculture - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Major reforms which conform with state and national policy objectives for national competition, food safety and product integrity completed	number	nm	nm	nm	2
<i>Quality</i>					
Proportion of performance audits by international and national certification authorities meeting required standards	per cent	nm	100	100	100
Compliance with relevant industry standards for chemical use and animal welfare	per cent	nm	>95	>95	>95
<i>Timeliness</i>					
Strategic quality assurance initiatives completed	date	nm	Jun 2000	Jun 2000	Jun 2001
Completion of industry competitiveness initiatives	date	nm	Jun 2000	Jun 2000	Jun 2000
Response time to all pest, disease and disaster incidents	time	nm	nm	nm	<24 hours
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	44.3

Development of next generation technologies for sustainable agriculture - The development of knowledge, technologies, land management practices and agricultural products to build the sustainable and productive farm and processing systems required for the future.

The services delivered include strategic basic and applied research to support agriculture industries and agriculture-environment interactions including product development, improved land and natural resource management systems, laboratory and field monitoring and information services. The services also include provision of technical advice and technical review to support policy development and industry strategic planning.

Quantity

Research and development projects in progress (average)	number	nm	nm	nm	220
Value of external investment by industry in research and development projects	\$ million	14.7	14.7	14.7	14.5

Agriculture - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Commercial technology research and development agreements finalised	number	nm	nm	nm	50
New/improved products or systems available for application	number	nm	nm	nm	5
<i>Quality</i>					
Technical publications in international and peer review journals	number	nm	nm	nm	140
Proportion of national agriculture industry investment funds	per cent	9	8	9	9
Number of applications for publicly owned and protected Intellectual Property	number	nm	nm	nm	5
<i>Timeliness</i>					
Completion of annual project milestones	per cent	nm	nm	nm	>90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	109.9

Community, farm and industry development services - Services to accelerate the implementation of the best practice systems that underpin sustainable and productive food and agriculture industries at both the farm and regional level. This Output directly addresses sustained food and agriculture export growth by engaging people in anticipating, responding to and driving change. The services are developed and delivered in partnership with people in the food and agriculture industries and include industry consultation, on-farm management programs, industry training and skills development, extension and community research and publications, communication and information services.

<i>Quantity</i>					
Community, farm and industry development projects in progress	number	nm	nm	nm	50
Value of external investment by industry in delivery of best practice systems	\$ million	2.5	2.0	2.5	2.5
Increase in the proportion of farmers involved in best practice programs	per cent	nm	nm	nm	4

Agriculture - continued

Major Outputs/Deliverables	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Proportion of national agriculture industry investment funds	per cent	5	4	5	5
Proportion of strategic plans and priorities developed in consultation with industry/community stakeholders.	per cent	nm	nm	nm	>95
<i>Timeliness</i>					
Completion of annual project milestones	per cent	nm	nm	nm	>90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	16.9

Source: Department of Natural Resources and Environment

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	169.1	186.7	171.1	1.2
<i>Comprising:</i>				
Employee related expenses	67.8	67.6	80.7	19.1
Purchase of supplies and services	80.5	91.4	58.0	-28.0
Depreciation and amortisation	6.2	6.2	6.8	9.0
Capital asset charge	12.7	12.7	12.3	-3.4
Other Expenses	1.9	8.8	13.3	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Catchment and Water

Key Government Outcomes:

- Healthier eco-systems and catchments;
- Clean, healthy and safe food and water for the community;
- Stronger and more vibrant rural communities; and
- Increased wealth and investment in land and natural resource based industries.

Description of the Output Group:

Using a strong partnership approach involving communities, statutory authorities and government to achieve healthy rivers and catchments which protect and enhance the environment while supporting sustainable and more productive resource industries and regional communities.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Catchment Information Services - Collecting, analysing and disseminating information about catchment and water management to assist landholders, industries, catchment communities and decision makers to manage and protect these resources to optimise environmental, economic and social outcomes.

Quantity

Indicators of catchment condition developed to report on the quality of land and water resources	number	nm	nm	nm	12
Sites monitored for water quality ^(a)	number	109	109	109	109
Number of people accessing Government-sponsored catchment and water related web sites	number	nm	nm	nm	12 000
Monitoring systems used to record:					
• area of native vegetation protected or rehabilitated	ha	1 600	1 600	1 600	1 600
• area of private forestry established	ha	12 000	18 000	25 000	25 000

Quality

Satisfaction of landholders in targeted areas with the quality of information available for technical support programs for catchment and water management	per cent	nm	nm	nm	70
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Catchment and Water - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actual</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Data capture and reporting system for Victoria's catchment and water managers commissioned	date	nm	nm	nm	Jun 2001
Transect survey system for monitoring pest animal numbers establishment	date	nm	nm	nm	Apr 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	29.7
Community Land and Water Management - Developing community and industry engagement in catchment and water issues by working cooperatively with Landcare groups, community and farmer networks and relevant authorities. Communities are involved in planning, decision making and implementation of changes in land and water management to achieve long term resource protection and enhancement. Community-based and Government-endorsed management plans form the basis of cooperative management of issues such as salinity, river health, native vegetation and pest management.					
<i>Quantity</i>					
Community based catchment and water management plans:					
• New Plans approved	number	nm	nm	nm	29
• Total number of Plans being implemented	number	nm	nm	nm	103
CMA Regional Management Plans developed to implement Regional Catchment Strategies	number	10	10	10	10
Salinity Management Plans reviewed to achieve integrated land and water management	per cent	nm	nm	nm	100
Farmers participating in Landcare area farmer groups	per cent	49	55	55	55
<i>Quality</i>					
Corporate Plans of Water Authorities and Catchment Management Authorities compliant within guidelines and submitted to the Minister within agreed timeframes	per cent	nm	nm	nm	100

Catchment and Water - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Implementation of high priority actions identified in Regional Catchment Strategies for each Catchment Management Authority	per cent	nm	15	51	55
Landholders complying with pest plant and animal control requirements under the Catchment and Land Protection Act within agreed timeframes in targeted areas	per cent	nm	nm	nm	92
Proportion of State:External investment in implementation of land and water management plans ^(b)	ratio	nm	nm	nm	>5.2
<i>Timeliness</i>					
Guidelines updated for preparation of annual Regional Management Plans	date	nm	nm	nm	Nov 2000
Price determination for Victorian water industry agreed	date	nm	nm	nm	Jun 2001
Landcare taskforce report to Minister for continued growth of Landcare movement in Victoria	date	nm	nm	nm	Dec 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	134.7

Catchment and Water Resource Allocation and Access - Development of resource allocation mechanisms and legislation to guide, facilitate and regulate land and water managers and users. New and innovative market-based measures are examined to encourage adoption of sustainable land and water management systems.

Quantity

Volume of the State's water resources covered by tradeable Bulk Water Entitlement orders granted by the Minister	megalitres	4.0	4.3	4.3	4.5
River Basins for which surface water allocations have been determined	number	nm	nm	nm	20
Volume of water permanently traded on water markets	megalitres	nm	nm	nm	20 000

Catchment and Water - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
New wastewater management improvement projects supported	number	nm	nm	nm	29
Major policy/legislative frameworks developed (water industry, Snowy River, farm dams and drinking water)	number	nm	nm	nm	4
<i>Quality</i>					
Water entitlements and allocations determined within agreed timeframes and in accordance with national competition policy ^(c)	per cent	100	100	100	85
Bulk water entitlements being complied with to ensure security of supply and environmental flows	number	nm	nm	nm	100
Stream systems where environmental flow allocations meet agreed objectives	number	nm	nm	nm	31
	per cent	nm	nm	nm	42
Victoria's population receiving water services with acceptable drinking water standards	per cent	nm	nm	nm	85
<i>Timeliness</i>					
Development of major new policy/regulatory frameworks	date	nm	nm	nm	Jun 2001
COAG 3rd tranche assessment for the Victorian water sector completed	date	nm	nm	nm	Jun 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	21.4

Source: Department of Natural Resources and Environment

Notes:

- (a) *Includes 22 sites actively monitored for salinity*
- (b) *External investment largely comprises Commonwealth Natural Heritage Trust and Murray Darling Basin Corporation contributions.*
- (c) *Target reduced due to a delay in finalising arrangements for the metropolitan areas.*

Catchment and Water - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	154.4	150.0	185.8	20.3
<i>Comprising:</i>				
Employee related expenses	32.5	33.4	36.1	10.8
Purchase of supplies and services	83.6	73.3	67.9	-18.7
Depreciation and amortisation	1.3	1.3	3.2	na
Capital asset charge	1.7	1.7	2.1	19.9
Other Expenses	35.3	40.2	76.6	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Aboriginal Reconciliation and Respect

Key Government Outcomes:

- Restoration of Indigenous family and community well-being;
- Reconciliation between Indigenous and non Indigenous Victorians;
- Improved relations between the Aboriginal community and the Government and improved understanding of the 'needs' of the Aboriginal Community, through a "whole-of government" approach to Aboriginal affairs;
- Redress of economic problems;
- Redress of social problems, including the implementation of a comprehensive State response to the recommendations of the Human Rights and Equal Opportunity Commission report Bringing Them Home and the development and implementation of strategies to address the dispossession of Aboriginal land and culture;
- Recognition of Indigenous peoples as the original owners and custodians of our land and achieving a fair and equitable system of land rights;
- Contribution to improved outcomes for Aboriginal Victorians in the areas of health, education and justice;
- Improved awareness and exercise of civil, legal and political rights; and
- Assisting Aboriginal organisations to address the needs of their communities by providing financial resources.

Description of the Output Group:

In partnership with the Aboriginal peoples of Victoria, the development of strategies and the provision of programs that aim to:

- support Aboriginal aspirations for land, culture and natural resources;
- heal the past;
- build an Aboriginal future through economic, social and community development; and
- improve the relationship between Aboriginal peoples, the government and the wider community.

Aboriginal Reconciliation and Respect - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
Policy Advice and Development - Achieving improved outcomes for Kooris through the provision of advice about and the development of whole-of-government policy concerning planning frameworks, service provision, legislation and inter-governmental relations and processes. This output also includes the provision of services and advice to the Minister.					
<i>Quantity</i>					
Draft Victorian Government Reconciliation response completed	number	nm	nm	nm	1
Annual Aboriginal Affairs report tabled in Parliament	number	nm	nm	nm	1
Victorian Aboriginal cultural heritage strategy discussion paper developed	number	nm	nm	nm	1
<i>Quality</i>					
Maximum percentage of submissions, reviews and/or briefs returned for clarification	per cent	nm	nm	nm	5
Ministerial correspondence, briefs, speeches, press releases, Parliamentary briefs and questions accepted by Minister	per cent	95	85	95	95
Maximum proportion of briefs returned for clarification	per cent	nm	nm	nm	5
<i>Timeliness</i>					
Proportion of advice to Government provided within requested timeframes	per cent	nm	nm	nm	95
Briefs completed within agreed time frames	per cent	95	85	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.9
Administration of Legislation - The provision of advice on, and the application of regulations under, Aboriginal cultural heritage legislation.					
<i>Quantity</i>					
Excavation permits issued	number	nm	nm	nm	20
Sites/places added to Victorian Aboriginal Site Register	number	nm	nm	nm	650

Aboriginal Reconciliation and Respect - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actual	1999-00 Target	1999-00 Expected	2000-01 Target Outcome
<i>Quality</i>					
Proportion of archaeological surveys conducted in accordance with requirements	per cent	nm	nm	nm	95
<i>Timeliness</i>					
Proportion of referrals, permits processed within agreed timeframes	per cent	nm	nm	nm	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.6

Provision of Services - In partnership with the Victorian Aboriginal community:

- building the capacity of communities and their organisations; and
- the development and implementation of programs for the protection, management and awareness of Aboriginal cultural heritage.

Quantity

Community Infrastructure: feasibility studies	number	nm	nm	nm	8
Community Infrastructure: major projects	number	nm	nm	nm	4
Cultural heritage: major works/ management plans	number	nm	nm	nm	8
Regional cultural heritage: organisations supported	number	nm	nm	nm	5
Koori Business Network: meetings/events	number	nm	nm	nm	20
Koori Community Fund grants approved	number	nm	nm	nm	10

Quality

Cyclical building maintenance: proportion of high priority work completed	per cent	nm	nm	nm	100
Cultural heritage: proportion of major works / management plans endorsed by community	per cent	nm	nm	nm	100

Aboriginal Reconciliation and Respect - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
<i>Timeliness</i>					
Community Infrastructure: proportion of feasibility studies completed in agreed timeframe	per cent	nm	nm	nm	75
Cultural heritage: major works/management plans-proportion of projects completed in agreed timeframe	per cent	nm	nm	nm	75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	6.1

Source: Department of Natural Resources and Environment

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	9.3	10.3	9.6	4.0
<i>Comprising:</i>				
Employee related expenses	3.7	3.7	3.7	-1.8
Purchase of supplies and services	2.6	3.4	3.0	16.0
Depreciation and amortisation	0.1	0.2	0.2	47.9
Capital asset charge	0.1	0.0	0.0	-48.0
Other Expenses	2.8	3.0	2.8	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position, cash flow statement for the Department as well as tables detailing the authority for resources and the payments on behalf of the State made by the Department.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.5.2 –Operating Statement** – provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.5.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.5.4 – Cash Flow Statement** – shows all movements of cash, that is, cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.5.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	674.3	696.8	703.0	4.2
Section 29 receipts -Commonwealth	50.4	50.7	50.1	- 0.6
-Other	30.5	31.3	31.3	2.5
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	110.9	114.3	120.3	8.5
Total	866.2	893.1	904.7	4.4
Operating expenses				
Employee related expenses ^(d)	240.6	246.8	257.7	7.1
Purchases of supplies and services ^(e)	381.3	409.1	335.8	- 11.9
Depreciation and amortisation	25.1	25.2	27.2	8.2
Capital assets charge	69.3	69.3	71.4	2.9
Other expenses	153.7	179.5	222.8	44.9
Total	870.1	929.8	914.8	5.1
Operating surplus/deficit before revenue for increase in net assets	- 4.0	- 36.7	- 10.1	na
<i>Add:</i>				
Revenue for increase in net assets	25.0	19.3	27.1	8.1
Section 29 Receipts - asset sales	5.6	5.0	5.0	- 10.7
Operating surplus/deficit	26.7	- 12.4	22.0	- 17.6
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	33.0	32.0	34.7	5.4
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	227.3	265.8	256.7	13.0
Less revenue transferred to Consolidated Fund	- 227.3	- 265.7	- 256.7	12.9
Total	32.9	32.0	34.8	5.8
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	17.3	17.2	19.3	11.4
Other expenses	9.9	13.6	8.3	- 15.7
Total	27.2	30.8	27.6	1.5
Operating surplus/deficit	5.7	1.2	7.2	26.3

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1999-00 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax.
- (e) Includes payments to non-government organisations for delivery of services.

Operating revenue is projected to increase by \$39 million, (4.4 per cent) in 2000-01 compared to the 1999-2000 Budget as a result of:

- funding new election commitments of \$48 million;
- additional funding of \$53 million to meet unavoidable pressures arising in key service delivery areas; and
- increases in trust funds and working accounts relating to Parks and Reserves, Forest Logging and EPA's Resource Recovery Account.

Partly offset by:

- the programmed cessation of a number of initiatives in 2000-01, including Y2K and Gippsland Flood Mitigation; and
- other savings required of the department as part of election commitments.

The above explanations also apply to movements in Operating Expenses.

The 1999-2000 revised operating revenue is \$27 million or 3.1 per cent higher than budgeted due to:

- the provision of additional funding for election commitments of \$20 million; and
- funding for other unavoidable pressures of \$29 million.

Partly offset by:

- underspending of \$16 million largely relating to the fire season being less severe than anticipated and less than expected receipts for externally funded projects.

A full list of funding provided to DNRE can be found in Appendix B of *Budget Paper No.2*.

DNRE's revised operating position reflects the drawing down of previous operating surpluses in 1999-2000.

DNRE's approved asset investment program in 2000-01 is \$60 million. The program will be funded from a combination of proceeds from asset sales, accumulated depreciation revenue and a capital contribution from government of \$27 million.

Table 2.5.3: Statement of Financial Position

(\$ thousand)

	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Assets					
Current Assets					
Cash	- 7 598	- 7 618	- 7 496	- 7 496	- 1.6
Investments	6	6	6	6	..
Receivables	11 588	11 588	13 531	15 743	35.9
Prepayments	3 158	3 158	3 165	3 165	0.2
Inventories	9 661	9 661	8 853	8 853	- 8.4
Other Assets	..	..	..	..	..
Total Current Assets	16 815	16 795	18 059	20 271	20.7
Non-Current Assets					
Investments	..	..	..	..	..
Receivables ^(b)	145 206	154 854	111 174	107 570	- 30.5
Fixed Assets	2 468 682	2 493 362	2 460 214	2 487 063	- 0.3
Other Assets	..	..	..	..	..
Total Non-Current Assets	2 613 888	2 648 216	2 571 388	2 594 633	- 2.0
Total Assets	2 630 703	2 665 011	2 589 447	2 614 904	- 1.9
Liabilities					
Current Liabilities					
Payables	20 862	20 862	21 347	21 347	2.3
Borrowing	..	..	..	..	..
Employee Entitlements	20 282	20 822	21 066	21 882	5.1
Superannuation	..	..	..	..	..
Other Liabilities	1 265	1 265	1 277	1 277	0.9
Total Current Liabilities	42 409	42 949	43 690	44 506	3.6
Non-Current Liabilities					
Payables	..	..	..	..	..
Borrowing	..	..	..	..	..
Employee Entitlements	58 857	65 937	61 094	63 741	- 3.3
Superannuation	..	..	..	..	..
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	58 857	65 937	61 094	63 741	- 3.3
Total Liabilities	101 266	108 886	104 784	108 247	- 0.6
Net Assets	2 529 437	2 556 125	2 484 663	2 506 657	- 1.9

Table 2.5.3: Statement of Financial Position - continued

(\$ thousand)					
As at 30 June					
	1999	2000	2000	2001	Variation ^(a)
	Actual	Budget	Revised	Budget	%
<i>Administered items</i>					
Assets					
Current Assets					
Cash	294	294	294	294	..
Investments	1 885	1 758	1 885	1 885	7.2
Receivables	20 895	20 895	20 895	20 895	..
Total Current Assets	23 074	22 947	23 074	23 074	0.6
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	14 309	14 085	14 059	13 920	- 1.2
Fixed Assets	168 909	174 959	170 361	177 698	1.6
Total Non-Current Assets	183 218	189 044	184 420	191 618	1.4
Total Assets	206 292	211 991	207 494	214 692	1.3
Liabilities					
Current Liabilities					
Payables	2 562	2 562	2 562	2 562	..
Total Current Liabilities	2 562	2 562	2 562	2 562	..
Non-Current Liabilities					
Total Non-Current Liabilities	..	..	..	..	..
Total Liabilities	2 562	2 562	2 562	2 562	..
Net Assets	203 730	209 429	204 932	212 130	1.3

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Statement of Financial Position

The Statement of Financial Position indicates a decrease in the fixed asset balance of \$6 million from June 2000 to June 2001. This principally reflects the change to the opening balance for road infrastructure that had been previously overstated, offset by the impact of the Department's approved asset investment program, including \$16 million for new asset investments in 2000-01.

The reduction in non-current receivables of \$47 million largely reflects the drawing down of previous operating surpluses.

The movement in current receivables of \$4 million or 35.9 per cent relates primarily to the EPA's increase in estimated licence and fees payable revenue.

Table 2.5.4: Cash Flow Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	674.3	696.8	703.0	4.2
Receipts from State Government -increase in net asset base	25.0	19.3	27.1	8.1
Section 29 Receipts - Commonwealth	..	..	..	..
- Other	30.5	31.3	31.3	2.5
- Asset Sales	5.6	5.0	5.0	-10.7
Other Commonwealth grants	50.4	50.7	50.1	-0.6
Other	110.9	112.3	118.1	6.5
	896.8	915.4	934.6	4.2
Operating payments				
Employee Related Expenses	- 233.0	- 243.8	- 254.2	9.1
Purchases of Supplies and Services	- 381.3	- 407.7	- 335.8	-11.9
Interest and finance expenses	..	..	..	..
Capital Assets Charge	- 69.3	- 69.3	- 71.4	2.9
Current grants and transfer payments	- 151.0	- 173.2	- 200.0	32.5
Capital grants and transfer payments	- 2.8	- 6.1	- 22.8	na
Net Cash flows from operating activities	59.4	15.3	50.4	-15.1
Cash flows from investing activities				
Purchases of investments	..	..	- 5.0	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	5.6	5.0	5.0	-10.7
Purchases of non-current assets	- 55.4	- 54.2	- 59.0	6.5
Net Cash flows from investing activities	- 49.8	- 49.2	- 59.0	18.5
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 9.6	34.0	8.6	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 9.6	34.0	8.6	na
Net Increase/Decrease in Cash Held	- 0.0	0.1	0.0	na
Cash at beginning of period	- 7.6	- 7.6	- 7.5	-1.9
Cash at end of period	- 7.6	- 7.5	- 7.4	-2.5

Table 2.5.4: Cash Flow Statement - continued

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	33.0	32.0	34.7	5.4
Other Commonwealth grants	..	..	..	..
Other	227.3	265.8	256.7	13.0
	260.2	297.7	291.5	12.0
Operating payments				
Purchases of Supplies and Services	- 17.3	- 17.2	- 19.3	11.4
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	..	..	..	..
Capital grants and transfer payments	- 9.9	- 13.6	- 8.3	- 15.7
Other	- 227.3	- 265.7	- 256.7	12.9
Net Cash flows from operating activities	5.7	1.2	7.2	26.3
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Cash flows from investing activities	..	..	..	..
Cash flows from financing activities				
Net increases in balances held with Government	0.1	0.1	- 0.0	na
Net Cash flows from financing activities	0.1	0.1	- 0.0	na

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Statement of Cash Flows

2000-01 Operating receipts are budgeted to increase by \$38 million or 4.2 per cent over 1999-2000. This is attributable to additional funding for election commitments and other emerging pressures, offset by the programmed cessation of a number of initiatives in 2000-01, including Y2K, Gippsland Flood Mitigation and savings required of the department to implement the Government's election commitments. Further details can be found in the discussion of the Operating Statement. The change in net increases in balances held with Government in 1999-2000 largely reflects the drawing down of previous operating surpluses.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.5.5: Authority for Resources

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	699.4	727.8	746.6	6.8
Receipts credited to appropriations	86.6	87.0	86.4	- 0.1
Unapplied previous years appropriation	33.0	20.2	18.1	- 45.0
Accumulated surplus - previously applied appropriation	..	47.4	8.0	..
Gross Annual appropriation	818.9	882.4	859.2	4.9
Special appropriations	..	..	..	..
Trust funds	116.7	119.7	125.5	7.6
Non public account and other sources	..	..	..	..
Total Authority	935.6	1 002.1	984.7	5.3

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

Payments on behalf of the State

Payments on behalf of the State are payments made by the department on behalf of the State Government as a whole and do not directly reflect the operations of the department. They are usually on-passed or administered by the State.

Table 2.5.6: Payments made on behalf of the State

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Murray Darling Basin Contribution	15.3	15.3	17.5	14.3
Timber Promotion Council Trust Fund	1.7	1.6	1.6	- 5.8
Wimmera Mallee Pipeline	2.8	5.6	2.7	- 2.6
Grants to Sewerage and Water Authorities	8.8	6.5	8.5	- 3.8
Other Grants	4.3	3.0	4.4	1.8
Total	32.9	32.0	34.7	5.3

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

DEPARTMENT OF PREMIER AND CABINET

PART 1: OUTLOOK AND OUTPUTS

Overview

The mission of the Department of Premier and Cabinet is to facilitate achievement of the Government's vision for Victoria through leadership in:

- policy advice;
- partnerships; and
- implementing key policies, projects and activities.

The Department will achieve its mission through its principal objectives which are to:

- contribute to the informed decision making of Government through the highest quality policy advice;
- provide support to the Premier, Ministers, Cabinet and the Governor-in-Council in attending to their administrative, parliamentary and governance responsibilities;
- ensure effective working relationships with Commonwealth, State and Territory governments and with governments of other nations;
- manage the Government's involvement in special events, arrangements for official visits and services recognising the significant achievements and special celebrations of individual Victorians;
- enhance the Government's capacity to ensure that Victorians are kept informed of key issues, and that relevant government information is easily available to all;
- manage the Community Support Fund for the benefit of the Victorian community;
- effectively implement the New Solutions for a Multicultural Victoria policy;

- continually improve outcomes for all Victorian women through effective government policies, practices and programs; and
- effectively implement the Making Victoria the Cultural Centre of Australia policy.

Scope and Coverage

The Output Groups and financial information include consolidated information for the Department's five core areas:

- the Cabinet Office;
- the Office of State Administration;
- the Office of Women's Policy;
- the Victorian Office of Multicultural Affairs; and
- Arts Victoria and the arts agencies.

In addition the information encompasses five portfolio agencies:

- the Office of the Governor;
- the Office of Public Employment;
- the Office of the Ombudsman
- the Office of the Chief Parliamentary Counsel; and
- the Victorian Multicultural Commission.

Overall cost information includes corporate costs distributed as overheads across all output groups. The Premier's Private Office and Ministerial offices costs are included in the Policy Advice and Development output group.

Review of 1999-2000

In an eventful year the Department achieved key tasks including:

- providing high quality policy advice on a range of issues to the Premier, Cabinet and Cabinet Committees such as greenhouse policy, completion of the dairy regulation process, and negotiating with the Commonwealth and advising on the referendum on the republic;
- facilitating departmental reviews and corporate infrastructure reviews of Victoria Police and the Departments of Education and Human Services and a review of the Victorian Relief Committee;
- coordinating the delivery and evaluation of the Turning the Tide drugs strategy; and

- coordinating the Secretaries' Working Party reviewing construction and refurbishment of hospitals with private sector involvement.

It also played a leading role in preparing for and responding to key risks such as:

- coordinating whole of government contingency planning for Y2K-related events through the Central Government Response Committee; and
- the Yallourn electricity dispute and electricity shortages, by preparing documentation to give effect to and to exercise emergency powers.

The Department played a major role in preparing for the September 1999 State election and supporting the in-coming Government by:

- providing whole of government advice on the application of the caretaker conventions during the election and extended caretaker periods;
- coordinating the preparation of incoming government briefs during the election;
- assisting with establishing machinery of government changes and new governance arrangements for the conduct of government business;
- conducting a review of the organisational structure of the Department to ensure it is capable of meeting the new demands of the new Government; and
- supporting the election commitments of the new government such as: new arrangements to apply to the Community Support Fund, enacting the Audit (Amendment) Act, establishing and monitoring the Metropolitan Ambulance Service Royal Commission and establishing the audit review of major contracts.

These activities were conducted using resources allocated under the Strategic Leadership output group.

During the year the Victorian Office of Multicultural Affairs (VOMA) was created and the Multicultural Affairs Cabinet Committee (MACC) established to drive a whole of government approach to multicultural affairs. The role of the Victorian Multicultural Commission (VMC) was enhanced to further its consultative role with ethnic communities and its grants programs were supplemented in accordance with election commitments.

Arts Victoria coordinated Victoria's response to the Commonwealth Major Performing Arts Inquiry, conducted a corporate governance review of the State-owned arts agencies, delivered the Victoria-wide New Millennium's Eve program and, in partnership with the Australia Council, completed a joint research project into international performance arts touring. Among the arts

agencies, major work included the completion and opening of the Planetarium at Scienceworks, the Victorian Archives Centre and the National Gallery of Victoria on Russell Street. As part of machinery of Government changes, responsibility for Cinemedia was transferred to Arts Victoria. Arts Victoria's programs were re-aligned to deliver the new Government's policy initiatives and new program guidelines were launched. An industry taskforce was established to review the Victorian film and television production industry.

Following the election, and in accordance with the new Government's policy, the Office of Women's Affairs was relocated to the Department in January 2000 and renamed the Office of Women's Policy.

The calling of the election and the lengthy period of caretaker government in 1999 contributed to a downturn in the number of legislative amendments and Statutory Rules made, hence the 1999-00 printing targets for Office of the Chief Parliamentary Counsel were not met. However, it is anticipated that by the end of the year, 1000 electronic versions of Acts and Statutory Rules will have been published. This will be a new performance measure for 2000-01.

The Office of Public Employment continued to promote and monitor application of employment and conduct principles and support better practice under the *Public Sector Management and Employment Act 1998*. The role of the Office is reflected in the new and condensed output statement for 2000-01.

2000-01 Outlook

In 2000-01 key tasks of the Department include:

- assisting the development and implementation of changes to Cabinet processes, development of community engagement and partnering in government decision-making and implementation of the Government's employment policies;
- coordinating a whole of government response to the national reconciliation agenda in the lead up to the Centenary of Federation and to the outcomes of the *Growing Victoria Together* summit. This includes establishing the Victorian Economic and Social Advisory Council and developing benchmarks to measure government performance in critical areas of social well-being; and
- establishing and advising on the proposed Constitutional Commission and supporting the review of the *Public Sector Management and Employment Act 1998*.

Changes to output statements

There will be a strengthening of the department's long term policy development and capacity to conduct research on issues, for example, such as social inclusion. This capacity is reflected in a new output within the renamed Policy Advice and Development output group, which replaces the Strategic Leadership output group.

Performance measures for the Community Support Fund output group have been enhanced to better describe the activities of the CSF Unit and to separately identify fund administration. In previous years the total output group costs were based on total fund revenue, which based on current arrangements for the gaming industry are \$90m in 1999-2000 and \$101m in 2000-01. From the 2000-01 Budget the output groups costs now exclude the funds provided for grants to better reflect the cost of the outputs provided in this output group.

Within multicultural affairs, VOMA will assist the Government in implementing new policy initiatives including an education and awareness campaign for the proposed legislation to combat racial vilification, and monitoring the responsiveness of government services to cultural diversity. The VMC will undertake an expanded consultative process and advise the government on cultural heritage. The revised output statement for multicultural affairs reflects the separate roles of VOMA and VMC and the increased outputs expected from their enhanced roles.

The Office of Women's Policy will release a whole of government Forward Plan for Women in May 2000, detailing the initiatives and services to be provided over the next 4 years. The outcomes of the Forward Plan will be assessed to determine the impact of the Government's funding. The increased activities of the Office are reflected in the revised output statement for the coming year.

A new policy implementation framework for the Arts is to be developed, and the new regional arts infrastructure strategy will be implemented. Where appropriate recommendations arising from the Commonwealth's Major Performing Arts Inquiry will be taken into consideration. The coming year will see the opening of the Sidney Myer Music Bowl, Melbourne Museum, and Cinemedia and National Gallery of Victoria - Australian Art at Federation Square. A new output statement, Cultural and Arts Environment, replaces the previous Implementation of Arts 21 statement. The new statement includes performance measures for the new policy strategies and for service delivery by the State's flagship cultural agencies following a period of significant investment in these assets. Re-development of the Malthouse Plaza will commence and the Meat Market will be re-opened.

Within the Office of the Chief Parliamentary Counsel, an increased number of Parliamentary sitting days and the new Government's settling into office is expected to increase legislative activity and, consequently, the number of Bills and Statutory Rules compared to 1999-00.

Legislation to protect whistleblowers in the Victorian public sector is proposed to be enacted during the year. The legislation will increase the responsibilities of the Ombudsman who will be charged with investigating resultant cases. A new performance measure for this responsibility has been included in the output statement. Increases in the general jurisdiction output are expected due to the renewal of the Ombudsman's responsibility for complaints against the State Trustees Office and for auditing of City Link toll records.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output group. The table below summarises the total cost for each output group.

Table 2.6.1: Output group summary

	(\$ million)			Variation ^(a)	
	1999-00 Budget	1999-00 Revised	2000-01 Budget		%
Policy Advice and Development	48.1	44.9	43.8	- 9.1	
Protocol and Events Management Services	2.7	2.7	3.0	11.6	
Government Information and Communications	7.3	7.3	7.2	- 1.7	
Community Support Fund	0.9	0.9	0.9	0.6	
Multicultural Affairs	3.0	3.4	4.9	63.5	
Arts and Cultural Environment	217.8	222.2	283.5	30.2	
Women's Policy	..	1.1	1.7	..	
Public Sector Employment and Conduct Principles	4.0	4.0	3.4	- 12.8	
Ombudsman	2.9	2.9	3.2	11.9	
Legislative Drafting and Publishing Services	3.2	3.2	3.2	- 0.3	
Advice and Support to the Governor	5.7	5.7	6.1	6.8	
Total	295.5	298.1	360.8	22.1	

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Policy Advice and Development

Key Government Outcomes:

- Restoring democracy
- Improved services
- Growing all of Victoria
- Transparency and accountability

Description of the Output Group:

Provision of advice to the Premier and Cabinet on achieving the Government's four key outcomes. This involves advice on issues as they arise, policy co-ordination and analysis, consultation with key internal and external stakeholders and leadership in long term policy development and research.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Advice - Provision of advice to the Premier and Cabinet on all aspects of Government policy and activity with a focus on key state and national issues to achieve key Government objectives. This includes strategic policy co-ordination and advice on issues having a whole of government focus. Also included are costs of Private Office and Ministerial Offices.

Quantity

Capacity to provide advice (staff hours)	number	113 859	113 859	91 644	111 848
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Quality

Advice meets internal quality standards	per cent	85	100	90	100
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Timeliness

Agreed timelines, milestones or schedules met	per cent	90	90	90	100
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Cost

Total output cost:	\$ million	na	na	na	27.8
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Support to Premier, Ministers and Cabinet - Provision of support to the Premier, Ministers and Cabinet in their administrative, governance and Parliamentary roles. This includes briefings for Parliamentary questions and questions on notice, replies to correspondence received by the Premier, administrative assistance for the functions and process of Cabinet and Cabinet Committees, and consultation with internal and external stakeholders. Also included are costs of Ministerial drivers service.

Quantity

Capacity to provide administrative support services (departmental staff hours)	number	19 707	19 836	19 334	19 334
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Policy Advice and Development - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Briefings and documents meet internal quality standards	per cent	90	100	90	100
<i>Timeliness</i>					
Agreed timelines, milestones or schedules are met	per cent	90	90	90	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	14.5
Long term policy development and research - Provision to the Premier and Cabinet of advice on long term implications of government policy and research of emerging issues and trends.					
<i>Quantity</i>					
Capacity to provide support services (staff hours)	number	nm	nm	nm	14 592
<i>Quality</i>					
Advice meets internal quality standards	per cent	nm	nm	nm	100
<i>Timeliness</i>					
Agreed timelines, milestones or schedules met	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.7
Freedom of Information services - Information provided in response to requests under the <i>Freedom of Information Act 1982</i> .					
<i>Quantity</i>					
Volume of applications processed	number	19	40	94	100
Capacity to provide support services (staff hours)	number	3 174	3 174	2 253	2 880
<i>Quality</i>					
Decisions upheld by internal reviews	per cent	90	90	90	90
Decisions upheld by tribunals and courts	per cent	90	90	90	90
<i>Timeliness</i>					
Statutory time limits met	per cent	90	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.8

Source: Department of Premier and Cabinet

Policy Advice and Development - *continued*

Output group costs

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Total costs of output group	48.1	44.9	43.8	- 9.1
<i>Comprising:</i>				
Employee related expenses	16.6	20.8	24.5	48.0
Purchase of supplies and services	23.2	11.3	10.5	- 54.8
Depreciation and amortisation	2.7	2.7	3.0	10.9
Capital asset charge	2.5	2.5	4.5	80.2
Other expenses	3.2	7.5	1.2	- 60.5

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Protocol and Events Management Services

Key Government Outcomes:

Protocol and events management services are provided to the satisfaction of the Government

Description of the Output Group:

Management of the Government's involvement in special events, arrangements for official visits and services recognising the significant achievements and special celebrations of individual Victorians

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Events and Visits Management Services - Management of:

- the Government's involvement in annual special events e.g. Grand Prix, Spring Racing Carnival and Australia Day celebrations;
- the Premier's hospitality at official functions;
- arrangements for official visits by Heads of State, Heads of Government and Ministerial and Ambassadorial visits, including security arrangements and diplomatic/consular liaison; and
- the Government's overseas and domestic travel policies, advice, logistics and passport systems.

Quantity

Level of official visitor engagements within Australia which are directly related to Victoria	per cent	85	50	50	75
Level of media promotion of special events by all major media outlets	per cent	75	65	70	75

Quality

Sensitive visitor dignity security achieved	per cent	100	100	100	100
Level of support from the public for all special events which are a departmental responsibility	per cent	95	95	95	95
Guest lists meet the Government's target audiences	per cent	100	90	90	90

Timeliness

Timely delivery of events and visit arrangements	per cent	100	100	100	100
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Cost

Total output cost:	\$ million	na	na	na	1.7
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Protocol and Events Management Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Celebration/Recognition management - Management of services provided for awards, honours, recognition of significant achievements and special celebrations for individual Victorians.					
<i>Quantity</i>					
High quality nominations to be available for the bi-annual meeting of the Public Service Medal Committee	number	27	25	25	25
<i>Quality</i>					
Provision of honours and awards support to the satisfaction of the Premier and the Office of the Governor General	per cent	100	100	100	100
Congratulatory messages and promotional material are relevant and accurate	per cent	100	100	100	100
<i>Timeliness</i>					
Congratulatory messages and promotional material are delivered on time	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.3

Source: Department of Premier and Cabinet

Output group costs

	(\$ million)			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Total costs of output group	2.7	2.7	3.0	11.6
<i>Comprising:</i>				
Employee related expenses	0.6	0.6	0.6	..
Purchase of supplies and services	2.1	2.1	2.4	14.5
Depreciation and amortisation	0.0	0.0	0.0	..
Capital asset charge	0.0	0.0	0.0	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Government Information and Communications (GIC)

Key Government Outcomes:

- To provide information to all Victorians regarding the Government's policies, programs and services. To assist all Victorians to access Government information in a format that most suits their needs.
- To better inform all Victorians regarding new policies, programs and services, and key issues under consideration by the Government. To provide a coherent, consistent perspective from which to develop whole of Government communications programs. To support the delivery of Government communications.
- To support the development of a best practice approach across all Government Departments and agencies, enhancing their capacity to develop information products and services.

Description of the Output Group:

Services to the Premier, government departments and the Victorian community in the areas of:

- information and communication policy standards and guidelines;
- information material and publications; and
- communications programs.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Communications and Programs - Provides an information service for electronic, telephone, mail and personal enquires; electronic access to information and publications regarding Government activities and functions; legislation, mapping products and other government publications, and implementation of communication and information programs and activities across Government.

Quantity

Public contacts per officer	Average number per day	27	27	27	28
Degree of awareness of GIC program/ policies within core Government	per cent	nm	nm	70	75
Increase in outreach activities	per cent	5	5	5	5
Quality					
Public client satisfaction measured through feedback	per cent	nm	nm	80	85
Departmental client satisfaction measured through feedback	per cent	nm	nm	75	80
Public outreach client satisfaction measured through feedback	per cent	nm	nm	80	85

Government Information and Communications - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Turnaround times for public information provision are met	per cent	nm	nm	90	90
Nominated reporting dates are met	per cent	nm	nm	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.4
Standards, Policies and Processes - The development of best practice in government communication and information through the provision of policies, standards and guidelines, and the creation of tools and resources for all Government Departments and agencies.					
<i>Quantity</i>					
Research and development (staff hours)	number	nm	nm	6 000	6 000
Develop communications resource products in response to identified Government requirements	per cent	nm	nm	75	75
<i>Quality</i>					
Stakeholder feedback on strategic advice	per cent	nm	nm	80	85
Departmental client/stakeholder satisfaction measured through feedback	per cent	80	80	80	85
<i>Timeliness</i>					
Nominated reporting dates are met	per cent	nm	nm	70	70
Products developed within identified time frames	per cent	nm	nm	70	70
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.8

Source: Department of Premier and Cabinet

Government Information and Communications - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	7.3	7.3	7.2	- 1.7
<i>Comprising:</i>				
Employee related expenses	2.2	2.2	2.2	..
Purchase of supplies and services	4.9	4.9	4.8	- 2.4
Depreciation and amortisation	0.2	0.2	0.2	..
Capital asset charge	0.0	0.0	0.0	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Community Support Fund (CSF)

Key Government Outcomes:

- Grants approved from the CSF aim to return benefits to the community in line with the legislation and Government policy.
- Grants allocated from the CSF address issues relating to problem gambling, drug initiatives, financial counselling, youth, arts, sport and tourism.
- Promotion of the CSF aims to ensure that the broader community are informed of the opportunities to access funding.

Description of the Output Group:

- Management of the grants process for the CSF; and
- Promoting community and Government awareness of the CSF.

The Community Support Fund provides for the distribution of a portion of electronic gaming machines revenue towards projects providing for the development of quality community infrastructure and services.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Management of grants process - assessment of all grant applications, making appropriate recommendations to the CSF Cabinet Committee based on set criteria, ensuring projects are monitored, and evaluating projects that have received grant funding.					
<i>Quantity</i>					
Number of applications received	number	194	nm	150	200
Proportion of applications approved	per cent	36	nm	nm	50
Performance agreements, including performance benchmarks, established for all approved grants	per cent	100	nm	100	100
Projects monitored and evaluated against performance agreements	per cent	100	100	100	100
Annual reporting of CSF grant recipients	number	nm	nm	nm	1
<i>Quality</i>					
Projects delivered against performance benchmarks	per cent	100	nm	100	100
<i>Timeliness</i>					
Satisfactory acquittals obtained for all projects	per cent	95	nm	95	100
Grant reimbursement requests processed within seven working days	per cent	98	nm	98	100
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Community Support Fund - continued

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Reporting dates meet performance agreement timelines	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.8
Community and Government agency awareness - Advice on CSF funding and programs is provided to prospective applicants through the presentation of seminars, site visits, face to face meetings, media releases and publications. Disseminates information about the projects and the CSF's activities and promotes it to the wider community.					
<i>Quantity</i>					
Number of public events promoting grants program	number.	43	15	30	35
Outlets carrying application kits	number	219	219	219	219
<i>Quality</i>					
Proportion of applications that meet funding criteria	per cent	nm	nm	nm	55
<i>Timeliness</i>					
5 day turnaround time on information requests from potential applicants	per cent	100	100	100	100
<i>Cost</i>					
Total output cost: ^(a)	\$ million	na	na	na	0.1

Source: Department of Premier and Cabinet

Notes:

(a) Total output cost reflects fund administration costs only and does not include grants.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	0.9	0.9	0.9	0.6
<i>Comprising:</i>				
Employee related expenses	0.5	0.5	0.5	..
Purchase of supplies and services	0.4	0.4	0.4	1.3
Depreciation and amortisation	0.0	0.0	0.0	..
Capital asset charge	..	..	..	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Multicultural Affairs

Key Government Outcomes:

A whole of government approach to multicultural issues that ensures government and government funded programs and services are responsive to, reflective of and accessible by Victoria's culturally diverse community.

Description of the Output Group:

- Monitoring of government departments' responsiveness to Victorians from non-English speaking backgrounds;
- Co-ordinating a whole of government approach to multicultural issues including:
 - provision of advice to Government on multicultural issues;
 - promotion of improved communication and enhanced consultation with ethnic communities;
 - introduction of legislative remedies and education strategies to combat racial vilification;
 - encouraging the participation of ethnic communities in community life through the administration of grants programs.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Advice - Advice to Ministers, Parliamentarians and government agencies on community issues and inclusive service delivery.					
<i>Quantity</i>					
Briefs provided	number	404	370	400	420
<i>Quality</i>					
Survey of satisfaction levels	per cent	85	85	85	85
Policy briefs returned for clarification	per cent	<10	<5	<5	<5
<i>Timeliness</i>					
Responses to requests for briefs by nominated due date	per cent	90	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.8

Multicultural Affairs - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Access and communication - Education campaign for legislation to combat racial vilification and promotion of improved communication with ethnic communities. Whole of government approach driven by Multicultural Affairs Cabinet Committee serviced by the Victorian Office of Multicultural Affairs (VOMA). Language Allowance grants program to promote recognition of bilingual skills in the workforce and a grant to the Ethnic Community Councils of Victoria (ECCV) to support Government multicultural policy directions.					
<i>Quantity</i>					
Education/communication strategies in place	number	nm	nm	nm	3
Language Allowance funds allocated	per cent	21	70	30	70
<i>Quality</i>					
Awareness of campaign messages by target groups	level	nm	nm	nm	high
ECCV funds allocated according to agreed priorities	per cent	nm	nm	nm	100
<i>Timeliness</i>					
Education/communication strategies meet timelines	per cent	nm	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.4
Community Consultation - Enhanced consultation with ethnic communities and the provision of independent advice to Government through the VMC.					
<i>Quantity</i>					
Consultations and forums with community groups	number	nm	nm	nm	30
Quarterly reports provided to Premier	number	nm	nm	nm	4
<i>Quality</i>					
Community satisfaction with consultation	per cent	nm	nm	nm	70
<i>Timeliness</i>					
Submission of reports by due date	per cent	nm	nm	nm	75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.1

Multicultural Affairs - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Community Grants - Community grants program administered by the VMC.					
<i>Quantity</i>					
VMC Grants funds allocated	per cent	100	100	100	100
<i>Quality</i>					
Use of grants monitored	per cent	100	100	100	100
<i>Timeliness</i>					
Grants allocated by target date	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.6

Source: Department of Premier and Cabinet

Output group costs

	(\$ million)			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Total costs of output group	3.0	3.4	4.9	63.5
<i>Comprising:</i>				
Employee related expenses	0.8	0.8	1.2	52.7
Purchase of supplies and services	0.9	1.1	1.9	na
Depreciation and amortisation	0.0	0.0	0.0	41.2
Capital asset charge	0.0	0.0	0.0	..
Other expenses	1.3	1.5	1.8	42.4

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Arts and Cultural Environment

Key Government Outcomes

All Victorians have the opportunity to participate in and enjoy a diverse range of quality arts and cultural experiences.

Description of the Output Group

Promotion of a better society in Victoria through the effective implementation of *Making Victoria the Cultural Centre of Australia* policy.

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Cultural product and arts development - Financial support for the creation of arts product, viability of arts organisations and development of artists.					
<i>Quantity</i>					
Programs to generate and develop arts product	number	5	5	5	5
Application forms received	number	nm	nm	nm	950
<i>Quality</i>					
Success measures of cultural and arts development projects achieved	per cent	nm	nm	95	90
Understanding of grants application and assessment process rated as Good or Excellent by applicants	per cent	53	nm	60	65
<i>Timeliness</i>					
Arts Development applications processed for Ministerial consideration	days	nm	nm	< 60	< 60
All other project applications processed for Ministerial consideration	days	nm	nm	< 40	< 40
Performance and grant agreements acquitted within 90 days of project completion	per cent	nm	nm	68	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	17.6

Arts and Cultural Environment - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Audiences and access - Increase attendance and access by the Victorian community and visitors to a diverse range of cultural experiences in metropolitan and regional areas.

Quantity

Programs to encourage broad access to the arts and arts organisations to develop audience markets	number	6	nm	6	6
Applications received	number	nm	nm	nm	440
Regional town touring destinations each year	number	nm	nm	32	35

Quality

Success measures of access and audience development projects achieved rated Good or Excellent	per cent	nm	nm	95	95
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Timeliness

Performance and grant agreements acquitted within 90 days of project completion	per cent	nm	nm	68	80
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Cost

Total output cost:	\$ million	na	na	na	5.6
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Infrastructure and cultural facilities - Support for Victorian cultural venues and state-owned facilities.

Quantity

Major projects managed	number	9	9	9	7
Risk management programs	number	4	4	4	4
Infrastructure development programs	number	9	9	9	8
Agency building asset management plans	number	nm	nm	2	5

Quality

Success measures of major projects achieved projects rated Good or Excellent	per cent	nm	nm	90	90
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Arts and Cultural Environment - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Performance agreements in place and payments made within agreed timeframes	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	85.3
Portfolio services and policy - Provision of agencies governance, policy implementation and advice, research, planning and communications services across the portfolio.					
<i>Quantity</i>					
Arts agencies administered	number	6	6	7	7
Corporate agencies governance projects	number	4	4	7	7
Planning and research projects	number	13	13	6	4
<i>Quality</i>					
Policy advice meets requirements of the Minister	per cent	nm	nm	nm	85
Public information rated Informative or Very Informative by clients	per cent	86	nm	90	90
<i>Timeliness</i>					
Annual Reports submitted to Parliament	by date	Oct 1999	nm	Oct 2000	Oct 2001
Agency service agreements in place	by date	Dec 1998	Dec 1999	Dec 1999	Dec 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.2
Arts Portfolio Agencies - To promote, present and preserve our heritage and the arts through Victoria's cultural agencies Cinemedia, Geelong Performing Arts Centre, Museum Victoria, National Gallery of Victoria, Public Record Office Victoria, State Library of Victoria and the Victorian Arts Centre.					
<i>Quantity</i>					
Visitors/users to all agencies	'000s	nm	nm	4 215	7 885
Visitors to Museum of Victoria	'000s	nm	nm	370	1 895
Online access to agency websites	'000s	nm	nm	5 815	6 600
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Arts and Cultural Environment - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
State Library of Victoria online access	'000s	nm	nm	3 450	3 750
Major public programs of agencies	number	nm	nm	86	99
Regional public programs	number	nm	nm	39	45
• Geelong Performing Arts Centre	number	nm	nm	11	11
• National Gallery of Victoria	number	nm	nm	14	16
Performances at the Victorian Arts Centre	number	nm	nm	1154	1 157
<i>Quality</i>					
Museum of Victoria					
• Customer satisfaction with public programs and services – satisfied or above	per cent	nm	nm	95	95
National Gallery of Victoria					
• Customer satisfaction with public programs and services	per cent	nm	nm	94	100
State Library of Victoria					
• Customer satisfaction rating helpfulness of staff - good to excellent	per cent	nm	nm	85	85
<i>Timeliness</i>					
Agency service delivery time benchmarks met:					
• Cinemia – Video delivery within 24 hours	per cent	nm	nm	100	100
• Public Record Office Victoria – Information requests serviced within published timeframes	per cent	nm	nm	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	171.8

Source: Department of Premier and Cabinet

Arts and Cultural Environment - *continued*

Output group costs

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Total costs of output group	217.8	222.2	283.5	30.2
<i>Comprising:</i>				
Employee related expenses	42.2	43.0	57.4	36.1
Purchase of supplies and services	39.7	32.9	64.6	62.9
Depreciation and amortisation	9.2	9.2	17.2	87.9
Capital asset charge	73.2	73.2	73.6	0.6
Other expenses	53.5	63.9	70.6	31.8

Source: Department of Treasury and Finance

Note:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Women's Policy

Key Government Outcomes:

Making life better for women

Description of the Output Group:

Monitoring of the implementation of the Government's initiatives and programs for women and co-ordinating a whole of government approach to women's issues including:

- reporting on the impact of government initiatives on women;
- setting and reporting on targets for increased women's participation on government boards and committees; and
- information dissemination and consultation on issues of concern to women.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Strategic policy advice and coordination - Provision of:

- strategic policy advice to Government on issues of concern to women;
- monitoring and evaluation of government initiatives which impact on women;
- information to the women of Victoria;
- consultation with women and women's organisations on issues of concern to them; and
- research and identification of emerging trends and issues on the needs of women and effective methods to address those needs.

Quantity

Women on Government boards and committees	per cent	29	nm	30	33
Board or committee appointments on which OWP was consulted	per cent	nm	nm	90	100
Annual conference held, chaired by Premier, to raise awareness and make recommendations on issues relevant to women	number	nm	nm	1	1
Women attending consultation forums	number	nm	nm	100	400
Research projects commenced	number	nm	nm	2	4

Women's Policy - continued

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Minister's satisfaction with quality and timeliness of advice and services provided	rating	satisfied	satisfied	satisfied	highly satisfied
Satisfaction of key staff in Government Departments and other agencies with their involvement in the Office	per cent satisfied	nm	nm	80	85
Satisfaction of annual conference participants	per cent satisfied	nm	nm	80	85
Satisfaction of consultation forums participants	per cent satisfied	nm	nm	nm	85
<i>Timeliness</i>					
Proportion of projects completed within agreed timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.7

Source: Department of Premier and Cabinet

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	..	1.1	1.7	..
<i>Comprising:</i>				
Employee related expenses	..	0.5	0.7	..
Purchase of supplies and services	..	0.4	0.6	..
Depreciation and amortisation	..	0.0	0.0	..
Capital asset charge	..	0.0	0.0	..
Other expenses	..	0.2	0.4	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Public Sector Employment and Conduct Principles

Key Government Outcomes:

To ensure continuous improvement in human resource management, so as to enable public sector agencies to service their customers better.

Description of the Output Group:

- Promote understanding of *Public Sector Management and Employment Act 1998*, its principles, Commissioner Directions and Victorian Public Service (VPS) code of conduct;
- Support better practice in people management in the Victorian Public Service;
- Monitor and report on application of the principles of the Act; and
- Manage development activities on behalf of public sector organisations.

Major Outputs/Deliverable's Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quantity</i>					
Publications (e.g. VPS notices, quarterly newsletters)	number	33	nm	35	36
Reports (e.g. Annual report, studies, statistical bulletins)	number	4	nm	4	5
Proportion of organisations complying with the principles under the Act	per cent	nm	nm	85	90
Practitioner Seminars/Forums	number	24	nm	10	16
Site Visits/Briefings	number	42	nm	100	130
Attendance at development programs (no. of days x no. of participants)	number	252	nm	nm	300
<i>Quality</i>					
Overall organisations' satisfaction with development programs	per cent	nm	nm	nm	80
Overall participant satisfaction with development programs	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Parliamentary reporting date met	per cent	nm	nm	100	100
Report and publication dates met	per cent	nm	nm	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.4

Source: Department of Premier and Cabinet

**Public Sector Employment and Conduct Principles -
continued**

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	4.0	4.0	3.4	- 12.8
<i>Comprising:</i>				
Employee related expenses	1.6	1.5	1.2	- 24.3
Purchase of supplies and services	2.3	2.4	2.1	- 5.8
Depreciation and amortisation	0.1	0.1	0.1	13.0
Capital asset charge	0.0	0.0	0.0	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Ombudsman

Key Government Outcomes:

Improve the accountability of government agencies to the public and the Parliament, promote fair and reasonable public administration and investigate complaints fairly.

Description of the Output Group:

Investigation of complaints made against State Government agencies or local government officers and investigation or review of complaints made against Victoria Police force members.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Complaints resolution in the general and police jurisdictions - Resolution of complaints concerning administrative actions taken in Victorian government departments, public statutory authorities and by officers of municipal councils, investigation of certain serious complaints against police and ensuring that complaints concerning police conduct are properly investigated.

Quantity

Finalise consideration of complaints	number	4 550	4 800	4 800	4 800
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Quality

Satisfaction of Ombudsman with process	per cent	100	100	100	100
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Timeliness

Complaints finalised within agreed timelines	per cent	90	100	90	90
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Cost

Total output cost:	\$ million	na	na	na	2.6
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Monitoring of legislative requirements - Ensure compliance by Police with the requirements of the *Telecommunications (Interception) (State Provisions) Act 1988* and *Melbourne City Link Act 1994* and ensure compliance by designated agencies with the provisions of the *Freedom of Information Act 1982* and the *Whistleblowers Protection Act*.

Quantity

Telecommunications Interception warrant inspections	number	400	400	420	420
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Freedom of Information issues ^(a)	number	nm	nm	130	130
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<i>Melbourne City Link Authority Act 1994</i> inspections	number	nm	nm	nm	50
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<i>Whistleblowers Protection Act</i> issues	number	nm	nm	nm	50
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Ombudsman - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Performance Measures</i>					
<i>Quality</i>					
Satisfaction of Ombudsman with process	per cent	100	100	100	100
<i>Timeliness</i>					
Complaints finalised within agreed timelines	per cent	90	nm	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.5
Public Awareness and Education - Ensure broad access to the Office and publicise the work of the Ombudsman throughout the State, particularly amongst disadvantaged groups by conducting country access programs and providing information to the public, officers of authorities and community groups.					
<i>Quantity</i>					
Responses to requests for information	number	15 144	16 000	16 000	16 000
Country access programs	number	20	20	20	20
Publications produced	number	4	4	4	4
<i>Quality</i>					
Satisfaction of Ombudsman with process	per cent	100	100	100	100
<i>Timeliness</i>					
Program timelines are met	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.1

Source: Department of Premier and Cabinet

Note:

- (a) Number of FOI complaints were reported within the total number reported under the general complaints jurisdiction complaints measure. Due to information technology upgrades in the period since 1998-99, previous methods of recording do not readily allow for disaggregation of the results.

Ombudsman - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	2.9	2.9	3.2	11.9
<i>Comprising:</i>				
Employee related expenses	1.8	1.8	2.2	19.3
Purchase of supplies and services	0.9	0.9	0.9	- 2.5
Depreciation and amortisation	0.1	0.1	0.1	11.1
Capital asset charge	0.0	0.0	0.0	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Legislative Drafting and Publishing Services

Key Government Outcomes:

Legislative drafting and advice services are provided for the Government and the Parliament and legislation is published to meet Government and community needs.

Description of the Output Group:

Drafting of Bills for the Government and the Parliament; drafting and settling of Statutory Rules; providing legal and administrative advice on legislation; publishing and reprinting Acts and Statutory Rules; maintaining a database of Victorian legislation.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Legislative Drafting - Bills are drafted for the Government and the Parliament, Statutory Rules are drafted and settled and legal and administrative advice on legislation is provided.

Quantity

Bills prepared and introduced into Parliament	number	96	110	75	95
Statutory Rules made	number	172	170	145	160
Advices given on legislation in response to written requests	number	nm	nm	nm	300

Quality

Bills drafted, Statutory Rules drafted or settled, and advice provided to the required standard	per cent	95	95	95	95
Services provided satisfy the requirements of the Government	level	nm	nm	high	high

Timeliness

Bills drafted, Statutory Rules drafted or settled, and advice provided within required timelines	per cent	95	95	95	95
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Cost

Total output cost:	\$ million	na	na	na	1.9
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Publishing Services - Acts and Statutory Rules are published and reprinted and the database of Victorian legislation is kept up to date.

Quantity

Reprints of Acts and Statutory Rules published in hard copy	number	199	200	150	130
Versions of Acts and Statutory Rules published electronically	number	nm	nm	nm	1 000

Legislative Drafting and Publishing Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Quality</i>					
Accuracy levels maintained in terms of document management, printing and publishing	per cent	95	95	95	95
Services provided satisfy the requirements of the Government	level	nm	nm	nm	High
<i>Timeliness</i>					
Reprints and versions published within required timelines	per cent	100	95	100	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.2

Source: Department of Premier and Cabinet

Output group costs

	(\$ million)			Variation ^(a)	
	1999-00 Budget	1999-00 Revised	2000-01 Budget		%
Total costs of output group	3.2	3.2	3.2		- 0.3
<i>Comprising:</i>					
Employee related expenses	2.1	2.1	2.1		..
Purchase of supplies and services	1.0	1.0	1.0		- 1.3
Depreciation and amortisation	0.0	0.0	0.0		7.1
Capital asset charge	0.0	0.0	0.0		..
Other expenses	..	..	..		..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Advice and Support to the Governor

Key Government Outcomes:

The Governor is able to discharge his duties for the benefit of the people of Victoria.

Description of the Output Group:

To provide high quality advice, support and hospitality services to the Governor and manage and maintain the cultural heritage of the Government House reserve.

<i>Major</i> Performance Measures	<i>Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Advice and administrative support to the Governor - The provision of advice and administrative support to the Governor, including:

- advice on legal, policy and constitutional issues;
- organisation of constitutional and ceremonial duties;
- programming community engagements; and
- organising municipal, country and overseas visits.

Quantity

Visits by the Governor - Victoria	number	6	10	10	10
Visits by the Governor - overseas	number	1	3	1	1
Responses to correspondence, Governor briefed where required	per cent	100	100	100	100

Quality

Policy advice, administrative processes and outputs meets the expectations and requirements of the Governor	per cent	95	95	95	95
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Timeliness

Timely arrangement of events and services	per cent	100	100	100	100
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Cost

Total output cost:	\$ million	na	na	na	2.0
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Heritage assets and maintenance - The management and upkeep of the cultural heritage associated with the buildings, gardens and grounds of Government House and the collections held within.

Quantity

Upkeep is in accordance with established daily, weekly and monthly routines	per cent	100	100	100	100
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Advice and Support to the Governor - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target	
Long term asset investment strategy to protect the States' premier assets which include Government House, heritage furniture and heritage gardens	number	nm	nm	nm	1	
<i>Quality</i>						
Standard, physical appearance and security of Government House, the gardens and grounds meet appropriate standards as per the asset management strategy	per cent	nm	nm	nm	95	
Contract management is such that minor works and other services are performed to agreed specifications	per cent	100	100	100	100	
<i>Timeliness</i>						
Contract milestones are met	per cent	95	100	100	100	
Asset management milestones are met	per cent	nm	nm	nm	95	
<i>Cost</i>						
Total output cost:	\$ million	na	na	na	2.5	
Entertainment and hospitality - The provision of hospitality services to official guests of the Governor and the Government, the hosting of special events at Government House for Government and charitable organisations, the management of Open Day.						
<i>Quantity</i>						
Events and hospitality arranged in response to requests by the Governor and the Premier	per cent	100	100	100	100	
Management of Government House Open Day	number	1	1	1	1	
<i>Quality</i>						
Service provided meet the protocol requirements of Government House	per cent	95	95	95	95	
Governor's satisfaction level, based on monthly review and comparative analysis with like functions	per cent	95	95	95	95	
<i>Timeliness</i>						
Governor's dates are met	per cent	100	100	100	100	
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Advice and Support to the Governor - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Cost					
Total output cost:	\$ million	na	na	na	1.5

Source: Department of Premier and Cabinet

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	5.7	5.7	6.1	6.8
<i>Comprising:</i>				
Employee related expenses	1.5	1.5	1.5	0.2
Purchase of supplies and services	1.8	1.8	2.4	28.0
Depreciation and amortisation	0.6	0.6	0.5	- 19.8
Capital asset charge	1.7	1.7	1.7	- 0.2
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position, cash flow statement for the Department and the authority for resources.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources:

- **Table 2.6.2 – Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.6.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.6.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.6.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	340.7	412.4	414.4	21.7
Section 29 receipts -Commonwealth	..	..	..	..
-Other	0.5	0.5	0.5	..
Other Commonwealth grants	10.0	6.0	14.0	40.0
Other revenue ^(c)	24.3	24.3	50.7	na
Total	375.5	443.2	479.7	27.7
Operating expenses				
Employee related expenses ^(d)	69.8	75.3	94.2	34.9
Purchases of supplies and services ^(e)	77.8	64.8	98.6	26.8
Depreciation and amortisation	12.9	12.9	21.2	64.3
Capital assets charge	77.5	77.5	79.9	3.1
Other expenses	157.9	237.7	176.1	11.5
Total	396.0	468.2	470.1	18.7
Operating surplus/deficit before revenue for increase in net assets	- 20.4	- 25.0	9.6	na
<i>Add:</i>				
Revenue for increase in net assets	91.0	82.7	123.3	35.5
Section 29 Receipts - asset sales	..	..	..	..
Operating surplus/deficit	70.5	57.6	132.8	88.4
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	2.1	2.1	2.2	2.4
Less revenue transferred to Consolidated Fund	- 2.2	- 2.2	- 2.2	2.4
Total	- 0.1	- 0.1	- 0.1	..
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	..	..	..	..
Other expenses	..	..	..	..
Total	..	..	..	..
Operating surplus/Deficit	- 0.1	- 0.1	- 0.1	0.0

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1998-99 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax.
- (e) Includes payments to non-government organisations for delivery of services.

The Departmental Operating Statement for 2000-01 has variances mainly in the controlled items. The statement also reflects a change from an operating deficit of \$20 million in 1999-2000 to a surplus of \$10 million in 2000-01. The main factors contributing to this result are:

- an increase in revenue to the Community Support Fund; and
- a forecast increase in revenue to be collected by the Melbourne Museum after it opens in late 2000.

Further, the Statement indicates an increase in operating revenue of \$104 million (27.7 per cent) compared to the 1999-2000 budget. The main change relates to the Revenue from the State Government which is expected to increase by an estimated \$74 million (21.6 per cent). This significant increase is due to funding provided for the following initiatives:

- Federation Square Management Company;
- Arts institutions - Cinemedia, Melbourne Museum at Carlton Gardens, National Gallery of Victoria on St. Kilda Road, State Library of Victoria and the Gallery at Federation Square; and
- Election Commitments.

The details of these initiatives are provided in Appendix B of *Budget Paper No.2*.

The major Arts institutions are forecasting an increase in revenue from other sources, which is reflected in the growth in "Other Revenue".

The increase in operating revenue is offset by a subsequent increase in operating expenses of \$74 million (18.7 per cent) from the 1999-2000 budget. The major variances are a result of:

- employee-related expenses and purchase of supplies and services that have increased due to the impact of the new initiatives and increases in expenditure in the Arts Institutions;
- increased depreciation allowance for new assets being recognised for the first time in 2000-01, mainly the Public Records Office Victoria, Victorian Archive Centre in North Melbourne and the Melbourne Museum at Carlton Gardens; and
- the further impact of machinery of government changes, for example the transfer of Cinemedia from the Department of State and Regional Development and the Office of Women's Policy from the Department of Justice.

The \$32 million (35.5 per cent) increase in revenue from net assets is due to the additional funding for the Arts infrastructure; Cinemedia at Federation Square, redevelopment of the National Gallery of Victoria on St. Kilda Road and the State Library of Victoria together with the development of the Gallery at Federation Square.

The Statement of Financial Position for 2000-01 shows a variation of \$120 million (5.7 per cent) in net assets when compared with the 1999-2000 budget. This is attributable to variances mainly in current assets (2.6 per cent) and non-current assets (6.0 per cent) as follows:

In current assets, cash is forecast to decrease by \$3 million (64.6 per cent) due to an increase in the expected level of grants to be paid from the Community Support Fund. With the National Gallery of Victoria (NGV) raising its debtors in relation to goods and services provided, receivables is expected to increase by \$1 million (24.7 per cent).

Similarly, investments in non-current assets are expected to increase by \$3 million (38.6 per cent) because of the NGV recording an increase in its investments. Continuing capital works in the Arts institutions and additional funding for new initiatives as detailed in *Budget Paper No. 2* has consequently increased fixed assets by \$110 million (5.7 per cent).

Table 2.6.3: Statement of Financial Position

(\$ thousand)					
	As at 30 June				
	1999	2000	2000	2001	Variation ^(a)
	Actual	Budget	Revised	Budget	%
Assets					
Current Assets					
Cash	18 602	- 4 162	- 8 162	- 1 474	- 64.6
Investments	173 111	173 611	173 612	173 662	0.0
Receivables	5 191	5 691	5 691	7 097	24.7
Prepayments	1 494	1 494	1 494	1 571	5.2
Inventories	2 039	3 039	3 039	3 439	13.2
Other Assets	..	..	..	..	..
Total Current Assets	200 437	179 673	175 674	184 295	2.6
Non-Current Assets					
Investments	8 289	8 289	8 289	11 489	38.6
Receivables ^(b)	20 856	22 452	22 452	26 331	17.3
Fixed Assets	1 828 518	1 922 030	1 913 665	2 032 140	5.7
Other Assets	800	800	800	800	..
Total Non-Current Assets	1 858 463	1 953 571	1 945 206	2 070 760	6.0
Total Assets	2 058 900	2 133 244	2 120 880	2 255 055	5.7
Liabilities					
Current Liabilities					
Payables	13 246	14 446	14 446	14 811	2.5
Borrowing	..	..	..	..	..
Employee Entitlements	7 997	9 573	10 108	10 192	6.5
Superannuation	..	..	..	..	..
Other Liabilities	642	822	822	832	1.2
Total Current Liabilities	21 885	24 841	25 376	25 835	4.0
Non-Current Liabilities					
Payables	18	18	18	18	..
Borrowing	..	..	..	..	..
Employee Entitlements	9 127	10 053	10 053	10 980	9.2
Superannuation	..	..	..	..	..
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	9 145	10 071	10 071	10 998	9.2
Total Liabilities	31 030	34 912	35 447	36 833	5.5
Net Assets	2 027 870	2 098 332	2 085 433	2 218 222	5.7

Table 2.6.3: Statement of Financial Position - *continued*

(\$ thousand)

	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	..	..	..	..
Investments	..	..	..	..	..
Receivables	..	..	..	..	..
Total Current Assets	..	..	..	..	..
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	- 11	- 11	- 11	- 11	..
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	- 11	- 11	- 11	- 11	..
Total Assets	- 11	- 11	- 11	- 11	..
Liabilities					
Current Liabilities					
Payables	..	..	..	..	..
Total Current Liabilities	..	..	..	..	..
Non-Current Liabilities					
Total Non-Current Liabilities	..	..	..	..	..
Total Liabilities	..	..	..	..	..
Net Assets	- 11	- 11	- 11	- 11	..

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
 (b) Includes cash balances held in trust in the Public Account.

Table 2.6.4: Cash Flow Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	340.7	412.4	414.4	21.7
Receipts from State Government -increase in net asset base	91.0	82.7	123.3	35.5
Section 29 Receipts - Commonwealth	..	..	..	..
- Other	0.5	0.5	0.5	..
- Asset Sales	..	..	..	..
Other Commonwealth grants	10.0	6.0	14.0	40.0
Other	23.8	23.8	49.3	na
	466.0	525.3	601.5	29.1
Operating payments				
Employee Related Expenses	- 67.3	- 72.3	- 93.2	38.4
Purchases of Supplies and Services	- 77.4	- 64.4	- 98.7	27.5
Interest and finance expenses	..	..	- 0.0	..
Capital Assets Charge	- 77.5	- 77.5	- 79.9	3.1
Current grants and transfer payments	- 95.3	- 105.8	- 111.9	17.4
Capital grants and transfer payments	- 62.6	- 131.9	- 64.2	2.6
Net Cash flows from operating activities	85.8	73.5	153.6	79.0
Cash flows from investing activities				
Purchases of investments	- 0.5	- 0.5	- 3.3	na
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Purchases of non-current assets	- 106.4	- 98.1	- 139.7	31.3
Net Cash flows from investing activities	- 106.9	- 98.6	- 143.0	33.7
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 1.6	- 1.6	- 3.9	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 1.6	- 1.6	- 3.9	na
Net Increase/Decrease in Cash Held	- 22.7	- 26.7	6.7	na
Cash at beginning of period	18.6	18.6	- 8.1	na
Cash at end of period	- 4.1	- 8.1	- 1.4	- 66.6

Table 2.6.4: Cash Flow Statement - continued

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other	2.1	2.1	2.2	2.4
	<u>2.1</u>	<u>2.1</u>	<u>2.2</u>	<u>2.4</u>
Operating payments				
Employee Related Expenses	..	..	..	..
Purchases of Supplies and Services	..	..	..	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	..	..	..	..
Capital grants and transfer payments	..	..	..	..
Other	- 2.2	- 2.2	- 2.2	2.4
Net Cash flows from operating activities	- 0.1	- 0.1	- 0.1	..
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Movement in investments	..	..	..	..
Net Cash flows from investing activities	..	..	..	..
Cash flows from financing activities				
Net increases in balances held with Government	..	..	..	..
Net Cash flows from financing activities	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.6.5: Authority for Resources

	(\$ million)			
	1999-00	1999-00	2000-01	Variation ^(a)
	Budget	Revised	Budget	%
Annual appropriations ^(b)	347.0	415.4	406.9	17.3
Receipts credited to appropriations	0.5	0.5	0.5	..
Unapplied previous years appropriation	5.0	17.3	25.0	na
Accumulated surplus - previously applied appropriation	..	..	..	..
Gross Annual appropriation	352.5	433.2	432.4	22.7
Special appropriations	79.6	79.6	105.8	32.9
Trust funds	5.1	5.1	8.8	73.6
Non public account and other sources	29.2	7.9	55.8	91.2
Total Authority	466.4	525.8	602.9	29.3

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

DEPARTMENT OF STATE AND REGIONAL DEVELOPMENT

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of State and Regional Development is the Government's key agency for the economic development of Victoria. It has primary responsibility for the Government's economic development, investment attraction, industry and regional development, industrial relations, multimedia and information technology, science, technology and innovation, small business, regulation reform, major projects, tourism, and sport, recreation and racing policies.

DSRD was restructured in November 1999 to better align the Department's activities with the new Government's priorities and policy objectives and to strengthen the rural and regional focus of the Department in particular.

The Department supports the seven Ministerial Portfolios of State and Regional Development, Industrial Relations, Small Business, Manufacturing Industry, Major Projects and Tourism, Sport and Recreation, and Racing.

The Department has wide ranging responsibilities for coordinating whole of government policy advice and service delivery to the business community. It is the vehicle for delivering on the Government's commitments to:

- Promote and renew rural and regional development;
- Revitalise industry through investment to create the climate for enhanced economic growth;
- Develop the information, communications and technology (ICT) industry and expand Victoria's ICT skills base;
- Build Victoria as a world class location for science, technology and innovation;
- Assist in the growth of small and medium sized firms;

- Make major projects and infrastructure a key part of the State's overall economic development strategy;
- Enhance the opportunities presented by sport, recreation and racing for individuals, communities and business; and
- Promote domestic and international tourism.

Review of 1999-2000

During 1999-2000 the Department performed well against its planned targets whilst reassessing its outputs to ensure alignment with the policies and priorities of the new government. Key achievements for 1999-2000 included:

Investment Attraction

New investment attracted in 1999-2000 is likely to exceed \$1.4 billion including over \$350 million in rural Victoria.

Regional Development

Establishment of the Regional Infrastructure Development Fund (RIDF) in legislation, including processes for community consultation and administration of the fund.

Science, Technology and Innovation

Establishment of the Knowledge, Innovation, Science and Engineering (KISE) Council; launch of the Technology Commercialisation Program; release of the first round of contestable funding; and major public awareness campaign.

Office of Major Projects

Progress with major infrastructure and precinct development projects such as Federation Square, Melbourne Museum, State Library and Commonwealth Games facilities.

Strategic Audit

The Department launched a Strategic Audit of Industry to identify areas of potential and strategies needed to develop this potential.

Connecting Victoria

Launch and implementation of new information and communications technology policy *Connecting Victoria*.

Small Business

Information service delivery has been enhanced utilising the Victorian Business Line (telephone), Business Channel (internet) and Victorian Business Centres (shopfronts). The Victorian Business Licence Information Service (BLIS) won the Government Technology Productivity Gold Award in a national competition.

Variations from previous year

The Department's output groups for 2000-01 have been realigned to reflect machinery of government changes and the internal restructure following the election of the new government. Key changes include the creation of new output groups to provide for the major functions transferred to the Department, Industrial Relations, Office of Major Projects and Office of Rural Affairs, the splitting of the Business Development output group to form three output groups of Industry Development, ICT & Multimedia and Regional Development, and the creation of a new Science Engineering & Technology output group. Where outputs are no longer continued into 2000-01, 1999-00 results will be reported as part of DSRD's Annual Report.

2000-01 Outlook

The Department will maintain its emphasis on regional development, industry development and community development by delivering on a range of initiatives including:

- Development of an overarching strategy that integrates the various rural and regional initiatives into a coherent framework.
- Regional development initiatives to be implemented from the Regional Infrastructure Development Fund (\$50m) and the Living Regions Living Suburbs Support Fund (\$8m).
- Development of initiatives to provide new opportunities for small and medium enterprises including the phased development of an Electronic Export Assistance Centre.
- Funding to implement the Government's enhanced Industrial Relations Strategy.

- Improving community access to the Internet through Public Internet Access in Town Halls and Government Net Access Centres initiatives.
- A program of upgrading sporting facilities in Regional Victoria over the next 3 years as well as funding for peak sporting bodies, older persons recreation networks, netball, fishing and lawn bowls.
- Upgrade of sport facilities associated with the 2006 Commonwealth Games including the State Lawn Bowls Centre.
- Maintenance of Victoria's tourism marketing impetus by provision of funds for domestic tourism marketing as well as for meetings, incentives, conventions and exhibitions.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output. The table below summarises the total cost for each output group.

Table 2.7.1: Output group summary

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Policy	9.5	10.6	10.4	9.0
Science Technology and Innovation	14.1	14.1	26.0	84.6
Industry Development	41.6	46.3	56.1	34.8
Regional Development	13.0	17.8	75.9	na
ICT and Multimedia	45.4	36.4	31.0	-31.7
Industrial Relations Services	19.6	7.5	9.4	-52.3
Sport, Recreation and Racing	44.7	41.2	60.9	36.3
Small Business	11.4	11.9	10.6	-7.0
Tourism	42.3	42.3	43.2	2.1
Major Projects ^(d)	..	..	4.8	..
Total	241.6	228.2	328.2	35.8

Source: Department of Treasury and Finance

Note:

- 1999-2000 Output Group Budget incorporates changes to Output Group structure and organisational restructuring. Therefore, 1999-2000 and 2000-01 comparisons are indicative only.
- 1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore, 1999-2000 and 2000-01 comparisons are indicative only.
- Variation between 1999-2000 Budget and 2000-01 Budget.
- Responsibility for the office of Major Projects transferred to DSRD from the Department of Infrastructure (DOI) in 1999-2000.

Policy

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

A core component of the Department's role is to assist Ministers in their strategic leadership of economic, regional and community development. This role requires identification of the drivers and impediments to growth, catalytic action to capitalise on opportunities and advocacy for Victoria both nationally and internationally. It involves coordinating whole of government policies for development of the State and working in partnership with other Victorian government agencies to create the policy framework for sustainable growth.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Policy Leadership - Identification of those issues of key importance to the development of Victoria and shaping strategies to address them.					
<i>Quantity</i>					
Strategic Audit of Victorian Industry					
• Strategic analysis	number	nm	nm	1	na
• Sectoral analyses	number	nm	nm	1	9
<i>Quality</i>					
Advice which meets quality standards	per cent	100	100	100	100
Strategic analysis identifies strategic directions for industry development - reports accepted by government	number	nm	nm	1	na
Sectoral analyses identify strategic directions for sectoral plans - reports accepted by government	number	nm	nm	1	9
<i>Timeliness</i>					
Agreed timelines or milestones met	per cent	100	95	95	95
Completion of Strategic Audit projects within agreed timelines	per cent	nm	nm	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.7
Policy Advice - Delivery of advice to government on portfolio related issues, including policy papers, submissions, briefings, and legal and strategic communications advice.					
<i>Quality</i>					
Advice meets quality standards	per cent	100	100	100	100
Budget Estimates 2000-01	State and Regional Development				299

Policy - continued

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Agreed timelines or milestones met	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.6
Regulation Reform - Initiate and implement reforms that will enhance Victoria's business climate.					
<i>Quantity</i>					
Industry sector reviews	number	2	8	4	8
Industry sector review implementation co-ordination	number	2	4	2	6
Regulatory Impact Statements assessed	number	17	15	15	15
<i>Quality</i>					
Client feedback of satisfaction with regulation reform advice	per cent	>90 (est)	>90	>90	>90
Regulatory Impact Statements assessed according to requirements	per cent	100	>90	>90	>90
<i>Timeliness</i>					
Industry sector review implementation co-ordination within agreed timelines	per cent	100	100	100	100
Regulatory Impact Statements assessed within 5 days of receipt	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.1

Source: Department of State and Regional Development

Policy - continued

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	9.5	10.6	10.4	9.0
<i>Comprising:</i>				
Employee related expenses	4.5	4.7	4.6	2.3
Purchase of supplies and services	3.7	4.0	3.5	-5.5
Depreciation and amortisation	0.2	0.2	0.2	15.5
Capital asset charge	0.1	0.1	0.1	-49.0
Other expenses	1.0	1.7	2.0	97.5

Source: Department of Treasury and Finance

Notes:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Science Technology and Innovation

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

The provision of policy leadership across Government on science, technology and innovation issues including the delivery of strategic projects in the areas of biotechnology and infrastructure provision. To build Victoria as a world class location for science, technology and innovation (STI) via the implementation of the ongoing 5 year STI initiative focussed on developing STI infrastructure, commercialisation of innovative ideas and raising STI capacity through increased skills.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
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STI Policy and Advisory Council - Strategic advice and support for the Government's strategy to support and grow Victoria's STI capabilities and oversight of the management and performance of the Government's STI investment.

Quantity

Meetings of Premier's Science Engineering and Technology Taskforce	number	4	4	na	na ^(a)
Meetings of KISE Council	number	nm	nm	1	4

Timeliness

Establishment of KISE Council	date	nm	Apr	Mar	na
Awarding of Victoria Prize and Victoria Fellowships	date	May 1999	May 2000	postponed	Aug 2000

Cost

Total output cost:	\$ million	na	na	na	0.1
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STI Initiative - Allocation of the contestable funding on a whole of government basis, including priority setting, monitoring and review for and of STI expenditure, and the development of infrastructure support.

Quantity

Contestable Funding Round	number	nm	1	1	1
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Timeliness

Program Evaluation Review	date	nm	nm	nm	Jun 2001
Establishment of management, performance monitoring and administrative systems for funded SET proposals	date	na	Sept 1999	Jun 2000	na ^(a)

Science Technology and Innovation - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Establishment of selection management, performance monitoring and administrative systems for 'Investing in Innovation' projects	date	na	Sept 1999	Jun 2000	na ^(a)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	16.8
Technology Commercialisation Program - aims to reduce barriers to commercialisation, develop innovative intellectual property management strategies, increase support for innovative enterprises and expand the availability of venture capital. The majority of outputs will be achieved through service delivery agencies.					
<i>Quantity</i>					
Opportunities assessed	number	nm	30	30	50
Opportunities selected	number	nm	13	13	12
Commercialisation Audits	number	nm	11	11	4
Businesses assisted	number	nm	100	100	120
Business Plans developed	number	nm	18	18	27
Businesses graduated from Incubators	number	nm	nm	nm	14
Commercial Negotiations	number	nm	nm	nm	9
Incorporated Businesses established	number	nm	4	4	12
Meetings/Workshops	number	nm	3	3	12
<i>Timeliness</i>					
Forum	date	nm	nm	nm	Nov 2000
Establishment of effective support system for commercialisation of technology	date	nm	Jun 2000	Jun 2000	na ^(a)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.2
STI Awareness - strategic policy co-ordination with Federal Government and advocacy on national STI issues; the organisation and support of STI public awareness and education events; and development of strategic STI awareness and education activities; and promotion of the STI initiative.					
<i>Quantity</i>					
Co-ordination Meetings with DEET	number	nm	2	2	4
Sponsored Events	number	5	12	12	12
Budget Estimates 2000-01		State and Regional Development			303

Science Technology and Innovation - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.9
Strategic Projects – delivery of strategic projects focussed on developing Victoria's STI infrastructure, and raising its STI capacity through increased skills. Immediate focus on the areas of biotechnology, infrastructure and co-operative research centres.					
<i>Quantity</i>					
Infrastructure proposals submitted	number	nm	nm	nm	4
CRC Support Program	number	na	6	6	6
<i>Timelines</i>					
Biotechnology Strategy Announcement	date	nm	nm	nm	Jul 2000
Biotechnology Strategy Implementation	date	nm	nm	nm	Jun 2001
<i>Cost</i>					
Total Output Cost	\$ million	na	na	na	2.0

Source: Department of State and Regional Development

Notes:

(a) Measure ceases at end 1999-2000.

Output group costs

	(\$ million)			Variation ^(c)	
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget		%
Total costs of output group	14.1	14.1	26.0		84.6
<i>Comprising:</i>					
Employee related expenses	1.3	1.8	1.8		37.3
Purchase of supplies and services	7.7	7.2	7.2		-7.0
Depreciation and amortisation	0.1	0.1	0.1		-50.0
Capital asset charge	..	..	0.0		..
Other expenses	5.0	5.0	17.0		na

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Output Group Budget the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Industry Development

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

Delivers programs to attract and facilitate new investment into the State and improve the capacity of Victorian industry to compete internationally, grow and employ. Business Growth and export assistance type services are directed primarily at businesses in Victoria's manufacturing and traded services sectors.

<i>Major Outputs/Deliverable</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Investment Facilitation and Attraction - Incentives and facilitation services are offered to attract new international investment and encourage new investment by companies already operating in Victoria.

Quantity

New investments facilitated and announced	\$ million	1 496	1 000	1 400	1 200 ^(a)
Investment attracted in rural Victoria	\$ million	na	250	350	300 ^(a)
Investment Projects under Investigation	\$ million	7 662	4 000	7 000	5 000 ^(a)

Cost

Total output cost:	\$ million	na	na	na	27.3
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Business Development - Assistance is delivered to individual firms and at the sectoral level to improve business competitiveness. Assistance includes information, subsidised consultancies and assistance to access export markets.

Quantity

Exports Facilitated	\$ million AUS	2 006	600	600	600 ^(a)
Industrial Supplies Office Import Replacement	\$ million	115	63 ^(b)	63	66
Business Improvement Services Metro	number	461	375	430	na
Business Improvement Services achieved in rural Victoria	number	165	125	125	na
Business Improvement Services directed to clients in rural Victoria	per cent	nm	nm	nm	25
Business Events assisted	number	7	3-5	5	5
Visitations/Delegations to the Investment Centre	number	12 132	5 000	11 000	8 000
Overseas Component	number	2 501	1 500	1 600	1 500

Industry Development - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Timeliness</i>					
Governor's Export Award Presentation	date	2 nd quarter	2 nd quarter	2 nd quarter	2 nd quarter
Business Improvement Services – program fully contracted by April 2001	date	nm	nm	nm	Apr 2001
Administration of business event funding - average response time/turnaround time	Weeks	8	8	8	8
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	28.7

Source: Department of State and Regional Development

Notes:

- (a) Includes contribution from manufacturing sector.
 (b) Target revised upward by \$3m to include regional pilot.

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	41.6	46.3	56.1	34.8
<i>Comprising:</i>				
Employee related expenses	10.9	10.8	14.4	32.2
Purchase of supplies and services	11.2	10.4	9.5	-15.3
Depreciation and amortisation	0.7	0.7	0.7	2.7
Capital asset charge	0.2	0.2	0.2	-12.5
Other expenses	18.6	24.2	31.3	68.1

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
 (b) 1999-2000 Output Group Budget incorporates transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
 (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Regional Development

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

Regional Development delivers programs that improve communication between governments and regions; build leadership capacity in the regions; fund community and business infrastructure; support Regional Development Organisations; attract job-creating investment; and increase the capacity of local industries to compete, grow and employ.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Regional Strategic Leadership - A service of program development, economic intelligence and policy development that builds the Department's capacity to take a leadership role in regional development.					
<i>Quality</i>					
Satisfaction rating from Regional Development Victoria clients	per cent	nm	nm	nm	>80
<i>Timeliness</i>					
Establishment of selection, management, performance monitoring and administrative systems for:					
• Regional economic development program.	date	nm	nm	nm	Jul 2000
• Local Economic development initiatives	date	nm	nm	nm	Jul 2000
• Regional Grants for local government and regional development boards	date	nm	nm	nm	Jul 2000
Establish and Launch Regional Development web site	date	nm	nm	nm	Sept 2000
Local Government Summit	date	nm	nm	nm	Sept 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.3

Regional Development - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Rural Community Development - A service to rural communities to understand their needs and concerns, ensure their input to the policy, program and service development process, assist their access to the support and resources of government, and strengthen and enhance their social, economic and commercial growth and development.					
<i>Quantity</i>					
Ministerial meetings supported	number	nm	nm	nm	10
Local Leadership grants to councils	number	nm	nm	nm	40
Future Rural Leaders program - number of participants	number	nm	nm	nm	16
Rural Taskforce meeting in regional Victoria	number	nm	nm	nm	1
<i>Quality</i>					
Satisfaction of Community Cabinet Meetings supported	per cent	nm	nm	nm	>90
<i>Timeliness</i>					
Agreed timelines for briefings for Community Cabinet Meetings met	per cent	nm	nm	nm	100
Establish Rural Community Development Network	date	nm	nm	nm	Sept 2000
Briefs for Rural Ministerial Visits provided to agreed timelines	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	9.9
Regional Infrastructure Development - Capital works funds for infrastructure development projects in regional Victoria.					
<i>Quantity</i>					
Regional Infrastructure Development Fund – projects funded	number	nm	nm	nm	20
Rural Community Development Program – projects funded ^(a)	number	198	50	120	100
Priority Projects funded	number	45	20	20	20
<i>Timeliness</i>					
Advice to RIDF applicants - after close of funding round	days	nm	nm	nm	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	58.2

Regional Development - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Regional Economic Development - Facilitation of new investment in regional Victoria and support of business development across key regional industry sectors through the Victorian Business Centre Network.					
<i>Quantity</i>					
Implement one stop shops pilots	number	nm	nm	nm	4
Tourism Promotion					
Major Events assisted	number	nm	nm	nm	10
<i>Timeliness</i>					
Regional Economic Development program launched	date	nm	nm	nm	Sept 2000
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.6

Source: Department of State and Regional Development

Notes:

(a) Funding of \$5 million in 2000-01 from the Community Support Fund (CSF)

Output group costs

	(\$ million)			Variation ^(c) %
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	
Total costs of output group	13.0	17.8	75.9	na
<i>Comprising:</i>				
Employee related expenses	4.6	4.5	5.3	15.3
Purchase of supplies and services	4.2	4.0	4.0	-4.4
Depreciation and amortisation	0.5	0.5	0.5	-3.2
Capital asset charge	0.1	0.1	0.1	4.0
Other expenses ^(d)	3.6	8.7	66.0	na

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Output Group Budget incorporates transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.
- (d) 2000-01 Output Group Budget consists mainly of grants under the Regional Infrastructure Development Fund.

ICT and Multimedia

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

To harness Victoria's potential in developing new and emerging technologies and maximise the opportunities for government and citizens to share in the benefits. Key deliverables include support and development of the information and communications technology (ICT) industry; expanding Victoria's ICT skills base; promoting e-commerce; increasing the availability and lowering the cost of ICT access across Victoria; implementing the world leading Government On-line program; and negotiating whole-of-government purchasing arrangements for telecommunications services.

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
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ICT Industry Development – this output delivers projects that build Victoria as a centre of excellence for emerging growth industries and address Victoria's Information and communications technology (ICT) skills shortage.

Quantity

Projects directed at:

• Investment recruitment	number	98	40	120	100
• Export Development	number	34	20	40	30
ICT skills projects	number	nm	nm	nm	4
Policy review completed and report delivered to Minister	number	nm	nm	nm	1

Cost

Total output cost:	\$ million	na	na	na	5.6
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Online Government and IT policy – project management, contract management, research and policy development to implement Government Online and to develop whole-of-government IT policies.

Quantity

Projects underway or completed	number	6	4 ^(a)	6	8
Post implementation review completed	number	nm	nm	nm	2

Cost

Total output cost:	\$ million	na	na	na	3.2
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ICT Community Development – This output delivers projects to promote effective use of information and communications services applications in the community.

Quantity

Projects underway or completed in relation to community access	number	2	3 ^(a)	7	7
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ICT and Multimedia - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Projects underway or completed in relation to cultural and research institutions	number	4	3 ^(a)	3	1
Policy review completed and report delivered to Minister	number	nm	nm	nm	1
Post implementation review completed	number	nm	nm	nm	1
<i>Quality</i>					
Specific project standards	per cent	90	na	na	na ^(b)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.1
E-commerce - this output delivers projects to promote the uptake of e-commerce in business and the community.					
<i>Quantity</i>					
Projects to increase business use of IT and electronic commerce	number	10	8 ^(a)	30	8
Policy Review completed and report delivered to Minister	number	nm	nm	nm	1
Post implementation review completed	number	nm	nm	nm	1
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.2
ICT Policy – this output delivers projects that provide policy advice on ICT issues, particularly in relation to regional access to ICT.					
<i>Quantity</i>					
Regional ICT projects assessed	number	nm	nm	nm	40
Policy Reviews conducted	number	nm	nm	nm	2
<i>Quality</i>					
Advice meets quality standards	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.9
ICT Infrastructure and Services – Whole-of-government management of key shared information and communications technology services and technology, particularly VicOne, telecommunications contracts and telecommunications infrastructure.					
<i>Quantity</i>					
Projects underway or implemented	number	8	7 ^(a)	8	8
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ICT and Multimedia - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
VicOne rollouts to Departments	number	na	500	500	20
Policy reviews completed and report delivered to Minister	number	nm	nm	nm	2
<i>Quality</i>					
Specific quality standards	per cent	90	na ^(a)	na	na
<i>Timeliness</i>					
Completion of VicOne rollout to all planned government sites	date	nm	nm	nm	1 st Quarter
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	12.1

Source: Department of State and Regional Development

Notes:

- (a) *Target revised from 1999-00 Budget Paper No.3 to reflect outcomes of review of Vic.21 Programs*
- (b) *Measure ceased at end 1999-2000*

Output group costs

	<i>(\$ million)</i>			
	<i>1999-00 Budget^(a)</i>	<i>1999-00 Revised^(b)</i>	<i>2000-01 Budget</i>	<i>Variation^(c) %</i>
Total costs of output group	45.4	36.4	31.0	-31.7
<i>Comprising:</i>				
Employee related expenses	6.0	6.2	5.8	-2.8
Purchase of supplies and services	10.2	7.6	11.4	11.8
Depreciation and amortisation	0.3	0.3	0.3	-1.2
Capital asset charge	0.1	0.1	0.1	-36.2
Other expenses	28.7	22.2	13.4	-53.5

Source: Department of Treasury and Finance

Note:

- (a) *1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.*
- (b) *1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.*
- (c) *Variation between 1999-2000 Budget and 2000-01 Budget.*

Industrial Relations Services

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

The Industrial Relations output group aims to develop and implement an industrial relations policy and legislative climate which assist in the development of co-operative relations between employers and employees and their representatives. The development of strategies to enhance workplace relations based on consultation and co-operation between the parties is a key component. The group promotes jobs growth and enhanced employment opportunities for all Victorians through coordinated strategies with other output groups to assist in the enhancement of jobs growth.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Statewide Industrial Relations Services					
<i>Quantity</i>					
Delivery of private sector industrial relations services to Government and client organisation	yes/no		yes	yes	yes
<i>Quality</i>					
Ministerial satisfaction with the quality of advice and services	per cent		80	80	80
<i>Timeliness</i>					
Ministerial satisfaction with the timely delivery of advice and services	per cent		80	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	6.8
Public Sector Employee Relations Services.					
<i>Quantity</i>					
Delivery of public sector employee relation services to Government and client organisations	yes/no		yes	yes	yes
<i>Quality</i>					
Ministerial satisfaction with the quality of advice and services	per cent		80	80	80
<i>Timeliness</i>					
Ministerial satisfaction with the timely delivery of advice and services	per cent		80	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.6
<i>Source: Department of State and Regional Development</i>					
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Industrial Relations Services - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	19.6	7.5	9.4	-52.3
<i>Comprising:</i>				
Employee related expenses	4.6	3.3	5.2	13.2
Purchase of supplies and services	5.1	1.6	3.7	-28.4
Depreciation and amortisation	0.5	0.1	0.2	-65.4
Capital asset charge	0.1	0.1	0.0	-54.0
Other expenses	9.4	2.5	0.3	-96.4

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Output Group Budget incorporates transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Sport, Recreation and Racing

Key Government Outcomes: Maintaining Victoria's Sporting Advantage

Growing the whole of the State.

Description of the Output Group:

Sport and Recreation Victoria (SRV) is the agency through which Government seeks to develop all facets of the sport, recreation and racing industries in accordance with identified priorities. The government is committed to facilitating sport and recreation opportunities for all within the community and seeks to maintain quality sport and recreation infrastructure to support participation and events at all levels.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected	2000-01 Target Outcome
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Sport and Recreation Event and Tourism Facilitation - The focus is on maintaining recognition of Melbourne and Victoria as the premier sporting city and sporting State. This includes the attraction and retention of major national and international sporting events and the associated sport tourism, as well as attracting teams and individuals to train and compete in Melbourne and Victoria.

Quantity

Estimated International teams/sports:

• Inspecting facilities	number	71	10-15	10-15	2
• Undertaking training/competition	number	108	15-18	15-18	50-60
• Athletes and official pre-Olympic training	number	nm	nm	nm	1 000
• World Masters Games 2002 – Participant's Expressions of Interest received by June 2001	number	nm	nm	nm	13 000

Timeliness

Project Management and Evaluation:

• 2006 Commonwealth Games Budget plans completed	date	nm	nm	nm	Sept 2000
• World Masters Games 2002 (Business and operating plan developed)	date	Sept 1998	na	na	na ^(a)
• Marketing and sponsorship plans implemented	date	na	Mar 2000	Mar 2000	na ^(b)
• Olympic Football (Soccer) Finalisation of operational arrangements	date	nm	Jun 2000	Jun 2000	na ^(b)
• Olympic football tournament completed	date	nm	nm	nm	Sept 2000

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Sport, Recreation and Racing - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
Events Facilitated by Target Dates:					
• National Schools Volleyball Cup	date	Dec 1998	Dec 1999	Dec 1999	Dec 2000
• Athsfest	date	Mar 1999	Mar 2000	Mar 2000	na ^(b)
• Rip Curl offshore festival (Bells Beach)	date	Apr 1999	Apr 2000	Apr 2000	Apr 2001
• Equitana	date	na	Nov 1999	Nov 1999	na
• Aust. and NZ Police Games	date	na	Apr 2000	Apr 2000	na ^(b)
• Australasian Public Sector Games	date	na	Apr 2000	Apr 2000	na ^(b)
• Sail Melbourne (World Champs)	date	Jan 1999	Jan 2000	Jan 2000	Jan 2001
• Superbikes	date	nm	nm	Apr 2000	Apr 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	25.2
Sport and Recreation Industry Development - Provide strategic leadership and facilitate the development of the sport and recreation industry. There is also a key focus on industry regulation and probity in the horse racing, professional boxing and martial arts sectors.					
<i>Quantity</i>					
Racing and Bookmakers Licences, permits, appeals and registrations processed	number	801	500	500	500
Key industry organisations providing strategic advice to Government	number	nm	nm	nm	6
<i>Quality</i>					
Industry Awards program reviewed	date	nm	May 2000	May 2000	na ^(b)
Awards Conducted	date	May 1999	na	na	Sept 2000
<i>Timeliness</i>					
Sports Injury Prevention Program:					
• Year 1 Program evaluation	date	na	Sept 1999	Jul 1999	na ^(b)

Sport, Recreation and Racing - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
• Year 2 Program evaluation	date	nm	nm	nm	Dec 2000

Cost

Total output cost:	\$ million	na	na	na	4.2
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Sport and Recreation Facility Development - Provides funding, coordination and facilitation services that generate investment in improving and extending sport and recreation facilities throughout Melbourne and Victoria.

Quantity

State level facilities :

• Investigated	number	13	5	5	4
• Funded	number	8	2	2	2
• Under Construction	number	1	4	4	5
• Constructed	number	2	4	4	3

Community Facilities Funded (part CSF funded):

Minor works facilities funded	number	149	130-140	130-140	tbd ^(c)
Major planning projects funded	number	nm	nm	nm	tbd ^(c)
Major capital work projects funded	number	25	15-25	15-25	tbd ^(c)
Aquatic facility projects funded	number	nm	3	3	tbd ^(c)
Estimated value added expenditure on regional and Community Facilities above the State Government contribution	\$ million	27.4	18-21	18-21	tbd ^(c)

Timeliness

Major Facilities planned and designed within agreed timeframes:

• Netball and Hockey (Royal Park Sports Precinct) commissioned	date	Sept 1998	Apr 2000	Jun 2000	Aug 2001
• Geelong Water Sports Complex (GWSC)	date	na	Apr 2000	amended	na ^(b)
• GWSC amended to Water Sports Study - Completed	date	nm	nm	nm	Apr 2001

Sport, Recreation and Racing - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Expansion of Melbourne Sports and Aquatic Centre/Sports House (MSAC):					
• MSAC Site acquisition	date	na	Jun 2000	Jun 2000	na ^(b)
• MSAC Masterplan completed	date	nm	nm	nm	Sept 2000
Multi Purpose Velodrome commissioned	date	na	Jan 2000	Jun 2000	na ^(c)
Melbourne and Olympic Park Masterplan completed	date	nm	nm	nm	Sept 2000
Local Government Authority capital works completed within agreed timeframe	per cent	>75	>75	>75	>75
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	18.2
Sport and Recreation Organisational Development - Development of initiatives and projects to promote the growth of management and organisational skills that strengthen and enhance service provider and organisational performance.					
<i>Quantity</i>					
Organisational development projects funded through the State Sporting Association Development program	number	nm	nm	nm	>50
Community Based Organisations undertaking organisational development activities	number	nm	nm	nm	44
<i>Quality</i>					
State Sporting Association Organisational Development projects progressed as per Funding and Service Agreements	per cent	>90	>90	>90	>90
Community Based Organisations organisational development activities meeting Funding and Service Agreement KPIs	per cent	nm	nm	nm	>90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	7.4

Sport, Recreation and Racing - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Sport and Recreation Participation and Performance Facilitation - Facilitate community based sport and recreation providers to develop and deliver quality opportunities for participation in sport and recreation either for the general population, for specific populations such as older people, women people with disabilities or those who are rurally isolated. Achieving excellence in our sporting performances and supporting aspiring athletes are also key focus areas.					
<i>Quantity</i>					
Proportion of Victorian Institute of Sport scholarship holders who are members of national teams	per cent	33	>32	>32	>32
Athletes on Victorian Institute of Sport scholarships	number	468	>400	>400	>400
<i>Quality</i>					
Outdoor Recreation Camps contract management KPIs met	per cent	95	>75	>75	>75
<i>Timeliness</i>					
Active Australia National Participation Framework Operational Plan developed and agreed	date	July 1998	Sept 1999	Sept 1999	tbd
Country Action funding announced	date	Dec 1998	Dec 1999	Dec 1999	Dec 2000
Victalent funding announced	date	Apr 1999	May 2000	May 2000	May 2001
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.9

Source: Department of State and Regional Development

Note:

- (a) *Measure ceased at end 1998-1999*
- (b) *Measure ceases at end 1999-2000*
- (c) *The CSF programs have been significantly revised. Increased funding has been made available and revised funding ratios have been applied to both SRV and CSF funded projects. The result will be both an increase in the number of projects funded, and a more even spread of projects across Victoria. Funded projects expected to be announced in June 2000.*

Sport, Recreation and Racing - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	44.7	41.2	60.9	36.3
<i>Comprising:</i>				
Employee related expenses	6.3	6.2	6.1	-2.7
Purchase of supplies and services	10.3	12.7	14.2	37.5
Depreciation and amortisation	0.4	0.4	0.4	3.0
Capital asset charge	0.6	0.6	0.6	-6.0
Other expenses ^(d)	27.1	21.2	39.6	46.2

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.
- (d) Included in 2000-01 Output Group Budget are grants to sporting bodies.

Small Business

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

The Small Business output group provides information, referral and support services including initiatives and events, to facilitate easy entry for new starters and to foster the sector's development and sustained growth. The outputs include development of online business services, liquor and trade measurement licensing and educational services.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
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Small Business Support and Online Business Services - Development and delivery of business information, advisory and referral services through the Victorian Business Line (VBL), Business Channel and regional offices operating across rural and metropolitan Victoria, including managing the delivery of initiatives and events to assist and promote small business.

Quantity

Small business information enquires:

• General enquires	number	51 097	32 000	32 000	na ^(a)
• Business licence enquires	number	17 257	16 500	16 500	16 500
• Business referrals	number	31 696	32 000	32 000	33 000
• General enquires (telephone)	number	nm	nm	nm	36 000
• General enquires (Business Channel)	number	nm	nm	nm	36 000

Initiative/events commenced or completed	number	10	10	10	10
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Quality

Client feedback of satisfaction on small business information and referral services (survey)	per cent	>80	>80	>80	>80
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Timeliness

Small business information enquires responded to within 3 days	per cent	90	95	95	na
Small business information enquires (e-mail and VBL call-back) responded to within 2 days	per cent	nm	nm	nm	95
Initiative/events met appropriate timelines	per cent	100	100	100	100

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Small Business - continued

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.3
Trade Measurement Development and Services – Manage the delivery of services throughout rural and metropolitan Victoria as required under the Trade Measurement Act 1995 including effecting improvement to service delivery standard and further development of monitoring procedures on service licensees' performance.					
<i>Quantity</i>					
Traders' instruments inspected	number	31 902	27 000	27 000	28 000
Traders' premises inspected	number	na	9 000	9 000	9 500
Monitoring visits to servicing licensees	number	na	100	100	110
Inspectorial and laboratory contracts renewed	per cent	na	100	100	100
<i>Quality</i>					
Contractors complying with service levels specified in Trade Measurement contracts	per cent	100	100	100	100
<i>Timeliness</i>					
Trade Measurement contracts prepared and delivered with agreed timelines	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.0
Administration of Liquor Control Reform Act – All applications for the grant, transfer, relocation and variation of liquor licence are processed under this output. It manages a process that provides for public consultation and objections to applications on the basis of adverse impact on amenity and renews and maintains all existing licences.					
<i>Quantity</i>					
Applications for new licence, transfer and variation to licence determined	number	13 117	13 500	13 400	13 200
Liquor licences and permits renewed and managed	number	nm	nm	nm	12 500
Liquor licensing enquires	number	57 229	66 500	68 000	65 000
Liquor licensing public hearing sessions	number	503	360	360	na ^(b)

Small Business - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Client satisfaction with Liquor Licensing Victoria (LLV) service	per cent	na	>90	>90	>90
Success rate of appeals against LLV decisions	per cent	<20	<25	<25	na ^(b)
<i>Timeliness</i>					
Uncontested applications determined within 3 working days of lodgement of final document	per cent	nm	nm	nm	>90
Contested applications determined within 3 working days of receipt of Panel's recommendation	per cent	nm	nm	nm	>90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.3

Alcohol Harm Minimisation Program and Services to Industry - A range of programs and services to train and advise stakeholders regarding best practice in the responsible management and development of liquor and licensed hospitality businesses and liaison with Police and local Government to resolve complaints are provided under this output.

<i>Quantity</i>					
Responsible Serving of Alcohol training courses	number	nm	nm	nm	1 200
Responsible Service of Alcohol trainees	number	12 291	16 000	16 000	17 000
Proof of Age Cards Issued	number	nm	nm	nm	9 600
Complaints against licensees processed	number	na	330	360	400
Advisory service provided	number	Demand driven	300	300	na ^(c)
Planning of major projects in which LLV is involved	number	Demand driven	10	10	na ^(c)
Advice to investors/developers	number	350	500	500	na ^(c)
Targeted participation in industry assistance, training and support initiatives e.g. management training, seminars, licensee forums trade shows, advice to investors, etc ^(d)	number	nm	nm	nm	3 800

Small Business - continued

<i>Major Outputs/Deliverables</i> Performance Measures	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Quality</i>					
Satisfaction levels among participants of RSA training (survey)	per cent	>95	>95	>95	>95
Complaints resolved	per cent	na	na	na	>90
Satisfaction regarding LLV's contributions to and performance at forums, trade shows seminars etc (survey)	per cent	na	>95	>95	>95
<i>Timeliness</i>					
Waiting time for RSA training - within 10 working days	per cent	nm	nm	nm	100
Response to allegations and complaints within 5 working days	per cent	nm	nm	nm	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.9

Source: Department of State and Regional Development

Note:

- (a) *From 2000-01 measure splits into telephone and business channel enquiries.*
- (b) *Measure ceases at end 1999-2000. New administrative processes have removed the need for this measure.*
- (c) *Measures cease at end 1999-2000, to be replaced with the new measure listed.*
- (d) *Consolidation of a number of 1999-2000 performance measures comprising advice to investors, planning of major projects, assistance provided to agencies etc.*

Small Business - continued

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	11.4	11.9	10.6	-7.0
<i>Comprising:</i>				
Employee related expenses	5.5	6.0	5.1	-8.2
Purchase of supplies and services	5.3	5.4	5.0	-6.2
Depreciation and amortisation	0.4	0.4	0.4	9.5
Capital asset charge	0.1	0.1	0.1	-40.0
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Tourism

Key Government Outcomes

Growing the whole of the State.

Description of the Output Group

This output group aims to maximise employment and the longer term economic benefits of tourism to Victoria by developing and marketing the State as a competitive tourist destination. Through Tourism Victoria, the Government is committed to building on the leadership position it has secured in domestic tourism as well as consolidating the gains it has made in international tourism. The key services being provided cover the two areas of domestic and international tourism as well as product development, leadership and coordination.

Major Outputs/Deliverables Performance Measures	Unit of Measure	1998-99 Actual	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
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Tourism Marketing - Conduct marketing campaigns to further increase visitation and yield, assist in developing tourism product which appeals to international and domestic visitors, maximise cooperative marketing opportunities and capitalise on the tourism benefits flowing from major events. Key deliverables include:

- International Marketing; and
- National Marketing

Quantity

Visitor nights (Domestic)	\$ million	55.4	na	53.5-55.5	54-56
Visitor nights (International)	\$ million	20.6	16-18	18-21	20-22
Number of visitors (International)	\$ million	1.0	1.0-1.2	1.0-1.2	1.0-1.3
Tourism Victoria's expenditure as proportion of total expenditure (Partnership Australia)	ratio	1:13	1:13	1:13	na ^(a)
Enquires and phone responses handled by Victorian Tourism Information Service	number	190 000	170 000	190 000-200 000	110 000
Familiarisation participants					
• Trade	number	390	300-400	300-400	300-400
• Media	number	126	30-60	120-130	120-130
International					
• Trade	number	597	700-800	800-900	700-800
• Media	number	484	500-600	500-600	600-700
Wholesale packages sold	number	99 000	70 000	100 000	100 000

Tourism - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
<i>Quality</i>					
Awareness of advertising on Victoria:					
• New South Wales	per cent	21.3	18-22	18-22	18-22
• South Australia	per cent	22.1	18-26	18-26	18-26
• Queensland	per cent	21.8	18-22	18-22	18-22
• Victoria	per cent	16.2	14-22	12-16	12-16
Value of free ink generated					
• Domestic	\$ million	19	20-25	20-25	20-25
• International	\$ million	130	45-50	155-170	120-150
<i>Timeliness</i>					
Marketing programs delivered according to milestones as outlined in the Annual Business Plan.	per cent	na	na	na	90
Percentage of consumer telephone calls answered with 20 seconds	per cent	90	80	80	na ^(a)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	32.4
Tourism Industry and Infrastructure Development - Facilitate private sector tourism investment and manage tourism projects funded from the Community Support Fund (CSF). Provide leadership and direction in line with the Tourism Victoria Strategic Business Plan (1997-2001) and the Tourism Development Plans for each of Victoria's product regions. Secure approval for new carriers and air services to Melbourne.					
<i>Quantity</i>					
Priority actions identified in the Strategic Business Plan (1997-2001) that have been satisfactorily implemented	per cent	95	95-98	95-98	na ^(a)
Number of CSF projects managed	per cent	70	30	10	na ^(a)
Submissions to Airlines and regulatory agencies	number	13	4-6	4-6	na ^(a)
Number of consultative industry forums, seminars and workshops conducted.	number	nm	nm	nm	6-10
Investment projects facilitated	number	nm	nm	nm	15-20
Budget Estimates 2000-01		State and Regional Development			327

Tourism - continued

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Service Level Agreements with major industry partners acquitted within agreed guidelines	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	7.7
Event Facilitation - Provide funding and development assistance for major events conducted in both regional and metropolitan Victoria. In conjunction with the travel industry, develop retail packages and cooperative marketing strategies.					
<i>Quantity</i>					
Major events assisted	number	24	15-20	15-20	15-20
Business events assisted	number	7	3-5	5	na ^(a)
<i>Quality</i>					
Grants managed in accordance with published guidelines	per cent	nm	nm	nm	90
Relevant quality standards met	per cent	na	100	100	na ^(a)
<i>Timeliness</i>					
Administration of major events funding- response time/turnaround time	weeks	8	6	6	na ^(a)
Administration of business event funding – response time/turnaround time	weeks	8	8	8	na
Grant and cooperative programs delivered according to milestones as outlined in the Annual Business Plan.	per cent	nm	nm	nm	90 ^(a)
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.1

Source: Department of State and Regional Development

Notes:

(a) Measure ceases at end 1999-2000

Tourism - *continued*

Output group costs

	(\$ million)			
	1999-00 Budget ^(a)	1999-00 Revised ^(b)	2000-01 Budget	Variation ^(c) %
Total costs of output group	42.3	42.3	43.2	2.1
<i>Comprising:</i>				
Employee related expenses	7.4	8.2	8.5	15.4
Purchase of supplies and services	31.4	26.2	26.5	-15.5
Depreciation and amortisation	0.5	0.5	0.5	4.2
Capital asset charge	0.1	0.1	0.1	-2.0
Other expenses	3.0	7.3	7.6	na

Source: Department of Treasury and Finance

Note:

- (a) 1999-2000 Output Group Budget incorporates changes to the Output Group structure and organisational restructuring. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (b) 1999-2000 Revised Output Group Budget incorporates the transfer of responsibilities under machinery of government changes. Therefore 1999-2000 and 2000-01 comparisons are indicative only.
- (c) Variation between 1999-2000 Budget and 2000-01 Budget.

Major Projects

Key Government Outcomes:

Growing the whole of the State.

Description of the Output Group:

Management and delivery of nominated public construction and land development projects, the coordination of development projects and associated feasibility studies.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Major Public Construction and Land Development - Management and delivery of nominated public construction and land development projects, the coordination of development projects and associated feasibility studies.

Timeliness

Bayside Land Development

- Commencement of Stage 2 date na na na Jul 2000

Bundoora Land Development

- Commencement of housing construction date na na na Jul 2000

Jolimont/Eastside Rationalisation Program

- Sale of building lot date na na na Jul 2000

Kensington Banks Residential Program

- Demolition of building and sale of land date na na na Mar 2001

Royal Park

- Project management of site date na na na Jul 2000

Melbourne Museum

- Complete building construction date not complete
(a) na Jul 2000 na
- Commence exhibition installations date na Jul 1999 Oct 1999 na

National Gallery

- Commence construction date not complete
(b) na Jul 2000 na
- Complete Tempex at Library date na Aug 1999 Aug 1999 na

Major Projects - continued

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
Federation Square					
• Complete deck construction	date	not complete (c)	na	Aug 1999	na
• Commence superstructure	date	na	Jul 1999	Jul 1999	na
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.8

Source: Department of State and Regional Development

Notes:

- (a) 90 per cent of Museum construction completed
 (b) Following completion of Archive centre & NGV Tempex, construction expected to start November 1999
 (c) Completion of Federation Square deck construction delayed due to industrial action

Output group costs

	(\$ million)			Variation ^(b)	
	1999-00 Budget ^(a)	1999-00 Revised ^(a)	2000-01 Budget ^(a)		%
Total costs of output group	4.8		..
<i>Comprising:</i>					
Employee related expenses	0.2		..
Purchase of supplies and services	3.7		..
Depreciation and amortisation	0.1		..
Capital asset charge	0.8		..
Other expenses

Source: Department of Treasury and Finance

Note:

- (a) Responsibility for the Office of Major Projects transferred to DSRD from the department of Infrastructure (DoI) under machinery of government changes in 1999-00. The outputs were part of a larger output group and could not be separated for presentation in this table. The 1999-00 Budget and outcomes will be reported in DoI's Annual Report.
 (b) Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position and cash flow statement for the Department as well as tables detailing the authority for resources and the payments on behalf of the State made by the Department.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.7.2 – Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.7.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.7.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on Departmental resources is highlighted in this statement.

Table 2.7.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	236.6	222.7	325.1	37.4
Section 29 receipts -Commonwealth	1.6	1.6	1.0	-35.2
-Other	0.3	0.3	0.3	0.0
Other Commonwealth grants	0.1	0.1	..	na
Other revenue ^(c)	3.0	3.3	1.8	-40.5
Total	241.6	228.0	328.2	35.8
Operating expenses				
Employee related expenses ^(d)	51.2	51.6	57.0	11.3
Purchases of supplies and services ^(e)	89.1	79.1	88.6	-0.5
Depreciation and amortisation	3.7	3.3	3.4	-8.1
Capital assets charge	1.2	1.2	2.0	66.9
Other expenses ^(f)	96.4	92.7	177.2	83.7
Total	241.6	228.0	328.2	35.8
Operating surplus/deficit before revenue for increase in net assets	..	..	..	..
<i>Add:</i>				
Revenue for increase in net assets	..	..	..	..
Section 29 Receipts - asset sales	..	..	..	..
Operating surplus/deficit	..	..	..	..
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	..	0.4	0.4	..
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	6.3	5.7	5.6	-11.6
Less revenue transferred to Consolidated Fund	- 6.1	- 5.7	- 5.6	-8.4
Total	0.2	0.4	0.4	76.7
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	..	..	..	..
Other expenses	0.6	0.4	0.4	-31.7
Total	0.6	0.4	0.4	-31.7
Operating surplus/deficit	- 0.4	..	..	na

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1998-99 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax.
- (e) Includes payments to non-government organisations for delivery of services.
- (f) Increases in 2000-01 due to funding of election commitments and new initiatives, including the Regional Infrastructure development Fund.

Operating Statement

The Department is anticipated to breakeven on its operations for 2000-01.

Operating revenue will increase by \$87 million (35.8 per cent) in 2000-01 over the 1999-2000 Budget. This net increase reflects the following adjustments:

- an increase of \$98 million funded directly through the department for new initiatives, including \$70 million to fund election commitments;
- a decrease of \$22 million due to the net effect of machinery of government transfers; and
- an increase of \$10 million as a result of other policy decisions during 1999-2000.

The estimated Revised (operating result) for 1999-2000 reflects a revenue decrease of \$14 million, which is primarily due to the net impact of the transfer of responsibilities under machinery of government changes effected during 1999-2000.

Operating expenses will increase in line with revenue in 2000-01. The bulk of the increase in operating expenses is in 'Other Expenses', reflecting the non-salary grant components of newly funded initiatives, particularly the Regional Infrastructure Development Fund, the Living Regions Living Suburbs Support Fund and grants to local government and regional development boards.

Table 2.7.3: Statement of Financial Position

(\$ thousand)					
<i>Estimated as at 30 June</i>					
	1999	2000	2000	2001	Variation ^(a)
	<i>Actual</i>	<i>Budget</i>	<i>Revised</i>	<i>Budget</i>	%
Assets					
Current Assets					
Cash	2 416	2 416	2 364	2 364	-2.2
Investments	..	..	..	..	..
Receivables	1 144	1 144	1 144	1 144	0.0
Prepayments	941	941	941	941	0.0
Inventories	..	..	..	..	..
Other Assets	..	..	..	..	..
Total Current Assets	4 501	4 501	4 449	4 449	-1.2
Non-Current Assets					
Investments	..	..	..	..	..
Receivables ^(b)	8 947	11 420	6 910	6 340	-44.5
Fixed Assets	15 651	12 546	15 651	16 221	29.3
Other Assets	..	..	..	..	..
Total Non-Current Assets	24 598	23 966	22 561	22 561	-5.9
Total Assets	29 099	28 467	27 010	27 010	-5.1
Liabilities					
Current Liabilities					
Payables	5 304	5 304	5 304	5 304	0.0
Borrowing	..	..	..	..	..
Employee Entitlements	5 930	4 423	4 280	4 280	-3.2
Superannuation	..	..	..	..	..
Other Liabilities	46	46	53	53	15.2
Total Current Liabilities	11 280	9 773	9 637	9 637	-1.4
Non-Current Liabilities					
Payables	..	..	..	..	..
Borrowing	..	..	..	..	..
Employee Entitlements	8 188	9 063	7 742	7 742	-14.6
Superannuation	..	..	..	..	..
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	8 188	9 063	7 742	7 742	-14.6
Total Liabilities	19 468	18 836	17 379	17 379	-7.7
Net Assets	9 631	9 631	9 631	9 631	0.0

Table 2.7.3: Statement of Financial Position - continued

(\$ thousand)

Estimated as at 30 June

	1999 <i>Actual</i>	2000 <i>Budget</i>	2000 <i>Revised</i>	2001 <i>Budget</i>	Variation ^(a) %
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	..	..	..	..
Investments	..	- 368	..	..	na
Receivables	149	149	149	149	0.0
Total Current Assets	149	- 219	149	149	na
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	25 067	25 067	24 967	20 067	-19.9
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	25 067	25 067	24 967	20 067	-19.9
Total Assets	25 216	24 848	25 116	20 216	-18.6
Liabilities					
Current Liabilities					
Payables	98	98	98	98	..
Total Current Liabilities	98	98	98	98	..
Non-Current Liabilities					
Total Non-Current Liabilities	..	..	..	..	..
Total Liabilities	98	98	98	98	..
Net Assets	25 118	24 750	25 018	20 118	- 18.7

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Statement of Financial Position

The Department's controlled net assets are estimated to be maintained at \$10 million during 2000-01.

Movements within the controlled Statement of Financial Position indicate some variation from the 1999-2000 budget estimate. In the Non Current Assets, the movement in Fixed Assets is reflected by the 1999-2000 Budget not identifying anticipated asset purchases. This has since been adjusted in the Revised Estimates for 1999-2000.

The movement in Non Current Liabilities of employee entitlements reflects the net effect of Machinery of Government transfers

The movement in the administered Statement of Financial Position shows a decrease in Receivables which indicates that a number of loans due for repayment are expected to be realised.

Table 2.7.4: Cash Flow Statement

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	236.6	222.7	325.1	37.4
Receipts from State Government -increase in net asset base	..	..	..	..
Section 29 Receipts - Commonwealth	1.6	1.6	1.0	-35.2
- Other	0.3	0.3	0.3	0.0
- Asset Sales	..	..	..	..
Other Commonwealth grants	0.1	0.1	..	na
Other	3.0	3.3	1.8	-40.5
	241.6	228.0	328.2	35.8
Operating payments				
Employee Related Expenses	- 51.8	- 53.7	- 57.0	10.0
Purchases of Supplies and Services	- 89.1	- 79.1	- 88.6	-0.5
Interest and finance expenses	..	..	..	..
Capital Assets Charge	- 1.2	- 1.2	- 2.0	66.9
Current grants and transfer payments	- 96.4	- 92.7	- 177.2	83.7
Capital grants and transfer payments	..	..	..	..
Net Cash flows from operating activities	3.1	1.2	3.4	10.8
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Purchases of non-current assets	- 0.6	- 3.3	- 4.0	na
Net Cash flows from investing activities	- 0.6	- 3.3	- 4.0	na
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 2.5	2.0	0.6	na
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 2.5	2.0	0.6	na
Net Increase/Decrease in Cash Held	..	- 0.1	..	..
Cash at beginning of period	- 2.4	- 2.4	- 2.5	2.2
Cash at end of period	- 2.4	- 2.5	- 2.5	2.2
Budget Estimates 2000-01	State and Regional Development			337

Table 2.7.4: Cash Flow Statement - *continued*

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	..	0.4	0.4	..
Other Commonwealth grants	..	..	..	..
Other	6.3	5.7	5.6	-11.6
	6.3	6.1	6.0	-5.3
Operating payments				
Purchases of Supplies and Services	..	- 0.1	- 4.9	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	- 0.6	- 0.4	- 0.4	-31.7
Capital grants and transfer payments	..	..	..	..
Other	- 6.1	- 5.7	- 5.6	-8.4
Net Cash flows from operating activities	- 0.4	- 0.1	- 4.9	na
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Movement In Investments				..
Net Cash flows from investing activities	..	..	..	..
Cash flows from financing activities				
Net increases in balances held with Government	..	..	..	..
Net Cash flows from financing activities	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Cash Flow Statement

The Cash Flow Statement for controlled items reflects the increase of State Government funding and the corresponding expenditure for new initiatives such as the Regional Infrastructure Development Fund and the Living Regions Living Suburbs Support Fund.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.7.5: Authority for Resources

(\$ million)				
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	230.9	201.0	317.3	37.4
Receipts credited to appropriations	1.9	1.9	1.3	- 30.5
Unapplied previous years appropriation	5.2	21.2	7.3	40.6
Accumulated surplus - previously applied appropriation	..	..	..	..
Gross Annual appropriation	238.0	224.1	325.9	36.9
Special appropriations	0.5	0.5	0.5	..
Trust funds	1.2	0.9	0.3	- 74.5
Non public account and other sources ^(c)	2.1	2.9	1.9	- 10.9
Total Authority	241.8	228.4	328.6	35.9

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-2000 Revised, includes the impact of approved Treasurer's Advances.

(c) For 1999-2000 Budget a reclassification of Anzac Day Proceeds Fund from Controlled to Administered.

Payments on behalf of the State

Payments on behalf of the State are payments made by the department on behalf of the State Government as a whole and do not directly reflect the operations of the department. They are usually on-passed or administered by the State.

Table 2.7.6: Payments made on behalf of the State

(\$ million)				
Account	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Anzac Day administered trust	..	0.4	0.4	..
Total	..	0.4	0.4	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

DEPARTMENT OF TREASURY AND FINANCE

OVERVIEW

In 2000-01 the Department will continue to provide leadership in economic, financial and resource management which:

- delivers a substantial budget sector operating surplus;
- promotes economic growth for the whole State;
- delivers value-for-money services; and
- ensures a transparent and accountable financial system.

New initiatives for 2000-01 will reflect new Government directions; in particular the development and implementation of Government policies that focus on financial responsibility, economic growth and enhancement of services.

The Department's activities in the areas of privatisation and outsourcing have been completed, with a commensurate change in focus to 'value for money' services which may be provided by the public or private sector or a combination of both.

The Department's output revenue will reduce by 18 per cent, reflecting the above mentioned changes to the Department's output structure to align with Government priorities, delivery of executive officer and other savings specified in *Labor's Financial Statement - The first term of a Bracks Labor Government*, and a wind down in implementation costs associated with the introduction of GST.

Scope and Coverage

The financial information for the Department of Treasury and Finance includes consolidated information for the following portfolio entities:

- Department of Treasury and Finance and its service agency, the State Revenue Office;
- Office of the Regulator-General;
- Victorian Casino and Gaming Authority; and
- Ministerial Offices of the Treasurer, the Minister for Finance, the Minister for WorkCover and the Minister for Gaming.

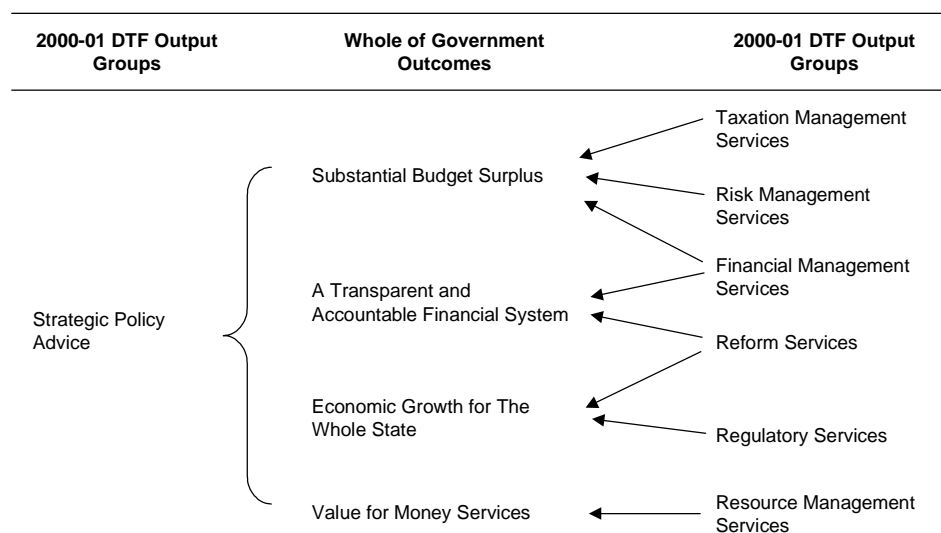
Collectively, these entities form the 'Department' for the purposes of budget appropriations.

In addition, there are a large number of statutory authorities and Government Business Enterprises which are not directly budget funded but are accountable to the portfolio Ministers.

Departmental Contribution to Government Outcomes

The following table provides a representation of how the activities of the Department contribute to the Government desired outcomes for Victorians.

Departmental Vision: A prosperous future for all Victorians



Review of 1999-2000

At the beginning of 1999-2000, the Department's agenda was to replenish its capacity to generate new reform recommendations and to reallocate resources to ensure that the benefits of previous reforms were extracted in full.

Key initiatives that were successfully completed or significantly progressed were:

- the implementation in Victoria of changes flowing from the new Commonwealth tax system (including advice on GST issues);
- whole of government Year 2000 risk management;
- management of the State's legal defence arising from litigation by ESSO resulting from the Longford gas incident in 1998;
- embedding the Management Reform Program of Accrual Output Management into the Victorian Public Service;
- implementation of the State Revenue Office IT Strategic Plan (including land tax based compliance initiatives and development of the electronic commerce gateway); and
- completion of the franchising to private sector operators of public transport services.

Following the election of the Labor Government in October 1999, a review of the Department's outputs was conducted. The outcome of the review was a restructuring of the Department's output structure to better align with Government priorities.

Major changes included the cessation of privatisation and outsourcing activities and the addition of new responsibilities in the areas of WorkCover and Industrial Relations. Industrial Relations was subsequently transferred to the Department of State and Regional Development.

Key activities that were initiated in 1999-2000 in support of new Government directions included:

- the establishment of the Expenditure Review Committee of Cabinet, and supporting it in its implementation of the Government's election commitments and the 2000-01 Budget;
- the establishment of a working party to make recommendations for the reinstatement of common law to the Victorian Workers' Compensation scheme;

- co-development with the Department of Premier and Cabinet and the Department of Natural Resources and Environment of options for restoring adequate environmental flows to the Snowy River;
- development of new financial accountability practices, including the introduction of Financial Responsibility legislation; and
- preparatory analysis necessary to establish the Essential Services Commission and the Essential Services Ombudsman.

2000-01 Outlook

The Department aims to ensure a prosperous future for all Victorians by providing leadership in economic, financial and resource management.

In 2000-01 the activities of the Department will focus on the provision of economic and financial policy advice that supports financial responsibility, economic growth and enhancement of services.

The Department also has a role in implementing a number of key Government reforms that enable the Government to achieve its broader social policy, bring greater financial accountability and transparency to Government and ensuring effective and efficient resource management. The most significant of these reforms include:

- Implementation of a whole of Government public-private partnership framework;
- Establishment of a open and transparent financial reporting framework;
- Playing a role in ensuring adequate environmental flows are restored to the Snowy river; and
- Obtaining a better financial deal from the Commonwealth.

The Department will continue to deliver its core outputs, including budget development and production, provision of economic and financial policy advice, management of government lands and property, revenue collections and regulation of gaming and the gas and electricity markets in Victoria. The Department will also manage whole of government commitments with respect to the State's ongoing defence in the Longford class action and remediation of the West Melbourne Gasworks site.

To position itself to deliver these commitments the Department will embark on a range of improvement activities designed to facilitate the smooth implementation of Government policies. Dialogue with the Government will focus on new research directions and policies. Initiatives under the Management

Reform Program will be implemented within the Department and on a whole of government basis. The Department will also continue to build external relationships. Through forums of the Head of Treasuries and the GST Administration Sub-committee, the Department will endeavour to advance Victorian interests.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output group. In addition to incorporating new Government directions, changes to outputs reflect the Department's ongoing program to develop and refine appropriate measures of its activities. As a consequence of this evolutionary process, some output descriptions and performance measures have changed. The Department's outputs are now more clearly defined with complementary performance measures that provide increased accountability and transparency of the Department's activities.

The table below summarises the total cost for each output group. Major changes include:

- elimination of the *Privatisation Services* output group reflecting the Government's move away from privatisation of government services and the completion of previous activities within this group;
- a reduction of expenditure on *Reform Services*, reflecting the cessation of the provision of outsourcing advice, the transfer of water reform activities to the Department of Natural Resources and Environment, and a decrease in implementation costs associated with the introduction of GST;
- a reprioritisation of funding to maintain the provision of *Strategic Policy Advice*. This provides for advice on the implementation of the government's proposed WorkCover and OHS reforms and for the advice on the role of utilities regulators; and
- a reduction in expenditure on *Risk Management Services* mainly reflecting the one-off 1999-2000 costs associated with whole of government preparation for Y2K.

Table 2.8.1: Output group summary

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Financial Management Services	21.0	32.0	25.3	20.2
Privatisation Services	40.2	26.0	..	na
Reform Services	42.9	18.0	39.3	- 8.5
Regulatory Services	26.0	31.3	25.4	- 2.0
Resource Management Services	107.7	105.9	94.8	- 12.0
Risk Management Services	16.0	16.7	12.0	- 25.0
Strategic Policy advice	24.3	15.6	22.7	- 6.7
Taxation Management Services	56.2	58.7	55.6	- 1.0
Total	334.3	304.2	275.1	- 17.7

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Financial Management Services

Key Government Outcomes:

- Financial responsibility;
- Accountable and transparent processes;
- Maintenance of a substantial budget surplus; and
- Ensuring a positive impact on the State balance sheet and the State's financial rating.

Description of the Output Group:

The provision of financial management services to government departments, agencies and Government Business Enterprises including - financial accounting and reporting; managing and forecasting cash balances and central Government cash transactions; assessing and processing unclaimed monies claims; managing Government liabilities with the objective of reducing State debt; managing various State-based taxes; and reviewing and analysing performance of departments with a focus on delivering value for money services to the community.

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Financial Reporting and Control

Quantity

Annual Financial Statements	number	1	nm	1	1
Half yearly Financial Statement	number	nm	nm	nm	1
Quarterly Financial Reports	number	nm	nm	nm	4
Monthly Reports	number	nm	12	10	10

Quality

Unqualified Audit Opinion	yes/no	yes	yes	yes	yes
Material weaknesses in systems reported by the auditor general	number	0	nm	0	0

Timeliness

Annual Financial Statements	date	77 working days from end of period	77 working days from end of period	93 working days from end of period	27 Oct 2000
Half Yearly Financial Statements	date	nm	nm	nm	15 Mar 2000
Qtr 1 Financial Report	date	nm	nm	nm	30 Nov 2000

Financial Management Services - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Qtr 2 Financial Report	date	nm	nm	nm	15 Mar 2001
Qtr 3 Financial Report	date	nm	nm	nm	31 May 2001
Qtr 4 Financial Report	date	nm	nm	nm	27 Oct 2001
Monthly Reports	working days	15 working days from end of month	15 working days from end of month	15 working days from end of month	15 th working day of the following month
Cost					
Total output cost:	\$ million	na	na	na	7.9
Cash Management Services					
<i>Quantity</i>					
Daily management of the balance within the Public Account using short-term investments with or borrowing's from the Treasury Corporation of Victoria and management of the average daily balance within a set-off pool comprised of all departments bank accounts	days	365	nm	365	365
Weekly monitoring of the daily and monthly Public Account cash flow forecast from departments against actual revenue and expenditure flows and reporting the accuracy of those forecasts back to the departments on a monthly basis	weeks	52	nm	52	52
<i>Quality</i>					
Management of the average daily balances within the set-off pool to be less than \$10 million for the year.	\$ million	nm	< 10	8	< 10

Financial Management Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Daily management of the Public Account bank account and set-off pool balances	daily	daily	nm	daily	daily
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.6
Unclaimed Monies Administration					
<i>Quantity</i>					
Contracted maximum claims per year (incl. 20% margin)	number	nm	6 280	7 000	8 238
<i>Quality</i>					
Compliance with procedures for processing and assessing claims	per cent	nm	nm	100	100
Customer satisfaction with service delivery	per cent	nm	95	95	95
<i>Timeliness</i>					
Verified claims processed within a target period	working days	10	3	3	3
<i>Cost</i>					
Total output cost:		na	na	na	0.5
Liabilities Management Services					
<i>Quantity</i>					
Production of inputs to meet Whole of Government reporting requirements including: provision of liability management services for Whole of Government and all departments, managing and reporting State Government net debt, unfunded superannuation and quantifiable contingent liabilities.	per cent	100	nm	100	100

Financial Management Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Ministerial satisfaction with effectiveness of management of Government liabilities	per cent	80	80	80	80
Auditor-General satisfaction with liabilities planning, forecasting and management and systems in operation resulting in Auditor-General clearance regarding Budget and Annual Financial Statements.	yes/no	nm	nm	nm	yes
<i>Timeliness</i>					
Liability reporting produced to agreed timetables.	per cent	80	80	80	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.9
Taxation (State Revenue) Monitoring and Forecasting Services					
<i>Quantity</i>					
Taxation (State revenue) items monitored and forecasted	number	nm	22	22	24
Budget	number	1	nm	1	1
Mid Year Budget Review	number	1	nm	1	1
Annual Financial Statements	number	1	nm	1	1
Monthly financial reports	number	12	nm	12	12
<i>Quality</i>					
Ministerial satisfaction	per cent	80	80	80	80
Significant weaknesses in systems reported by Auditor General and Internal Audit	number	0	nm	0	0
Accuracy of estimating at the end of each month	per cent	nm	nm	nm	within 10
Accuracy of estimating State taxation revenue (Budget to AFS)	per cent	7	nm	8	within 10

Financial Management Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>	
<i>Performance Measures</i>						
<i>Timeliness</i>						
Ministerial satisfaction with timeliness of taxation monitoring and forecasting	per cent	80	80	80	80	
Taxation revenue analysis report produced within 15 working days of end of month	number	10	nm	10	10	
Ad hoc requests for taxation revenue analysis delivered as required – within 2 working days	per cent	80	nm	80	80	
<i>Cost</i>						
Total output cost:	\$ million	na	na	na	2.2	
Portfolio Performance Review						
<i>Quantity</i>						
Quarterly certification (4 per portfolio)	number	nm	nm	32	32	
Monthly financial performance assessments (10 per portfolio)	number	12	12	10	80	
Departmental reviews (1 per portfolio)	number	nm	9	8	8	
<i>Quality</i>						
Ministerial satisfaction with level of advice provided	per cent	80	80	80	80	
Expenditure Review Committee satisfaction with briefs	per cent	nm	nm	nm	90	
<i>Timeliness</i>						
Quarterly certifications provided to the Minister 20 working days after the quarter	per cent	nm	nm	100	100	
Monthly financial performance assessments prepared 15 days after the month	per cent	nm	nm	100	100	
Departmental performance reviews completed in Qtr 4	per cent	nm	nm	100	100	
<i>Cost</i>						
Total output cost:	\$ million	na	na	na	2.7	
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Financial Management Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Budget Development and Production					
<i>Quantity</i>					
Budget	number	1	1	1	1
Budget update	number	1	nm	1	1
<i>Quality</i>					
Ministerial satisfaction	per cent	80	80	85	80
Positive review by Auditor-General under s16 (b) of Audit Act	yes/no	nm	nm	nm	yes
<i>Timeliness</i>					
Qtr 4 (budget)	yes/no	yes	nm	yes	yes
15 January (budget update)	yes/no	yes	nm	yes	yes
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.9
GBE Performance Monitoring Services					
<i>Quantity</i>					
GBE plans and performance analysed and reviewed	number	nm	21	13 ^(a)	13
<i>Quality</i>					
Ministerial satisfaction	per cent	80	80	80	80
<i>Timeliness</i>					
Analysis provided to agreed schedule	per cent	80	80	80	90
Target dates met for GBE dividend payments	per cent	100	100	100	100
<i>Cost</i>					
Total output costs:	\$ million	na	na	na	2.0
Tax Compliance Services^(b)					
<i>Quantity</i>					
Development and maintenance of a Taxation Compliance Strategy	number	nm	nm	nm	1
Development of a Taxation Education and Awareness Programme	number	nm	nm	nm	1
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Financial Management Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Delivery of quarterly Taxation Bulletins	number	nm	nm	nm	4
Development and review of taxation compliance policies covering Taxation Compliance and Issues Management	number	nm	nm	nm	5
Development of taxation review packages	number	nm	nm	nm	1
Conduct taxation compliance reviews of strategic portfolios and agencies throughout the year	number	nm	nm	nm	tbd
Preparation of a quarterly report outlining the level of taxation compliance of the VPS	number	nm	nm	nm	1
<i>Quality</i>					
No material adverse outcomes from ATO review of statutory returns including Business Activity Statements, PAYG remittance requirements, FBT reporting and SGC reporting	yes/no	nm	nm	nm	yes
Ensuring that lodgement deadlines for Department's Statutory obligations are met.	per cent	nm	nm	nm	90
<i>Timeliness</i>					
Taxation Compliance Strategy delivered by July 2000 and then ongoing review	yes/no	nm	nm	nm	yes
Taxation Education Strategy delivered by August 2000	yes/no	nm	nm	nm	yes
Bulletins published quarterly	yes/no	nm	nm	nm	yes
Compliance policies commenced in Quarter 1	yes/no	nm	nm	nm	yes
Taxation advice provided within five working days	yes/no	nm	nm	nm	yes

Financial Management Services - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Taxation review packages delivered by August 2000	yes/no	nm	nm	nm	yes
Quarterly compliance reports delivered	yes/no	nm	nm	nm	yes
Cost					
Total output cost:	\$ million	na	na	na	3.6

Source: Department of Treasury and Finance

Note:

- (a) GBE numbers decreased due to the following reasons: privatised, no longer regarded as a GBE, or transferred.
- (b) This is a new output that reflects the Victorian Public Service becoming a taxpayer under the new Commonwealth tax system in 2000-01.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	21.0	32.0	25.3	20.2
<i>Comprising:</i>				
Employee related expenses	6.0	7.2	11.3	87.3
Purchase of supplies and services	13.8	23.3	12.2	- 12.1
Depreciation and amortisation	0.9	1.0	0.8	- 0.6
Capital asset charge	0.1	0.3	0.8	na
Other expenses	0.2	0.1	0.1	- 25.3

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

Reform Services

Key Government Outcomes:

- Financial responsibility;
- Accountable and transparent processes;
- Maintenance of a substantial budget surplus; and
- Regulation of gambling and provision of options relating to the introduction of the GST.

Description of the Output Group:

Advice on developing and implementing - continuous improvements in financial management; arrangements to support the GST; arrangements to reform industries; National Competition Policy; and reforms to superannuation for the Victorian Public Service.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Resource Management Reform					
<i>Quantity</i>					
Policy reviews and refinement of key aspects of the management reform framework	number	nm	5	5	4
Developed and agreed strategy for the implementation of whole-of-government improvement strategies arising from evaluation of the reform program ^(a)	number	nm	nm	nm	1
<i>Quality</i>					
Achieved measurable progress in the implementation of Management Reform Program across Departments ^(a)	per cent	nm	nm	nm	50
Measurable improvement in knowledge/understanding of the reform framework by all stakeholders (over June 2000 benchmark) ^(a)	per cent	nm	nm	nm	50
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	80	nm	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.5

Reform Services - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Commercial Project Management					
<i>Quantity</i>					
Reforming entities plans and performance analysed and reviewed	number	nm	1	1	2
Review, provide advice on and partly fund powerline relocation proposals submitted by local government	\$ million	nm	nm	nm	4
<i>Quality</i>					
Ministerial satisfaction with commercial advice and project management. Consultation occurs where relevant and parties satisfied with the outcome. Significant benefits, risks and material options identified	per cent	nm	80	80	80
<i>Timeliness</i>					
Target dates met for Gascor dividend collection	per cent	nm	100	100	100
Projects managed in line with planned and agreed project timetables	per cent	nm	nm	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	16.7
National Competition Policy and related reforms					
<i>Quantity</i>					
Provision of advice on and implementation of Government National Competition Policy reforms in Victoria, including the following key deliverables and projects:					
• Legislative review; and	number	nm	1	1	4
• Investigation and assessment of competitive neutrality complaints	per cent	nm	nm	nm	100
<i>Quality</i>					
Ministerial satisfaction with reform process	per cent	80	80	80	80

Reform Services - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Consultation occurs where relevant and parties satisfied with the consultation and implementation	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	80	80	80	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.6
Superannuation Reform					
<i>Quantity</i>					
Implementation of approved policy projects and provision of required policy advice in relation to reforms to superannuation arrangements within the VPS to minimise the Government' exposure to on-going superannuation liabilities ^(b)	per cent	100	1	0	100
<i>Quality</i>					
Ministerial satisfaction with the implementation of approved policy projects and provision of required policy advice	per cent	nm	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	100	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	15.5

Source: Department of Treasury and Finance

Note:

(a) Based on an annual assessment of the 'Evaluation Framework – Budget Sector Reform', whole-of-government section (DTF April 2000) Evaluation to be completed by June each year

(b) The target for 1999-2000 was originally one project. However ministerial approval for the project has not been given.

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Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	42.9	18.0	39.3	- 8.5
<i>Comprising:</i>				
Employee related expenses	6.1	5.7	4.4	- 28.7
Purchase of supplies and services	35.7	9.1	28.2	- 21.0
Depreciation and amortisation	0.6	0.5	0.3	- 52.5
Capital asset charge	0.4	0.4	0.4	11.9
Other expenses	0.1	2.3	6.0	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Regulatory Services

Key Government Outcomes:

- Responsible gambling;
- Maintenance of a substantial budget surplus; and
- Establishment of the Essential Services Commission.

Description of the Output Group:

Regulation of gaming and utilities in Victoria.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Regulation of Gaming					
<i>Quantity</i>					
Licences	number	20 272	20 730	20 370	23 126
Compliance services (audits, inspections, investigations, revenue verification, operator procedures and rule approvals)	number	8 857	8 917	8 917	9 535
<i>Quality</i>					
Licences – licences cancelled following disciplinary action as a proportion of active licences	per cent	<0.1	<0.1	<0.1	<0.1
Compliance services – accuracy of compliance activities	per cent	95	95	95	100
<i>Timeliness</i>					
Licences – processed within target time	per cent	80	80	80	80
Compliance services – performed within target time	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	14.3

Economic Regulatory Services

Quantity

Major projects:

- | | | | | | |
|---|--------|----|----|----|---|
| • Electricity distribution price review Phase 3 | number | nm | 1 | 1 | 1 |
| • Contestable gas market Phase 2 | number | nm | nm | nm | 1 |
| • Contestable electricity market Phase 2 | number | nm | nm | nm | 1 |
| • Gas distribution price review Phase 1 | number | nm | nm | nm | 1 |

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Regulatory Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
Regular Services:					
• Audits of electricity, gas and water standards	number	nm	8	3	12
• Issue regulatory guidelines	number	nm	4	4	4
• Performance reviews of industries	number	nm	3	3	3
• Price approvals	number	nm	nm	nm	3
<i>Quality</i>					
Audits conducted within guidelines	per cent	nm	nm	nm	95
Regulatory decisions upheld	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Statutory deadlines met for major projects	per cent	100	100	100	99
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	11.1

Source: Department of Treasury and Finance

Output group costs

	<i>(\$ million)</i>			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation^(a) %</i>
Total costs of output group	26.0	31.3	25.4	- 2.0
<i>Comprising:</i>				
Employee related expenses	13.7	13.9	12.8	- 6.3
Purchase of supplies and services	10.3	15.5	11.1	8.7
Depreciation and amortisation	1.7	1.3	1.1	- 37.5
Capital asset charge	0.3	0.4	0.4	18.3
Other expenses	..	0.3	0.0	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Resource Management Services

Key Government Outcomes:

- Financial responsibility;
- Accountable and transparent processes;
- Value for money services; and
- Maintenance of a substantial budget surplus.

Description of the Output Group:

Administration and coordination of Government lands and property; accommodation for Government Departments; procurement and purchasing procedures with department and agencies with the Victorian Government Purchasing Board and the management of leased buildings; and motor vehicles for Government Departments.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Purchasing and Procurement Services					
<i>Quantity</i>					
Implementation of recommendations of Ministerial Review of Government Purchasing Arrangements	per cent	nm	nm	nm	100
Co-ordination of Government E-commerce project for Government	number	nm	2	2	8 Depts assisted, 3 implemented
<i>Quality</i>					
Ministerial satisfaction with implementation of Ministerial Review of Government Purchasing Arrangements.	per cent	80	80	80	80
CFOs in Departments highly satisfied with co-ordination role of E-commerce.	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Key deliverables managed on time – in line with planned and agreed project timetables	per cent	80	80	80	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.1

Resource Management Services - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Accommodation Services					
<i>Quantity</i>					
Management and co-ordination of accommodation for Departments, including:					
• Provision of 361,000 square metres of floor space, and	Square metres	365 000	361 000	361 000	361 000
• Delivery of significant approved government accommodation projects to agreed timeframe	per cent	90	nm	90	90
<i>Quality</i>					
Feedback on process of producing deliverables; CFOs in Departments highly satisfied with accommodation services	per cent	nm	nm	nm	70
Dead rent in leased accommodation	per cent	1	<2	<2	<2
Dead rent in owned accommodation	per cent	2	<4	<4	<4
<i>Timeliness</i>					
Key deliverables managed on time – in line with planned and agreed project timetables. Accommodation available for clients within agreed timeframes	per cent	80	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	6.2
Government Land and Property Services					
<i>Quantity</i>					
Implementation of Government policy on land and property management	per cent	100	nm	100	100
Revenue from sale of surplus Crown land	\$ million	105	60	60	50
<i>Quality</i>					
Ministerial satisfaction with advice and implementation decisions	per cent	nm	80	80	80
362	Treasury and Finance	Budget Estimates 2000-01			

Resource Management Services - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target	
<i>Performance Measures</i>						
<i>Timeliness</i>						
Key deliverables managed on time – in line with planned and agreed project timetables	per cent	80	80	80	80	
<i>Cost</i>						
Total output cost:	\$ million	na	na	na	6.2	
Management of Building Finance Leases						
<i>Quantity</i>						
Management of building finance leases	number	nm	14	12 ^(a)	12	
<i>Quality</i>						
Departments satisfied with their delivery of cost effective services from functional premises	per cent	nm	80	80	90	
<i>Timeliness</i>						
Key deliverables managed on time – in line with planned and agreed project timetables	per cent	nm	98	98	100	
<i>Cost</i>						
Total output cost:	\$ million	na	na	na	50.5	
Management of Motor Vehicle Leases						
<i>Quantity</i>						
Management and co-ordination of leased motor vehicles for Departments, including:						
• Motor vehicles financed	number	nm	7 000	7 600	8 000	
• Implementation of initiatives relating to Greener Cities Policy application to Government motor vehicle fleet	number	nm	nm	nm	2	
• Pilot projects of new technology car and LPG fuel	number	nm	nm	nm	1 new tech car trialed 20 LPG cars trialed	
Budget Estimates 2000-01					Treasury and Finance	363

Resource Management Services - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
CFOs in Departments satisfied with vehicle fleet services.	per cent	nm	nm	nm	75
<i>Timeliness</i>					
Key deliverables managed on time – in line with planned and agreed project timetables	per cent	nm	98	98	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	27.8

Source: Department of Treasury and Finance

Note:

(a) Since the original setting of the target, the total number of buildings leased by the Department during 1999-2000 is 12.

Output group costs

	(\$ million)			Variation ^(a) %
	1999-00 Budget	1999-00 Revised	2000-01 Budget	
Total costs of output group	107.7	105.9	94.8	- 12.0
<i>Comprising:</i>				
Employee related expenses	8.3	10.8	6.4	- 22.7
Purchase of supplies and services	23.5	21.6	17.4	- 26.1
Depreciation and amortisation	21.1	19.0	18.4	- 12.7
Capital asset charge	39.0	38.7	36.8	- 5.6
Other expenses	15.8	15.8	15.8	0.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Risk Management Services

Key Government Outcomes:

- Value for money services;
- Financial responsibility; and
- Accountable and transparent processes.

Description of the Output Group:

Development and monitoring of prudential frameworks to contribute to the management of the State's financial institutions as well as trustee companies and cooperative societies. Provision of project risk advice on infrastructure and other partnership models.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Project Risk Management					
<i>Quantity</i>					
Provision of risk management analysis and advice on public private partnership (and other) projects to minimise Government's exposure to risk	number	nm	1	1	20
<i>Quality</i>					
Ministerial satisfaction with advice provided to agencies and DTF's implementation of partnership models and the reform process	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on timely basis. Ad hoc requests from Treasurer and Ministers for Finance delivered on time as required. Advice to agencies on complex projects documentation within 10 working days of a request	per cent	80	80	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	4.0
Prudential Supervision					
<i>Quantity</i>					
Public Financial Institutions quarterly reports to the Balance Sheet Management Committee	number	4	4	4	4

Risk Management Services - *continued*

Major Outputs/Deliverables Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Instances of non-compliance with prudential framework	number	nm	nm	0	0
Ministerial satisfaction with the early identification and management of prudential issues	per cent	80	80	80	100
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	80	80	80	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	8.0

Source: Department of Treasury and Finance

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	16.0	16.7	12.0	- 25.0
<i>Comprising:</i>				
Employee related expenses	3.1	3.0	3.0	- 4.0
Purchase of supplies and services	5.6	5.6	3.0	- 46.5
Depreciation and amortisation	0.2	0.3	0.2	- 27.7
Capital asset charge	0.1	0.1	0.3	na
Other expenses	6.9	7.7	5.5	- 20.2

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Strategic Policy Advice

Key Government Outcomes:

- Financial responsibility;
- Accountable and transparent processes;
- Maintaining competitive state taxes and charges and fair and competitive taxes;
- Growing the whole State;
- Supporting the rights of Victorian workers to a fair and equitable system of workers' compensation; and
- Responsible gambling.

Description of the Output Group:

Policy advice to Ministers on – financial management; economic monitoring services and jobs and growth implications of Cabinet Submissions; overall fiscal strategy; inter government financial relations and comparative performance of Victoria in relation to other States and Territories; composition and performance of all the State's taxes; energy and forestry industries and other Government Business Enterprise activities; budget planning and coordination; economic and financial research; and WorkCover arrangements.

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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WorkCover Policy Advice

Quantity

Provision of strategic advice on WorkCover policy including the following key deliverables and projects:

• reinstatement of common law rights	number	nm	nm	1	1
• review of structure for delivering Occupational Health and Safety	number	nm	nm	nm	1
• quarterly review of Victorian WorkCover Authority and Transport Accident Commission and Victorian Managed Insurance Authority	number	4	4	4	4

Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department – as measured in annual Ministerial Satisfaction Survey	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	100	80	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.9
Financial Management Regulation and Compliance					
<i>Quantity</i>					
Maintenance of accounting policy and compliance function	number	1	nm	1	1
Recommend amendments to Acts, regulations, directions and standards governing financial management	yes/no	yes	nm	yes	yes
Documentation of sector wide accountability and compliance framework	number	nm	nm	nm	1
Bulletins, advice issued as required by departments, Victorian Auditor-General's Office (VAGO), external standard changes	yes/no	yes	nm	yes	yes
<i>Quality</i>					
Accounting and compliance framework advice assessed better than satisfactory by departments, agencies and VAGO	rating	nm	nm	nm	Satisfactory or better
Number of gaps in compliance framework identified by VAGO as requiring rectification	number	nm	nm	nm	nil
Ministers satisfied with the policy advice and improvements to the compliance framework delivered by the Department	per cent	80	80	80	80
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Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	nm	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.8
Financial and Risk Management Policy Advice					
<i>Quantity</i>					
Implementation of approved policy projects and the provision of required policy advice in relation to financial and risk management policies, including a focus on balance sheet management	per cent	100	100	100	100
<i>Quality</i>					
Ministerial satisfaction with the implementation of approved policy projects and the provision of required policy advice.	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.8
Economic and Financial Analysis					
<i>Quantity</i>					
Provision of ongoing strategic advice on economic and financial developments:					
• Budget	number	1	1	1	1
• Mid Year Budget Review	number	1	1	1	1
Budget Estimates 2000-01	Treasury and Finance				369

Strategic Policy Advice - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Performance Measures</i>					
• Annual Financial Statements	number	1	1	1	1
• Victorian Economic News	number	4	4	4	4
• Forecast updates	number	nm	4	4	4
• Briefings	number	72	84	84	84
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed to time – in line with planned and agreed project timetables	per cent	100	80	80	80
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.9

Economic and Social Policy Advice

<i>Quantity</i>					
Briefings on jobs and growth implications of Cabinet submissions	number	nm	nm	nm	250
Policy briefings on issues before cabinet committees	number	nm	nm	nm	30
Ministerial correspondence on Economic and Social Policy	number	nm	nm	nm	20
Briefings on social policy indicators	number	nm	nm	nm	10
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	nm	nm	nm	80

Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target Outcome
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	nm	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.2

Inter Government Financial Relations Policy Advice

Quantity

Provision of ongoing strategic industry advice on inter government financial relations including:

• Ministerial Council meetings	number	nm	1	1	2
• Heads of Treasuries meetings	number	3	3	3	3
• Grants Commission papers and reports	number	2	2	2	5
• Budget and Budget Update	number	2	2	2	2
• Specific Purpose Payments Review	number	nm	nm	nm	1
• Specific Purpose Arrangements	number	12	12	12	12

Quality

Ministerial satisfaction with the policy advice received from the Department	per cent	80	80	80	80
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Timeliness

Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	100	80	100	80
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Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.2
Taxation (State Revenue) Policy Advice					
<i>Quantity</i>					
Provision of ongoing strategic advice on taxation (State revenue) policy including the following key deliverables and projects:					
• taxation policy	number	22	22	22	22
• taxation reviews	number	nm	nm	nm	1
• implications of Commonwealth taxation reforms for the State	number	1	2	2	2
<i>Quality</i>					
Ministers' satisfaction with the policy advice received from the Department	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	80	80	100	80
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.6

Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Strategic Industry Policy Advice					
<i>Quantity</i>					
Provision of strategic industry policy including:					
• briefings on the regulatory environment	number	nm	nm	nm	5
• briefings on National Competition Policy implications of Cabinet submissions	number	nm	nm	nm	140
• establish Essential Services Commission and Ombudsman	number	nm	nm	nm	2
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	100	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	80	80
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.0
Budget Formulation Advice					
<i>Quantity</i>					
Delivery of budget formulation advice including:					
• Expenditure Review Committee briefs	number	nm	nm	33	33
• Cabinet briefs	number	nm	nm	nm	416
• Ministerial briefs (related to Budget issues)	number	nm	nm	nm	200
Budget Estimates 2000-01	Treasury and Finance				373

Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Quality</i>					
Ministerial satisfaction	per cent	80	80	80	80
Expenditure Review Committee satisfaction with briefs	per cent	nm	nm	nm	90
<i>Timeliness</i>					
Delivery to agreed timelines	per cent	80	80	80	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.9
Research Strategies					
<i>Quantity</i>					
Provision of ongoing strategic advice soundly based on up-to-date economic and social research in reports on program evaluation and development of policy options	number	nm	nm	nm	5
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	nm	nm	nm	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	nm	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.1

Strategic Policy Advice - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target Outcome</i>
Industry Reform Policy Advice					
<i>Quantity</i>					
Provision of ongoing strategic energy industry advice on strategic industry policy including the following key deliverables and projects:					
• briefings on the energy industry including regulatory environment	number	nm	nm	nm	5
• advice and representation on key industry bodies	number	nm	nm	nm	13
• deregulation of retail energy markets	number	nm	1	1	2
• national energy markets	number	nm	nm	nm	2
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	80	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	100	100
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.6
Gaming Policy Advice					
<i>Quantity</i>					
Briefings, PPQs for Ministerial representations to Cabinet, before Parliament and in meetings with industry sources and community groups	number	nm	nm	130	150
Budget Estimates 2000-01	Treasury and Finance				375

Strategic Policy Advice - continued

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Briefings on gambling policy issues	number	nm	nm	25	30
Ministerial correspondence on Gaming Policy	number	nm	nm	180	200
Briefings on gaming indicators	number	nm	nm	nm	10
Ministerial Council of Gaming Ministers (Meetings)	number	nm	nm	1	2
<i>Quality</i>					
Ministerial satisfaction with the policy advice received from the Department	per cent	nm	80	80	80
<i>Timeliness</i>					
Key deliverables and projects managed on time – in line with planned and agreed project timetables	per cent	nm	nm	80	80
Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within 2 working days of the request	per cent	nm	nm	nm	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	3.7

Source: Department of Treasury and Finance

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	24.3	15.6	22.7	- 6.7
<i>Comprising:</i>				
Employee related expenses	7.2	8.6	11.9	66.2
Purchase of supplies and services	16.8	6.5	9.0	- 46.1
Depreciation and amortisation	0.3	0.4	0.7	na
Capital asset charge	0.1	0.1	0.9	na
Other expenses	..	..	0.1	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Taxation Management Services

Key Government Outcomes:

Maintenance of a substantial budget surplus.

Description of the Output Group:

The provision of taxation advice, support and determinations for Victorian taxpayers and the management of taxation receipts and tax owed to the State.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
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Taxpayer/Customer Advice and Support

Quantity

Number of compliance and education programs ^(a)	number	nm	31	35	30
Number of section 97 certificates ^(b)	number	nm	139 300	157 000	150 000
Number of objections ^(c)	number	nm	910	1 090	1 300

Quality

Customer satisfaction with education and compliance programs provided	per cent	95	95	98	95
Customer satisfaction with public rulings and publications	per cent	95	95	^(d)	95

Timeliness

Section 97 certificates issued within 7 days	per cent	97	99	99	98
Refunds within 60 days	per cent	93	100	95	90
Timely handling of objections within 60 days	per cent	98	100	100	95

Cost

Total output cost:	\$ million	na	na	na	19.0
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Taxation Management Services to Government

Quantity

Revenue targets achieved	per cent	+/-5	+/-5	+11	+/-5
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Quality

Ratio of outstanding debt to total revenue	per cent	0.9	<2	<2	<2
Accuracy of cashflow projection	per cent	+/-5	+/-5	+7	+/-5

Taxation Management Services - *continued*

Major Outputs/Deliverables	Unit of measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Performance Measures</i>					
<i>Timeliness</i>					
Revenue received within 2 days of due date	per cent	93	90	92.5	90
Revenue banked on day of receipt	per cent	99	99	99	99
Meet Cabinet and Parliament timeframes in legislation	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	36.6

Source: Department of Treasury and Finance

Notes:

- These figures are indicative and are subject to change with varying requirements of the taxpayer.
- These figures are estimated and are subject to change.
- These figures are estimated and are based on the assumption that during the 2000-01 year there are no major legislative or policy changes or adverse court decisions which could substantially increase the number of objections.
- For economic and efficiency reasons, the rulings are no longer printed and distributed by mail. Instead, they are now available on the SRO's Web site. Given the changes, it is difficult to estimate the customer satisfaction with the rulings in their present form. A survey will be conducted before June to assess the impact of the changes and the customer satisfaction thereon.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	56.2	58.7	55.6	- 1.0
<i>Comprising:</i>				
Employee related expenses	25.8	25.5	23.2	- 10.2
Purchase of supplies and services	20.4	23.1	15.8	- 22.9
Depreciation and amortisation	8.7	8.7	11.2	29.5
Capital asset charge	1.2	1.2	2.2	73.9
Other expenses	..	0.2	3.3	..

Source: Department of Treasury and Finance

Note:

- Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Operating Statement, Statement of Financial Position, Cash Flow Statement for the Department, authority for resources and the payments made on behalf of the State by the Department.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments made on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.8.2 – Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.8.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of financial health of the Department; and
- **Table 2.8.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on departmental resources is highlighted in this statement.

Table 2.8.2: Operating Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	298.8	268.6	238.8	- 20.1
Section 29 receipts -Commonwealth	..	..	..	..
-Other	2.7	2.7	2.6	- 5.9
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	- 13.0	- 20.3	- 6.3	- 51.5
Total	288.5	251.0	235.0	- 18.5
Operating expenses				
Employee related expenses ^(d)	74.8	79.1	73.1	- 2.3
Purchases of supplies and services ^(e)	160.9	125.4	96.7	- 39.9
Depreciation and amortisation	33.6	31.4	32.6	- 3.0
Capital assets charge	42.0	42.0	41.8	- 0.3
Other expenses	39.1	34.9	41.8	6.9
Total	350.5	312.7	286.1	- 18.4
Operating surplus/deficit before revenue for increase in net assets	- 62.0	- 61.7	- 51.1	- 17.6
<i>Add:</i>				
Revenue for increase in net assets	20.2	0.7	42.1	na
Section 29 Receipts - asset sales	..	..	1.0	..
Operating surplus/deficit	- 41.8	- 61.0	- 8.0	- 80.8
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	2 157.4	2 070.5	2 303.0	6.7
Other Commonwealth grants	3 679.6	3 639.8	5 862.9	59.3
Other revenue ^(c)	10 638.1	11 783.0	10 026.3	- 5.8
Less revenue transferred to Consolidated Fund	-14 698.0	-15 619.4	-16 124.9	9.7
Total	1 777.0	1 873.9	2 067.3	16.3
Operating expenses				
Employee related expenses ^(d)	909.8	813.7	978.8	7.6
Depreciation and amortisation	1.5	1.5	0.0	na
Purchases of supplies and services	155.3	125.9	396.3	na
Other expenses	872.4	778.6	997.2	14.3
Total	1 939.0	1 719.7	2 372.3	22.3502
Operating surplus/deficit	- 162.0	154.2	- 305.0	na

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
 (b) Includes estimated carryover of appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
 (c) Includes revenue for services delivered to parties outside government.
 (d) Includes salaries and allowances, superannuation contributions and payroll tax.
 (e) Includes payments to non-government organisations for delivery of services.

The Departmental Operating Statement reports a decrease in operating revenue in 2000-01 from that provided in the 1999-2000 Budget. This major component of this decrease is in revenue from State Government (\$60 million decrease since the 1999-2000 Budget) due to the combination of:

- a reduction in one-off revenue provided in 1999-2000 for the monitoring of Y2K rectification across the whole of government and implementation of national tax reform and superannuation reform;
- the completion of the privatisation program; and
- the impact of the restructuring of the department following the election of the Labor Government.

Controlled operating expenses have fallen by 18 per cent from the 1999-2000 Budget. The decrease reflects reduced output costs flowing from the completion of the privatisation program, savings in expenditure following the restructuring of the department (that required reduced numbers of Executive Officers) and savings in the purchases of supplies and services. Partially offsetting the decrease in expenses is the impact of increased expenditure in 2000-01 due to the delay in the superannuation reform program that has required the carryover of these expenses from 1999-2000 (\$15 million).

The increase in revenue for increase in net assets is due to impact of new initiatives to be implemented in 2000-01 and the carryover of revenue from 1999-2000. Details of the new initiatives can be found in Appendix B of *Budget Paper No 2*. The major initiatives funded from this revenue are:

- refurbishment of a number of Government-owned buildings (for example, the Westgate Authority Building, Warragul State Offices and No. 3 Treasury Place);
- the consolidation of Land Victoria operations; and
- funding for the purchase of land valuations from local councils.

The combination of changes to revenue and expenses has lead to a decrease in the departmental deficit for controlled operations from \$42 million in 1999-2000 to \$8 million in 2000-01.

For administered operations the operating expenses show an increase of \$433 million over the 1999-2000 Budget. The main reason for this increase is the additional expenses associated with the implementation of the GST (First Home Owners Scheme (\$237 million) and GST administration costs (\$201 million)). The increases are partially offset by a reduction in wage and wage-related contingencies and the impact of savings associated with the reduction in unfunded liability of the Emergency Services Superannuation Scheme (ESSS) associated with Victoria Police.

The movements on the Statement of Financial Position since the 1999-2000 Budget are insignificant and those of the Cash Flow Statement reflect the effect on the cash position of the department of the relevant movements in the Operating Statement.

Table 2.8.3: Statement of Financial Position

(\$ thousand)					
	As at 30 June				Variation ^(a) %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Assets					
Current Assets					
Cash	- 17 351	- 18 001	- 18 001	- 18 651	3.6
Investments	67	67	67	67	..
Receivables	42 169	42 169	42 169	42 169	..
Prepayments	1 741	1 741	1 741	1 741	..
Inventories	38 518	38 518	38 518	38 518	..
Other Assets	..	..	..	..	..
Total Current Assets	65 144	64 494	64 494	63 844	- 1.0
Non-Current Assets					
Investments	135 893	135 893	135 893	135 893	..
Receivables ^(b)	76 640	79 681	70 155	64 809	- 18.7
Fixed Assets	494 765	442 007	432 296	421 377	- 4.7
Other Assets	..	..	..	..	..
Total Non-Current Assets	707 298	657 581	638 344	622 079	- 5.4
Total Assets	772 442	722 075	702 838	685 923	- 5.0
Liabilities					
Current Liabilities					
Payables	- 71 563	- 71 563	- 71 563	- 71 563	..
Employee Entitlements	- 7 901	- 7 243	- 7 243	- 6 427	- 11.3
Other Liabilities	- 5 086	- 4 086	- 4 086	- 3 086	- 24.5
Total Current Liabilities	- 84 550	- 82 892	- 82 892	- 81 076	- 2.2
Non-Current Liabilities					
Payables	- 294 473	- 287 564	- 287 564	- 280 655	- 2.4
Employee Entitlements	- 11 059	- 11 059	- 11 059	- 11 875	7.4
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	- 305 532	- 298 623	- 298 623	- 292 530	- 2.0
Total Liabilities	- 390 082	- 381 515	- 381 515	- 373 606	- 2.1
Net Assets	382 360	340 560	321 323	312 317	- 8.3

Table 2.8.3: Statement of Financial Position - *continued*

(\$ thousand)					
<i>As at 30 June</i>					
	1999	2000	2000	2001	Variation ^(a)
	<i>Actual</i>	<i>Budget</i>	<i>Revised</i>	<i>Budget</i>	%
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	413	413	826	na
Investments	33 048	- 16 767	26 233	23 052	na
Receivables	474 692	396 585	454 947	297 837	- 24.9
Prepayments	770	770	770	770	..
Inventories	4 997	4 997	4 997	4 997	..
Total Current Assets	513 507	385 998	487 360	327 482	- 15.2
Non-Current Assets					
Investments	15 805	15 805	1 126 320	1 800 819	na
Receivables	1 273 747	1 172 552	183 438	- 524 684	na
Fixed Assets	32 956	47 121	48 121	66 996	42.2
Other	..	..	..	73 300	..
Total Non-Current Assets	1 322 508	1 235 478	1 357 879	1 416 431	14.6
Total Assets	1 836 015	1 621 476	1 845 239	1 743 913	7.6
Liabilities					
Current Liabilities					
Payables	- 36 976	- 36 976	- 54 948	- 55 948	51.3
Borrowings	- 865 314	- 864 734	- 481 946	- 481 946	- 44.3
Employee Entitlements	- 55	- 55	- 55	- 55	..
Superannuation	- 241 995	- 300 995	- 607 495	- 658 578	na
Other Current Liabilities	- 8 184	- 8 184	- 8 184	- 8 184	..
Total Current Liabilities	-1 152 524	-1 210 944	-1 152 628	-1 204 711	- 0.5
Non-Current Liabilities					
Borrowings	-5 650 773	-5 429 770	-5 483 719	-5 520 093	1.7
Employee Entitlements	- 49	- 49	- 49	- 49	..
Superannuation	-10 821 405	-10 937 405	-10 849 405	-10 970 622	0.3
Other	- 169 799	- 163 799	- 163 799	- 157 799	- 3.7
Total Non-Current Liabilities	-16 642 026	-16 531 023	-16 496 972	-16 648 563	0.7
Total Liabilities	-17 794 550	-17 741 967	-17 649 600	-17 853 274	0.6
Net Assets	-15 958 535	-16 120 491	-15 804 361	-16 109 361	- 0.1

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) Includes cash balances held in trust in the Public Account.

Table 2.8.4: Cash Flow Statement

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	298.8	268.6	238.8	- 20.1
Receipts from State Government -increase in net asset base	20.2	0.7	42.1	na
Section 29 Receipts - Commonwealth	..	..	..	..
- Other	2.7	2.7	2.6	- 5.9
- Asset Sales	..	..	1.0	..
Other Commonwealth grants	..	..	..	..
Other	47.0	39.7	40.7	- 13.4
	368.7	311.7	325.1	- 11.8
Operating payments				
Employee Related Expenses	- 75.5	- 79.7	- 73.1	- 3.2
Purchases of Supplies and Services	- 161.9	- 126.4	- 97.7	- 39.7
Interest and finance expenses	- 15.8	- 16.2	- 16.3	3.3
Finance Lease Liability	- 6.9	- 6.9	- 6.9	..
Capital Assets Charge	- 42.0	- 42.0	- 41.8	- 0.3
Current grants and transfer payments	- 7.1	- 10.0	- 14.5	na
Capital grants and transfer payments	- 0.1	- 0.1	..	na
Other	- 16.2	- 8.6	- 11.0	- 32.0
Net Cash flows from operating activities	43.3	21.8	63.8	47.3
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	1.0	..
Purchases of non-current assets	- 40.9	- 28.9	- 70.7	73.0
Net Cash flows from investing activities	- 40.9	- 28.9	- 69.7	70.6
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 3.0	6.5	5.3	na
Net borrowings and advances	..	..	- 0.0	..
Net Cash flows from financing activities	- 3.0	6.5	5.3	na
Net Increase/Decrease in Cash Held	- 0.7	- 0.7	- 0.7	..
Cash at beginning of period	- 17.4	- 17.4	- 18.0	3.7
Cash at end of period	- 18.0	- 18.0	- 18.7	3.6

Table 2.8.4: Cash Flow Statement - continued

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered Items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government	2 157.4	2 070.5	2 303.0	6.7
-payments on behalf of state				
Other Commonwealth grants	3 679.6	3 639.8	5 862.9	59.3
Other	10 651.6	11 645.7	10 098.5	- 5.2
	16 488.6	17 356.0	18 264.5	10.8
Operating payments				
Purchases of Supplies and Services	- 155.3	- 102.0	- 396.3	na
Employee Related Expenses	- 734.8	- 420.2	- 879.8	19.7
Interest and finance expenses	- 515.7	- 431.4	- 454.8	- 11.8
Finance Lease Liability	..	..	..	..
Current grants and transfer payments	- 316.1	- 287.9	- 485.8	53.7
Capital grants and transfer payments	- 56.8	- 63.4	- 29.5	- 48.2
Other	-14 681.9	-15 610.9	-16 113.9	9.8
Net Cash flows from operating activities	28.1	440.2	- 95.6	na
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	60.0	60.0	49.0	- 18.3
Net Movement In Investments	149.8	-1 008.7	- 607.8	na
Purchases Of Non-Current Assets	- 15.6	- 16.6	- 18.9	20.9
Net Cash flows from investing activities	194.2	- 965.3	- 577.7	na
Cash flows from financing activities				
Capital Repatriated to Government	..	..	..	..
Net increases in balances held with Government	- 0.2	1 086.3	674.5	na
Net Borrowings And Advances	- 221.6	- 560.7	- 0.7	- 99.7
Net Cash flows from financing activities	- 221.8	525.6	673.8	na

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.8.5: Authority for Resources

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	1 610.0	1 311.3	1 857.3	15.4
Receipts credited to appropriations	2.7	2.7	3.6	30.7
Unapplied previous years appropriation	12.1	54.4	79.9	na
Accumulated surplus - previously applied appropriation	..	..	..	..
Gross Annual appropriation	1 624.8	1 368.4	1 940.7	19.4
Special appropriations	854.2	974.1	646.7	- 24.3
Trust funds	25.7	18.0	19.3	- 24.8
Non public account and other sources	18.9	..	..	na
Total Authority	2 523.6	2 360.6	2 606.7	3.3

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

Payments made on behalf of the State

Payments made on behalf of the State are payments by the Department on behalf of the State Government as a whole and do not directly reflect the operations of the department. They are usually on-passed or administered by the State.

Table 2.8.6: Payments made on behalf of the State ^(a)

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(b) %
Tattersalls duty payments to other jurisdictions	41.8	41.2	37.5	- 10.3
Superannuation and pension payments	45.3	48.4	16.4	- 63.8
Interest	492.7	402.6	446.3	- 9.4
Water and sewerage rebate scheme	4.5	4.5	4.5	..
Winter power bonus	115.2	115.2	117.3	1.9
Current and capital grants ^(c)	175.0	150.1	319.1	82.3
Operating supplies and consumables ^(d)	34.5	37.7	238.9	na
Other	40.7	82.0	58.1	42.6
Total	949.7	881.7	1 238.1	30.4

Source: Department of Treasury and Finance

Notes:

- (a) 1999-2000 Budget estimates differ from published estimates due to reclassification of controlled and administered items.
- (b) Variation between 1999-2000 Budget and 2000-01 Budget.
- (c) 2000-01 Budget estimate includes the impact of the First Home Owners Scheme effective from 1 July 2000.
- (d) 2000-01 Budget estimate makes allowance for additional Australian Taxation Office administration costs associated with the introduction of the GST.

PARLIAMENT

PART 1: OUTLOOK AND OUTPUTS

Overview

Parliament is the law-making body of the State and provides the base from which the government is formed. Parliament's functions may be broadly described as legislative, financial and representational. It authorises expenditure, debates Government policy and scrutinises Government administration. The Parliament is composed of the Crown (represented by the Governor), the Legislative Council and the Legislative Assembly which, collectively form the legislature.

The Legislative Council comprises 44 Members representing 22 provinces. The Legislative Assembly comprises 88 Members, each representing one electoral district.

The powers of the two Houses are derived from the *Constitution Act 1975* which imposes limitations on the Council in respect of 'Money Bills', the Assembly being the primary authority for authorising Government expenditure.

A fundamental principle is the independent and separate nature of the two Houses and the need for organisational and structural arrangements to reflect this separation.

The Parliamentary departments operate in an environment where the sitting patterns of the Parliament are unpredictable and where Members of Parliament seek ongoing improvement in the facilities which they rely upon to service their electorates. The provision of administrative and support services to the Parliament of Victoria is therefore a complex and challenging management task.

The administrative support services for the two Houses are provided by five parliamentary departments – the Legislative Council, the Legislative Assembly, Parliamentary Debates (Hansard), the Parliamentary Library and Parliamentary Services. Their primary function is to service the two Houses and the Committees, as well as to provide administrative support for Members and electorate offices. The departments endeavour to continually improve their services by reviewing and implementing improved practices.

The scrutiny and deliberative roles of the Parliament are enhanced by the system of Investigatory Committees. Their role is to inquire, investigate and report upon proposals or matter referred to them by either House or by the Governor in Council or, in certain circumstances, upon a self initiated reference.

The Auditor-General's Office

The Auditor-General has complete discretion over the management and contracting of all external audits of public bodies and is independent from the executive.

Review of 1999-2000

During 1999-2000, the focus of the Parliament was on full implementation of Information Technology to further assist the parliamentary departments and Members of Parliament in efficiently carrying out their duties. A more strategic approach to management was introduced through the adoption of a Corporate Plan for the Parliament and separate Business Plans for each parliamentary department. Additional funds were provided in Special Appropriations for the committees to meet the costs of new investigations and research.

Legislative changes have resulted in a wide range of organisational issues affecting the Auditor General's Office. These issues include the amalgamation of the former Audit Victoria (abolished on 1 January 2000) with the Victorian Auditor-General's Office and the consequential structural changes, contracting strategies and settling the accommodation requirements of the new Office. Changes to the *Financial Management Act 1994* have included a new budget review role for the Auditor-General.

2000-01 Outlook

For 2000-01, the focus will be on improving the facilities of the Parliament and electorate offices in order to assist the parliamentary departments and Members of Parliament in efficiently carrying out their duties.

The Auditor-General's Office is committed to responding positively to the challenges the new operating environment brings by ensuring that it operates in the most efficient and effective manner and ensures that the public interest continues to be protected through the provision of relevant high quality reports on significant issues to the Parliament and community.

Output Information

The following section provides details of the outputs to be provided to Government, including their performance measures and the costs for each output group. The table below summarises the total cost for each output group.

Table 2.9.1: Output group summary

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Legislative Council	11.6	12.7	13.3	15.3
Legislative Assembly	19.9	21.8	23.1	15.8
Parliamentary Library	1.7	1.7	1.7	- 2.9
Parliamentary Debates	2.2	2.6	2.2	- 2.8
Parliamentary Services	34.5	32.3	36.8	6.4
Auditor General's Office	20.3	24.5	22.1	8.8
Total	90.3	95.7	99.1	9.8

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Legislative Council

Key Outcomes:

To ensure that the business of the Upper House and committees is conducted in accordance with the law, standing orders, and/or resolutions of the Parliament.

Description of the Output Group:

Provision of procedural advice to Members of the Legislative Council, processing of legislation, preparation of the records of the proceedings and documentation required for the sittings of the Council, provision of assistance to parliamentary committees, provision of information relating to the proceedings of the Council and enhancement of public awareness of Parliament.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Procedural Support, Document Preparation and Provision of Information					
<i>Quantity</i>					
House related documents produced	number	74	130	85	130
Papers tabled	number	835	1 600	1 000	1 000
Questions processed	number	876	1 500	1 000	1 500
Bills and amendments processed	number	115	140	80	120
Visitors received	number	80 000	80 000	80 000	80 000
Committee meetings serviced	number	137	130	85	130
<i>Quality</i>					
Constitutional, parliamentary and statutory requirements met	per cent	100	100	100	100
Accuracy of records of the Council prepared	per cent	100	100	100	100
Accuracy of procedural advice provided	per cent	100	100	100	100
Members' satisfaction with the quality of services provided in relation to the provision of information and documentation	level	high	high	high	high
Committee inquiries completed within budget	per cent	100	100	100	100
<i>Timeliness</i>					
Statutory and parliamentary deadlines met	per cent	100	100	100	100

Legislative Council - *continued*

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Minutes and Notice Papers produced and made available within deadlines	per cent	98	98	98	98
Clients requests responded to within acceptable deadlines	per cent	98	98	98	98
Committee inquiries completed within deadlines	per cent	100	100	100	100
Cost					
Total output cost:	\$ million	na	na	na	13.3

Source: Parliament

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	11.6	12.7	13.3	15.3
<i>Comprising:</i>				
Employee related expenses	9.6	10.5	10.9	14.0
Purchase of supplies and services	1.7	1.7	1.6	- 8.9
Capital assets charge	..	..	..	..
Other expenses	0.2	0.4	0.8	na

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Legislative Assembly

Key Outcomes:

To ensure that the business of the Lower House and committees is conducted in accordance with the law, standing orders, and/or resolutions of the Parliament.

Description of the Output Group:

Provision of procedural advice to Members of the Legislative Assembly, preparation of the records of the proceedings and documentation required for the sittings of the Legislative Assembly and provision of assistance to parliamentary committees, provision of information relating to the proceedings of the Assembly and the promotion of public awareness of Parliament.

<i>Major Outputs/Deliverables</i> Performance Measures	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Procedural Support, Document Preparation and Provision of Information					
<i>Quantity</i>					
House related documents produced	number	115	140	132	180
Papers tabled	number	661	1 600	1250	1 600
Questions processed	number	127	300	325	400
Bills and amendments processed	number	104	160	70	160
Visitors received	number	80 000	80 000	80 000	80 000
Committee meetings serviced	number	140	120	85	150
<i>Quality</i>					
Constitutional, Parliamentary and statutory requirements met	per cent	100	100	100	100
Accuracy of records of the Assembly prepared	per cent	100	100	100	100
Accuracy of procedural advice provided	per cent	100	100	100	100
Members satisfaction with the quality of services provided in relation to the provision of information and documentation	level	High	High	High	High
Committee inquiries completed within budget	per cent	100	100	100	100
<i>Timeliness</i>					
Statutory and parliamentary deadlines met	per cent	100	100	100	100
Votes and Notice Papers produced and made available within deadlines	per cent	100	98	100	98

Legislative Assembly - *continued*

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Performance Measures					
Clients requests responded to within acceptable deadlines	per cent	100	98	100	98
Committee inquiries completed within deadlines	per cent	100	100	100	100
Cost					
Total output cost:	\$ million	na	na	na	23.1

Source: Parliament

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	19.9	21.8	23.1	15.8
<i>Comprising:</i>				
Employee related expenses	17.5	19.4	20.8	19.4
Purchase of supplies and services	2.5	2.5	2.2	- 9.4
Capital assets charge	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Parliamentary Library

Key Outcomes:

To ensure that Members of Parliament are in possession of information required to perform their duties efficiently and effectively.

Description of the Output Group:

Provision of information, resources and research services to Members of Parliament, Parliamentary Officers and committees and the promotion of public awareness of the Parliament of Victoria and the education of citizens in the democratic processes of Westminster style government.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Performance Measures					
Information Provision - Delivery of services whereby information is collated for a client in response to a specific request.					
<i>Quantity</i>					
Service requests satisfied	number	13 000	10 000	11 000	10 000
Pages of information delivered	number	32 000	41 000	43 000	45 000
<i>Quality</i>					
Clients rating service at expected level or above	per cent	100	80	80	85
Questions successfully answered	per cent	99.8	95	95	95
<i>Timeliness</i>					
Jobs completed within agreed client timeframes	per cent	99.6	92	92	92
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.3
Information Access - Creation of services to enable clients to access information themselves, both physically and electronically.					
<i>Quantity</i>					
Items processed for retrieval	number	48 200	30 000	35 000	45 000
Client visits to the Library	number	nm	10 000	29 000	50 000
Searches on databases	number	1 620	5 200	8 500	10 100
Electronic Hansard records processed	number	59 400	70 000	60 000	60 000
<i>Quality</i>					
Availability of databases	per cent	90	90	90	90
<i>Timeliness</i>					
Availability of Daily Hansard by 10am following day of sitting	per cent	96	80	95	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	1.2
396	Parliament	Budget Estimates 2000-01			

Parliamentary Library - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Research - Provision of statistical, analytical and research briefings and publications in support or anticipation of Members' parliamentary responsibilities.					
<i>Quantity</i>					
Briefings provided	number	151	70	70	70
<i>Quality</i>					
Clients rating service at expected level or above	per cent	95	80	80	80
<i>Timeliness</i>					
Requests completed within agreed timeframe	per cent	100	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.2
Public Relations and Education - Provision of quality learning experiences for students and visitors to Parliament. Development of materials and events that promote awareness and understanding of the Parliamentary processes.					
<i>Quantity</i>					
PR brochures distributed	number	33 700	17 500	30 500	37 000
Student visitors to Parliament	number	22 570	24 000	23 000	23 000
Teachers provided with in-service training	number	49	120	210	220
Teacher consultancies provided	number	559	200	580	600
Eligible interns placed with Members	per cent	97	95	95	95
PR events hosted/facilitated	number	15	15	15	15
Members' guest visitors received	number	1 890	250	300	250
<i>Quality</i>					
Clients rating education service as satisfactory	per cent	90	90	90	90
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	0.1

Source: Parliament

Parliamentary Library - *continued*

Output group costs

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	1.7	1.7	1.7	- 2.9
<i>Comprising:</i>				
Employee related expenses	1.1	1.1	1.1	..
Purchase of supplies and services	0.6	0.6	0.6	- 8.5
Capital assets charge	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Parliamentary Debates (Hansard)

Key Outcomes:

The reporting and supply of permanent, accurate and timely records of the debates of Parliament and the proceedings of parliamentary committees, ministerial conferences, Youth Parliament, Children's Parliament and other forums as required.

Description of the Output Group:

Hansard is a reporting and editing function producing *Daily Hansard*, an edited proof transcript of each day's parliamentary proceedings; weekly *Hansard*, the revised compilation of a week's proceedings of the Parliament; bound volumes, a compilation of the proceedings of a sessional period; sessional indexes, a reference to be used in conjunction with both weekly and bound editions of *Hansard*; and committee transcripts, edited transcripts of the proceedings of parliamentary committees.

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
Hansard, Sessional Indexes and Committee Transcripts					
<i>Quantity</i>					
Total number of printed pages	number	13 293	15 188	11 000	15 188
<i>Quality</i>					
Accuracy and legibility of printed pages of appropriately edited transcript	per cent	98	100	100	100
<i>Timeliness</i>					
Pages produced within agreed timeframe	per cent	100	100	100	100
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	2.2

Source: Parliament

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	2.2	2.6	2.2	- 2.8
<i>Comprising:</i>				
Employee related expenses	1.7	1.7	1.7	- 0.1
Purchase of supplies and services	0.6	1.0	0.5	- 10.5
Capital assets charge	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Budget Estimates 2000-01	Parliament	399
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Parliamentary Services

Key Outcomes:

To provide high quality support services which enable the Parliament and State electorate offices to operate at optimum efficiency and effectiveness.

Description of the Output Group:

Provision of ancillary services, including financial management, accounting services and property and facilities management to the Parliament of Victoria and State electorate offices.

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
Financial Management - Provision of financial management and accounting services.					
<i>Quantity</i>					
Accounts processed	number	18 000	19 000	21 500	24 000
Financial reports produced	number	2 200	2 300	2 300	2 500
<i>Quality</i>					
Accounts paid within credit terms	per cent	97	97	97	98
<i>Timeliness</i>					
Reports prepared within required timelines	per cent	93	93	93	94
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	15.5
Property Management - Management of the property and service related issues of the State electorate offices.					
<i>Quantity</i>					
Leases current	number	95	97	95	97
<i>Quality</i>					
Electorate offices property and infrastructure requests satisfactorily resolved	per cent	95	90	85	90
<i>Timeliness</i>					
Electorate office fitouts completed on time and within budget	per cent	98	97	97	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	10.9
Ground and Facilities Maintenance - Maintenance of the grounds and facilities of Parliament of Victoria.					
<i>Quality</i>					
Users rating the grounds and facilities as excellent	per cent	85	85	85	85
400	Parliament	Budget Estimates 2000-01			

Parliamentary Services - *continued*

<i>Major Outputs/Deliverables</i>	<i>Unit of Measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i>
<i>Performance Measures</i>					
<i>Timeliness</i>					
Users requests satisfied on time	per cent	85	83	85	85
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.1
Personnel Services - Provision of personnel services to the Parliament of Victoria and State electorate offices.					
<i>Quantity</i>					
Payroll adjustments processed	number	5 500	6 000	7 000	6 000
<i>Quality</i>					
Corrections required to salaries payments	number	<60	<60	<60	<60
<i>Timeliness</i>					
Information requests satisfied within agreed timeframe	per cent	95	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	5.2

Source: Parliament

Output group costs

	(\$ million)			
	<i>1999-00 Budget</i>	<i>1999-00 Revised</i>	<i>2000-01 Budget</i>	<i>Variation (a) %</i>
Total costs of output group	34.5	32.3	36.8	6.4
<i>Comprising:</i>				
Employee related expenses	13.1	13.7	13.9	6.1
Purchase of supplies and services	19.0	16.2	20.4	7.5
Depreciation and amortisation	1.8	1.8	1.8	..
Capital assets charge	0.7	0.7	0.7	..
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Auditor-General's Office

Key Outcomes:

- Contributing to improved accountability and resource management across the Victorian public sector.
- Meeting the information needs of Parliament and the community on how efficiently and effectively government has used public sector resources and managed financial operations.

Description of the Output Group:

The Auditor-General, an independent officer of the Parliament, has responsibility for the audit of public bodies and reporting the results to the Parliament. These audits include financial audits and a range of discretionary audits including performance audits and special investigations.

<i>Major Outputs/Deliverables</i>	<i>Unit of measure</i>	<i>1998-99 Actuals</i>	<i>1999-00 Target</i>	<i>1999-00 Expected Outcome</i>	<i>2000-01 Target</i> ^(a)
Performance Audits - Provision of quality audit reports to the Parliament on significant resource management issues in the Victorian public sector.					
<i>Quantity</i>					
Performance audits to be worked upon during the year	number	9	12	12	12
Major reports tabled in Parliament	number	3	6	6	6
<i>Quality</i>					
Overall level of external satisfaction with audits	per cent	76	75	75	75
<i>Timeliness</i>					
Reports completed within timeframes agreed with Parliament	per cent	67	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	6.1

Financial Audits - Expression of audit opinions on the financial statements of audited agencies and on the Government's Annual Financial Statements within statutory deadlines and provision of quality audit reports to the Parliament on financial management and accountability issues in the Victorian public sector.

<i>Quantity</i>					
Audit opinions issued to agencies	number	530	525	522	522
Audit opinion on Government's Annual Financial Report	number	1	1	1	1
Review of the State Budget	number	nm	nm	nm	1
Major reports tabled in Parliament	number	2	2	2	2

Auditor-General's Office - continued

Major Outputs/Deliverables	Unit of Measure	1998-99 Actuals	1999-00 Target	1999-00 Expected Outcome	2000-01 Target
<i>Performance Measures</i>					
<i>Quality</i>					
Overall level of external satisfaction with audits	per cent	71	70	70	70
<i>Timeliness</i>					
Audits completed within statutory deadlines	per cent	91	95	95	95
<i>Cost</i>					
Total output cost:	\$ million	na	na	na	16.1

Source: Parliament

Note:

- (a) In accordance with section 7A of the Audit Act 1994, this is subject to completion of the annual plan as soon as practicable after passage of the annual appropriation act subsequent to submission of the draft annual plan to the Public Accounts and Estimates Committee for comments.

Output group costs

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Total costs of output group	20.3	24.5	22.1	8.8
<i>Comprising:</i>				
Employee related expenses	17.6	17.6	17.6	..
Purchase of supplies and services	1.7	5.9	3.5	na
Depreciation and amortisation	0.8	0.8	0.8	- 2.5
Capital assets charge	0.1	0.1	0.1	- 1.4
Other expenses	..	..	..	..

Source: Department of Treasury and Finance

Note:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the operating statement, statement of financial position, cash flow statement for the Department and the authority for resources.

The total resources made available to a department are applied to three uses:

- the provision of outputs;
- asset investment; or
- payments made on behalf of the State.

The following three financial statements are presented in the format consistent with the AAS29 accounting standard. However, for the purposes of this paper they have been divided into controlled and administered items.

Administered items refer to those resources over which the Department cannot exercise direct control. Authority is provided through an appropriation for payments made on behalf of the State. Under the AAS29 standard, these items would normally appear as notes to the financial statements.

Financial Statements

The following three tables can be used to assess the Department's financial performance and use of resources.

- **Table 2.9.2 – Operating Statement** - provides details of the Department's revenue and expenses on an accrual basis reflecting the cost of providing its outputs;
- **Table 2.9.3 – Statement of Financial Position** – shows all assets and liabilities of the Department. The difference between these represents the net assets position, which is an indicator of the financial health of the Department; and
- **Table 2.9.4 – Cash Flow Statement** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on departmental resources is highlighted in this statement.

Table 2.9.2: Operating Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Operating revenue				
Revenue from State Government ^(b)	90.3	96.3	97.9	8.4
Section 29 receipts -Commonwealth -Other	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	..	..	..	..
Total	90.3	96.3	97.9	8.4
Operating expenses				
Employee related expenses ^(d)	60.5	64.0	66.1	9.1
Purchases of supplies and services ^(e)	26.1	27.8	28.8	10.5
Depreciation and amortisation	2.6	2.6	2.6	- 0.8
Capital assets charge	0.8	0.8	0.8	- 0.2
Other expenses	0.2	0.4	0.8	na
Total	90.3	95.7	99.1	9.8
Operating surplus/deficit before revenue for increase in net assets	0.0	0.6	- 1.2	na
<i>Add:</i>				
Revenue for increase in net assets	2.1	2.1	3.9	83.7
Section 29 Receipts - asset sales	..	..	..	..
Operating surplus/deficit	2.2	2.7	2.7	25.4
<i>Administered items</i>				
Operating revenue				
Revenue from State Government ^(b)	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other revenue ^(c)	13.3	13.3	13.6	2.6
Less revenue transferred to Consolidated Fund	- 13.3	- 13.3	- 13.6	2.6
Total	..	..	..	..
Operating expenses				
Employee related expenses ^(d)	..	..	..	..
Purchases of supplies and services	..	..	..	..
Other expenses	..	..	..	..
Total	..	..	..	..
Operating surplus/deficit	..	..	..	..

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
- (b) Includes estimated carryover of 1998-99 appropriation amounts. Actual carryover is subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the Financial Management Act, 1994.
- (c) Includes revenue for services delivered to parties outside government.
- (d) Includes salaries and allowances, superannuation contributions and payroll tax.
- (e) Includes payments to non-government organisations for delivery of services.

The Departmental Operating Statement for 2000-01 shows an increase in operating revenue of \$8 million (8.4 per cent) when compared with the 1999-2000 Budget. This increase is due to increased revenue from the State Government for increases in Members' salaries and superannuation contributions, restoration of the powers of the Auditor-General and urgent maintenance of Members' electorate offices.

The increase in operating revenue is mostly offset by an increase in operating expenses of \$9 million (9.8 per cent) from the 1999-2000 Budget, which result predominantly from employee-related expenses.

Revenue for increase in net assets increased by \$2 million (83.7 per cent) as a result of the following initiatives as detailed in Appendix B of *Budget Paper No 2*:

- PABX system upgrade;
- Air conditioning at Parliament House; and
- Major capital works to be carried out on Parliament House.

Table 2.9.3: Statement of Financial Position

(\$ thousand)

	As at 30 June				Variation %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Assets					
Current Assets					
Cash	824	824	824	824	..
Investments	..	..	..	..	..
Receivables	259	259	259	259	..
Prepayments	1 008	1 008	1 008	1 008	..
Inventories	34	34	34	34	..
Other Assets	..	..	..	..	..
Total Current Assets	2 125	2 125	2 125	2 125	..
Non-Current Assets					
Investments	..	..	..	..	..
Receivables ^(b)	3 828	4 487	4 487	6 066	35.2
Fixed Assets	144 836	145 923	146 463	148 297	1.6
Other Assets	..	..	..	..	..
Total Non-Current Assets	148 664	150 410	150 950	154 363	2.6
Total Assets	150 789	152 535	153 075	156 488	2.6
Liabilities					
Current Liabilities					
Payables	- 1 068	- 1 218	- 1 218	- 1 358	11.5
Borrowing	..	..	..	..	..
Employee Entitlements	- 2 888	- 1 625	- 1 625	- 1 489	- 8.4
Superannuation	..	..	..	..	..
Other Liabilities	- 217	- 217	- 217	- 217	..
Total Current Liabilities	- 4 173	- 3 060	- 3 060	- 3 064	0.1
Non-Current Liabilities					
Payables	..	..	..	..	..
Borrowing	..	..	..	..	..
Employee Entitlements	- 3 017	- 3 707	- 3 707	- 4 396	18.6
Superannuation	..	..	..	..	..
Other Liabilities	..	..	..	..	..
Total Non-Current Liabilities	- 3 017	- 3 707	- 3 707	- 4 396	18.6
Total Liabilities	- 7 190	- 6 767	- 6 767	- 7 460	10.2
Net Assets	143 599	145 768	146 308	149 028	2.2
<i>Administered items</i>					
Assets					
Current Assets					
Cash	..	..	..	..	..
Investments	..	..	..	..	..
Receivables	4 000	4 000	4 000	4 000	..
Total Current Assets	4 000	4 000	4 000	4 000	..

Table 2.9.3: Statement of Financial Position - continued

(\$ thousand)

	As at 30 June				Variation %
	1999 Actual	2000 Budget	2000 Revised	2001 Budget	
Non-Current Assets					
Investments	..	..	..	..	..
Receivables	8	8	8	8	..
Fixed Assets	..	..	..	..	..
Total Non-Current Assets	8	8	8	8	..
Total Assets	4 008	4 008	4 008	4 008	..
Liabilities					
Current Liabilities					
Payables	..	..	..	..	..
Total Current Liabilities	..	..	..	..	..
Non-Current Liabilities					
Total Non-Current Liabilities	..	..	..	..	..
Total Liabilities	..	..	..	..	..
Net Assets	4 008	4 008	4 008	4 008	..

Source: Department of Treasury and Finance

Notes:

- (a) Variation between 1999-2000 Budget and 2000-01 Budget.
 (b) Includes cash balances held in trust in the Public Account.

The Statement of Financial Position for 2000-01 shows an increase of \$3 million (2.2 per cent) in net assets when compared with the 1999-2000 Budget. This is mainly attributable to an increase in non-current assets of \$4 million.

The increase in non-current assets consist of an increase of \$2 million in receivables (includes provision for employee entitlements and depreciation) and \$2 million in fixed assets.

The main offset to the movement in non-current assets was an increase in non-current liabilities of 18.6 per cent due to a forecast increase in accrued long service leave.

Table 2.9.4: Cash Flow Statement

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -provision of outputs	90.3	96.3	97.9	8.4
Receipts from State Government -increase in net asset base	2.1	2.1	3.9	83.7
Section 29 Receipts - Commonwealth	..	..	..	..
- Other	..	..	..	..
- Asset Sales	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other	..	..	..	..
	92.5	98.4	101.8	10.1
Operating payments				
Employee Related Expenses	- 61.1	- 64.6	- 65.5	7.2
Purchases of Supplies and Services	- 25.9	- 27.7	- 28.7	10.6
Interest and finance expenses	..	..	..	..
Capital Assets Charge	- 0.8	- 0.8	- 0.8	- 0.2
Current grants and transfer payments	- 0.2	- 0.4	- 0.8	231.3
Capital grants and transfer payments	..	..	..	..
Net Cash flows from operating activities	4.3	4.9	6.0	38.0
Cash flows from investing activities				
Purchases of investments	..	..	..	..
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Purchases of non-current assets	- 3.7	- 4.2	- 4.4	19.8
Net Cash flows from investing activities	- 3.7	- 4.2	- 4.4	19.8
Cash flows from financing activities				
Receipts from appropriations -increase in net asset base	..	..	..	..
Capital repatriation to Government	..	..	..	..
Net increases in balances held with Government	- 0.7	- 0.7	- 1.6	0.0
Net borrowings and advances	..	..	..	..
Net Cash flows from financing activities	- 0.7	- 0.7	- 1.6	0.0
Net Increase/Decrease in Cash Held	..	..	..	..
Cash at beginning of period	0.8	0.8	0.8	..
Cash at end of period	0.8	0.8	0.8	..

Table 2.9.4: Cash Flow Statement - continued

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
<i>Administered items</i>				
Cash flows from operating activities				
Operating receipts				
Receipts from State Government -payments on behalf of state	..	..	..	..
Other Commonwealth grants	..	..	..	..
Other	13.3	13.3	13.6	2.6
	13.3	13.3	13.6	2.6
Operating payments				
Purchases of Supplies and Services	..	..	..	..
Interest and finance expenses	..	..	..	..
Current grants and transfer payments	..	..	..	..
Capital grants and transfer payments	..	..	..	..
Other	- 13.3	- 13.3	- 13.6	2.6
Net Cash flows from operating activities	..	..	..	..
Cash flows from investing activities				
Receipts from sale of land, fixed assets and investments (incl. S29 FMA)	..	..	..	..
Net Cash flows from investing activities	..	..	..	..
Cash flows from financing activities				
Net increases in balances held with Government	..	..	..	..
Net Cash flows from financing activities	..	..	..	..

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to a department for the provision of outputs, increases in the net asset base or payments made on behalf of the State.

Table 2.9.5: Authority for Resources

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Annual appropriations ^(b)	63.8	71.6	68.3	7.1
Receipts credited to appropriations	..	..	..	..
Unapplied previous years appropriation	3.1	- 1.6	3.3	8.2
Accumulated surplus - previously applied appropriation	..	..	..	..
Gross Annual appropriation	66.8	70.0	71.6	7.2
Special appropriations	25.6	28.5	30.2	17.9
Trust funds	..	..	..	..
Non public account and other sources	..	..	..	..
Total Authority	92.5	98.4	101.8	10.1

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) For 1999-00 Revised, includes the impact of approved Treasurer's Advances.

STATEMENT 3

STATE REVENUE

STATE REVENUE

SUMMARY OF BUDGET SECTOR STATE REVENUE

In this statement, State Revenue includes both state-sourced revenue and Commonwealth grants.

As shown in Table 3.1, budget sector revenue and grants received are expected to be 13.6 per cent higher in 2000-01 compared with the budget estimate for 1999-2000. Taxation revenue is expected to be 9.7 per cent lower. The fall in taxation is mainly due to the cessation of revenue replacement grants (safety net revenues) and a reduction in gambling taxes from 1 July 2000. Commonwealth grants are expected to increase by 34.1 per cent compared with the 1999-2000 Budget. The increase in Commonwealth grants is mainly due to the commencement of GST revenue and transitional grant payment by the Commonwealth. All of these factors reflect the commitments entered into by the Commonwealth and the States under the *Intergovernmental Agreement on the Reform of Commonwealth-State Financial Relations* (the 'Intergovernmental Agreement'), which was signed in June 1999.

The only new taxation measure to take effect in 2000-01 is the introduction of a levy on electronic gaming machines.

Public authority income is expected to rise from \$647 million in the 1999-2000 budget to \$948 million in 2000-01. The increase in public authority income is due to increased distributions from the gas and water industries and from public financial institutions.

Proceeds from the sale of goods and services are expected to grow by 7.0 per cent to \$1 940 million, while other revenue is expected to increase by 87.9 per cent to \$976 million largely because of the introduction of a Capital Assets Charge for VicTrack.

A discussion of the 2000-01 forecast and the forward estimates to 2003-04, and of the Government's new taxation measures, is presented in Chapter 6, *Revenue and Grants*, Budget Paper No. 2.

Table 3.1: Budget sector revenue and grants received

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Taxation	8 691.0	9 390.5	7 845.3	- 9.7
Regulatory fees and fines	246.6	271.1	273.3	10.8
Sale of goods and services	1 813.3	1 922.6	1 939.8	7.0
Public authority income	646.5	1 136.3	947.7	46.6
Other revenue	519.3	990.6	975.8	87.9
Grants received	7 606.6	7 734.8	10 198.1	34.1
Total	19 523.3	21 446.0	22 180.0	13.6

Source: Department of Treasury and Finance

Notes:

(a) *Variation between 1999-2000 Budget and 2000-01 Budget.*

REVENUE

Taxation

This section describes the most significant items of taxation. The fall in taxation projected to 2000-01 is mainly due to the cessation of revenue replacement grants (ie safety net revenue) and reduction in gambling taxes from 1 July 2000, both associated with the introduction of changes to the national taxation arrangements.

The percentage decline in State tax revenues from various gambling activities, as a result of making adjustments to the GST, reflect the rate of taxation prior to the introduction of the GST. The lower the State taxation rate, the greater the impact of the adjustment for the GST and thus the larger the impact (in percentage terms) on State revenues. Note that GST revenue from gambling will be equivalent to the forgone State revenue. The increase in the 'other taxes' line between Budget 1999-2000 and Revised 1999-2000 is due to the recognition of concession fees payable by Transurban in respect of City Link.

Table 3.2: Taxation estimates

	(\$ million)			Variation ^(a)
	1999-00 Budget	1999-00 Revised	2000-01 Budget	%
Payroll tax	2 231.5	2 311.7	2 469.3	10.7
Taxes on property				
Land tax	387.6	425.3	489.4	26.3
Stamp duty on financial transactions				
Land transfers	911.0	1 240.0	1 040.0	14.2
Marketable securities	175.2	197.7	215.1	22.8
Other property stamp duty	168.5	199.7	190.8	13.2
Financial institutions duty	347.9	357.1	364.3	4.7
Debits tax	260.4	253.6	253.2	- 2.8
Metropolitan improvement levy	67.4	67.4	70.8	5.1
Financial accommodation levy	5.4	4.1	3.6	- 34.1
Other property taxes	0.3	0.0	0.0	- 93.8
Gambling taxes				
Private lotteries	296.3	298.8	279.2	- 5.8
Electronic gaming machines	843.0	940.0	780.0	- 7.5
Casino	145.0	145.3	80.3	- 44.6
Racing	139.9	137.2	93.0	- 33.5
Other	4.0	3.5	2.6	- 34.2
Taxes on insurance	365.6	380.5	429.1	17.4
Motor vehicle taxes				
Vehicle registration fees	431.3	442.2	451.0	4.6
Stamp duty on vehicle transfers	400.0	407.9	409.4	2.4
Other motor vehicle taxes	52.6	54.2	71.2	35.5
Safety net revenues/franchise fees				
Safety net revenues				
Petroleum	457.4	441.7	46.0	- 89.9
Tobacco	680.0	720.5	14.1	- 97.9
Liquor	207.5	221.2	27.5	- 86.7
Electricity franchise fees	102.2	102.2	24.7	- 75.9
Other taxes	11.0	38.6	40.8	270.6
Total	8 691.0	9 390.5	7 845.3	- 9.7

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Payroll tax

Payroll tax is levied on taxable wages which are defined to include salaries and wages, commissions, bonuses, allowances, remunerations, employer superannuation contributions, relevant contracts and other benefits.

Payroll tax of 5.75 per cent is applicable to the annual payments of payroll in excess of a tax-free threshold of \$515 000. The Government has legislated to exclude GST on payments to contractors from the base for payroll tax calculations.

Taxes on Property

Land tax

Land tax is an annual tax assessed on the aggregated unimproved site value of taxable land owned by a landowner. There are a number of exemptions, including land that is used for primary production and land that is used as the landowner's principal place of residence.

Because municipal valuations are undertaken progressively over a cycle, not all valuations refer to the same date. To bring all valuations up to a common date, site values are adjusted by an equalisation factor determined by the Valuer-General. This factor represents the average movement in land values within a municipality between the last valuation date and the prescribed date for the year of assessment. The year 2000 land tax assessments for most metropolitan land are based on site values as at 30 June 1995 adjusted by equalisation factors reflecting changes in land values to June 1998.

Table 3.3 shows the current rates applying to the year 2000 land tax assessments, which are unchanged from those applying to 1999 assessments.

Table 3.3: Land tax rates

<i>Unimproved Value (\$)</i>	<i>2000 Land Tax Payable</i>
up to \$84 999	Nil
\$85 000- \$199 999	\$85 plus 0.1% for each dollar over \$85 000
\$200 00 - \$539 999	\$200 plus 0.2% for each dollar over \$200 000
\$540 000 - \$674 999	\$880 plus 0.5% for each dollar over \$540 000
\$675 000 - \$809 999	\$1 555 plus 1.0% for each dollar over \$675 000
\$810 000 - \$1 079 999	\$2 905 plus 1.75% for each dollar over \$810 000
\$1 080 000 - \$1 619 999	\$7 630 plus 2.75% for each dollar over \$1 080 000
\$1 620 000- \$2 699 999	\$22 480 plus 3.0% for each dollar over \$1 620 000
\$2 700 000 and over	\$54 880 plus 5.0% for each dollar over \$2 700 000

Source: Land Tax Act 1958

Stamp duty on financial transactions

Duty on land transfers

Stamp duty is payable on instruments of transfer involved in the change of ownership of land. The rates of stamp duty are shown in Table 3.4.

Table 3.4: Stamp duty on land transfers

<i>Value of Property Transferred (\$)</i>	<i>Stamp Duty Payable</i>
0 – 20 000	1.4 % of the value of the property
20 001 – 115 000	\$280 plus 2.4% of the value in excess of \$20 000
115 001 – 870 000	\$2 560 plus 6.0% of the value in excess of \$115 000
870 001 – plus	5.5% of the value of the property

Source: Stamps Act 1958

For first home buyers with dependent children who satisfy specified income criteria, a full exemption is available on homes valued up to \$115 000, where the maximum exemption of \$2 560 applies. A partial exemption applies to homes valued between \$115 000 and \$165 000. To be eligible for relief, the combined annual taxable income of homebuyers with one child must be under \$39 000 and for a family with two or more children it must be under \$40 000.

For pensioners, a full exemption or refund applies on homes valued up to \$100 000, and a partial exemption or refund on homes valued between \$100 000 and \$130 000. Eligible pensioners are not required to satisfy a separate incomes test.

To offset the impact of the introduction of the GST, the Intergovernmental Agreement has provided that the States and Territories assist first home buyers through the establishment of the First Home Owners' Grant (FHOG) scheme. The scheme, which will operate from 1 July 2000, will be funded by the Commonwealth and administered by the States and Territories alongside their existing schemes described above. Eligible applicants for the FHOG will be entitled to a one-off \$7 000 payment. No means test will apply, but the assistance will only be given to persons who have not previously owned a home and eligible dwellings are confined to a principal place of residence.

Duty on marketable securities

Duty is levied on the transfer of any marketable security through the Australian Stock Exchange (ASX) or a recognised stock exchange, or involving a company incorporated in Victoria, even where the transfer does not take place through the ASX or a recognised stock exchange. The most common types of marketable securities are shares in public companies and units in public trusts.

For securities listed on the ASX or a recognised stock exchange, the current rate of duty is 30 cents for every \$100 or part thereof for on-market or off-market transactions. The rate of duty for marketable securities not listed on the ASX or a recognised stock exchange is 60 cents for every \$100 or part thereof. No duty is payable on the transfer of corporate securities and mortgage-backed certificates traded in the secondary mortgage market.

Under the Intergovernmental Agreement, duty on marketable securities will cease to apply from 1 July 2001. Victoria has already enacted legislation to give effect to this measure.

Other property stamp duty

Stamp duty on other property is detailed in Table 3.5.

Table 3.5 Taxes on property – other property stamp duty

	(\$ million)			Variation ^(a)	
	1999-00 Budget	1999-00 Revised	2000-01 Budget		%
Duty on mortgages/debentures	91.0	117.0	104.0		14.3
Duty on rental business	37.5	43.6	46.7		24.5
Duty on leases	33.8	32.9	35.3		4.4
Other miscellaneous stamp duties	6.2	6.2	4.8		- 22.6
Total	168.5	199.7	190.8		13.2

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Duty on mortgages/debentures

Duty is payable on the issue of all mortgages, which are secured against real or personal property, and other generally unsecured bonds, debentures and covenants. The duty payable depends on the amount secured by the document. There is an exemption for loan refinancing.

The duty payable depends on the amount secured by the document. A flat \$4 is paid when the amount secured on an initial mortgage exceeds \$200 but not \$10 000. When an initial mortgage exceeds \$10 000, or the amount secured under an existing mortgage is increased, an additional 80 cents is payable for every additional \$200 or part thereof secured under the mortgage.

Duty on rental business

Any rental business that receives rental income in excess of \$6 000 in any month must register and pay rental business duty. The rate of duty is set at 0.75 per cent of gross rental income for rental agreements signed on or after 1 January 1997, and 1.5 per cent on agreements signed before that date. Hire purchase agreements entered into by companies on or after 1 January 1997 are also subject to rental business duty with exemptions for some categories of commercial vehicles and farm machinery. The State Government has recently legislated to exclude GST from the taxable base to which stamp duty on rental business applies. This legislative action was taken to prevent an instance of circular taxation, whereby GST would apply to stamp duty inclusive prices, and stamp duty would apply to GST inclusive prices.

Duty on leases

Stamp duty is imposed on all leases and assignments of leases on all property, other than property used solely for residential purposes. The rate of duty varies, depending on whether the lease is for a definite or an indefinite term. The rate of duty for a definite term lease exceeding \$130 per annum is 60 cents per \$100 or part thereof of the total rent payable over the full term of the lease.

Other miscellaneous stamp duties

This category includes receipts from minor stamp duties such as duty on instruments of settlement, which is currently set at \$200.

Financial Institutions Duty

Financial institutions duty (FID) is levied on the receipts of financial institutions with annual deposits in excess of \$5 million. For each deposit with those institutions, FID is levied at the rate of 0.06 per cent, with a maximum duty of \$1 200 per receipt for individual deposits of \$2 million and over.

Concessional rates apply to receipts relating to short-term money market dealings, as in this market, FID charged at the primary rate could exceed interest earned. The concessional rate is 0.005 per cent and is related to the amounts borrowed in Australia by financial institutions in short-term dealings or the average daily credit balance of short-term dealing accounts operated by persons not registered as financial institutions.

There are a number of exemptions from FID, the main ones being:

- inter-bank transfers by bank customers forced to close their accounts due to the closure of a bank branch;
- receipts by banks for the credit of exempt accounts;
- pensions and benefits paid directly to accounts by the Commonwealth Departments of Social Security and Veterans' Affairs;
- receipts to accounts of religious or charitable institutions, or non-tertiary educational bodies; and
- receipts to accounts of local government bodies or government departments (not including boards, authorities, commissions or tribunals).

Under the Intergovernmental Agreement, FID will cease to apply from 1 July 2001. The Government has already enacted legislation to give effect to this measure.

Debits tax

Debits tax is levied on debits to cheque accounts or to bank accounts with cheque facilities. Table 3.6 below outlines the rate structure.

Table 3.6: Debits tax duty rates

<i>Debit Range</i>		<i>Duty</i>
\$		\$
1.00	- 99.99	0.30
100.00	- 499.99	0.70
500.00	- 4 999.99	1.50
5 000.00	- 9 999.99	3.00
10 000.00	- or more	4.00

Source: Debits Tax Act 1990

Exemptions from debits tax are available to charitable institutions, religious organisations, public hospitals and non-profit private hospitals, non-profit universities, colleges, schools, kindergartens, certain support groups for exempt organisations, Commonwealth government departments, State government departments, government authorities, and local government bodies which do not carry on activities of a business nature. There is a full exemption from debits tax on inter-bank transfers by bank customers forced to close their accounts due to the closure of a bank branch.

Under the Intergovernmental Agreement, debits tax will cease to apply by 1 July 2005, subject to review by the Ministerial Council on Commonwealth-State Financial Relations.

Metropolitan improvement levy

During 1998-99, the Parks and Reserves Trust Fund was established within the budget sector to deposit the receipts of the metropolitan improvement levy collected by metropolitan water companies as part of annual water rates. These receipts are earmarked for expenditure on metropolitan parks and gardens by the Department of Natural Resources and Environment.

Financial accommodation levy

The financial accommodation levy applies to Government owned entities declared by the Governor in Council to be leviable authorities for the purposes of the *Financial Management Act 1994*. Financial accommodation includes borrowings which entities make through Treasury Corporation of Victoria (TCV). These TCV borrowings are usually at a lower interest rate than an entity would incur if it borrowed in its own right, rather than as a Government owned entity. The levy is determined using a credit rating approach to assess the competitive advantage a government business enterprise (GBE) receives in interest cost savings due to Government ownership. The levy is an important part of the reform of GBEs and is consistent with the competitive neutrality principles as prescribed by the National Competition Policy framework.

Gambling taxes

Gambling taxes are imposed on lotteries, electronic gaming machines, the casino, the racing industry, and some other minor forms of gambling.

More than 85 per cent of the Government's tax revenues from these forms of gambling are transferred by standing appropriation to the Hospitals and Charities Fund, the Mental Hospitals Fund and the Community Support Fund. A proportion of budget revenues from casino operations is dedicated to the funding of major civic projects under the Government's *Agenda 21* program.

Pursuant to the Intergovernmental Agreement, the States and Territories undertook to adjust their gambling tax arrangements to take account of the impact of the GST on gambling operators. In the case of Victoria, with the exception of casino gambling, it has been decided to adjust gambling tax rates having regard to the introduction of the GST. In the case of the casino, it has been decided to institute a credit scheme whereby GST payments will be offset against casino taxes already paid to Victoria. The total tax burden of the operators will remain unchanged as a result of the imposition of the GST.

Private lotteries

Lotteries in Victoria are conducted by Tattersall's, a private sector organisation, operating under a licence issued pursuant to the *Tattersall Consultations Act 1958*. The taxes on lotteries include a duty rate on subscriptions and a levy on ticket sales.

Tattersall's runs both lottery consultations and soccer pools. On lottery consultations, the duty is 36 per cent of subscriptions. Sixty per cent of total subscriptions is returned to players as prizes. The soccer pools duty rate is 34 per cent of subscriptions. Fifty per cent of soccer pools subscriptions is returned to players as prizes. A 10 cent ticket levy applies to Tattersall's lottery games with the exception of Tatts 2, Super 66 and instant lotteries.

Tattersall's also operates lotteries in Tasmania, the Northern Territory, the ACT and various foreign countries as part of the Victorian lottery pool. The Victorian Government collects and remits taxes on behalf of these jurisdictions.

From 1 July 2000 the tax rate on consultations will be reduced from 36 per cent to 32.36 per cent and on soccer pools from 34 per cent to 29.45 per cent to accommodate the GST. The ten cent ticket levy will remain in place.

Electronic gaming machines

Tattersall's and TABCORP are licensed to operate up to 27 500 electronic gaming machines (EGMs) in hotels and clubs throughout Victoria. This excludes the 2 500 gaming machines located in the casino.

Under the *Gaming Machine Control Act 1991*, not less than 87 per cent of turnover must be returned to players as prizes. Tax is assessed on the net cash balance of the operators, the difference between the amounts bet and the amounts paid out in prizes. The net cash balance is split between the venue operator, the gaming operator and the Government. In the case of clubs, the Government, the gaming operators and the venues each receive one third. In the case of hotels, the net cash balance is similarly divided up except that the venue operator's share is only 25 per cent, with the remaining 8.3 per cent being directed to the Community Support Fund.

In 1995 the Government negotiated a licence fee agreement with Tattersall's in terms of which Tattersall's was required to pay 30 per cent of its net profit to the Government each year. From 1 July 1999 this annual licence fee payment has been converted into a higher tax rate. Tattersall's is now required to pay an additional 7 per cent of its net cash balance to the Government in tax.

However, from 1 July 2000 the EGM tax rate will be reduced by 9.09 percentage points to accommodate the GST.

The Government will be introducing a levy of \$333.33 per annum to apply to each of the 30 000 electronic gambling machines in Victoria. The levy will be payable by the three gambling operators and will raise \$10 million for spending on drug and alcohol programs. The Government will introduce legislation for this measure during 2000-01, with the levy to be collected for the first time in that year.

Casino

Between 1993-94 and 1998-99, Crown casino paid licence fees totalling \$358 million to the Government.

The total tax rate on ordinary players is 22.25 per cent and on commission-based players is 10 per cent. This includes a levy of 1 per cent of gross gaming revenue payable by the casino operator. This levy, known as the Community Benefit Levy, is used to finance public health services through a standing appropriation to the Hospitals and Charities Fund.

At least 87 per cent of amounts wagered by players on EGMs in the casino is paid out as winnings to players. Amounts paid out as winnings on casino table games are determined by the rules of the individual games.

From 1 July 2000 the Government proposes to vary its agreement with the casino operator in order to provide the casino with a credit for GST payable to the Commonwealth against casino taxes payable to the Victorian Government. It was not feasible to reduce casino tax rates to accommodate the GST as has been done with other gambling taxes because the revenue base for GST purposes is not identical to the revenue base used for calculating State taxes.

Racing taxes

TABCORP has been granted the exclusive licence to run off-course totalisators in Victoria, and is also authorised to run on-course totalisators at racecourses. The racing industry holds 25 per cent of the equity in TABCORP and is responsible for providing the racing program.

Under the *Gaming and Betting Act 1994*, a minimum of 80 per cent of the investments in any one totalisator must be returned to punters as prizes. The average payout from investments in all totalisators in any financial year cannot be less than 84 per cent. The tax rate is 28.2 per cent of the amount of commission deducted. The Government also receives 28.2 per cent of fractions, whereby fractions of 10 cents in a dividend calculation are rounded down to the nearest five cents.

To adjust for the GST, the totalisator tax rate will fall from 28.2 per cent to 19.11 per cent from 1 July 2000.

Bookmakers, who provide a fixed-odds betting service, are subject to a turnover tax of 2 per cent at metropolitan racecourses and 1.5 per cent at country racecourses. The amount of tax currently collected is relatively small. A reduction in the tax to offset the exact amount of the GST would have raised very little revenue compared with the administrative cost of collecting that revenue. The Government has therefore decided to abolish the bookmakers' turnover tax from 3 July 2000¹.

(¹) Stamp duty on bookmakers' turnover is calculated on the basis of a 'week' where a 'week' is defined in the relevant legislation, the *Stamps Act 1958*, to begin on a Monday. To avoid transitional costs in computing the duty for part of a 'week', as defined in that Act, the duty is to be abolished from the beginning of the first full 'week' after 1 July 2000, that is from Monday 3 July 2000. The cost to bookmakers of paying the State duty for two days after 1 July 2000 will be negligible, especially in view of the benefit that will flow to them from abolition.

Other gambling

Other gambling taxes consist principally of:

- club keno, where gross gaming revenue is split equally between the Government, the venues and the operators. The payout rate to players is 75 per cent;
- permit fees for raffles, bingo and trade promotions; and
- a tax payable on approved betting competitions (sports betting) at a rate of 20 per cent of net investments.

The club keno tax rate will be reduced from 33.33 per cent to 24.24 per cent and the sports betting tax rate from 20 per cent to 10.91 per cent from 1 July 2000 to accommodate the GST.

Taxes on insurance

Duty is payable on the value of premiums at a rate of 10 per cent on general insurance business conducted in or outside Victoria which relates to any property, risk, contingency or event in the State. Exemptions from payment of this duty relate to policies against damage by hail to cereal and fruit crops, workers' compensation premiums, commercial marine hull insurance, private guarantee fidelity insurance schemes, insurance businesses carried on by organisations registered under Part VI of the Commonwealth *National Health Act 1953* and transport insurance policies. Reinsurance policies are not dutiable.

Duty is also payable on life insurance policies for the sum insured, at the following rates:

- 12 cents for every \$200 or part thereof, where the sum insured does not exceed \$2 000;
- \$1.20 plus 24 cents for every \$200 or part thereof in excess of \$2 000, or where the sum insured exceeds \$2 000; or
- 5 per cent of the first year's premium on fixed length policies.

Motor vehicle taxes

Motor vehicle registration fees

Motor vehicle registration fees are paid on:

- heavy vehicles (over 4.5 tonnes in gross vehicle mass): there are uniform national registration charges to reflect high road wear caused by heavy vehicles;
- light vehicles (under 4.5 tonnes in gross vehicle mass): there is an annual registration fee of \$140, except where exemptions or concessions (e.g. for pensioners) apply; and
- motor cycles and private trailers (under 4.5 tonnes in gross vehicle mass): there is an annual registration fee of \$28.

Motor vehicle stamp duty

Stamp duty is levied on the transfer and initial registration of motor vehicles, cycles or trailers in Victoria. The duty is levied on the market value of the vehicle, at a progressive rate on new passenger vehicles, and at a flat rate for other vehicles. The rate scale is shown in Table 3.7.

Table 3.7: Stamp duty on motor vehicles

Market Value of Vehicle	Stamp Duty Payable
For a passenger car not previously registered:	
\$	
0 - 35 000	\$5.00 per \$200 or part thereof
35 001 - 45 000	\$8.00 per \$200 or part thereof
45 001 or more	\$10.00 per \$200 or part thereof
For all other vehicles, not previously registered	\$5.00 per \$200 or part thereof
For a vehicle which has been previously registered, regardless of where	\$8.00 per \$200 or part thereof

Source: Stamps Act 1958

Other motor vehicle taxes

Drivers' licence fees

The fee for a ten-year licence to drive on Victorian roads is \$133. Applicants who suffer financial hardship can obtain drivers' licences for three year periods at a fee of \$39.

Road transport and maintenance taxes

This item consists of miscellaneous fees and charges administered by VicRoads, including driver licence testing fees, vehicle permit fees, registration related fees, taxi and tow truck fees, special vehicle licences, registration plate issues and other minor charges.

Safety net revenues/franchise fees

Safety net revenues – petroleum, tobacco and liquor

Following a High Court decision in August 1997, which effectively invalidated State franchise fees, the Commonwealth has been collecting replacement revenues on those products previously covered by State franchise fees, and remitting the replacement revenues to the States and Territories in accordance with the Commonwealth Grants Commission's assessment of their former franchise fee bases. To effect these changes, Commonwealth tax rates on liquor, tobacco and petroleum were increased and the States and Territories have repealed the relevant sections of their business franchise fee Acts.

Under the *Intergovernmental Agreement on the Reform of Commonwealth-State Financial Relations*, the safety net arrangements for the taxation of petrol, liquor and tobacco, and the corresponding payment of replacement revenues, will cease from 1 July 2000.

The States have been providing support to off-road users of diesel to offset the excise surcharge associated with the safety net arrangements. This support will be discontinued, as the Commonwealth is introducing comprehensive rebates of its petroleum excise and customs duties for off-road users. In the case of cellar door and mail order sales of wine, the States will continue to offer support equivalent to 15 per cent of wholesale prices.

Electricity franchise fees

Franchise fees are payable by the electricity distribution companies which are licensed to retail electricity to franchise customers. These fees are designed to capture the economic rent that would otherwise accrue to retailers as a result of maximum uniform tariffs being greater than the cost of supplying franchise customers. In February 1998, the Government introduced a winter power bonus initiative under which the winter electricity bills of households and small businesses are being reduced by \$60 in 1998, 1999 and 2000. This is being funded by a reduction in franchise fee revenue payable to the State and cash payments to the distribution businesses. Electricity franchise fees will cease to be payable once the market is fully contestable in January 2001.

Other taxes on the use of goods and services

The major items in this category are the landfill levy, which is aimed at reducing the volume of non-recyclable waste disposed of at Victorian landfills, and concession fees payable by Transurban in respect of City Link which were only recognised after the Budget 1999-2000 Budget had been brought down.

Regulatory fees and fines

Table 3.8 Regulatory fees and fines

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Regulatory fees				
Electricity sector licence fees	50.0	50.0	40.0	- 20.0
Wildlife licences	8.2	5.8	6.4	- 21.5
Environment protection fees	9.5	9.3	9.3	- 2.1
Business names and associated	7.6	7.6	7.7	0.4
Occupational based licence fees	4.6	10.6	11.2	141.9
Other regulatory fees	29.3	50.9	57.8	97.4
Fines				
Police fines	99.5	99.5	103.8	4.3
Court and other fines	37.9	37.5	37.2	- 1.9
Total	246.6	271.1	273.3	10.8

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Fees

Fees from regulatory services are levies, which are associated with the granting of a permit to engage in a particular activity, or to regulate that activity. Electricity licence fees are payable by PowerNet, which owns and maintains Victoria's high voltage electricity transmission network and has a licence to transmit electricity.

Following representations by Victoria and the other States, many fees and charges have been determined by the Commonwealth Treasurer to be GST-free – particularly those which satisfy criteria in the Intergovernmental Agreement (fees which are compulsory imposts, or which do not relate to particular goods or services, should be outside the scope of the GST).

To ensure consistency with the Public Ledger, revenue of approximately \$14 million has been reclassified from 'sales of goods and services' to 'regulatory fees and fines'. This revenue relates largely to 'birth, death and marriage' certificates and PERIN administration charges (the administration fee that is charged when a reminder notice is issued in respect of a fine that has not been paid by the due date). Occupational based licence fees are mainly forestry logging operators' licence fees.

Fines

Revenue from fines is mainly derived from receipts related to traffic offences. This includes receipts from traffic infringement notices and the operations of the Traffic Camera Office, and from payment of penalties imposed by the courts.

Sale of goods and services

Revenue from this source reflects those activities of departments where goods and services are sold to other parties. Examples of these activities include fees paid to TAFE institutes for courses that they give, car parking fees received by hospitals, visitor fees at parks collected by the Department of Natural Resources and Environment, and fees collected by courts and tribunals for processing legal documents.

As reported in Table 3.1, revenue from the sale of goods and services is estimated to be \$109 million more in 1999-2000 than the estimate of \$1 813 million. This predominantly reflects:

- higher than budgeted revenue in revenue in for TAFE and Adult Migrant Education services (\$45 million), the latter due to the recent securing of a new major contract with the New South Wales Government;

- recognition of public transport clearing house receipts totalling \$51 million which were previously offset against the cost of service provision; and
- as discussed under 'fees', revenue of approximately \$14 million has been reclassified from 'Sale of Goods and Services' to 'Regulatory fees and fines'.

Sales of goods and services revenue is expected to increase by only \$17 million (or 1.0 per cent) in 2000-01 compared with the revised 1999-2000 estimate. This moderate increase mainly reflects projected growth in museum entrance fees following the opening of the new museum at Carlton Gardens, an increase in State Library revenue from private sponsorship and services (\$8 million) and further growth in Adult Migrant Education Services revenue (\$12 million). The projected increase in revenue from these sources is partly offset by an anticipated decline in Commonwealth Department of Veterans' Affairs payments for repatriation health services, mainly as a result of services shifting from public to private hospitals.

Public authority income

Public authority income includes the dividends and tax equivalent payments made to the State by government business enterprises (GBEs). Table 3.9 contains information on the estimates of public authority income in 2000-01. The increase in public authority income mainly reflects the higher investment returns expected from the Transport Accident Commission, the timing of dividends from Gascor and dry climatic conditions affecting the performance of metropolitan water businesses.

Dividends

The payment of dividends by GBEs recognises that equity capital has alternative uses and therefore an appropriate return should be paid to the State for its investment in the GBEs. Because of the absence of contestable capital and equity market disciplines for GBEs compared with those faced by private sector firms, a commercial dividend policy with two broad benchmarks is applied. For GBEs under the tax equivalent regime, the relevant benchmark dividend payout rate is 50 per cent of after-tax profit (where tax payable is not significantly different from tax expense). For other GBEs, including those not under the tax equivalent regime, a secondary benchmark payout rate of total distributions to Government of 65 per cent of pre-tax profit is applicable.

Dividends are set each year with reference to the relevant benchmark and to other commercial considerations, including retained earnings, gearing, interest cover and cashflow projections. The views of the GBE Board and the budgetary

requirements of the State are also taken into account. Prior to formal determination by the Treasurer, all dividend estimates are provisional.

For 2000-01, the dividend payments are expected to be \$773 million.

Tax equivalents

The Victorian tax equivalent regime ensures competitive neutrality of GBEs with competing private sector firms and strengthens the financial discipline of GBEs by factoring income tax payments into their business decisions. The tax equivalent base also includes a wholesale sales tax equivalent regime. During 1999-2000, there were sixteen GBEs under the tax equivalent regime. Significant land-holding GBEs (including the Melbourne Water Corporation and Urban Land Corporation) have also been subject to a local government rate equivalent system. In 2000-01, tax equivalent payments are expected to be \$175 million.

Under the *Intergovernmental Agreement on the Reform of Commonwealth-State Financial Relations*, Heads of Government indicated their intention to introduce a National Tax Equivalent Regime (NTER) for income tax for State and Territory GBEs. The Ministerial Council have endorsed a target date for implementing NTER of 1 July 2001. Wholesale sales tax equivalent payments will cease from 1 July 2000 with the abolition of the Commonwealth wholesale sales tax.

Table 3.9 Public authority income

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Electricity industry	24.0	79.0	21.9	- 8.8
Gas industry	281.0	282.0	353.3	25.7
Water industry	212.8	279.1	273.5	28.5
Port authorities	25.6	25.1	27.4	7.0
Public financial institutions	82.9	439.6	248.4	199.6
Miscellaneous	20.2	31.5	23.2	14.8
Total	646.5	1 136.3	947.7	46.6

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Other revenue

State revenues other than those discussed above are set out under the heading 'Other Revenue' in Table 3.10 and include:

- revenue from State forests which is generated through the imposition of rents, royalties on forest produce, licence fees and the sale of forest produce;
- rent on leases of Crown land;
- royalties paid by private sector producers of brown coal, consistent with the efficient use of extractive minerals;
- interest received, mainly from earnings on investments, on outstanding advances to public enterprises and on cash balances held in the Public Account. In 2000-01, this includes earnings on the \$1 billion Growing Victoria Infrastructure Reserve; and
- Capital Assets Charges paid by public trading enterprises – currently, these are comprised entirely of payments by VicTrack for the use of Government assets. Since these charges were only implemented after the last Budget was framed, this item contributes to a substantial increase in the revised estimate of other revenues for 1999-00 compared with the Budget time forecast. These charges are expected to decline slightly in 2000-01, following completion of the public transport franchising process and audit verification of the net asset value held by VicTrack.

The revised estimate of 'other' revenue for 1999-2000 is around \$37 million lower than the estimate as at Budget time last year. This is largely because revenue received from the Office of Housing in lieu of debt forgiven and was revised downwards to reflect the approved Office of Housing 1999-2000 Budget. The smaller decline in 'other' revenue in 2000-01, compared with the revised estimate for 1999-2000, is mainly explained by projected a decline in Tricontinental recoveries (of around \$10 million) and a further decline in revenue from the Office of Housing.

Table 3.10: Other revenue

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Land rent	31.3	27.3	26.2	- 16.4
Royalties				
Forestry and other	33.1	35.0	34.0	2.7
Brown coal	13.9	13.9	14.2	2.1
Total royalties	47.0	48.9	48.2	2.6
Interest received	54.0	71.3	119.7	121.6
Proceeds from sale of assets	32.0	32.0	29.6	- 7.5
Assets received free of charge	0.1	0.3	..	- 100.0
Capital asset charge	..	493.0	477.0	..
Other	354.9	317.8	275.1	- 22.5
Total	519.3	990.6	975.8	87.9

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Grants received

Grants received from the Commonwealth fall into three categories, namely:

- general purpose grants, comprising for this year, GST grants, and the National Competition Policy (NCP) payments (as described below, the GST grants have replaced the financial assistance grants that used to be a part of general purpose grants);
- specific purpose grants to be expended by the State Government; and
- specific purpose grants for on-passing by the State to the appropriate institutions, such as non-government schools and local government authorities.

Summary information on the amounts budgeted to be received under these categories (excluding grants for on-passing) in 1999-2000 and 2000-01 is set out below.

Table 3.11: Commonwealth grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
General purpose grants	3 672.7	3 633.2	5 857.2	59.5
Specific purpose grants	2 914.7	2 964.8	3 120.5	7.1
Grants for own purpose	6 587.4	6 598.0	8 977.7	36.3
Grants for on-passing	1 019.2	1 136.8	1 220.3	19.7
Current	994.6	1 031.1	1 112.2	11.8
Capital	24.7	105.7	108.2	338.4
Total	7 606.6	7 734.8	10 198.1	34.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 2000-01 Budget from 1999-2000 Budget.

In 2000-01, total Commonwealth grants to Victoria are expected to increase by 34.1 per cent in nominal terms compared with the 1999-2000 Budget estimate.

General purpose grants

For 1999-2000, general purpose grants comprise financial assistance grants and national competition policy payments, as in previous years. However, at the Premiers' Conference on 9 April 1999, the Commonwealth and the States signed the *Intergovernmental Agreement on Commonwealth-State Financial Relations*. A revised version of this Agreement was signed in mid-1999. Under this agreement, the States will receive the entire revenue generated by the GST that commences on 1 July 2000. The GST revenue will be collected by the Australian Tax Office and passed to the States in the form of GST grants. Therefore, for 2000-01 and beyond, the financial assistance grants will be replaced by these GST grants. The general purpose payments for 2000-01 will also include some transitional assistance (determined in accordance with the principles set out in the Agreement as described briefly below), and Victoria's share of the national competition policy payments for the year.

As well as the financial assistance grants, the GST grants and transitional assistance will also be replacing revenue from some state taxes and revenue replacement payments which are included in taxation revenues in 1999-2000. Consequently, general purpose grants are estimated to increase by 59.5 per cent in nominal terms. This offsets the 9.7 per cent fall in taxation revenues as outlined in Table 3.1 of this Statement.

Specific purpose grants for State Government programs (excluding those which are on-passed) are estimated to increase by 11.1 per cent in nominal terms.

GST Grants

Under the Intergovernmental Agreement, the States will receive the entire revenue generated by the GST as compensation for the abolition of certain indirect States taxes, the cessation of financial assistance grants, and for assuming responsibility for a new First Home Owners Scheme. The Commonwealth will also cease payments of safety-net revenues to the States from taxation of petrol, tobacco and liquor.

The GST revenue that will be distributed to the States in the form of GST grants, will be centrally pooled and distributed on the basis of the horizontal fiscal equalisation principles that have applied to the distribution of financial assistance grants. The Commonwealth Grants Commission (CGC) has determined two sets of relativities: one for the purpose of distributing GST revenue and another for distribution of financial assistance grants forgone (which is a component of the Guaranteed Minimum Amount that is described in the next section).

The CGC's horizontal fiscal equalisation process will have a negative impact on Victoria's share of the GST revenue pool. The CGC argues that the revenue-raising capacity of some other States is lower and their disabilities in providing services are greater. Interstate differences in revenue-raising capacity and factors affecting the cost of delivering government services are claimed to be sufficiently pronounced as to warrant a high degree of redistribution amongst the States. It is estimated that the differences between the relativity distribution and an equal per capita distribution in 2000-01 are as follows:

- New South Wales (-\$837 million);
- Victoria (-\$847 million);
- Queensland (\$50 million);
- Western Australia (-\$179 million);
- South Australia (\$441 million);
- Tasmania (\$336 million);
- Australian Capital Territory (\$57 million); and
- Northern Territory (\$949 million).

Victoria's subsidy to other States in 2000-01 is the largest subsidy of any State ever.

For more information on the change in general purpose grants, see Chapter 6, *Revenue and Grants, Budget Paper No. 2*.

Transitional Assistance

The Intergovernmental provided that no State's budget will be worse off as a result of national tax reform. Commonwealth legislation will provide a State an entitlement to additional Commonwealth funding ('budget balancing assistance') to offset any shortfall between its GST revenue grants and the 'Guaranteed Minimum Amount', which is an estimate of the resources that States forgo under national tax reform, together with the net impact of increased and reduced expenditures.

As a consequence of the Federal Government's agreement with the Democrats, the Commonwealth and the States and Territories signed an amended agreement in June 1999. The exemption of some food and miscellaneous items from the GST base decreased the amount of GST revenues to the States. To partially compensate for the shortfall, the abolition of some state taxes was deferred from 1 July 2000, with their future to be reviewed by the Ministerial Council in July 2005.

The guarantee arrangements, which ensured that the budget position of each state would be no worse off, remained. The transitional assistance to be paid by the Commonwealth has therefore increased to compensate for the additional shortfall suffered by the States. Victoria expects to receive a transitional payment of \$681.5 million in 2000-01.

National Competition Policy payments

As part of the National Competition Policy Agreement signed by the Commonwealth and all States and Territories at the April 1995 Council of Australian Governments meeting, States undertook to implement a competitive neutrality policy and review legislative restrictions on competition. The benefits of these reforms are deemed to confer more benefits on the wider economy, and hence on the Commonwealth's revenue base. It was agreed that the Commonwealth would make payments to the States, provided they fulfil the conditions of the agreement.

Victoria expects to receive its share of the 2000-01 dividend, worth an estimated \$114 million.

Specific purpose grants

The Commonwealth gives grants to the States for a large number of specific purposes (such as programs or projects) under Section 96 of the Commonwealth Constitution. Such grants are made where the Commonwealth wishes to have some involvement in the direction of expenditure. However, the extent of such involvement varies significantly from one program to another. At one extreme there are programs, such as assistance for higher education, for which the Commonwealth provides the bulk of the funding. At the other, there are programs such as current funding for schools for which the States provide most of the funding.

Table 3.12 shows a breakdown by agency of the specific purpose grants, excluding those for on-passing received by Victoria. A brief description of the major grants is provided in the text that follows.

Table 3.12: Commonwealth specific purpose grants by Departments

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Grants for Government programs:				
current				
Education, Employment and Training	525.2	560.8	570.8	8.7
Human Services	1 850.0	1 915.1	2 046.1	10.6
Infrastructure	2.8	5.1	2.8	..
Justice	41.2	40.1	40.9	-0.8
Natural Resources and Environment	50.4	50.7	50.1	-0.5
Premier and Cabinet	10.0	6.0	15.5	55.0
State and Regional Development	1.7	1.7	1.0	-39.0
Treasury and Finance	6.9	6.6	5.7	-16.4
Total current grants	2 488.2	2 586.2	2 733.0	9.8
Grants for Government programs: capital				
Education, Employment and Training	94.5	98.4	96.9	2.5
Human Services	218.1	180.6	182.9	-16.1
Infrastructure	113.8	99.7	107.7	-5.3
Natural Resources and Environment	0.1	..	..	..
Total capital grants	426.5	378.6	387.6	-9.1
Total grants	2 914.7	2 964.8	3 120.5	7.1

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

The detailed estimates included in the following tables represent the latest information available to State Government departments. However, the Commonwealth Budget is not due to be brought down until 9 May 2000 and, as a result, there are likely to be variations to some of the information published in this Statement.

Education, Employment and Training

Commonwealth funding is provided to a range of Commonwealth and State programs for government and non-government schools and also vocational education and training. Funds are also provided to support Victoria's participation in national priority programs.

For school programs, the Commonwealth legislates funding allocations quadrennially without predicting likely cost movements over time. Supplementary funding is then provided retrospectively by amending legislation to meet any changes in costs that have occurred in the period.

Current funding is supplemented according to changes in actual per student costs in government schools (this is known as the Average Government School Recurrent Cost Index). Capital funding is supplemented in accordance with movements in the Building Price Index.

Commonwealth funds aimed at improving the delivery of Commonwealth national priority programs for Australian schools, including the *States Grants (Primary and Secondary Education Assistance) Act*, flow to government and non-government schools via a number of programs including literacy and numeracy and special learning needs.

Table 3.13: Department of Education, Employment and Training - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
General Recurrent Assistance to Government Schools	254.7	292.3	312.2	22.6
Literacy and Numeracy Program for Government Schools	28.3	29.8	31.1	9.9
Special Learning Needs - ESL New Arrivals	8.8	7.4	7.7	-12.4
Special Learning Needs - Special Education	8.5	11.4	11.9	40.1
Targeted and Joint Programs for Government Schools	15.3	29.6	30.8	101.8
Indigenous Education Strategic Initiatives for Government Schools	2.8	4.6	4.8	71.9
Commonwealth TAFE Current	206.9	185.6	172.4	-16.7
Total current grants	525.2	560.8	570.8	8.7
Capital grants				
Capital Government Schools	49.5	53.4	54.4	9.8
Commonwealth TAFE Capital	45.0	45.0	42.5	-5.6
Total capital grants	94.5	98.4	96.9	2.5
Total specific purpose grants	619.7	659.2	667.6	7.7

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

General Recurrent – Assistance to Government schools

This program provides funds under the *State Grants (Primary and Secondary Education Assistance) Act* to help government schools with the recurrent costs of school education.

Since 1997 (calendar year), this program has been subject to a Commonwealth initiative known as the Enrolment Benchmark Adjustment. Consequent to any fall in the proportion of students attending government schools compared to the 1996 school census, the Commonwealth will adjust the General Recurrent Grant for government schools. The formula underlying this adjustment will take a half share of notional savings accruing to the State through not having to provide educational services to new students in non-government schools. The current agreement expires on 31 December 2000.

Even though enrolments rose in both government and non-government schools, a modest downward adjustment is expected for 1999 because non-government enrolments rose at a slightly faster rate. However, this downward adjustment is more than compensated by supplementary funding expected to be received as a result of movements in the Average Government School Recurrent Cost Index.

Literacy and Numeracy Program for Government schools

This element of the Commonwealth's Targeted and National Priority programs aims to assist all students to acquire appropriate literacy and numeracy skills, in particular students from educationally disadvantaged backgrounds; and to identify, research and implement strategic national initiatives in literacy and numeracy.

Special Learning Needs – ESL New Arrivals and Special Education

These elements of the Commonwealth's Targeted and National Priority programs seek to improve the educational participation and outcomes of young people with disabilities through the provision of assistance targeted at schools, organisations, community groups and non-school organisations; provide assistance for students newly arrived in Australia with minimal or no English language skills who are undertaking a specifically organised program of English language instruction; and assist primary and secondary schools and community groups to improve educational participation, learning outcomes and personal development of rural and isolated students.

Targeted and Joint Programs for Government schools

These programs provide assistance for the learning of languages, school to work transition and improving student learning outcomes in schools.

The languages component supports expansion and improvement in the learning of languages other than English and promotes participation and quality teaching and learning in Asian languages and Asian studies. The school to work transition component provides funding to support effective transition from schooling to work and further education or training.

Funding to support quality outcomes is for strategic projects which support the Government's key objectives of improving student learning outcomes in schools and its national leadership role in school education. The Commonwealth tenders directly for projects in this program.

Indigenous Education Strategic Initiatives for Government Schools

Victoria receives funding from the Commonwealth Government to provide assistance to Aboriginal people through various programs. These grants are provided to the Department of Education, Employment and Training which then has the responsibility for the implementation of the National Aboriginal and Torres Strait Islander Educational Policy in Victoria.

Commonwealth TAFE Current and Capital - Vocational Education and Training

This funding is received under the *Australian National Training Authority Act 1992* as amended and is subject to an annual agreement with the Australian National Training Authority (ANTA). It encompasses funding for recurrent programs, literacy, national projects, capital works and equipment funding.

From 1 January 1994, ANTA payments have been made directly to the State Training Board rather than passing through the Consolidated Fund. Funds are also provided directly to TAFE institutes under service contracts for the conduct of courses and training in respect of DETYA programs.

Revenue of \$21 million was previously reported as Commonwealth TAFE grants in the 1999-00 Budget. Since then these funds have been reclassified as Sales of Goods and Services to better reflect the commercial nature of these TAFE activities. Specifically the revenue was earned by TAFE institutes for services delivered under contract with the Commonwealth, rather than as grant programs.

The current Commonwealth/State Agreement (ANTA Agreement), which provides for growth in demand for training and further education to be met through efficiencies, is due to expire on 31 December 2000. The question of how expected increased demand is to be funded while providing quality training on a sustainable basis will be a high priority issue for Victoria in developing the new Agreement.

Capital grants program – Government schools

This program is funded under the *State Grants (Primary and Secondary Education Assistance) Act*. It seeks to improve educational outcomes by assisting in the provision of school facilities, particularly in ways that contribute most to raising the overall level of educational achievement of Australian school students.

Human Services

The Department receives a large number of specific purpose payments from the Commonwealth for various programs. The major payments are shown in Table 3.14.

Health Care Grant

The Australian Health Care Agreement (AHCA) commenced in 1998-99 and runs for five years.

The Commonwealth payments under the AHCA assist Victoria to meet the cost of providing public hospital services to eligible persons including inpatients, outpatients, casualty and emergency for acute, mental health and palliative care services.

Key features of the funding arrangements under the new AHCA include:

- indexation of the base grant for population growth and ageing and the impact of additional demand growth and output costs;
- additional funding for health restructuring, quality improvement and enhanced service access; and
- adjustments for changes in private health insurance.

The basis for cost indexation is still to be finalised. An independent arbiter recommended in October 1999, that the basis for cost indexation should be the CPI plus 0.5 of a percentage point. But the Commonwealth has only offered indexation on a lower basis which would yield funding of approximately half the amount that would be available if the arbiter's recommendation was accepted. Once a basis for cost indexation is agreed, any additional funding on this basis will be provided back to the commencement of the agreement.

Table 3.14: Department of Human Services - Commonwealth specific purpose grants

(\$ million)

	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
Health Care Grant	1 401.2	1 427.2	1 500.7	7.1
Home and Community Care	151.5	148.9	159.9	5.5
Disability Services	76.6	77.3	94.5	23.4
High Cost Drugs Program	60.0	60.0	65.0	8.3
Public Housing - Untied Grant	..	38.4	47.3	..
Compensation for the Extension of Pensioner Benefits	37.9	37.9	39.1	3.2
Public Health Outcomes Funding Agreement	35.1	34.0	34.9	-0.7
Supported Accommodation Assistance	29.8	29.8	34.1	14.4
National Health Development Fund	15.5	15.9	20.6	32.9
Blood Transfusion Services	12.5	14.2	15.0	19.9
Aged Care Assessment Services	10.0	9.5	9.8	-1.7
Immunisation Program	5.7	5.7	5.9	3.3
Special Education Program	4.3	4.3	4.4	3.0
Cytology Services	4.2	4.2	4.3	2.4
COAG Drug Diversion Initiative	..	..	3.8	..
Specialist Blood Products	2.2	2.2	2.1	-6.3
Housing Interest Assistance	1.3	1.3	1.3	..
National Public Health Partnership	..	1.2	1.2	..
Child Care Services	0.9	0.9	0.9	3.0
Innovative Health Services for Homeless Youth	0.6	0.6	0.6	3.0
Aboriginal Pre-School Services	0.5	0.5	0.5	2.9
Unattached Refugee Children	0.1	0.1	0.1	1.6
National Salmonella Surveillance Scheme	0.1	0.1	0.1	..
Advanced Specialist Training Posts in Rural Areas	..	0.2	..	..
Postgraduate Medical Training	..	0.7	..	..
Bendigo Pathology Services	..	0.2	..	..
Total current grants	1 850.0	1 915.1	2 046.1	10.6
Capital Grants				
Public Housing Untied Capital Grants	201.7	163.4	167.1	-17.1
Housing Crisis Accommodation	9.9	9.9	9.9	0.1
Housing Aboriginal Housing	3.6	3.6	3.6	..
Australian Red Cross Society Building	1.3	2.0	2.4	83.3
Blood Transfusion Services	1.7	1.7	..	-100.0
Total capital grants	218.1	180.6	182.9	-16.1
Total specific purpose grants	2 068.2	2 095.7	2 229.1	7.8

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Home and Community Care (HACC)

This program is designed to develop a range of integrated home and community care services to frail older people, people with disabilities and the carers of people from both groups. In many instances, services are provided through local government which also contributes financially to the program.

The agreement commenced in 1985 and has been revised from time to time in accordance with annual plans.

Services provided by the program include home care, respite, nursing, allied health, personal care and meals. Services are provided either in the home or in community centres.

Under the joint Commonwealth-State HACC Agreement, eligibility for additional Commonwealth funding requires the State and service providers to maintain existing levels of expenditure. Funds for expansion are provided by the Commonwealth on the basis that the State will provide matching funds on the 'prevailing ratio' for agreed services. In 1999-2000 the prevailing ratio was approximately sixty per cent for the Commonwealth and forty per cent for the State.

Disability services

The Commonwealth-State Disability Agreement (CSDA) is the main agreement to fund specialist disability services and for measuring and reporting progress on the national framework for people with a disability. The objective of the national framework is to enhance the quality of life experienced by people with a disability through assisting them to live as valued and participating members of the community. From 1 July 1992, the State Government assumed administrative responsibility for accommodation and support services, while the Commonwealth Government assumed administrative responsibility for employment-related services for people with disabilities.

The CSDA was re-negotiated in 1998. The new CSDA includes two elements:

- a multilateral funding agreement between the Commonwealth Government and the State and Territory Governments; and
- a framework for these Governments to enter into bilateral agreements as a means of addressing strategic disability issues relevant to a single State or Territory.

High Cost Drugs program

The Commonwealth provides funds to the State to meet the cost of drugs with a high unit cost that have a significant role in maintaining patients in a community setting. These drugs are medicines for chronic conditions that because of their clinical use or special features are restricted to supply through hospitals which have access to appropriate specialist facilities.

The Commonwealth is responsible for meeting the cost of drugs approved for the program in accordance with the Pharmaceutical Benefits Advisory Committee criteria in the community setting. Hospitals fund the use of drugs which do not meet the Committee's criteria.

Public housing - Untied Grants

Since 1945-46, the States have received financial assistance from the Commonwealth to provide housing and other assistance with home ownership. Specific purpose payments are subject to the provisions of successive CSHAs, with requirements for the States to match certain Commonwealth assistance.

The Commonwealth State Housing Agreement (CSHA) establishes the framework for the provision of housing assistance across Australia for the period from 1 July 1999 to 30 June 2003. A new multilateral four-year agreement was signed in July 1999. A new bilateral agreement is currently being negotiated.

The multilateral component outlined funding arrangements, guiding principles, allowable uses of assets and funds, and reporting requirements agreed between the States and Territories and the Commonwealth.

The bilateral agreement identifies objectives and outcomes including efficiency, effectiveness and financial outcomes for the State to achieve during the Agreement. It also establishes a core set of nationally consistent indicators and data for benchmarking purposes.

Compensation for extension of pensioner benefits

The Commonwealth provides partial compensation to the States for the increased cost they incur in extending State concessions to cardholders eligible under broadened Commonwealth guidelines since 1993-94.

Public Health Outcomes Funding Agreement

A new Public Health Outcomes Funding Agreement came into operation on July 1999 and will remain in force for five years. The agreement specifies performance indicators in a range of public health areas including AIDS education, women's health, breast screening, cervical cancer screening, and national drug strategy and immunisation programs. It aims to provide enhanced delivery of public health activities within nationally agreed policies and strategies.

Supported Accommodation Assistance (SAAP)

This joint Commonwealth-State funded program provides funding for support services to homeless people and those affected by family violence to assist them in transition from a crisis accommodation situation to more appropriate longer term housing options.

A new SAAP multilateral framework was signed by Victoria in December 1999. A bilateral agreement which is currently being negotiated will take effect on 1 July 2000 and conclude on 30 June 2005.

The new agreement represents a significant attempt to streamline and simplify program management and ensure that the program performs better administratively. Features include increased attention to outcomes through an accountability framework, a commitment to improved and sustainable data, more clearly defined roles for each level of government including the ability of the Minister to approve funding to agencies without Commonwealth approval and more flexible funding arrangements.

National Health Development Fund

Under the Australian Health Care Agreement separate funds are allocated to enable health system reform. Funds are provided according to a plan jointly agreed between the Commonwealth and State Ministers. Projects supported under the plan are designed to improve patient outcomes, to improve efficiency and effectiveness, or reduce demand for the delivery of public hospital services, or improve integration of care between public hospital services and broader health and community care services.

The current Victorian plan has developed projects under three reform themes of strengthening health communications technology, introducing change management programs in hospitals and developing a skilled workforce.

Blood Transfusion Services

Under the Blood Transfusion Services program funds are provided to ensure an adequate and safe supply of blood and blood products for therapeutic use in Victoria. This includes the collection, testing, production and distribution of blood components for the hospital and health care system and plasma sent to CSL for the manufacture of a range of blood products. This is done in partnership between both Commonwealth and State governments and the Australian Red Cross Blood Service. Of the recurrent funds, the Commonwealth provides 40 per cent and the State 60 per cent by the State; while capital funds are costs shared 50:50.

Aged care assessment services

The Victorian Aged Care Assessment Services (ACAS) is a joint Commonwealth and State funded program within the National Aged Care Assessment Program. The service provides information and assists frail older people, and in some circumstances, younger people with disabilities gain access to services they need, including aged care services, community health services and other community support services.

Special Education Program

The Commonwealth provides supplementary funding to improve educational participation and outcomes for children and young people with disabilities accessing support from non-school organisations.

These funds are targeted to

- children with severe disabilities attending State funded pre-school services;
- early intervention agencies providing support to young children with a disability and their families; and
- children and young people in residential care.

Cytology Services

Under the Victorian Cytology Services program funds are provided to support free cervical cancer screening. Funds are adjusted according to the actual numbers of screening tests performed. The program is currently being reviewed.

COAG drug diversion initiative

A recently signed agreement provides additional funding for a range of drug diversion initiatives under a National Framework for Drug Diversion. Programs cover education, drug diversion from the criminal system, support for families, strengthening needle and syringe exchange and prevention activities.

Specialist Blood Products

In addition to the blood transfusion services the Commonwealth and State governments provide funding on a 50:50 basis for the purchase of recombinant blood products to meet the clinical needs of patients with bleeding disorders in Victoria.

Housing - assistance for people in crisis or homelessness and for Aboriginal people

Within the CSHA there are three programs in addition to public rental housing, which receive tied funding: Community Housing, Crisis Housing and Aboriginal Housing. While people eligible for these programs are also eligible for assistance under any of the programs within the CSHA, grants under the Crisis Accommodation Program are targeted to provide housing specifically for people in crisis or homelessness, and grants under the Aboriginal Housing Program are targeted specifically for Aboriginal and Torres Strait Islanders and their communities. Community housing grants are specifically designated to provide affordable housing options for a wide range of people and for housing managed by community groups.

Infrastructure

Table 3.15: Department of Infrastructure - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
Interstate Road Transport	2.8	5.1	2.8	..
Capital grants				
Australian Land Transport Development Program	113.8	99.7	107.7	-5.3
Total specific purpose grants	116.6	104.8	110.5	-5.2

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Interstate Road Transport

The *Interstate Road Transport Act 1985* provides for the registration of vehicles and licensing of operators engaged in interstate trade and commerce under the Federal Interstate Registration Scheme (FIRS). The registration charge is designed to ensure that owners of vehicles solely engaged in interstate trade and commerce make a reasonable contribution to the maintenance costs of interstate roads. An agreed share of the revenue collected by the Commonwealth is paid to each State and Territory.

The Act was amended in 1995 to implement the national heavy vehicle charges developed by the National Road Transport Commission (NRTC) and approved by the Ministerial Council for Road Transport.

The Commonwealth recently confirmed that FIRS will continue to operate until all of the national Road Transport Law (RTL) is implemented in all States and Territories. On the basis of current progress, the RTL may not be in place, in a form acceptable to the Commonwealth, before 2001.

With the cessation of FIRS, all registration revenue will be retained by the State or Territory in which the registration fees are collected.

Australian Land Transport Development Program

Commonwealth grants for land transport are made through the Australian Land Transport Development (ALTD) Program. Grants from this program are used to construct and maintain National Highways and contribute to projects on declared Roads of National Importance (RONIs). These allocations are generally project specific and are made to foster economic development by improving road infrastructure. Victoria contributes 25% of Commonwealth fuel excise, but receives only 16% of Commonwealth road funding, in effect subsidising other States by almost \$120 million per annum.

National Highways in Victoria comprise the Hume, Sturt, Goulburn Valley and Western Highways and the section of the Ring Road between the Hume and Western Highways. The Calder Highway and Geelong Road are declared RONI in Victoria. The Metropolitan Ring Road between the Hume Highway and Edgars Road, Thomastown was completed in 1999-2000, in addition to the Black Forest section of the Calder Freeway.

Construction is well advanced on the duplication of the Goulbourn Valley Highway between Seymour and Nagambie, as well as the Woodend section of the Calder Highway. These projects will open to traffic in 2000-01. The upgrading of Geelong Road will create up to 4,500 jobs, half of which will be in Victoria and the upgrading is expected to be completed by 2003.

In March 2000 the Commonwealth initiated a four year National program totalling \$30 million to assist States and Local Government in the upgrading of bridges to carry higher mass limits on strategic freight routes off the National Highway.

The Federal Road Safety Blackspot program announced in 1996, targets road locations where crashes are occurring and aims to fund cost effective safety-orientated projects by focusing on locations where the greatest benefits can be achieved. The program which commenced in 1996-97 was initially for four years, however the Commonwealth announced in May 1999 an extension to the program of a further two years to 2000-01. Victoria's national allocation for the program is now \$52 million.

Justice

Table 3.16: Department of Justice - Commonwealth specific purpose grants

	(\$ million)			Variation ^(a)	
	1999-00 Budget	1999-00 Revised	2000-01 Budget		%
Current grants					
Compensation for Revenue Forgone Office of Fair Trading and Business Affairs	40.0	39.0	40.0		..
Emergency Management Australia - State Support Package	0.8	0.8	0.8		..
Human Rights Commission ^(b)	0.4	0.3	0.0		-97.6
Film and Literature Classifications	..	0.1	0.1		..
Total specific payment grants	41.2	40.1	40.9		-0.8

Source: Department of Treasury and Finance

Notes:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

(b) 2000-01 Budget has been rounded to zero, actual amount is \$0.01 million.

Compensation for revenue forgone - Office of Fair Trading and Business Affairs

Until 31 December 1990, all States in Australia regulated their own corporate sector. The National Companies and Securities Commission (NCSC), a Commonwealth body, provided a cooperative national framework for corporate regulation.

On 1 January 1991, the NCSC was replaced by the Australian Securities Commission (ASC), now the Australian Securities and Investments Commission (ASIC). To ensure uniformity and efficiency in company and securities regulation, the States agreed to hand over their regulatory functions to the Commonwealth. Accordingly, since 1 January 1991, fees for the corporate regulatory function have been paid directly to the Commonwealth, but so that the States would not be financially disadvantaged by this new arrangement, it was agreed that they would be compensated by the Commonwealth for the resulting loss of revenues. This payment is recorded as a grant from the Commonwealth.

Emergency Management Australia - State Support Package

The Commonwealth Government, through Emergency Management Australia (EMA), provides special purpose funding to Victoria to:

- assist in the development of emergency awareness in local communities;
- assist municipal councils in emergency management planning;
- assist municipal councils with the raising of local volunteer SES units and with their administration and training; and
- assist with the delivery of decentralised emergency management training coordinated by EMA.

Human Rights Commission funding of Equal Opportunity Legislation

Under the agreement between the State and Commonwealth governments, the Commonwealth Human Rights and Equal Opportunity Commission (HREOC) contributes funding to the Equal Opportunity Commission Victoria for its role in assisting in the administration of federal anti-discrimination legislation. The HREOC has recently revised its funding arrangements with the States. Federal anti-discrimination legislation matters are now referred to HREOC head office and State funding has been decreased accordingly. Nominal funding has been provided to assist the Victorian Equal Opportunity Office in redirecting federal matters to HREOC.

Film and Literature Classifications

Funding for Film and Literature Classifications commenced in 1999-00. Payments are received from the Commonwealth for participation in the cooperative national censorship scheme as per the inter-government agreement signed in November 1995. Classification decisions are made in accordance with the *Classification (Publications, Films and Computer Games) Act 1995* and the National Classifications Code.

Natural Resources and Environment

Table 3.17: Department of Natural Resources and Environment - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
Natural Heritage Trust ^(b)	47.1	..	..	-100.0
Natural Heritage Trust:				
Murray Darling 2001	..	22.0	21.9	..
National Landcare Program	..	20.2	20.2	..
Endangered Species Program	0.6	0.6	0.6	-2.0
Bushcare	..	1.1	1.1	..
Coasts and Clean Seas	..	0.5	0.5	..
Farm Forestry Program	..	2.1	2.1	..
Fisheries Action Program	..	0.4	0.3	..
National Rivercare Program	..	1.2	1.2	..
National Wetlands Program	..	0.4	0.3	..
Waterwatch Australia	..	0.5	0.5	..
Regional Development Programs	0.3	0.2	0.2	-33.3
National Forest Policy	1.0	0.2	..	-100.0
Coastal Action Program	0.6	0.6	0.6	0.9
Domestic Animals Act - Municipal SPP ^(c)	0.8	0.8	0.8	..
Total current grants	50.4	50.7	50.1	-0.5
Capital grants				
Natural Heritage Trust	0.1	..	..	-100.0
Total capital grants	0.1	..	..	-100.0
Total specific payment grants	50.4	50.7	50.1	-0.6

Source: Department of Treasury and Finance

Notes:

- (a) Variation is between 1999-2000 Budget and 2000-01 Budget.
- (b) This item has been separated out into the individual Natural Heritage Trust programs.
- (c) This is an inter-sector current grant received from local government. It is included to ensure consistency between tables within this document.

Natural Heritage Trust (NHT)

The NHT is the Commonwealth Government's natural resources and environmental management program. The principle objective is to accelerate Australia's move to environmental sustainability and is designed to increase on-ground activities that address the causes of natural resource and environmental degradation. The NHT is jointly administered by the Commonwealth Environment Australia and Agriculture, Fisheries and Forestry Australia. The NHT program is based on approved projects submitted by Victoria. A brief description of the objectives of current programs is provided below.

- *Murray Darling 2001*

The provision of joint Commonwealth and State funding to assist with the rehabilitation of the Murray-Darling Basin and help achieve a sustainable future for the Basin, its natural systems and its communities.

- *National Landcare*

The primary funding vehicle for Commonwealth financial support to develop and implement resource management practices which enhance our soil, water and biological resources and which are efficient, sustainable, equitable and consistent with the principles of ecologically sustainable development.

- *Endangered Species*

An initiative to accelerate the protection and conservation of Australia's native species and ecological communities in the wild.

- *Bushcare*

This program aims to reverse the long-term decline in the quality and extent of Australia's native vegetation cover. It will support conservation and restoration of remnant native vegetation and protect biological diversity. Funding will be made available for revegetation, improvement of environmental values and the productive capacity of degraded land and water and for raised awareness and promotion of related research to encourage integrated approaches to fisheries, resource use and habitat conservation.

- *Coasts and Clean Seas*

Funding is made available to stimulate activities that achieve the conservation, sustainable use and repair of Australia's coastal and marine environments.

- *Farm Forestry*
Funds are provided to encourage the incorporation of commercial tree growing and management into farming systems for the purpose of wood and non-wood production, increasing agricultural productivity and sustainable natural resource management.
- *Fisheries Action*
A program that aims to rebuild Australia's fisheries to more productive and sustainable levels through restoration and protection of fish habitat, encouragement of community participation in activities to improve fisheries ecosystems, control of aquatic pests, and encouragement of sustainable and responsible commercial and recreational fishing.
- *National Rivercare*
Funding aimed at ensuring progress towards the sustainable management, rehabilitation and conservation of rivers outside the Murray-Darling Basin and to improve the health of these river systems.
- *National Wetlands*
An initiative to promote the conservation, repair and wise use of wetlands across Australia.
- *Waterwatch*
A community based program to promote water quality monitoring as a means of creating and enhancing an ownership ethic for broadscale environmental management by the community.

Regional Development Programs

The Sustainable Regional Development Program is funded by the Commonwealth through the Murray-Darling Basin Commission's Irrigation Management Strategy. Funding has been provided for a best practice model in the Goulburn Valley and a land for water management project in the Sunraysia Irrigation Region. These projects aim to integrate rural area development with industry adjustment, microeconomic reform and sustainable resource management.

National Forest Policy

Funds are provided by the Commonwealth Australian Heritage Commission for the assessment of national estate forestry values in East Gippsland and the Central Highlands of Victoria.

Coastal Action Program

This program is funded by the Commonwealth Agriculture, Fisheries and Forestry Australia and aims to ensure that coastal zone resources optimise long term benefits to the community. Specifically, the program aims to maintain coastal ecological and physical values, including the biological diversity and productivity of marine and terrestrial ecosystems.

Domestic (Feral and Nuisance) Animals Act

Revenue is received from Local Governing authorities to implement the *Domestic (Feral and Nuisance) Animals Act 1994*. Funds are used for the promotion of responsible dog and cat ownership as well as animal welfare and the administration of the Act by the Department.

Premier and Cabinet

Table 3.18: Department of Premier and Cabinet - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
National Gallery of Victoria -Federation Funding	10.0	6.0	14.0	40.0
Miscellaneous	..	..	1.5	..
Total specific payment grants	10.0	6.0	15.5	55.0

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

National Gallery of Victoria

The Commonwealth Government is providing a one-off grant from the Federation Fund to the National Gallery of Victoria to assist their building redevelopment project.

Miscellaneous

The largest amount of the \$1.5 million grant is funding from the Commonwealth's Centenary of Federation Fund for exhibitions relating to the centenary celebrations associated with the State Library of Victoria. The remainder is funding for information technology initiatives associated with Libraries Online program.

State and Regional Development

Table 3.19: Department of State and Regional Development - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
Indigenous Sports Program	0.2	0.2	0.2	14.0
Industry programs	0.7	0.7	..	-100.0
Australian Sports Commission Participation Program	0.6	0.7	0.7	16.6
Supermarket to Asia Transport Chain Program	0.1	0.1	0.1	..
National Volunteer Involvement Program	0.1	0.1	0.1	..
Total specific payment grants	1.7	1.7	1.0	-39.0

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Indigenous Sports Program - Young persons Sport and Recreation Development Program

Funding under this program is provided to promote participation in sport and recreation for Aboriginal and Torres Strait Islander peoples.

Industry programs

Assistance is provided to support investment and growth in the textile, clothing and footwear sector under the TCF2000 Development Package. This funding ceases in 2000-01.

Australian Sports Commission Participation Program

This is a joint Commonwealth-State program, which provides funds to the sport and recreation industry to work with communities to improve the quality, quantity and range of sporting experience for all Victorians.

Supermarket to Asia Transport Chain Program

Under this program, funding is provided to support the perishables Taskforce that reports to the Victorian Airfreight Council.

National Volunteer Involvement Program

Under this program funding is provided to enhance the volunteer base of sport through promotion, training and management. The program also aims to improve planning at club and association level.

Treasury and Finance

Table 3.20: Department of Treasury and Finance - Commonwealth specific purpose grants

	(\$ million)			
	1999-00 Budget	1999-00 Revised	2000-01 Budget	Variation ^(a) %
Current grants				
Commonwealth Contribution to the Debt Retirement Reserve Trust Account	0.2	0.2	0.2	..
Debt Redemption Assistance	5.4	5.4	5.3	-2.4
Natural Disaster Relief Arrangements	1.3	0.9	0.3	-80.0
Total specific payment grants	6.9	6.6	5.7	-16.4

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Commonwealth Contribution to the Debt Retirement Reserve Trust Account

Under the Financial Agreement, the Commonwealth and the State contribute to the Debt Retirement Reserve Trust Account. The Commonwealth's annual contribution is 0.28 per cent of the net debt. The Commonwealth's contribution is paid directly into the Trust Account. Although this money is not received by Victoria as a normal grant, the amount is credited to the Treasurer's portfolio for accounting purposes.

Debt Redemption Assistance

At the June 1990 Premiers' Conference and Loan Council Meeting, it was agreed that the States would progressively assume the management of debt raised by the Commonwealth on behalf of the States under the Financial Agreement. As a result, the States are required to issue securities through their respective borrowing authorities to fund the redemption of maturing Financial Agreement debt. Because the cost at which State borrowing authorities can raise funds exceeds that of the Commonwealth and so that the States are not disadvantaged, the Commonwealth will compensate them for the additional borrowing costs through a grant. The amount of compensation provided to the

States is based on the average interest rate margins between Commonwealth and State debt over the period 1 January 1990 to 30 June 1990. Debt redemption assistance is scheduled to continue until 2005-06.

Natural Disaster Relief Arrangements

Commonwealth payments under the Natural Disaster Relief Arrangements (NDRA) assist the States to meet the costs of providing relief and restoration following natural disasters. The NDRA recognise the States' primary responsibility under the Constitution for the administration, provision and financing of relief measures.

Specific purpose grants for on-passing

Not all specific purpose grants are for State budget programs. A substantial proportion of these are for 'on-passing' to various bodies such as non-government schools and local government authorities. In such cases, the State simply acts as the vehicle for distributing the Commonwealth funds.

Table 3.21: Commonwealth grants for on-passing

	(\$ million)			Variation ^(a) %
	1999-00 Budget	1999-00 Revised	2000-01 Budget	
Education, Employment and Training -				
Assistance to Non Government Schools	688.1	808.8	884.9	28.6
Advanced English for Migrants	1.6	1.6	1.6	..
Infrastructure - Local government	298.8	298.8	306.3	2.5
Justice - Legal aid	30.7	27.5	27.5	-10.5
Total specific payment grants for on-passing	1 019.2	1 136.8	1 220.3	19.7

Source: Department of Treasury and Finance

Note:

(a) Variation between 1999-2000 Budget and 2000-01 Budget.

Education, Employment and Training

Assistance to non-government schools

This program provides funds to help non-government schools with the recurrent and capital costs of school education. It is a major revenue source for a large proportion of non-government schools.

The Commonwealth has completed a review of the Education Resources Index which is the allocative mechanism used in this program. From 2001 the Commonwealth will implement a new allocative mechanism based on the education needs of non-government schools as indicated by census data on the residential environment of students.

Advanced English for migrants

The aim of this program is to assist migrant job-seekers to improve English language to overcome barriers to employment and participation in vocational education and training.

Infrastructure

General purpose financial assistance to local government

General purpose financial assistance to local government has been in existence since 1974–75. An equal per capita basis of distributing total assistance to the States and Territories was phased in and has been in operation from 1989-90. This occurs pursuant to the *Local Government (Financial Assistance) Act 1995*.

Local government roads funding was part of specific purpose grants in 1990-91. From 1991–92 local roads funding was included in, but separately identified from, general purpose grants. This funding is paid under the *Local Government (Financial Assistance) Act 1995* and distributed through the Victorian Grants Commission.

Local government will retain certainty under the proposed national tax reform arrangements, with Victoria committing to maintain funding in real per capita terms. The distribution of funds to Councils within Victoria will be determined by the Victorian Grants Commission, taking into consideration issues of horizontal fiscal equalisation.

Justice

Legal aid

Commonwealth grants are paid to assist the functioning of legal aid schemes in every State. The Commonwealth provides funding for a share of the operating costs of State Legal Aid Commissions and for referrals to private practitioners on Commonwealth matters.

The grant provided to Victoria for the operating cost of Victoria Legal Aid is paid directly to Victoria Legal Aid. Funds for 40 Community Legal Centres are paid as a separate grant for distribution to the relevant centres.

STATEMENT 4

PUBLIC ACCOUNT

PUBLIC ACCOUNT

The Public Account is the Government's official bank account. The Account holds the balances of the Consolidated Fund and the Trust Fund.

The Public Account is maintained at one or more banks, as required by the *Financial Management Act 1994* (FMA). The State's financial transactions on the Public Account are recorded in a Public Ledger.

The Act also provides for:

- temporary advances from the Public Account for a number of purposes related to the needs of the Government;
- investment of the Public Account in trustee securities; and
- temporary borrowings should the balance in the Consolidated Fund be insufficient to meet commitments during a financial year.

Consolidated Fund

The Consolidated Fund is the Government's primary financial account, established by the FMA, and receives all Consolidated Revenue under the *Constitution Act 1975* from which payments appropriated by Parliament are made.

The Trust Fund

Within the Public Account, the Trust Fund embraces a range of special purpose accounts established for funds that are not necessarily subject to State appropriation. Examples of this include specific purpose payments from the Commonwealth on-passed by the State to third parties; holding balances in suspense accounts for accounting purposes; working accounts for commercial and departmental service units and facilitating the receipt and disbursement of private funds held by the State in trust. Additional funds may also be established within the Trust Fund to receive State revenues hypothecated to particular purposes (e.g. lotteries revenue for hospitals and charities).

Table 4.1: The Consolidated Fund

Estimated receipts and payments for the year ended 30 June 1999 and for the year ended 30 June 2000
(\$ million)

	1999-00 Budget	2000-01 Budget	Variation %
Receipts			
Taxation	9 008	8 027	-10.9
Fines and regulatory fees	235	256	9.0
Grants received	6 309	8 716	38.2
Sales of goods and services (including S.29 FMA annotated)	438	428	-2.5
Interest received	14	76	na
Public authority income	726	1 083	49.2
Other receipts	1 813	1 748	-3.6
Total operating activities	18 543	20 333	9.7
Total cash inflows from investing and financing	283	199	-29.8
Total receipts	18 825	20 531	9.1
Payments -			
Special Appropriations	2 195	1 935	-11.9
Appropriations ^(a)			
Provision of Outputs	14 012	15 039	7.3
Additions to Net Asset Base	344	478	38.9
Payments made on behalf of State	1 361	1 721	26.4
Receipts credited to appropriation ^(b)			
Provision of Outputs	1 102	1 133	2.8
Additions to Net Asset Base	26	37	39.9
Payments made on behalf of State	..	..	..
Sub total	19 040	20 341	6.8
less accrued appropriations	- 215	190	-188.5
Total payments	18 825	20 531	9.1

Source: Department of Treasury and Finance

Notes:

(a) *Includes estimated unapplied carryover from previous year, pursuant to Section 32, Financial Management Act 1994.*

(b) *Pursuant to Section 29, Financial Management Act 1994.*

Table 4.2: Consolidated Fund receipts

(\$ thousand)

	1999-00 Budget	2000-01 Budget	Variation %
Operating Receipts			
Taxation			
Payroll tax	2 518 230	2 757 721	9.5
Property tax	387 600	489 400	26.3
Stamp duty			
Financial and capital transactions	1 086 200	1 255 100	15.5
Stamp duties	167 500	189 800	13.3
Financial accommodation levy	5 400	3 561	-34.1
Financial transaction taxes	608 300	617 500	1.5
Other property taxes	320	20	-93.8
Gambling			
Private lotteries	338 100	316 700	-6.3
Electronic gaming machines	843 000	780 000	-7.5
Casino taxes	144 400	79 700	-44.8
Racing	139 900	93 000	-100.0
Other gambling	3 950	2 600	-34.2
Insurance	365 600	429 100	17.4
Motor vehicle			
Road Safety Act (Registration Fees)	431 300	451 000	4.6
Stamp duty on vehicle transfers	400 000	409 400	2.4
Other drivers licences	18 982	39 791	na
Franchise fees			
Petroleum	537 400	46 000	-91.4
Tobacco	680 000	14 100	-97.9
Liquor	229 500	27 500	-88.0
Energy (electricity)	102 245	24 652	-75.9
Total	9 007 927	8 026 645	-10.9
Fines and regulatory fees			
Fines	131 704	135 196	2.7
Regulatory fees	103 332	120 969	17.1
Total	235 036	256 165	9.0
Grants received			
Grants received - current			
<i>General Commonwealth -current</i>	3 672 700	5 857 200	59.5
<i>Commonwealth specific purpose grants - current</i>			
Education, Employment and Training	302 956	367 566	21.3
Human Services	1 850 039	2 046 138	10.6
Infrastructure	2 840	2 800	-1.4
Justice	41 198	40 863	-0.8
Natural Resources and Environment	50 371	50 128	-0.5
State and Regional Development	1 605	1 040	-35.2
Treasury and Finance	5 425	5 296	-2.4

Table 4.2: Consolidated Fund receipts - continued

(\$ thousand)

	1999-00 Budget	2000-01 Budget	Variation %
<i>Other government entities</i>			
Grants Received - Capital			
<i>General Commonwealth -capital</i>			
<i>Commonwealth specific purpose grants - capital</i>			
Education, Employment and Training	49 510	54 359	9.8
Human Services	218 144	182 948	-16.1
Infrastructure	113 780	107 748	-5.3
Justice	..	..	..
Natural Resources and Environment	50	..	-100.0
<i>Other government entities</i>			
Total	6 308 618	8 716 086	38.2
Sales of goods and services (including S.29 FMA annotated)			
Sales of goods and services	438 464	427 706	-2.5
Wholesale sales to Victorian government entities	..	..	0.0
Other sales of goods and services within the Victorian government sector	..	..	0.0
Total	438 464	427 706	-2.5
Interest received	14 138	75 529	434.2
Public authority income			
Public authority dividends	496 495	772 683	55.6
Non public sector dividends	..	..	0.0
Public authorities income tax equivalent receipts	223 143	307 921	38.0
Public authorities wholesales sales tax equivalent receipts	4 452	..	-100.0
Public authorities local government tax equivalent Receipts	1 750	2 000	0.0
Total	725 840	1 082 604	49.2
Other receipts			
Land rent received	23 988	19 035	-20.6
Royalties received	47 008	48 210	2.6
Other	1 741 656	1 680 744	-3.5
Total	1 812 652	1 747 989	-3.6
Total operating activities	18 542 675	20 332 724	9.7
Cash inflows from investing and financing			
Loans to GBE's	149 750	66 606	-55.5
Proceeds from sale of investments	..	..	..
Other loans	786	5 177	na
Proceeds from sale of property, plant and equipment	132 236	126 805	-4.1
Purchases of property, plant and equipment	..	..	..
Net proceeds from/(repayment of) borrowings	..	..	..
Total cash inflows from investing and financing	282 772	198 588	-29.8
Total Consolidated Fund receipts	18 825 447	20 531 312	9.1

Source: Department of Treasury and Finance

Table 4.3: Consolidated Fund payments - summary

	(\$ thousand)		
	1999-00 Budget	2000-01 Budget	Variation %
Education, Employment and Training			
Special appropriations ^(a)	250	30 250	na
Annual appropriations ^(b)	4 737 977	5 051 370	6.6
Total	4 738 227	5 081 620	7.2
Human Services			
Special appropriations ^(a)	1 143 500	1 039 500	-9.1
Annual appropriations ^(b)	5 156 727	5 836 099	13.2
Total	6 300 227	6 875 599	9.1
Infrastructure			
Special appropriations	..	..	..
Annual appropriations ^(b)	2 207 428	2 269 210	2.8
Total	2 207 428	2 269 210	2.8
Justice			
Special appropriations	91 671	73 897	-19.4
Annual appropriations ^(b)	1 641 563	1 627 568	-0.9
Total	1 733 234	1 701 465	-1.8
Natural Resources And Environment			
Special appropriations ^(a)	..	8 000	..
Annual appropriations ^(b)	818 907	851 213	3.9
Total	818 907	859 213	4.9
Premier And Cabinet			
Special appropriations	79 616	105 822	32.9
Annual appropriations ^(b)	352 525	432 407	22.7
Total	432 141	538 229	24.5
State and Regional Development			
Special appropriations	505	505	..
Annual appropriations ^(b)	237 970	326 293	37.1
Total	238 475	326 798	37.0
Treasury And Finance			
Special appropriations	854 241	646 678	-24.3
Annual appropriations ^(b)	1 624 834	1 940 724	19.4
Total	2 479 075	2 587 402	4.4
Parliament			
Special appropriations	25 630	30 209	17.9
Annual appropriations ^(b)	66 831	71 619	7.2
Total	92 461	101 828	10.1
Total Special appropriations	2 195 413	1 934 861	-11.9
Total Annual appropriations	16 844 762	18 406 503	9.3
Total Appropriations	19 040 175	20 341 364	6.8

Source: Department of Treasury and Finance

Note:

(a) Includes accumulated departmental surplus (previously applied appropriation under Section 33 of the Financial Management Act 1994).

(b) Includes receipts credited to appropriation and unapplied previous year appropriation carried over.

Table 4.4: Consolidated Fund payments: Special Appropriations

	(\$ thousand)		
	1999-00 Budget	2000-01 Budget	Variation %
Education, Employment and Training			
Education Act No. 6240, Section 34 - Volunteer Workers Compensation	250	250	..
Financial Management Act No.18/1994, Section 33	..	30 000	..
	250	30 250	na
Human Services			
Gaming and Betting Act No. 37 of 1994 Section 80 - Hospitals and Charities Fund	134 800	93 500	-30.6
CasiNo Control Act No. 47 of 1991, Section 114 - Hospitals and Charities Fund	7 700	4 200	-45.5
Gaming Machine Control Act No. 53 of 1991, Sections 137 & 138 - Hospitals and Charities Fund	660 500	563 400	-14.7
Club KeNo Act No. 56 of 1993, Section 7(5) - Hospitals and Charities Fund	2 400	1 700	-29.2
Tattersall Consultations - Act No. 6390	338 100	316 700	-6.3
Financial Management Act No.18/1994, Section 33	..	60 000	na
	1 143 500	1 039 500	-9.1
Justice			
Magistrates Court - Act No. 51 of 1989	15 417	17 412	12.9
Constitution Act No. 8750 - Judges of the Court of Appeal	2 352	2 690	14.4
Victims of Crime Assistance Act No. 81 of 1996, Section 69 Expenses	1 240	1 130	-8.9
Constitution Act No. 8750 - President of the Court of Appeal	228	250	9.6
Defence Reserves Re-Employment Act No. 1 of 1995	38	42	10.5
Patriotic Funds Act No. 6331	174	178	2.3
Melbourne City Link, Act No. 107 of 1995, Section 14(4)	..	200	..
Compensation to Jurors - Act No. 7651	20	17	-15.0
Crown Proceedings - Act No. 6232	2 000	2 000	..
The Constitution Act Amendment Act No. 6224, Section 315 - Electoral Expenses	34 110	10 900	-68.0
Victims of Crime Assistance Act No. 81 of 1996, Section 69 Awards	20 560	21 100	2.6
Victorian State Emergency Service Act No. 57 of 1987 - Volunteer Workers Compensation	206	237	15.0
Constitution Act No. 8750 - Chief Justice	242	286	18.2
County Court Act No. 6230 - Judges	9 924	11 820	19.1
Constitution Act No. 8750 - Puisine Judges	5 160	5 635	9.2
	91 671	73 897	-19.4
470	Public Account		Budget Estimates 1999-2000

**Table 4.4: Consolidated Fund payments: Special Appropriations -
continued**

	(\$ thousand)		
	1999-00 Budget	2000-01 Budget	Variation %
Natural Resources and Environment			
Financial Management Act No.18/1994, Section 33	..	8 000	na
	..	8 000	na
Premier and Cabinet			
Gaming Machine Control Act No. 53 of 1991, Sec.137 & 138 -Community Support Fund	75 400	101 500	34.6
Constitution Act No. 8750 - Executive Council	50	50	..
Constitution Act No. 8750 - Governor's Salary	106	109	2.8
Ombudsman - Act No. 8414	191	197	3.1
Parliamentary Salaries and Superannuation - Act No 7723	3 869	3 966	2.5
	79 616	105 822	32.9
State and Regional Development			
Racing Act No. 6353, Section 119 - Direct Drawdowns	505	505	..
	505	505	..
Treasury and Finance			
Constitution Act No. 8750 - Judges of the Supreme Court	2 800	3 224	15.1
County Court Act No. 6230 - Judges	3 500	4 138	18.2
Constitution Act No. 8750 - Governor's Pension	380	390	2.6
Gaming & Betting Act No. 37 of 1994, Section 94 - Expenses of the Victorian Casino and Gaming	18 455	18 000	-2.5
Co-Operative Housing Societies Act No. 6226, Section 77(2) - Indemnities	1 000	1 800	80.0
Business Franchise (Petroleum Products) Act No. 9272, Section 17(2)	80 000	36 300	-54.6
Liquor Control Reform Act No. 94 of 1998, Section 177(2)	22 000	23 000	4.5
Magistrates Court Act No. 51 of 1989 - Chairman, General Sessions	40	41	2.5
State Superannuation Act No. 50 of 1988, Section 90(2) - contributions	496 000	554 000	11.7
Financial Management Act No.18 of 1994, Section 39 - Interest on advances	8 000	4 000	-50.0
Taxation (Interest on Overpayments) Act No. 35 of 1986, Section 11	1 000	1 000	..
Treasury Corporation of Victoria Act No. 80 of 1992, Section 38 - Debt Retirement	220 976	695	-99.7
The Mint - Act No. 6323, Section 3	90	90	..
	854 241	646 678	-24.3
Budget Estimates 2000-01	Public Account		471

**Table 4.4: Consolidated Fund payments: Special Appropriations -
continued**

(\$ thousand)

	1999-00 Budget	2000-01 Budget	Variation %
Parliament			
Audit Act No. 2 of 1994, Part 4 - Audit of the Auditor- General's Office	10	10	..
Auditor General - Act No. 2 of 1994	213	218	2.3
Constitution Act No. 8750 - Clerk of the Parliaments	1	1	..
Constitution Act No. 8750 - Legislative Assembly	275	275	..
Constitution Act No. 8750 - Legislative Council	100	100	..
Parliamentary Committees - Act No. 7727	3 931	3 783	-3.8
Parliamentary Salaries and Superannuation Act No 7723, Section 13 (1) (c) - contributions	8 100	10 600	30.9
Parliamentary Salaries and Superannuation Act No 7723 - salaries and allowances	13 000	15 222	17.1
	25 630	30 209	17.9
Total Special appropriations	2 195 413	1 934 861	-11.9

Source: Department of Treasury and Finance

Table 4.5: Consolidated Fund payments: Total Annual Appropriations

Details of total annual appropriations for 2000-01, including amounts of estimates of unspent 1999-00 appropriation carried forward pursuant to section 32 of the *Financial Management Act 1994* and receipts credited to appropriations pursuant to section 29 of the *Financial Management Act 1994* Estimate for 2000-01 Budget, **Black** figures; Estimates for 1999-00 Budget, *Italic* figures

	<i>Provision of Outputs</i>	<i>Additions to Net Asset Base</i>	<i>Payments made on behalf of State</i>	<i>Total</i> ^(a)
Education, Employment and Training				
Appropriation ^(a)	4 960 439	11 446	..	4 971 885
	<i>4 627 076</i>	<i>20 011</i>	..	<i>4 647 087</i>
Receipts credited to appropriation ^(b)	45 205	24 180	..	69 385
	<i>41 490</i>	<i>14 400</i>	..	<i>55 890</i>
Unspent previous year appropriation carried over ^(c)	10 100	..	..	10 100
	<i>35 000</i>	..	..	<i>35 000</i>
Total appropriation	5 015 744	35 626	..	5 051 370
	<i>4 703 566</i>	<i>34 411</i>	..	<i>4 737 977</i>
Human Services				
Appropriation ^(a)	4 930 799	40 374	..	4 971 173
	<i>4 243 713</i>	<i>71 951</i>	..	<i>4 315 664</i>
Receipts credited to appropriation ^(b)	818 676	6 250	..	824 926
	<i>786 813</i>	<i>6 250</i>	..	<i>793 063</i>
Unspent previous year appropriation carried over ^(c)	..	40 000	..	40 000
	<i>40 500</i>	<i>7 500</i>	..	<i>48 000</i>
Total appropriation	5 749 475	86 624	..	5 836 099
	<i>5 071 026</i>	<i>85 701</i>	..	<i>5 156 727</i>
Infrastructure				
Appropriation ^(a)	2 020 796	124 343	11 176	2 156 315
	<i>2 001 250</i>	<i>79 564</i>	<i>6 181</i>	<i>2 086 995</i>
Receipts credited to appropriation ^(b)	112 895	..	..	112 895
	<i>116 580</i>	..	..	<i>116 580</i>
Unspent previous year appropriation carried over ^(c)	..	..	..	..
	<i>3 853</i>	..	..	<i>3 853</i>
Total appropriation	2 133 691	124 343	11 176	2 269 210
	<i>2 121 683</i>	<i>79 564</i>	<i>6 181</i>	<i>2 207 428</i>

**Table 4.5: Consolidated Fund payments: Total Annual Appropriations -
continued**

	<i>Provision of Outputs</i>	<i>Additions to Net Asset Base</i>	<i>Payments made on behalf of State</i>	<i>Total ^(a)</i>
Justice				
Appropriation ^(a)	1 485 243	52 417	..	1 537 660
	1 532 622	24 685	..	1 557 307
Receipts credited to appropriation ^(b)	70 041	300	..	70 341
	71 116	..	..	71 116
Unspent previous year appropriation carried over ^(c)	6 621	12 946	..	19 567
	11 233	1 907	..	13 140
Total appropriation	1 561 905	65 663	..	1 627 568
	1 614 971	26 592	..	1 641 563
Natural Resources and Environment				
Appropriation ^(a)	696 672	21 848	28 127	746 647
	645 919	20 481	32 958	699 358
Receipts credited to appropriation ^(b)	81 440	5 000	..	86 440
	80 964	5 600	..	86 564
Unspent previous year appropriation carried over ^(c)	6 300	5 226	6 600	18 126
	28 428	4 557	..	32 985
Total appropriation	784 412	32 074	34 727	851 213
	755 311	30 638	32 958	818 907
Premier and Cabinet				
Appropriation ^(a)	297 609	109 265	..	406 874
	256 039	90 953	..	346 992
Receipts credited to appropriation ^(b)	533	..	..	533
	533	..	..	533
Unspent previous year appropriation carried over ^(c)	11 000	14 000	..	25 000
	5 000	..	..	5 000
Total appropriation	309 142	123 265	..	432 407
	261 572	90 953	..	352 525
State and Regional Development				
Appropriation ^(a)	317 293	..	400	317 693
	230 915	..	..	230 915
Receipts credited to appropriation ^(b)	1 290	..	..	1 290
	1 855	..	..	1 855
Unspent previous year appropriation carried over ^(c)	7 310	..	..	7 310
	5 200	..	..	5 200
Total appropriation	325 893	..	400	326 293
	237 970	..	..	237 970

Table 4.5: Consolidated Fund payments: Total Annual Appropriations - continued

	<i>Provision of Outputs</i>	<i>Additions to Net Asset Base</i>	<i>Payments made on behalf of State</i>	<i>Total ^(a)</i>
Treasury and Finance				
Appropriation ^(a)	190 934	30 932	1 635 428	1 857 294
	275 529	12 858	1 321 611	1 609 998
Receipts credited to appropriation ^(b)	2 575	1 000	..	3 575
	2 736	..	..	2 736
Unspent previous year appropriation carried over ^(c)	29 830	11 125	38 900	79 855
	4 800	7 300	..	12 100
Total appropriation	223 339	43 057	1 674 328	1 940 724
	283 065	20 158	1 321 611	1 624 834
Parliament				
Appropriation ^(d)	65 379	2 920	..	68 299
	62 540	1 223	..	63 763
Receipts credited to appropriation ^(b)	..	..	..	..
Unspent previous year appropriation carried over ^(c)	2 320	1 000	..	3 320
	2 157	911	..	3 068
Total appropriation	67 699	3 920	..	71 619
	64 697	2 134	..	66 831

Source: Department of Treasury and Finance

Notes:

(a) Appropriation (2000/2001) Act.

(b) Financial Management Act, 1994 Section 29.

(c) Financial Management Act, 1994 Section 32.

(d) Appropriation (Parliament 2000/2001) Act.

Table 4.6: The Trust Fund

(\$ thousand)

	1999-00 Budget	2000-01 Budget	Variation %
Cash flows from operating activities			
Receipts			
Taxation	81 969	82 725	0.9
Regulatory fees and fines	7 062	12 639	79.0
Grants received	1 297 105	2 231 248	72.0
Sale of goods and services	64 319	177 915	na
Interest received	37 814	41 153	8.8
Public authority income	..	..	..
Other receipts	3 883 632	4 625 047	19.1
Payments			
Employee entitlements	- 1 109	37 354	na
Superannuation	1 602	5 438	na
Interest paid	..	200	..
Grants paid	4 632 120	5 499 075	18.7
Supplies and consumables	587 624	1 428 023	143.0
Capital asset charge paid	36	36	..
Other payments	..	..	..
Net cash flows from operating activities	- 151 628	- 200 601	32.3
Cash flows from investing activities			
Net proceeds from customer loans	..	..	..
Net proceeds from/(purchases of) investments	50	50	..
Term and fixed deposits	- 536	570	na
Proceeds from sale of property, plant & equipment	..	- 200	..
Purchases of property, plant & equipment	- 19 982	- 92 723	na
Other investing activities	27 898	20 683	-25.9
Net cash flows from investing activities	7 430	- 71 620	na
Cash flows from financing activities			
Net proceeds from/(repayment of) borrowings	155 760	- 15 627	na
Other	..	..	..
Net cash flows from financing activities	155 760	- 15 627	-110.0
Net cash inflow/(outflow)	11 562	- 287 848	na
Represented by:			
Cash and deposits held at beginning of reporting period	- 22 863	280 348	na
Cash and Deposits Held at 30 June 1999	- 11 301	- 7 500	-33.6

Source: Department of Treasury and Finance

ABBREVIATIONS AND ACRONYMS

AAS	Australian Accounting Standards
AAV	Aboriginal Affairs Victoria
ACAS	Aged Care Assessment Services
ACE	Adult and Community Education
AHBV	Aboriginal Housing Board of Victoria
AHC	Australian Hospital Care
AHCA	Australian Health Care Agreement
ALTD	Australian Land Transport Development
AMES	Adult Multicultural and Education Services
ANTA	Australian National Training Authority
ASC	Australian Securities Commission
ASX	Australian Stock Exchange
CAC	Capital Asset Charge
CFA	Country Fire Authority
CGC	Commonwealth Grants Commission
CSDA	Commonwealth-State Disability Agreement
CSF	Community Support Fund
CSHA	Commonwealth-State Housing Agreement
DEET	Department of Education, Employment and Training
DHS	Department of Human Services
DNRE	Department of Natural Resources and Environment
DOI	Department of Infrastructure
DOJ	Department of Justice
DPC	Department of Premier and Cabinet
DSRD	Department of State and Regional Development
DTF	Department of Treasury and Finance
EGMs	Electronic Gaming Machines
EMA	Emergency Management Australia
EPA	Environment Protection Authority
ESL	English as a Second Language

FAGs	Financial Assistance Grants
FFYA	Future for Young Adults
FID	Financial Institutions Duty
FIRS	Federal Interstate Registration Scheme
FMA	Financial Management Act 1994
FOI	Freedom of Information
FreeZA	Drug and Alcohol Free Zone
GAAP	Generally Accepted Accounting Principles
GBE	Government Business Enterprise
GSP	Gross State Product
GST	Goods and Services Tax
HACC	Home and Community Care
HITH	Hospital in the Home
HREOC	Human Rights and Equal Opportunity Commission
ICT	Information, Communication and Technology
IT	Information Technology
KISE	Knowledge, Innovation, Science and Engineering
LAP	Learning Assessment Program
LLV	Liquor Licensing Victoria
MACC	Multicultural Affairs Cabinet Committee
MFESB	Metropolitan Fire and Emergency Services Board
NCP	National Competition Policy
NCSC	National Companies and Securities Commission
NDRA	Natural Disaster Relief Arrangement
NGV	National Gallery of Victoria
NHT	Natural Heritage Trust
NTER	National Tax Equivalent Regime
PAI	Public Authority Income
PTC	Public Transport Corporation
RIDF	Regional Infrastructure Development Fund
RONI	Roads of National Importance
RTL	Road Transport Law

SAAP	Supported Accommodation Assistance Program
SBV	Small Business Victoria
SPP	Specific Purpose Payments
STI	Science, Technology and Innovation
SRO	State Revenue Office
TAFE	Technical and Further Education (post-secondary colleges)
TEC	Total Estimated Cost
VACS	Victorian Ambulatory Classification System
VAGO	Victorian Auditor-General's Office
VCAT	Victorian Civil and Administrative Tribunal
VCE	Victorian Certificate of Education
VCGA	Victorian CasiNo and Gaming Authority
VGSO	Victorian Government Solicitor's Office
VHA	Victorian Hospitals Association
VicRoads	Roads Corporation of Victoria
VicSES	Victorian State Emergency Service
VIMP	Victorian Initiative for Minerals and Petroleum
VMC	Victorian Multicultural Commission
VOMA	Victorian Office of Multicultural Affairs
Y2K	Year 2000

STYLE CONVENTIONS

Figures in the tables and in the text have been rounded. Discrepancies in tables between totals and sums of components reflect rounding. Percentage variations in all tables are based on the underlying unrounded amounts.

The notation used in the tables is as follows:

na	not available or not applicable
nm	new measure
..	zero, or rounded to zero
tbd	to be determined
ongoing	continuing output, program, project etc

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