

# APPENDIX 2 CONSOLIDATED FUND ESTIMATES

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## *Features*

- Information in this Appendix is provided on a cash basis, representing cash receipts and cash payments into, and from, the Consolidated Fund.
- In 2002-03, it is estimated that the Consolidated Fund Surplus (CFS) will be \$5.6 million. This compares to the budgeted CFS of \$8.5 million for 2002-03.
- Total receipts are estimated to be \$2 526.1 million in 2002-03, an increase of \$89.2 million or 3.7 per cent on 2002-03 budgeted receipts of \$2 436.9 million.
- Expenditure in 2002-03 is estimated to be \$2 521.0 million, an increase of \$92.2 million or 3.8 per cent on 2002-03 budgeted expenditure of \$2 428.8 million.
- In 2003-04, it is estimated that the CFS will be \$4.7 million.
- Total Consolidated Fund receipts are estimated to be \$2 580.5 million in 2003-04, an increase of \$143.6 million or 5.9 per cent on 2002-03 budgeted receipts of \$2 436.9 million.
- Consolidated Fund expenditure in 2003-04 is estimated to be \$2 576.3 million, an increase of \$147.5 million or 6.1 per cent over the 2002-03 budgeted expenditure of \$2 428.8 million.
- Consolidated Fund Surplus projections for 2004-05 to 2006-07 on a same policy basis are:
  - 2004-05: \$5.2 million surplus;
  - 2005-06: \$5.9 million surplus; and
  - 2006-07: \$8.1 million surplus.

# INTRODUCTION

This Appendix provides information on the 2002-03 Consolidated Fund Estimated Outcome, the 2003-04 Consolidated Fund Budget Estimates and the Consolidated Fund Forward Estimates for the years 2004-05 to 2006-07. The information in this Appendix has been prepared on a cash basis, representing cash receipts and cash payments into, and from, the Consolidated Fund.

The 2002-03 Consolidated Fund Estimated Outcome has been determined from agency assessments of their indicative additional funding requirements or potential savings, based on the latest available information prior to the finalisation of the 2003-04 Budget Papers. Estimates are determined using information from a number of sources including the latest advice from the Commonwealth, Government Business Enterprises, State-owned Companies and agencies.

Detailed information on the final Consolidated Fund Outcome for 2002-03 will be published in:

- the Quarterly Statement of the Consolidated Fund for the June quarter 2003, which will be tabled in Parliament by 31 July 2003;
- the Treasurer's Financial Statements, which will be tabled in Parliament by 30 September 2003; and
- Agency Annual Reports, which will be tabled in Parliament by 30 November 2003.

# ESTIMATED OUTCOME, 2002-03

## Estimated Consolidated Fund Surplus

The Consolidated Fund Surplus (CFS) is the excess of Consolidated Fund receipts over the expenditure of these funds (net of loan repayments). A CFS represents funds that are available for the retirement of debt.

Table A2.1 provides details of the estimated CFS outcome for 2002-03 and expected variances from the 2002-03 Budget estimates by major receipt and expenditure categories.

**Table A2.1: Estimated Consolidated Fund Surplus, 2002-03**

	2002-03		Variation
	2002-03 Budget	Estimated Outcome	
	\$'000	\$'000	%
<b>Receipts</b>			
<b>Commonwealth Sources</b>	<b>1 657 133</b>	<b>1 688 881</b>	<b>1.9</b>
<b>State Sources</b>	<b>779 751</b>	<b>837 252</b>	<b>7.4</b>
<b>Total Receipts</b>	<b>2 436 884</b>	<b>2 526 133</b>	<b>3.7</b>
<b>Less Expenditure</b>			
<b>Recurrent Expenditure<sup>1</sup></b>	<b>2 290 251</b>	<b>2 313 001</b>	<b>1.0</b>
<b>Capital Expenditure</b>	<b>138 557</b>	<b>207 986</b>	<b>50.1</b>
<b>Total Expenditure<sup>2</sup></b>	<b>2 428 808</b>	<b>2 520 987</b>	<b>3.8</b>
<b>Gross Consolidated Fund Surplus</b>	<b>8 076</b>	<b>5 146</b>	<b>(36.3)</b>
<b>Add Loan Repayments</b>	<b>444</b>	<b>444</b>	<b>....</b>
<b>Consolidated Fund Surplus</b>	<b>8 520</b>	<b>5 590</b>	<b>(34.4)</b>

Notes:

1. Recurrent Expenditure in the 2002-03 Budget and the 2002-03 Estimated Outcome includes a contribution of \$444 000 payable to the Debt Retirement Reserve Trust Account. This figure is also shown as Loan Repayments.
2. Estimated Outcome total expenditure in 2002-03 includes an initial contribution to the new Economic and Social Infrastructure Fund of \$78.0 million, of which \$16.7 million has been allocated to recurrent services expenditure and \$61.3 million to works and services expenditure.

The budgeted CFS was \$8.5 million. The estimated CFS outcome for 2002-03 is \$5.6 million.

## Estimated Receipts, 2002-03

Total Consolidated Fund receipts for 2002-03 are estimated to be \$2 526.1 million, which is \$89.2 million or 3.7 per cent above the Budget estimate of \$2 436.9 million. Table A2.2 provides information on estimated variances from the Budget estimate by major receipt category.

**Table A2.2: Consolidated Fund - Estimated Receipts, 2002-03**

	2002-03		Variation
	2002-03 Budget	Estimated Outcome	
	\$'000	\$'000	%
<b>Recurrent Receipts</b>			
<b>Commonwealth Sources</b>			
General Purpose Payments <sup>1</sup>	1 269 600	1 287 400	1.4
Specific Purpose Payments <sup>2</sup>	346 768	354 286	2.2
<b>Total Commonwealth Sources</b>	<b>1 616 368</b>	<b>1 641 686</b>	<b>1.6</b>
<b>State Sources</b>			
Taxation <sup>3</sup>	494 492	552 392	11.7
<b>Receipts from Government Business Enterprises, State-owned</b>			
Companies and State Authorities	152 053	152 592	0.4
Departmental Fees and Recoveries <sup>4</sup>	81 112	85 315	5.2
Recoveries of State Debt Charges	6 224	4 998	(19.7)
Sale and Rent of Government Property	11 603	11 973	3.2
Resource Rents and Royalties <sup>5</sup>	12 908	8 907	(31.0)
Other Recurrent Receipts	20 524	19 898	(3.1)
<b>Total State Sources</b>	<b>778 916</b>	<b>836 075</b>	<b>7.3</b>
<b>Total Recurrent Receipts</b>	<b>2 395 284</b>	<b>2 477 761</b>	<b>3.4</b>
<b>Capital Receipts</b>			
Commonwealth Sources <sup>6</sup>	40 765	47 195	15.8
State Sources	835	1 177	41.0
<b>Total Capital Receipts</b>	<b>41 600</b>	<b>48 372</b>	<b>16.3</b>
<b>TOTAL RECEIPTS</b>	<b>2 436 884</b>	<b>2 526 133</b>	<b>3.7</b>

Notes:

1. An increase in General Purpose Payments of \$17.8 million reflects revisions by the Commonwealth of the Guaranteed Minimum Amount and increased compensation for the First Home Owners Scheme.
2. An increase in Specific Purpose Payments of \$7.5 million is primarily due to additional receipts for the Home and Community Care Program, the Primary and Secondary Education Grant, and the Grant to the State for Local Government.
3. The increase in Taxation receipts primarily reflects additional Duties receipts of \$44.3 million and Payroll Tax receipts of \$9.7 million.
4. The increase in Departmental Fees and Recoveries is primarily due to additional abalone licence receipts of \$3.4 million.
5. The decrease in Resource Rents and Royalties reflects a reduction in Mineral Royalties receipts of \$4.0 million.
6. The increase in Capital Receipts from Commonwealth sources is primarily due to additional funding of \$6.3 million from the Commonwealth Government for the 2002-03 Roads Program.

## Estimated Expenditure, 2002-03

Total Consolidated Fund expenditure in 2002-03 is estimated to be \$2 521.0 million, which is \$92.2 million, or 3.8 per cent above the Budget estimate of \$2 428.8 million.

Table A2.3 provides information on expected variances from original Budget estimates on a major category basis.

**Table A2.3: Consolidated Fund - Estimated Total Expenditure, 2002-03**

	2002-03		Variation
	2002-03 Budget	Estimated Outcome	
	\$'000	\$'000	%
<b>Recurrent Services</b>			
<b>Appropriation Act<sup>1</sup></b>	2 109 455	2 152 824	2.1
<b>Reserved by Law<sup>2</sup></b>	160 796	160 177	(0.4)
<b>Treasurer's Reserve<sup>3</sup></b>	20 000	....	(100.0)
	<b>2 290 251</b>	<b>2 313 001</b>	<b>1.0</b>
<b>Works and Services</b>			
<b>Capital Investment Program<sup>4</sup></b>	138 557	146 730	5.9
<b>Economic and Social Infrastructure Fund<sup>5</sup></b>	....	61 256	....
	<b>138 557</b>	<b>207 986</b>	<b>50.1</b>
<b>TOTAL</b>	<b>2 428 808</b>	<b>2 520 987</b>	<b>3.8</b>

Notes:

1. The Treasurer's Reserve is reported separately from Budget expenditure, but is included as an expenditure saving in the estimated outcome.
2. Reserved by Law expenditure in the 2002-03 Budget and the 2002-03 Estimated Outcome includes a contribution of \$444 000 payable to the Debt Retirement Reserve Trust Account.
3. Expenditure authorised from the Treasurer's Reserve is included in agency expenditure under the Appropriation Act. Net additional revenues and expenditure savings may be used to supplement the amount provided in the Budget for the Treasurer's Reserve.
4. The increase in Capital Investment Program expenditure primarily reflects additional funding of \$6.3 million from the Commonwealth Government for the 2002-03 Roads Program.
5. The estimated additional expenditure of \$61.3 million represents the works and services component of the initial \$78.0 million contribution to the new Economic and Social Infrastructure Fund (ESIF). The remaining \$16.7 million of the contribution to the ESIF is included in recurrent services.

Table A2.4 provides information on expected Consolidated Fund variances for 2002-03 on an agency basis.

**Table A2.4: Consolidated Fund - Estimated Total Expenditure by Agency, 2002-03**

Agency <sup>1</sup>	2002-03 Estimated Outcome					Total	Variation
	2002-03	Recurrent	Reserved	Works and			
	Budget	Services	by Law	Services			
	\$'000	\$'000	\$'000	\$'000	\$'000	%	
Economic Development	45 300	45 300	....	....	45 300	....	
Education <sup>2</sup>	644 779	621 578	....	26 838	648 416	0.6	
Finance-General <sup>3</sup>	445 954	288 727	143 742	61 256	493 725	10.7	
Health and Human Services <sup>4</sup>	725 703	720 350	....	25 664	746 014	2.8	
House of Assembly	4 631	1 759	2 955	....	4 714	1.8	
Infrastructure, Energy and Resources <sup>5</sup>	164 775	95 510	52	75 891	171 453	4.1	
Justice and Industrial Relations <sup>6</sup>	64 218	51 908	10 673	4 309	66 890	4.2	
Legislative Council	3 394	1 612	1 782	....	3 394	....	
Legislature-General	3 545	3 545	....	....	3 545	....	
Ministerial and Parliamentary Support <sup>7</sup>	11 059	12 937	517	....	13 454	21.7	
Office of the Governor	1 969	1 761	200	8	1 969	....	
Police and Public Safety	116 278	115 216	....	1 562	116 778	0.4	
Premier and Cabinet	21 270	21 799	....	....	21 799	2.5	
Primary Industries, Water and Environment <sup>8</sup>	73 255	75 796	....	154	75 950	3.7	
Tasmanian Audit Office	298	....	256	....	256	(14.1)	
Tourism, Parks, Heritage and the Arts <sup>9</sup>	61 028	61 640	....	4 289	65 929	8.0	
Treasury and Finance	41 352	33 386	....	8 015	41 401	0.1	
<b>TOTAL EXPENDITURE</b>	<b>2 428 808</b>	<b>2 152 824</b>	<b>160 177</b>	<b>207 986</b>	<b>2 520 987</b>	<b>3.8</b>	

Notes:

1. The 2002-03 Budget has been adjusted to reflect the creation of the Departments of Economic Development and Tourism, Parks, Heritage and the Arts, and the associated restructure of the Department of Primary Industries, Water and Environment. The 2002-03 Budget also reflects the transfer of the Seniors Bureau from the Department of Health and Human Services to the Department of Premier and Cabinet.
2. Expenditure for the Department of Education is anticipated to be \$3.6 million above Budget primarily due to increased activities funded by Specific Purpose Payments from the Commonwealth for Primary and Secondary Education and Technical and Further Education and above Budget expenditure on works and services funded from Commonwealth receipts.
3. Expenditure for Finance-General is anticipated to be \$47.8 million above Budget primarily due to a \$78.0 million contribution to the new Economic and Social Infrastructure Fund (ESIF) (\$16.7 million recurrent services and \$61.3 million works and services), which is partially offset by savings in Debt Servicing Costs, the Provision for Wage Increases and savings from allocating funds from the Treasurer's Reserve, which is reflected in agency expenditure. The estimated expenditure in 2002-03 from the ESIF includes a provision of up to \$25.0 million for the Government to exercise its option to take control of the optic fibre cable that has been installed with the Duke Energy natural gas pipeline.
4. Expenditure for the Department of Health and Human Services is anticipated to be \$20.3 million above Budget primarily due to additional expenditure relating to the Nurses' Graduate Allowance and increases in nursing staffing levels and additional expenditure to address issues such as the Breast Screening contract, the Air Ambulance contract, meningococcal vaccines and Aurora Energy pensioner concessions.

5. Expenditure for the Department of Infrastructure, Energy and Resources is anticipated to be \$6.7 million above Budget primarily due to the provision of additional Commonwealth funding of \$6.3 million for the Roads Program.
6. Expenditure for the Department of Justice and Industrial Relations is anticipated to be \$2.7 million above Budget due to additional recurrent expenditure on corrective services as a result of increased prisoner numbers.
7. Expenditure for Ministerial and Parliamentary Support is anticipated to be \$2.4 million above Budget primarily due to the additional costs of providing support for opposition parties and the appointment of a new Minister to Cabinet.
8. Expenditure for the Department of Primary Industries, Water and Environment is anticipated to be \$2.7 million above Budget due to increased costs for a number of projects including the Eradication of Red Fire Ants, Priority 1 Karst Properties and Quarantine Barrier Control.
9. Expenditure for the Department of Tourism, Parks, Heritage and the Arts is anticipated to be \$4.9 million above Budget primarily due to the one-off establishment costs of the new Department, additional expenditure for events including AFL games at York Park and the 10 Days on the Island Festival, and the purchase of the Archives Building at Rosny.

# BUDGET ESTIMATES, 2003-04

## Consolidated Fund Surplus, 2003-04

In 2003-04, it is estimated that the Consolidated Fund Surplus will be \$4.7 million.

Table A2.5: Consolidated Fund Surplus, 2003-04

	2002-03	2003-04
	Budget	Budget
	\$'000	\$'000
<b>Receipts</b>		
<b>Commonwealth Sources</b>		
<b>Recurrent Receipts</b>	1 616 368	1 689 839
<b>Capital Receipts</b>	40 765	26 615
<b>Total Commonwealth Sources</b>	1 657 133	1 716 454
<b>State Sources</b>		
<b>Recurrent Receipts</b>	778 916	835 153
<b>Capital Receipts</b>	835	28 920
<b>Total State Sources</b>	779 751	864 073
<b>Total Receipts</b>	<b>2 436 884</b>	<b>2 580 527</b>
<b>Less Expenditure</b>		
<b>Recurrent Services</b>		
<b>Expenditure on Outputs</b>		
<b>Appropriation Act</b>	2 119 455	2 253 541
<b>Reserved by Law</b>	170 796	172 190
<b>Total Recurrent Services</b>	2 290 251	2 425 731
<b>Works and Services</b>		
<b>Capital Investment Program</b>	138 557	123 707
<b>Economic and Social Infrastructure Fund</b>	....	26 855
<b>Total Works and Services</b>	138 557	150 562
<b>Total Expenditure</b>	<b>2 428 808</b>	<b>2 576 293</b>
<b>Gross Consolidated Fund Surplus</b>	<b>8 076</b>	<b>4 234</b>
<b>Add Loan Repayments<sup>1</sup></b>	<b>444</b>	<b>436</b>
<b>Consolidated Fund Surplus</b>	<b>8 520</b>	<b>4 670</b>

Note:

1. For the purpose of calculating the Consolidated Fund Surplus, Reserved by Law expenditure includes the amount of the contribution payable to the Debt Retirement Reserve Trust Account. This figure is also shown as Loan Repayments.

## Consolidated Fund Receipts, 2003-04

Consolidated Fund receipts are estimated to be \$2 580.5 million in 2003-04, an increase of \$143.6 million or 5.9 per cent on the 2002-03 Budget estimate of \$2 436.9 million.

Table A2.6 outlines the variations between the 2003-04 and the 2002-03 Budget estimates by major category.

**Table A2.6: Consolidated Fund - Total Receipts, 2003-04**

	<b>2002-03 Budget</b>	<b>2003-04 Budget</b>	<b>Variation</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Recurrent Receipts</b>			
<b>Commonwealth Sources</b>	<b>1 616 368</b>	<b>1 689 839</b>	<b>4.5</b>
<b>State Sources</b>	<b>778 916</b>	<b>835 153</b>	<b>7.2</b>
	<b>2 395 284</b>	<b>2 524 992</b>	<b>5.4</b>
<b>Capital Receipts</b>			
<b>Commonwealth Sources</b>	<b>40 765</b>	<b>26 615</b>	<b>(34.7)</b>
<b>State Sources</b>	<b>835</b>	<b>28 920</b>	<b>....</b>
	<b>41 600</b>	<b>55 535</b>	<b>33.5</b>
<b>Total Receipts</b>	<b>2 436 884</b>	<b>2 580 527</b>	<b>5.9</b>

A detailed list of receipts to the Consolidated Fund is provided in Table A2.7.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04**

	2002-03	2003-04
	Budget	Budget
	\$'000	\$'000
<b>COMMONWEALTH SOURCES</b>		
<b>Recurrent Receipts</b>		
<b>General Purpose Payments</b>		
GST Revenue <sup>1</sup>	1 199 500	1 299 700
Budget Balancing Assistance <sup>2</sup>	52 700	9 300
Competition Payments	17 400	17 600
<b>Total General Purpose Payments</b>	<b>1 269 600</b>	<b>1 326 600</b>
<b>Specific Purpose Payments</b>		
<b>Health and Human Services</b>		
Blood Transfusion Service <sup>3</sup>	1 855	....
Commonwealth-State Housing Agreement <sup>4</sup>	17 741	22 259
Disability Services Grant	17 600	19 084
Health Care Grant	153 400	159 700
High Cost Drugs	4 850	5 950
Home and Community Care Program	15 860	17 303
Public Health Outcomes Funding Agreement	3 931	3 931
Supported Accommodation Assistance Program	6 798	7 016
<b>Education</b>		
Primary and Secondary Education	44 243	45 593
Technical and Further Education	22 235	22 790
National Child Care Strategy	217	217
<b>Primary Industries, Water and Environment</b>		
World Heritage Area	5 300	4 300

Notes:

1. The increase in GST Revenue in 2003-04 is primarily due to an increase in the size of the pool of funds, an increase in Tasmania's relative need for Commonwealth financial assistance as assessed by the Commonwealth Grants Commission and an estimated increase in the rate of growth of Tasmania's population.
2. Under the *Intergovernmental Agreement on the Reform of Commonwealth-State Financial Relations* (IGA), the Commonwealth has guaranteed that the states will be no worse off as a result of the introduction of national tax changes. To meet this guarantee, the Commonwealth has agreed to make Budget Balancing Assistance payments to each state and territory as necessary.
3. Commencing 1 July 2003, the Commonwealth Government will directly fund the costs associated with the supply of blood and blood products through the national funding pool. As such, states will no longer receive a Specific Purpose Payment for the provision of this service.
4. The increase in revenue for the Commonwealth-State Housing Agreement primarily reflects a transfer of \$7.5 million from capital revenue to recurrent revenue. The transfer between revenue categories is the result of a change in Housing Tasmania's treatment of minor works expenditure, which now brings it into line with the accounting policy of the Department of Health and Human Services. The transfer also includes an increase in recurrent maintenance expenditure. However, this increase is partially offset by a decrease in the estimated level of funding to be provided by the Commonwealth under the Commonwealth-State Housing Agreement.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Police and Public Safety</b>		
<b>Natural Disasters Organisations</b>	207	212
<b>Finance-General</b>		
<b>Assistance for Concessions</b>	5 531	5 853
<b>Grant to the State for Local Government</b>	47 000	49 031
<b>Total Specific Purpose Payments</b>	<b>346 768</b>	<b>363 239</b>
<b>Capital Receipts</b>		
<b>Specific Purpose Payments</b>		
<b>Health and Human Services</b>		
<b>Housing<sup>1</sup></b>	9 982	2 224
<b>Education</b>		
<b>Primary and Secondary Education</b>	6 368	6 411
<b>Technical and Further Education</b>	6 075	3 284
<b>Infrastructure, Energy and Resources</b>		
<b>National Highway System<sup>2</sup></b>	18 340	14 696
<b>Total Specific Purpose Payments</b>	<b>40 765</b>	<b>26 615</b>
<b>Total Specific Purpose Payments</b>	<b>387 533</b>	<b>389 854</b>
<b>Total Commonwealth</b>	<b>1 657 133</b>	<b>1 716 454</b>
<b>STATE SOURCES</b>		
<b>Taxation</b>		
<b>Land Tax</b>	24 990	25 547
<b>Motor Taxation</b>	43 466	45 910
<b>Payroll Tax<sup>3</sup></b>	220 290	235 953
<b>Financial Transaction Taxes</b>		
<b>Debits Duties</b>	21 512	22 769
<b>Duties<sup>4</sup></b>	116 245	138 409

Notes:

1. The decrease in revenue for Housing primarily reflects a transfer of \$7.5 million from capital revenue to recurrent revenue. The transfer between revenue categories is the result of a change in Housing Tasmania's treatment of minor works expenditure to bring it in line with the accounting policy of the Department of Health and Human Services, and an increase in recurrent maintenance expenditure.
2. The decrease in receipts for the National Highway System reflects the completion of a number of roads projects in the 2002-03 Roads Program. Commonwealth funding for the Roads Program is anticipated to increase in 2004-05 as a number of road projects have been approved, but construction will not commence until 2004-05.
3. The estimated increase in Payroll Tax for 2003-04 is the result of anticipated growth in employment in the payroll tax paying sector and estimated wage rises.
4. The estimated increase in Duties for 2003-04 reflects the anticipated continuation of the high level of activity in the property market, which has resulted in increased property sales and prices.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	2002-03 Budget	2003-04 Budget
	\$'000	\$'000
<b>Gambling Taxes</b>		
<b>Casino Tax and Licence Fees<sup>1</sup></b>	47 031	50 853
<b>Lottery Tax</b>	20 490	22 344
<b>Racing and Gaming Taxes</b>	438	279
<b>Other</b>		
<b>Sundry Licences</b>	30	30
<b>Total Taxation</b>	494 492	542 094
<b>Receipts from Government Business Enterprises, State-owned Companies and State Authorities</b>		
<b>Dividends</b>		
<b>Aurora Energy Pty Ltd</b>	12 100	11 549
<b>Burnie Port Corporation Pty Ltd</b>	....	375
<b>Civil Construction Services Corporation</b>	203	80
<b>Forestry Tasmania<sup>2</sup></b>	4 907	8 322
<b>Hobart Ports Corporation Pty Ltd</b>	577	785
<b>Hydro Tasmania<sup>3</sup></b>	21 034	13 500
<b>Motor Accidents Insurance Board<sup>3</sup></b>	1 101	....
<b>Port of Devonport Corporation Pty Ltd</b>	....	355
<b>Port of Launceston Pty Ltd</b>	630	665
<b>Printing Authority of Tasmania</b>	115	115
<b>Southern Regional Cemetery Trust</b>	....	54
<b>Stanley Cool Stores Board</b>	41	49
<b>TOTE Tasmania Pty Ltd</b>	606	734
<b>Tasmanian Grain Elevators Board</b>	49	140
<b>Tasmanian Public Finance Corporation<sup>4</sup></b>	5 837	6 507
<b>The Public Trustee</b>	100	60
<b>Transend Networks Pty Ltd<sup>3</sup></b>	11 790	9 000
<b>Sub-total</b>	59 090	52 290

Notes:

1. The expected increase in Casino Tax receipts is primarily due to increased receipts from licence fees and video gaming machines as a result of the new tax rates applying under the new Deed of Agreement between the State and Federal Hotels.
2. The increase in estimated dividends from Forestry Tasmania is a result of increased profit in 2002-03 compared to the previous year.
3. The reduction in estimated dividends from Hydro Tasmania, MAIB and Transend is a result of reduced profits in 2002-03 compared to the previous year.
4. The increase in estimated dividends from Tascorp is a direct result of an estimated reduction in tax payments which will result in greater profits available for distribution as a dividend.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Special Dividends</b>		
<b>Hydro Tasmania<sup>1</sup></b>	<b>40 000</b>	<b>26 500</b>
<b>Sub-total</b>	<b>40 000</b>	<b>26 500</b>
<b>Tax Equivalentents</b>		
<b>Aurora Energy Pty Ltd</b>	<b>16 874</b>	<b>17 467</b>
<b>Civil Construction Services Corporation</b>	<b>174</b>	<b>60</b>
<b>Hobart Ports Corporation Pty Ltd</b>	<b>1 244</b>	<b>1 376</b>
<b>Hydro Tasmania<sup>2</sup></b>	<b>19 067</b>	<b>30 000</b>
<b>Port of Devonport Corporation Pty Ltd</b>	<b>301</b>	<b>308</b>
<b>Stanley Cool Stores Board</b>	<b>24</b>	<b>63</b>
<b>TOTE Tasmania Pty Ltd</b>	<b>339</b>	<b>354</b>
<b>Tasmanian Grain Elevators Board</b>	<b>42</b>	<b>25</b>
<b>Tasmanian Public Finance Corporation<sup>3</sup></b>	<b>4 057</b>	<b>2 510</b>
<b>The Public Trustee</b>	<b>....</b>	<b>60</b>
<b>Transend Networks Pty Ltd</b>	<b>6 120</b>	<b>8 000</b>
<b>Sub-total</b>	<b>48 242</b>	<b>60 223</b>

Notes:

1. The reduction in the special dividend from Hydro Tasmania reflects the phasing out of this return.
2. The increase in the estimated tax equivalent payment from Hydro Tasmania is a result of an abnormally low estimate of tax in respect of 2002-03 as a result of the pre-payment of tax by Hydro Tasmania during 2001-02.
3. The decrease in the estimated tax equivalent payment from the Tasmanian Public Finance Corporation is a result of the adoption of a new taxation equivalent regime whereby taxation equivalent payments are calculated by applying the corporate tax rate to accounting profit before tax. Higher dividend payments will fully offset the reduction in taxation equivalent payments.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Guarantee Fees</b>		
Aurora Energy Pty Ltd	1 247	1 247
Burnie Port Corporation Pty Ltd	40	10
Civil Construction Services Corporation	16	22
Forestry Tasmania	92	129
Hobart Ports Corporation Pty Ltd	39	39
Hydro Tasmania	3 000	3 000
Metro Tasmania Pty Ltd	13	13
Port of Devonport Corporation Pty Ltd	43	38
Port of Launceston Pty Ltd	55	48
Rivers and Water Supply Commission	65	49
TOTE Tasmania Pty Ltd	11	13
TT-Line Company Pty Ltd <sup>1</sup>	....	797
Transend Networks Pty Ltd	100	20
<b>Sub-total</b>	<b>4 721</b>	<b>5 425</b>
<b>Total Recoveries from GBEs, SOCs and State Authorities</b>	<b>152 053</b>	<b>144 438</b>
<b>Departmental Fees and Recoveries</b>		
Economic Development <sup>2</sup>	3 496	1 100
Education	8 356	8 556
Health and Human Services	16	16
Infrastructure, Energy and Resources	32 766	32 544
Justice and Industrial Relations	7 915	8 105
Police and Public Safety <sup>3</sup>	643	294
Premier and Cabinet	2	2
Primary Industries, Water and Environment	27 204	27 916
Tourism, Parks, Heritage and the Arts	385	385
Treasury and Finance	329	339
<b>Total Departmental Fees and Recoveries</b>	<b>81 112</b>	<b>79 257</b>

Notes:

1. The increase in the guarantee fee payable by TT-Line relates to the increased debt associated with the purchase of the two new ships, *Spirit of Tasmania I* and the *Spirit of Tasmania II* and the inclusion of TT-Line in the Guarantee Fee framework.
2. The reduction in Fees and Recoveries from the Department of Economic Development is a result of the continued reduction in the size of the Tasmania Development and Resources Loan Portfolio.
3. The reduction in Fees and Recoveries from the Department of Police and Public Safety in 2003-04 is due to the timing of receipts from the renewal of Firearms Licences. Following the five-year anniversary of gun and licensing control, it was necessary to renew all licenses. The revenue from these licences was spread over 2001-02 and 2002-03.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Recoveries of State Debt Charges</b>		
<b>Interest<sup>1</sup></b>	<b>5 964</b>	<b>2 866</b>
<b>Sinking Fund Recoveries</b>	<b>260</b>	<b>116</b>
<b>Total Recoveries of State Debt Charges</b>	<b>6 224</b>	<b>2 982</b>
<b>Sale and Rent of Government Property</b>		
<b>Crown Lands Administration Fund</b>	<b>11 603</b>	<b>11 603</b>
<b>Total Sale and Rent of Government Property</b>	<b>11 603</b>	<b>11 603</b>
<b>Resource Rents and Royalties</b>		
<b>Mineral Royalties<sup>2</sup></b>	<b>10 000</b>	<b>8 000</b>
<b>Rent and Fees from Mineral Lands</b>	<b>770</b>	<b>770</b>
<b>Storage of Explosives and Inflammable Liquids</b>	<b>226</b>	<b>226</b>
<b>Water Royalties</b>	<b>1 912</b>	<b>1 911</b>
<b>Total Resource Rents and Royalties</b>	<b>12 908</b>	<b>10 907</b>
<b>Other Recurrent Receipts</b>		
<b>Fines - Infringement Notices</b>	<b>5 500</b>	<b>5 500</b>
<b>Fines and Fees</b>	<b>3 000</b>	<b>3 000</b>
<b>Funding for the 27th Pay<sup>3</sup></b>	<b>....</b>	<b>22 400</b>
<b>Interest on Investments - Rivers and Water Supply Commission</b>	<b>19</b>	<b>25</b>
<b>Interest on Investments - Finance-General<sup>4</sup></b>	<b>7 932</b>	<b>8 800</b>
<b>Miscellaneous</b>	<b>813</b>	<b>637</b>
<b>Recoveries from Departmental Business Units</b>	<b>260</b>	<b>260</b>
<b>Stamp Duties - Instalment Payments</b>	<b>3 000</b>	<b>3 250</b>
<b>Total Other Recurrent Receipts</b>	<b>20 524</b>	<b>43 872</b>

Notes:

1. The reduction in Interest receipts is primarily due to the repayment of advances from Hydro Tasmania of on-lent Financial Agreement debt and the early redemption of loans under the *Public Bodies Assistance Act 1971*.
2. The estimated decline in Mineral Royalties is a result of the downturn in base metal prices.
3. In 2003-04, all government departments, with the exception of the Department of Health and Human Services (DHHS), are liable to meet the cost of 27 pay periods. This receipt into the Consolidated Fund is funded from an account held within the Special Deposits and Trust Fund within which funds have been accumulated to meet the costs associated with the 27<sup>th</sup> pay. DHHS will be liable to meet the cost of 27 pay periods in the 2009-10 financial year.
4. The increase in Interest on Investments - Finance-General is mainly due to the increased level of surplus cash available in the Public Account for investment purposes.

**Table A2.7: Consolidated Fund Receipts, 2002-03 and 2003-04  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Capital Receipts</b>		
<i>Midway Point Improvement Act 1975</i>	35	35
<i>Public Bodies Assistance Act 1971</i>	630	255
<i>State Loans and Loan Guarantees Act 1976</i>	60	26
<i>Tourism and Recreational Development Act 1977</i>	10	4
<b>Private Forests Loans</b>	100	100
<b>Proceeds from Sale of Government Assets<sup>1</sup></b>	....	<b>28 500</b>
<b>Total Capital Receipts</b>	<b>835</b>	<b>28 920</b>
<b>Total State</b>	<b>779 751</b>	<b>864 073</b>
<b>Total Receipts</b>	<b>2 436 884</b>	<b>2 580 527</b>

Note:

1. This item represents the estimated proceeds to be realised in 2003-04 from the sale of Civil Construction Corporation, the Tasmanian Grain Elevators Board, the Stanley Cool Stores Board and assets of the Hobart Ports Corporation Pty Ltd. An amount equivalent to the proceeds from the sale of these assets will be appropriated to the new Economic and Social Infrastructure Fund.

# CONSOLIDATED FUND EXPENDITURE, 2003-04

Expenditure in 2003-04 is expected to be \$2 576.3 million, an increase of \$147.5 million or 6.1 per cent over 2002-03 budgeted expenditure of \$2 428.9 million.

**Table A2.8: Consolidated Fund - Summary of Estimated Expenditure, 2003-04**

	2002-03 Budget \$'000	2003-04 Budget \$'000	Variation %
<b>Recurrent Services</b>			
<b>Appropriation Act</b>	2 119 455	2 253 541	6.3
<b>Reserved by Law</b>	170 796	172 190	0.8
	<b>2 290 251</b>	<b>2 425 731</b>	<b>5.9</b>
<b>Works and Services</b>			
<b>Appropriation Act</b>	138 557	150 562	8.7
<b>Total Appropriations</b>	<b>2 428 808</b>	<b>2 576 293</b>	<b>6.1</b>

Further information on expenditure is provided in Table A2.9. A listing of all Reserved by Law items is provided in Table A2.10. Descriptions of the activities of departments funded through the Consolidated Fund are provided in Budget Paper No 2 *Operations of Government Departments 2003-04*.

## Recurrent Services

Total Recurrent Services is estimated at \$2 425.7 million in 2003-04. This is \$135.5 million or 5.9 per cent higher than the 2002-03 budgeted amount of \$2 290.3 million. The increase in recurrent expenditure mainly relates to the provision of additional funding for 2003-04 Budget initiatives, election commitments and wage indexation in accordance with current wage agreements.

## Works and Services

The estimated expenditure on Works and Services for 2003-04 is \$150.6 million. This represents an increase of \$12.0 million, or 8.7 per cent, on the 2002-03 budgeted amount of \$138.6 million.

The increase in Works and Services expenditure is mainly due to the establishment of the Economic and Social Infrastructure Fund (ESIF) with an initial allocation of \$78.0 million, of which \$61.3 million has been allocated to Works and Services expenditure. In 2002-03, it is estimated that expenditure of up to \$25 million will be incurred from the ESIF in relation to the Government's option to take control of the optic fibre cable that has been installed with the Duke Energy natural gas pipeline. In 2003-04, it is estimated that a further \$28.5 million will be appropriated to the ESIF from proceeds from the sale of Government assets, of which \$26.9 million will be appropriated for Works and Services expenditure. More detailed information in relation to the Capital Investment Program is provided in Chapter 6 of this Budget Paper.

**Table A2.9: Total Consolidated Fund Expenditure, 2003-04**

Agency <sup>1</sup>	2003-04 Budget				Total \$'000	Variation %
	2002-03 Budget \$'000	Recurrent Services \$'000	Reserved by Law \$'000	Works and Services \$'000		
<b>Economic Development</b>	<b>45 300</b>	<b>43 302</b>	....	....	<b>43 302</b>	<b>(4.4)</b>
<b>Education</b>	<b>644 779</b>	<b>654 810</b>	....	<b>14 470</b>	<b>669 280</b>	<b>3.8</b>
<b>Finance-General</b>	<b>455 526</b>	<b>305 678</b>	<b>157 255</b>	<b>35 464</b>	<b>498 397</b>	<b>9.4</b>
<b>Health and Human Services</b>	<b>725 703</b>	<b>757 090</b>	....	<b>14 303</b>	<b>771 393</b>	<b>6.3</b>
<b>House of Assembly</b>	<b>4 631</b>	<b>1 826</b>	<b>3 045</b>	....	<b>4 871</b>	<b>5.2</b>
<b>Infrastructure, Energy and Resources</b>	<b>164 775</b>	<b>101 166</b>	<b>52</b>	<b>67 145</b>	<b>168 363</b>	<b>2.2</b>
<b>Justice and Industrial Relations</b>	<b>64 218</b>	<b>53 153</b>	<b>8 986</b>	<b>14 966</b>	<b>77 105</b>	<b>20.1</b>
<b>Legislative Council</b>	<b>3 394</b>	<b>1 943</b>	<b>1 831</b>	....	<b>3 774</b>	<b>11.2</b>
<b>Legislature-General</b>	<b>3 545</b>	<b>3 762</b>	....	....	<b>3 762</b>	<b>6.1</b>
<b>Ministerial and Parliamentary</b>						
<b>Support</b>	<b>11 059</b>	<b>13 269</b>	<b>550</b>	....	<b>13 819</b>	<b>25.0</b>
<b>Office of the Governor</b>	<b>1 969</b>	<b>1 835</b>	<b>217</b>	<b>8</b>	<b>2 060</b>	<b>4.6</b>
<b>Police and Public Safety</b>	<b>116 278</b>	<b>125 202</b>	....	<b>1 921</b>	<b>127 123</b>	<b>9.3</b>
<b>Premier and Cabinet</b>	<b>21 270</b>	<b>23 416</b>	....	....	<b>23 416</b>	<b>10.1</b>
<b>Primary Industries, Water and</b>						
<b>Environment</b>	<b>73 255</b>	<b>76 120</b>	....	<b>154</b>	<b>76 274</b>	<b>4.1</b>
<b>Tasmanian Audit Office</b>	<b>298</b>	....	<b>254</b>	....	<b>254</b>	<b>(14.8)</b>
<b>Tourism, Parks, Heritage and the Arts</b>	<b>61 028</b>	<b>58 858</b>	....	<b>2 131</b>	<b>60 989</b>	<b>(0.1)</b>
<b>Treasury and Finance</b>	<b>31 780</b>	<b>32 111</b>	....	....	<b>32 111</b>	<b>1.0</b>
<b>TOTAL EXPENDITURE</b>	<b>2 428 808</b>	<b>2 253 541</b>	<b>172 190</b>	<b>150 562</b>	<b>2 576 293</b>	<b>6.1</b>

Note:

1. The 2002-03 Budget has been adjusted to reflect the creation of the Departments of Economic Development and Tourism, Parks, Heritage and the Arts and the associated restructure of the Department of Primary Industries, Water and Environment. The 2002-03 Budget also reflects the transfer of the Seniors Bureau from the Department of Health and Human Services to the Department of Premier and Cabinet and transfers of whole-of-government activities from Treasury and Finance to Finance-General.

For an explanation of the estimated major Consolidated Fund expenditure variations, refer to Chapter 4 of this Budget Paper.

Reserved by Law items are not included in the annual Appropriation Act. The authority to spend from these items is provided by the legislation under which the particular items are established.

**Table A2.10: Estimated Expenditure on Reserved by Law Items**

	2002-03	2003-04
	Budget	Budget
	\$'000	\$'000
<b>Finance-General</b>		
Superannuation Benefits Payable under the <i>Solicitor-General Act 1983</i>	1 002	103
Payment to the Parliamentary Superannuation Fund and Parliamentary Retirement Benefits Fund ( <i>Parliamentary Superannuation Act 1973 and Parliamentary Retiring Benefits Act 1985</i> )	2 348	1 624
Superannuation Benefits Payable under the <i>Judges' Contributory Pensions Act 1968</i>	3 975	2 476
Interest Payable in Australia on Commonwealth Stock and Bonds raised on behalf of Tasmania ( <i>Financial Agreement Act 1927</i> )	5 210	3 650
Refund to the Commonwealth of charges incurred in respect of Commonwealth Stock and Bonds raised or refinanced on behalf of Tasmania ( <i>Financial Agreement Act 1927</i> )	15	3
Contribution payable to the Debt Retirement Reserve Trust Account ( <i>Financial Agreement Act 1994</i> )	444	436
Payments to Municipalities under the <i>Local Government (Rates and Charges Remissions) Act 1991</i>	14 146	14 061
Appropriation to the Treasurer's Reserve ( <i>Public Account Act 1986, Section 11 (2)</i> )	10 000	10 000
Payments under the <i>Stamp Duties Act 1931 (Section 18c)</i>	3 500	3 000
Payments under the <i>Beauty Point Landslip Act 1970</i>	20	20
Financial Assistance under the <i>Rosetta Landslip Act 1991</i>	50	50
Contribution to the Superannuation Provision Account ( <i>Retirements Benefits Act 1993, Section 13</i> )	109 288	117 258
Payments to the Tasmanian Community Fund	4 437	4 536
Superannuation Benefits payable under the <i>Governor of Tasmania Act 1982</i>	35	38
<b>Total</b>	<b>154 470</b>	<b>157 255</b>
<b>House of Assembly</b>		
Parliamentary Salaries and Allowances ( <i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i> )	2 732	2 905
Travelling Allowances ( <i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i> )	109	109
Members' Committee Fees and Allowances ( <i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i> )	31	31
<b>Total</b>	<b>2 872</b>	<b>3 045</b>

**Table A2.10: Estimated Expenditure on Reserved by Law Items  
(continued)**

	2002-03	2003-04
	Budget	Budget
	\$'000	\$'000
<b>Infrastructure, Energy and Resources</b>		
<b>Contribution towards Construction of Streets in Towns by Municipal Councils (<i>Local Government Act 1993</i>)</b>	52	52
<b>Justice and Industrial Relations</b>		
<b>Salary, Solicitor-General (<i>Solicitor-General Act 1983</i>)</b>	251	258
<b>Salary, Director of Public Prosecutions (<i>Director of Public Prosecutions Act 1993</i>)</b>	269	276
<b>Salaries of Magistrates (<i>Magistrates Court Act 1987</i>)</b>	2 281	2 477
<b>Salaries of Judges (<i>Supreme Court Act 1987</i>)</b>	1 622	1 666
<b>Salary and Travelling Allowance, Master of the Supreme Court (<i>Supreme Court Act 1959</i>)</b>	226	232
<b>Expenses of Parliamentary Elections and Referendums (<i>Electoral Act 1985 and Referendum Procedures Act 1994</i>)</b>	2 356	535
<b><i>Criminal Injuries Compensation Act 1976</i> Section 11(4): Payments</b>	3 512	3 512
<b>Expenses under the <i>Legislative Council Electoral Boundaries Act 1995</i></b>	10	10
<b>Expenses of Aboriginal Land Council of Tasmania Elections</b>	10	20
<b>Total</b>	<b>10 537</b>	<b>8 986</b>
<b>Legislative Council</b>		
<b>Parliamentary Salaries and Allowances (<i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i>)</b>	1 631	1 680
<b>Travelling Allowances (<i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i>)</b>	111	111
<b>Members' Committee Fees and Allowances (<i>Parliamentary Salaries, Superannuation and Allowances Act 1973</i>)</b>	40	40
<b>Total</b>	<b>1 782</b>	<b>1 831</b>
<b>Ministerial and Parliamentary Support</b>		
<b>Allowances of Ministers (<i>Parliamentary Salaries and Allowances Act 1973</i>)</b>	462	550
<b>Office of the Governor</b>		
<b>Salary, His Excellency the Governor (<i>Governor of Tasmania Act 1982</i>)</b>	193	210
<b>Salary, The Administrator (<i>Governor of Tasmania Act 1982, Section 5(1)</i>)</b>	7	7
<b>Total</b>	<b>200</b>	<b>217</b>

**Table A2.10: Estimated Expenditure on Reserved by Law Items  
(continued)**

	<b>2002-03</b>	<b>2003-04</b>
	<b>Budget</b>	<b>Budget</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Primary Industries, Water and Environment</b>		
<b>Contribution to Cressy-Longford Reserve Fund (<i>Cressy-Longford Irrigation Act 1969</i></b>		
<b>Section 3)</b>	<b>123</b>	....
<b>Tasmanian Audit Office</b>		
<b>Salary and Travelling Allowance, Auditor General (<i>Financial Management and Audit</i></b>		
<b>Act 1990)</b>	<b>298</b>	<b>254</b>
<b>TOTAL ESTIMATED RESERVED BY LAW ITEMS</b>	<b>170 796</b>	<b>172 190</b>

# FORWARD ESTIMATES

The Consolidated Fund Surplus (CFS) is estimated to be \$4.7 million in 2003-04, \$5.2 million in 2004-05, \$5.9 million in 2005-06 and \$8.1 million in 2006-07.

Table A2.11 highlights the projected CFS for each of the financial years 2003-04 to 2006-07.

**Table A2.11: Consolidated Fund Forward Estimates Summary**

	<b>2003-04</b>			
	<b>Budget</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Receipts</b>				
<b>Recurrent</b>				
<b>Commonwealth Sources</b>	<b>1 689 839</b>	<b>1 740 161</b>	<b>1 824 838</b>	<b>1 893 360</b>
<b>State Sources</b>	<b>835 153</b>	<b>832 244</b>	<b>823 438</b>	<b>826 996</b>
	<b>2 524 992</b>	<b>2 572 405</b>	<b>2 648 276</b>	<b>2 720 356</b>
<b>Capital</b>				
<b>Commonwealth Sources</b>	<b>26 615</b>	<b>40 261</b>	<b>43 520</b>	<b>26 080</b>
<b>State Sources</b>	<b>28 920</b>	<b>434</b>	<b>448</b>	<b>463</b>
	<b>55 535</b>	<b>40 695</b>	<b>43 968</b>	<b>26 543</b>
<b>Total Receipts</b>	<b>2 580 527</b>	<b>2 613 100</b>	<b>2 692 244</b>	<b>2 746 899</b>
<b>Expenditure</b>				
<b>Recurrent Services</b>	<b>2 425 295</b>	<b>2 470 709</b>	<b>2 540 268</b>	<b>2 606 440</b>
<b>Works and Services</b>	<b>150 562</b>	<b>137 161</b>	<b>146 126</b>	<b>132 359</b>
<b>Total Expenditure</b>	<b>2 575 857</b>	<b>2 607 870</b>	<b>2 686 394</b>	<b>2 738 799</b>
<b>Consolidated Fund Surplus<sup>1</sup></b>	<b>4 670</b>	<b>5 230</b>	<b>5 850</b>	<b>8 100</b>

Note:

1. For the purposes of calculating the CFS, recurrent expenditure has been reduced by the contribution payable to the Debt Retirement Reserve Trust Account of \$436 000 in 2003-04, \$124 000 in 2004-05 and \$61 000 in 2005-06, with no contribution payable thereafter.

**Table A2.12: Consolidated Fund Forward Estimates – Receipts Summary**

	<b>2003-04</b>			
	<b>Budget</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>COMMONWEALTH SOURCES</b>				
<b>Recurrent Receipts</b>				
General Purpose Payments <sup>1</sup>	1 326 600	1 366 844	1 440 905	1 503 273
Specific Purpose Payments <sup>2</sup>	363 239	373 317	383 933	390 087
<b>Capital Receipts</b>				
Specific Purpose Payments <sup>3</sup>	26 615	40 261	43 520	26 080
<b>Total Commonwealth</b>	<b>1 716 454</b>	<b>1 780 422</b>	<b>1 868 358</b>	<b>1 919 440</b>
<b>STATE SOURCES</b>				
<b>Recurrent Receipts</b>				
Taxation <sup>4</sup>	542 094	549 456	546 311	558 905
Receipts from Government Business Enterprises, State-owned Companies and State Authorities	144 438	153 329	154 278	147 835
Departmental Fees and Recoveries	79 257	79 987	80 489	81 577
Recoveries of State Debt Charges	2 982	2 340	843	560
Sale and Rent of Government Property	11 603	11 603	11 603	11 603
Resource Rents and Royalties	10 907	11 907	11 907	8 911
Other Recurrent Receipts <sup>5</sup>	43 872	23 622	18 007	17 605
<b>Capital Receipts</b>				
Capital Receipts <sup>6</sup>	28 920	434	448	463
<b>Total State</b>	<b>864 073</b>	<b>832 678</b>	<b>823 886</b>	<b>827 459</b>
<b>Total Receipts</b>	<b>2 580 527</b>	<b>2 613 100</b>	<b>2 692 244</b>	<b>2 746 899</b>

Notes:

1. The increase in the General Purpose Payments is primarily due to additional Commonwealth GST Revenue receipts over the Forward Estimates period.
2. The increase in recurrent Specific Purpose Payments is primarily due to additional Commonwealth Health Care Grant receipts.
3. The variations in capital Specific Purpose Payments reflect the Commonwealth funding for the National Highway System and the anticipated commencement and completion of major projects over the Forward Estimates period.
4. The decrease in Taxation receipts in 2005-06 reflects the abolition of Debits Duty consistent with the *Intergovernmental Agreement on the Reform of Commonwealth-State Financial Relations*.

5. In 2003-04, all government departments, with the exception of the Department of Health and Human Services (DHHS), are liable to meet the cost of 27 pay periods. This receipt into the Consolidated Fund is funded from an account held within the Special Deposits and Trust Fund within which funds are accumulated to meet the costs associated with the 27<sup>th</sup> pay. DHHS will be liable to meet the cost of 27 pay periods in the 2004-05 financial year.
6. In 2003-04, Capital Receipts includes the anticipated proceeds of \$28.5 million from the sale of the Civil Construction Corporation, the Tasmanian Grain Elevators Board, the Stanley Cool Stores Board and assets of the Hobart Ports Corporation.

For a further explanation of the major receipts variations, refer to Chapter 9 of this Budget Paper.

**Table A2.13: Consolidated Fund Forward Estimates – Expenditure Summary**

	2003-04 Budget <sup>1</sup>	2004-05	2005-06	2006-07
	\$'000	\$'000	\$'000	\$'000
<b>Economic Development</b>	<b>43 302</b>	<b>41 171</b>	<b>41 532</b>	<b>41 904</b>
<b>Education<sup>2</sup></b>	<b>654 810</b>	<b>660 435</b>	<b>683 255</b>	<b>704 669</b>
<b>Finance-General</b>				
<b>Debt Management<sup>3</sup></b>	<b>102 875</b>	<b>100 155</b>	<b>96 809</b>	<b>98 866</b>
<b>Employee Related Costs</b>	<b>17 070</b>	<b>22 070</b>	<b>22 070</b>	<b>22 070</b>
<b>Superannuation</b>	<b>121 499</b>	<b>127 997</b>	<b>136 030</b>	<b>143 420</b>
<b>Payments to Government Business Enterprises<sup>4</sup></b>	<b>48 586</b>	<b>48 602</b>	<b>48 614</b>	<b>4 625</b>
<b>Other</b>	<b>60 266</b>	<b>54 564</b>	<b>54 763</b>	<b>89 949</b>
<b>Administered Payments</b>	<b>112 637</b>	<b>117 839</b>	<b>122 617</b>	<b>124 750</b>
<b>Health and Human Services<sup>5</sup></b>	<b>757 090</b>	<b>789 336</b>	<b>816 151</b>	<b>843 631</b>
<b>House of Assembly</b>	<b>4 871</b>	<b>4 967</b>	<b>5 105</b>	<b>5 245</b>
<b>Infrastructure, Energy and Resources</b>	<b>101 218</b>	<b>101 968</b>	<b>104 403</b>	<b>106 798</b>
<b>Justice and Industrial Relations<sup>6</sup></b>	<b>62 139</b>	<b>62 881</b>	<b>64 718</b>	<b>68 017</b>
<b>Legislative Council</b>	<b>3 774</b>	<b>3 850</b>	<b>3 963</b>	<b>4 080</b>
<b>Legislature-General</b>	<b>3 762</b>	<b>3 737</b>	<b>3 805</b>	<b>3 876</b>
<b>Ministerial and Parliamentary Support</b>	<b>13 819</b>	<b>13 892</b>	<b>14 195</b>	<b>14 510</b>
<b>Office of the Governor</b>	<b>2 052</b>	<b>2 058</b>	<b>2 105</b>	<b>2 153</b>
<b>Police and Public Safety</b>	<b>125 202</b>	<b>126 843</b>	<b>129 413</b>	<b>133 970</b>
<b>Premier and Cabinet</b>	<b>23 416</b>	<b>23 053</b>	<b>23 436</b>	<b>24 083</b>
<b>Primary Industries, Water and Environment</b>	<b>76 120</b>	<b>73 557</b>	<b>74 786</b>	<b>75 998</b>
<b>Tasmanian Audit Office</b>	<b>254</b>	<b>255</b>	<b>264</b>	<b>273</b>
<b>Tourism, Parks, Heritage and the Arts</b>	<b>58 858</b>	<b>59 812</b>	<b>59 955</b>	<b>60 656</b>
<b>Treasury and Finance</b>	<b>32 111</b>	<b>31 791</b>	<b>32 340</b>	<b>32 897</b>
	<b>2 425 731</b>	<b>2 470 833</b>	<b>2 540 329</b>	<b>2 606 440</b>
<b>Capital Investment Program (Departments)</b>	<b>50 166</b>	<b>49 036</b>	<b>53 630</b>	<b>54 829</b>
<b>Roads Program<sup>7</sup></b>	<b>67 145</b>	<b>81 613</b>	<b>85 863</b>	<b>70 775</b>
<b>Housing Program</b>	<b>6 396</b>	<b>6 512</b>	<b>6 633</b>	<b>6 755</b>
<b>Economic and Social Infrastructure Fund<sup>8</sup></b>	<b>26 855</b>	<b>....</b>	<b>....</b>	<b>....</b>
	<b>150 562</b>	<b>137 161</b>	<b>146 126</b>	<b>132 359</b>
<b>TOTAL</b>	<b>2 576 293</b>	<b>2 607 994</b>	<b>2 686 455</b>	<b>2 738 799</b>

Notes:

1. In 2003-04, all government departments, with the exception of the Department of Health and Human Services (DHHS), are liable to meet the cost of 27 pay periods. This receipt into the Consolidated Fund is funded from an account held within the Special Deposits and Trust Fund within which funds are accumulated to meet the costs associated with the 27<sup>th</sup> pay. DHHS will be liable to meet the cost of 27 pay periods in the 2004-05 financial year.
2. The increase in expenditure for the Department of Education Forward Estimates reflects the additional funding to meet the costs associated with the Teachers Nexus Agreement.

3. The variation in the Forward Estimates for Debt Management is due to a decrease in debt servicing costs as a result of the reducing level of General Government Net Debt, partially offset by an increase in interest payable on certain accounts within the Special Deposits and Trust Fund, in particular, the Superannuation Provision Account.
4. The decrease in Payments to Government Business Enterprises in 2006-07 reflects the final payment of \$44.0 million in relation to the Government's contribution to fund the acquisition of one of the two vessels by TT-Line for the Bass Strait service being made in 2005-06.
5. The increase in expenditure for the Department of Health and Human Services reflects indexation provided to meet increased costs and demand for services, phased in additional funding for carers of children in out of home care, and indexation for non-government organisation service providers, and recurrent funding for the Secure Mental Health Unit in 2004-05.
6. The increase in expenditure for the Department of Justice and Industrial Relations reflects additional funding for the Civil Cases Disbursement Fund, increasing recurrent costs for the Monetary Penalties Enforcement Project and increased Reserved by Law funding for elections in 2006-07.
7. The variation in the Forward Estimates for the Roads Program reflects the variation in Commonwealth funding for the National Highway System. The Capital Investment Program Forward Estimates reflect the Government's Fiscal Strategy commitment to maintain the State-funded component of the CIP in real terms.
8. In 2003-04, \$28.5 million will be appropriated to the ESIF from proceeds from the sale of Government businesses and assets, of which \$26.9 million will be allocated for Works and Services expenditure.