

## **DETAILS OF CONSOLIDATED FUND RECEIPTS AND EXPENDITURE AND OUTPUT EXPENDITURE FOR THE QUARTER ENDED 31 MARCH 2001**

The Quarterly Statement is prepared in accordance with section 25 of the *Financial Management and Audit Act 1990* which requires the publication, on a quarterly basis, of a Statement of the Consolidated Fund. This Statement is to be published within one month of the end of the quarter.

Included as a supplement are additional details in respect of receipts and payments of the Consolidated Fund at a more disaggregated level. A summary, by Division, of expenditure on an Output Group basis is also provided.

The Output methodology encourages consideration of the full cost of the Government's Outputs, and focuses on the total Government resourcing of Outputs within the Public Account. The methodology shows the total resources available to an agency to produce its Outputs, of which the Consolidated Fund is one of the sources of funding.

### **CONSOLIDATED FUND**

The Consolidated Fund contributes to the operations of all on-Budget agencies, is the source of funding for Reserved by Law payments, and may make some contribution to the operations of off-Budget entities. The Fund receives all State taxation revenue, the majority of Commonwealth payments to Tasmania, territorial revenue and certain other classes of revenue.

There are two types of expenditure from the Consolidated Fund:

- Recurrent Services expenditure that meets the cost of the ordinary annual services provided by the Government; and
- Works and Services expenditure which provides for the construction, purchase and maintenance of major capital assets such as roads, public housing, schools and hospitals.

### **VARIANCE REPORTING**

Reporting on variances between estimates and actual results is subject to guidance contained in Australian Accounting Standard AAS 5 "Materiality".

While AAS 5 provides guidance on quantitative thresholds, situations will arise whereby it is appropriate to report on variances for qualitative, public interest, or other reasons to ensure potential users of the report are fully informed on activities for the reporting period. As a general rule no explanations have been made where the variance is less than 10 per cent or, in those instances where the variance is greater than 10 per cent, the variance in dollar terms is less than \$1 million. Explanations are made where the variance is greater than \$15 million regardless of the percentage variance.

**Table 1: Consolidated Fund Net Financing Requirement**

	Budget Estimate 2000-01	March YTD 2000-01 Actual	March YTD 2000-01 Actual to Budget
	\$'000	\$'000	%
<b>Receipts</b>			
Recurrent Receipts	2 142 224	1 568 938	73.2
Capital Receipts	54 801	30 952	56.5
<b>Total Receipts</b>	<b>2 197 025</b>	<b>1 599 890</b>	<b>72.8</b>
<b>Expenditure</b>			
Recurrent Expenditure	2 054 412	1 558 225	75.8
Capital Expenditure	140 033	83 535	59.7
<b>Total Expenditure</b>	<b>2 194 445</b>	<b>1 641 759</b>	<b>74.8</b>
<i>Net Financing Requirement</i>	<i>(2 580)</i>	<i>41 869</i>	<i>N/A</i>

**2000-01 NET FINANCING REQUIREMENT**

The budgeted Net Financing Requirement (NFR) for 2000-01 is a surplus of \$2.6 million. The actual NFR for the quarter ended 31 March 2001 is a deficit of \$41.9 million. This has been funded by a reduction in the Government's cash reserves. The outcome is consistent with previous March quarters and is the result of cyclic variations in revenue collections and expenditure through the Consolidated Fund and does not provide an accurate indication of the NFR for the full financial year. There are no major factors which will preclude achievement of the budgeted outcome.

**Table 2: Statement of the Consolidated Fund for the Quarter Ended 31 March 2001**

	Budget Estimate 2000-01  \$'000	March YTD 2000-01 Actual  \$'000	March YTD 2000-01 Actual to Budget %
<b>RECEIPTS</b>			
<b>Recurrent Receipts</b>			
<i>Commonwealth Sources</i>			
General Purpose Payments	1 074 500	793 451	73.8
Specific Purpose Payments	307 486	228 396	74.3
	<b>1 381 986</b>	<b>1 021 847</b>	<b>73.9</b>
<i>State Sources</i>			
Taxation	520 631	407 503	78.3
Receipts from Government Business Enterprises, State-owned Companies and State Authorities	112 053	46 284	41.3
Departmental Fees and Recoveries	72 766	59 500	81.8
Recoveries of State Debt Charges	13 224	6 373	48.2
Sale and Rent of Government Property	12 060	178	1.5
Resource Rents and Royalties	15 961	9 593	60.1
Other Recurrent Receipts	13 543	17 660	130.4
	<b>760 238</b>	<b>547 091</b>	<b>72.0</b>
<b>Total Recurrent Receipts</b>	<b>2 142 224</b>	<b>1 568 938</b>	<b>73.2</b>
<b>Capital Receipts</b>			
<i>Commonwealth Sources</i>			
Specific Purpose Payments	53 985	29 325	54.3
<i>State Sources</i>			
Capital Repayments	816	1 627	199.4
<b>Total Capital Receipts</b>	<b>54 801</b>	<b>30 952</b>	<b>56.5</b>
<b>TOTAL RECEIPTS</b>	<b>2 197 025</b>	<b>1 599 890</b>	<b>72.8</b>
<b>EXPENDITURE</b>			
<b>Recurrent Expenditure</b>	2 054 412	1 558 225	75.8
<b>Capital Expenditure</b>	140 033	83 535	59.7
<b>TOTAL EXPENDITURE</b>	<b>2 194 445</b>	<b>1 641 759</b>	<b>74.8</b>
<b>NET FINANCING REQUIREMENTS</b>	<b>(2 580)</b>	<b>41 869</b>	<b>N/A</b>
<b>Financed By:</b>			
Reduction in Cash Reserves	....	43 525	N/A
Gross Financing Requirement	(920)	....	N/A
Less Loan Repayments	1 660	1 656	N/A
	<b>(2 580)</b>	<b>41 869</b>	<b>N/A</b>

Note: For details of major categories of revenue and expenditure refer to supplementary tables.

## RECEIPTS

**Table 3: Commonwealth Specific Purpose Recurrent Receipts**

	Budget Estimate 2000-01  \$'000	March YTD 2000-01 Actual  \$'000	March YTD 2000-01 Actual to Budget  %
<b>COMMONWEALTH PAYMENT TOWARDS-</b>			
<i><b>Health and Human Services</b></i>			
Commonwealth-State Housing Agreement	15 601	11 746	75.3
Health Care Grant	135 700	102 739	75.7
Blood Transfusion Service	1 495	1 408	94.2
Home and Community Care Program	13 913	9 328	67.0
Supported Accommodation Assistance Program	5 566	4 903	88.1
Public Health Outcomes Funding Agreement	3 931	2 948	75.0
National Child Care Strategy	195	152	78.2
Disability Services Grant	13 047	12 969	99.4
High Cost Drugs	4 850	4 212	86.8
<i><b>Education</b></i>			
Primary and Secondary Education	38 591	21 864	56.7
Technical and Further Education	18 950	15 053	79.4
<i><b>Primary Industries, Water and Environment</b></i>			
World Heritage Area	5 200	3 900	75.0
<i><b>Police and Public Safety</b></i>			
Natural Disasters Organisations	197	187	94.8
<i><b>Finance General</b></i>			
Assistance for Concessions	5 150	3 899	75.7
Grant to the State for Local Government	45 100	33 088	73.4
<b>TOTAL COMMONWEALTH SPECIFIC PURPOSE RECURRENT RECEIPTS</b>	<b>307 486</b>	<b>228 396</b>	<b>74.3</b>

**Table 4: State Taxation Receipts**

	Budget Estimate 2000-01	March YTD 2000-01 Actual	March YTD 2000-01 Actual to Budget
	\$'000	\$'000	%
Land Tax	27 271	23 139	84.8
Motor Taxation	42 834	30 810	71.9
Payroll Tax	217 753	172 913	79.4
Financial Transaction Taxes:			
Financial Institutions Duty	25 527	19 909	78.0
Stamp Duties	127 904	108 106	84.5
Franchise Fees and Levies:			
Electricity Entities Levy	15 711	7 497	47.7
Safety Net Revenue	2 109	2 109	100.0
Gambling Taxes:			
Casino Tax and Licence Fees	36 754	27 285	74.2
Lottery Tax	20 182	14 948	74.1
Racing and Gaming Taxes	4 556	772	16.9
Other:			
Sundry Licences	30	16	53.9
<b>TOTAL STATE TAXATION RECEIPTS</b>	<b>520 631</b>	<b>407 503</b>	<b>78.3</b>

**MAJOR VARIATIONS - RECEIPTS**

The timing of receipts paid into the Consolidated Fund is such that a comparatively greater proportion of receipts is collected in the later part of the financial year. Total receipts for the nine months to 31 March 2001 were \$1 599.9 million, 72.8 per cent of Budget.

**Receipts from Government Business Enterprises, State-owned Companies and State Authorities**

Receipts from Government Business Enterprises, State-owned Companies and State Authorities as at 31 March 2001 were \$46.28 million, 41.3 per cent of Budget. The majority of the outstanding balance comprises dividends which are paid in the June quarter.

**State Recurrent Receipts - Sale and Rent of Government Properties**

Sale and Rent of Government Properties is below pro rata Budget as funds from the Crown Lands Administration Fund (CLAF) are not transferred to the Consolidated Fund until the end of the financial year.

**Commonwealth Specific Purpose Capital Receipts**

Commonwealth Specific Purpose Capital Receipts are below pro rata Budget. This is due to the timing of payments from the Commonwealth for the National Roads program. It is not anticipated that there will be a significant variance for 2000-01.

### **Primary and Secondary Education**

Primary and Secondary Education Commonwealth Specific Purpose Recurrent Receipts are below pro rata Budget due to the delay in finalising the 2001 funding agreement with the Commonwealth. The agreement has recently been signed and Commonwealth payments, for the 2001 calendar year, will re-commence in the June quarter.

### **Safety Net Revenue**

Safety Net Revenue arrangements between the State and Commonwealth Governments expired on 30 June 2000. The receipts represent the balance of payments due from the Commonwealth relating to the 1999-00 financial year.

**EXPENDITURE**

**Table 5: Consolidated Fund Expenditure**

	Budget Estimate 2000-01 \$'000	March YTD 2000-01 Actual \$'000	March YTD 2000-01 Actual to Budget %
<b>Education</b>			
Recurrent Expenditure	566 364	437 112	77.2
Capital Expenditure	19 137	15 333	80.1
Total	585 501	452 444	77.3
<b>Finance-General</b>			
Recurrent Expenditure	375 619	267 409	71.2
Capital Expenditure	....	....	....
Total	375 619	267 409	71.2
<b>Health and Human Services</b>			
Recurrent Expenditure	623 770	501 858	80.5
Capital Expenditure	27 821	15 226	54.7
Total	651 591	517 084	79.4
<b>House of Assembly</b>			
Recurrent Expenditure	4 295	3 244	75.5
Capital Expenditure	....	....	....
Total	4 295	3 244	75.5
<b>Infrastructure, Energy and Resources</b>			
Recurrent Expenditure	87 285	67 620	77.5
Capital Expenditure	81 030	49 191	60.7
Total	168 315	116 811	69.4
<b>Justice and Industrial Relations</b>			
Recurrent Expenditure	53 092	43 720	82.3
Capital Expenditure	394	334	84.7
Total	53 486	44 053	82.4
<b>Legislative Council</b>			
Recurrent Expenditure	2 982	2 279	76.4
Capital Expenditure	....	....	....
Total	2 982	2 279	76.4
<b>Legislature-General</b>			
Recurrent Expenditure	3 508	2 493	71.1
Capital Expenditure	225	11	4.9
Total	3 733	2 504	67.1

	Budget Estimate 2000-01	March YTD 2000-01 Actual	March YTD 2000-01 Actual to Budget
	\$'000	\$'000	%
<b>Ministerial and Parliamentary Support</b>			
Recurrent Expenditure	10 498	7 750	73.8
Capital Expenditure	....	....	....
Total	10 498	7 750	73.8
<b>Office of the Governor</b>			
Recurrent Expenditure	1 851	1 395	75.4
Capital Expenditure	8	8	100.0
Total	1 859	1 403	75.5
<b>Police and Public Safety</b>			
Recurrent Expenditure	105 999	82 937	78.2
Capital Expenditure	526	306	58.1
Total	106 525	83 243	78.1
<b>Premier and Cabinet</b>			
Recurrent Expenditure	18 048	12 631	70.0
Capital Expenditure	....	....	....
Total	18 048	12 631	70.0
<b>Primary Industries, Water &amp; Environment</b>			
Recurrent Expenditure	88 565	61 899	69.9
Capital Expenditure	1 179	246	20.8
Total	89 744	62 144	69.2
<b>State Development</b>			
Recurrent Expenditure	81 456	45 641	56.0
Capital Expenditure	2 732	1 812	66.3
Total	84 188	47 453	56.4
<b>Tasmanian Audit Office</b>			
Recurrent Expenditure	257	190	73.9
Capital Expenditure	....	....	....
Total	257	190	73.9
<b>Treasury and Finance</b>			
Recurrent Expenditure	30 823	20 047	65.0
Capital Expenditure	6 981	1 069	15.3
Total	37 804	21 116	55.9
<b>TOTAL</b>	<b>2 194 445</b>	<b>1 641 759</b>	<b>74.8</b>



## **MAJOR VARIATIONS - EXPENDITURE**

Total expenditure for the nine months to 31 March 2001 was \$1 642 million, 74.8 per cent of Budget.

### **Recurrent Expenditure**

#### *Health and Human Services*

Recurrent expenditure is above pro rata Budget mainly due to the timing of payments. The majority of payments are incurred in the first three quarters of the financial year. This is consistent with estimated cash flows.

#### *State Development*

Recurrent expenditure is below pro rata Budget due to the timing of Administered Payments associated with the payment of industry development assistance grants.

#### *Treasury and Finance*

Recurrent expenditure is below pro rata Budget due to the timing of Administered Payments associated with Government accommodation lease management activities and payments associated with electricity reform which will occur towards the end of the financial year.

### **Capital Expenditure**

#### *Infrastructure, Energy and Resources*

Capital expenditure is below pro rata Budget due to the majority of projects undertaken in accordance with the Roads Program occurring during the second half of the financial year.

#### *Treasury and Finance*

Capital expenditure is below pro rata Budget due to the majority of expenditure occurring towards the end of the financial year.

**Table 6: Output Group Expenditure**

	Budget Estimate 2000-01  \$'000	March YTD 2000-01 Actual  \$'000	March YTD 2000-01 Actual to Budget  %
<b>Education</b>			
Delivery of Education Services	450 085	345 389	76.7
Delivery of Vocational Education and Training	65 364	53 509	81.9
Delivery of Information Services	20 508	16 281	79.4
Strategic Development and Evaluation Services	15 483	15 616	100.9
Administered Payments	116 799	112 406	96.2
Capital Investment Program	21 698	16 484	76.0
Total	689 937	559 685	81.1
<b>Finance-General</b>			
Debt Servicing and Management	200 210	117 053	58.5
Employee Related Costs	140 407	88 435	63.0
Government Business Enterprises	5 379	2 818	52.4
Miscellaneous	84 769	42 490	50.1
Administered Payments	104 924	93 136	88.8
Total	535 689	343 932	64.2
<b>Health and Human Services</b>			
Health Advancement	36 736	27 455	74.7
Community and Rural Health	152 676	110 156	72.2
Child, Youth and Family Support	27 120	19 650	72.5
Hospitals and Ambulance Service	356 215	275 065	77.2
Housing Services	73 068	47 177	64.6
Administered Payments	129 204	81 401	63.0
Capital Investment Program	48 369	28 786	59.5
Total	823 388	589 690	71.6
<b>House of Assembly</b>			
House of Assembly Support Services	1 698	1 282	75.5
Payments Administered by the House of Assembly	2 597	1 962	75.5
Administered Payments	72	6	7.7
Total	4 367	3 250	74.4

	Budget Estimate 2000-01  \$'000	March YTD 2000-01 Actual  \$'000	March YTD 2000-01 Actual to Budget  %
<b>Infrastructure, Energy and Resources</b>			
Development of Transport Policy Advice and Planning	1 769	1 283	72.5
Land Transport Safety Programs	20 954	14 811	70.7
Provision of Transport Services and Infrastructure	4 822	1 910	39.6
Provision of Energy Advisory and Regulatory Services	839	256	30.5
Workplace Standards	12 267	8 742	71.3
Mineral Resources Management and Administration	4 863	5 797	119.2
Support for the Minister in Infrastructure Development and Business Management	294	133	45.3
Support for Racing Industry	1 387	1 298	93.6
Administered Payments	211 451	171 015	80.9
Capital Investment Program	81 380	50 683	62.3
Total	340 026	255 929	75.3
<b>Justice and Industrial Relations</b>			
Administration of Justice	18 876	15 480	82.0
Legal Services	6 663	6 324	94.9
Registration Services	662	567	85.6
Review Services	2 018	1 705	84.5
Electoral Services	2 759	1 691	61.3
Corrective Services	23 204	19 404	83.6
Other Services	554	403	72.7
Consumer Services	2 492	1 948	78.2
Industrial Relations Services	3 684	2 587	70.2
Administered Payments	8 080	6 077	75.2
Capital Investment Program	394	334	84.7
Total	69 386	56 519	81.5
<b>Legislative Council</b>			
Legislative Council Support Services	1 336	1 086	81.3
Payments Administered by the Legislative Council	1 646	1 198	72.8
Administered Payments	27	2	5.7
Total	3 009	2 286	76.0
<b>Legislature-General</b>			
Parliamentary Reporting Service	737	429	58.3
Parliamentary Library Service	540	386	71.5
Parliamentary Printing and Systems	549	357	65.1
Joint Services	1 735	1 318	76.0
Administered Payments	318	140	44.1
Capital Investment Program	225	11	4.9
Total	4 104	2 643	64.4

	Budget Estimate 2000-01  \$'000	March YTD 2000-01 Actual  \$'000	March YTD 2000-01 Actual to Budget  %
<b>Ministerial and Parliamentary Support</b>			
Support for Members of Parliament	10 498	7 778	74.1
Administered Payments	330	20	6.0
Total	10 828	7 798	72.0
<b>Office of the Governor</b>			
The Office of the Governor	1 851	1 494	80.7
Administered Payments	32	38	118.9
Capital Investment Program	8	8	100.0
Total	1 891	1 540	81.4
<b>Police and Public Safety</b>			
Policing Support to the Community	59 492	45 972	77.3
Crime Detection and Investigation	24 539	20 720	84.4
Traffic Law Enforcement and Road Safety	12 350	7 634	61.8
Protection of Primary Industry and Fisheries Resources	4 984	3 840	77.1
Emergency Management	1 364	1 016	74.5
Support to Judicial Services	6 330	3 914	61.8
Ministerial Support and Information Services	3 231	1 174	36.3
Administered Payments	8 400	1 994	23.7
Capital Investment Program	526	64	12.1
Total	121 216	86 327	71.2
<b>Premier and Cabinet</b>			
Support for Executive Decision Making	3 872	2 265	58.5
Support for Administration of Executive Government	3 554	3 134	88.2
Support for Government Agencies	26 991	20 367	75.5
Support for the Public Sector Employer	1 808	1 206	66.7
Aboriginal Affairs	481	321	66.8
Multicultural Tasmania	220	251	114.2
Support for Local Government	905	774	85.5
Women Tasmania	967	931	96.3
Administered Payments	11 807	2 766	23.4
Total	50 605	32 017	63.3
<b>Primary Industries, Water &amp; Environment</b>			
Information and Land Services	25 647	20 532	80.1
Food, Agriculture and Fisheries	26 695	21 369	80.0
Resource Management and Conservation	19 923	15 684	78.7
Environment Protection, Planning and Analytical Services	17 029	17 915	105.2
Parks and Wildlife Services	24 807	26 282	105.9
Administered Payments	219 635	162 911	74.2
Capital Investment Program	2 052	1 058	51.5
Total	335 788	265 751	79.1

	Budget Estimate 2000-01 \$'000	March YTD 2000-01 Actual \$'000	March YTD 2000-01 Actual to Budget %
<b>State Development</b>			
Investment Trade and Development	8 345	6 459	77.4
State Industries	5 578	4 617	82.8
Centre for Research Industry and Strategic Planning	1 808	1 285	71.1
Tourism Marketing and Development	28 231	20 098	71.2
Cultural, Heritage and Recreation Industry Development	7 382	5 765	78.1
Administered Payments	134 561	74 542	55.4
Capital Investment Program	2 732	1 812	66.3
<b>Total</b>	<b>188 637</b>	<b>114 579</b>	<b>60.7</b>
<b>Tasmanian Audit Office</b>			
Public Sector Management and Accountability	3 232	2 477	76.6
Administered Payments	270	....	....
<b>Total</b>	<b>3 502</b>	<b>2 477</b>	<b>70.7</b>
<b>Treasury and Finance</b>			
Financial and Resource Management Services	45 399	35 592	78.4
Economic and Fiscal Policy Advice	7 745	4 471	57.7
Revenue and Regulatory Management Services	12 439	8 617	69.3
Administered Payments	33 495	15 939	47.6
Capital Investment Program	6 981	1 069	15.3
<b>Total</b>	<b>106 059</b>	<b>65 688</b>	<b>61.9</b>

## MAJOR VARIATIONS - OUTPUT GROUP EXPENDITURE

Expenditure in some Output Groups within agencies is significantly below or above pro rata Budget. These variations largely reflect the timing of payments made by agencies in relation to these Output Groups. For example, expenditure on the Capital Investment Program and Administered Payments generally accord with the timing of major projects and specific grant programs.

GST payments to the Australian Taxation Office (ATO) associated with agency expenditure are recorded by agencies as part of the Administered Payments Output Group. It now appears that in a number of agencies, the initial estimates of GST payments are greater than actual payments.

### *Education*

Expenditure for the Administered Payments Output Group is above pro rata Budget due to the timing of grant payments, the majority of which are made in the first half of the financial year. This is consistent with estimated cash flows. Final results are not expected to vary from Budget estimates.

### ***Finance-General***

Expenditure for the Debt Servicing and Management Output Group is below pro rata Budget due to the timing of payments associated with debt management activities, the majority of which are made in the last quarter of the financial year.

Expenditure for the Employee Related Costs Output Group is below pro rata Budget due to the timing of payments associated with superannuation and workers' compensation. In addition, there is no expenditure for Provision for Wage Increases, as expenditure is incurred directly by other agencies and offset by savings within this Output.

Expenditure for the Miscellaneous Output Group is below pro rata Budget due to no expenditure being charged to the Treasurer's Reserve Output. Expenditure is incurred directly by other agencies and offset by savings within this Output.

Expenditure for the Administered Payments Output Group is above pro rata Budget due to a new output being established for 2000-01. The Equalisation Payments and Subsidies Output has an estimated total expenditure for 2000-01 of \$15.4 million. Expenditure as at 31 March 2001 was \$9.2 million.

### ***Health and Human Services***

Expenditure for the Housing Services Output Group is below pro rata Budget due to the timing of interest repayment on Commonwealth CSHA loans, the majority of which are made in the last quarter of the financial year.

Expenditure for the Administered Payments Output Group is below pro rata Budget due to the payments under the Home Ownership Assistance Program and the Goods and Services Tax Output being lower than estimated for the year to date.

Expenditure for the Capital Investment Program Output Group is below pro rata Budget due to the timing of payments, the majority of which are made in the last quarter of the financial year.

### ***Infrastructure, Energy and Resources***

Expenditure for the Capital Investment Program Output Group is below the pro rata Budget as the majority of the projects, consisting primarily of the Roads Program, are undertaken during the second half of the financial year.

### ***Justice and Industrial Relations***

Expenditure for the Legal Services Output Group is above pro rata Budget largely due to costs associated with the Commission of Inquiry into the Death of Joseph Gilewicz.

### ***Police and Public Safety***

Expenditure for the Traffic Law Enforcement and Road Safety Output Group and the Judicial Services Output Group are below pro rata Budget due to the timing of payments, the majority of which are made in the last quarter of the financial year.

Expenditure for the Administered Payments Output Group is below pro rata Budget mainly due to GST payments associated with agency expenditure being significantly less than estimated.

### ***Premier and Cabinet***

Expenditure for the Support for Executive Decision Making Output Group is below pro rata Budget due to payments relating to the Commonwealth funded Illicit Drugs Strategy project occurring in the second half of the financial year.

Expenditure for the Administered Payments Output Group is below pro rata Budget mainly due to the timing of payments under various grants programs and the distribution of compensation payments under the Regional Forest Agreement occurring in the second half of the financial year.

### ***Primary Industries, Water and Environment***

The Resource Management and Conservation Output Group was restructured during the year due to the restructure of the Resource Management and Conservation Division and the creation of Parks and Wildlife Services Output Group. The Parks and Wildlife Services Output Group is above pro rata Budget due to additional expenditure as a result of additional Commonwealth funding.

### ***State Development***

Expenditure for the Administered Payments Output Group is below pro rata Budget due to the timing of grants and subsidies in relation to Industry Development Grants and Subsidies and the Intelligent Island Program.

### ***Treasury and Finance***

Expenditure for the Economic and Fiscal Policy Advice Output Group is below pro rata Budget due to the timing of payments associated with Electricity Reform, which will occur towards the end of the financial year.

Expenditure for the Administered Payments Output Group is below pro rata Budget. This is due to GST payments associated with agency expenditure being less than estimated and the timing of cash flows associated with the Government Accommodation Lease Management Output.

Expenditure for the Capital Investment Program Output Group is below pro rata Budget due to the majority of expenditure occurring towards the end of the financial year.