

Budget Estimates

2001-02



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 *2001-02 Budget Estimates, Budget Paper No. 3*, comprises a summary of the activities supported predominantly from the Budget, revenue and expenses, and the outputs which the Government expects to purchase. It also identifies the departmental objectives that are to be achieved through the delivery of outputs. This document is the primary source of information for readers interested in the detailed output delivery plans of individual departments.

The *2001-02 Budget Estimates, Budget Paper No. 3* consists of the following four statements:

Statement 1 – Departmental Overview

Statement 1 provides a brief discussion of departmental financial estimates.

Statement 2 – Departmental Statements

The *Departmental Statements* in 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. The contents for each department is separated into two parts.

Part One provides a set of output group tables outlining the description of the output group and the relationship between the outputs in the group and the departmental objectives to be achieved. Also included are selected performance measures and targets for the quantity, quality, timeliness, and cost since 2000-01 for 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 – 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 is prepared consistent with generally accepted accounting principles.

The 2001-02 financial statements provided in Statement 2 (Part Two) of this paper include:

- a *statement of financial performance*, detailing 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 *statement of cash flows*, providing information in relation to total cash receipts and payments during the financial year.

This year, for the first time, actual outcomes for the previous financial year are included in all financial statements.

The financial statements supplement the information on departmental objectives, outputs and performance measures provided in Part One of Statement 2.

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 2000-01 Budget figures so that comparisons are made on a consistent basis. These adjustments mainly relate to the inclusion of actual carryover amounts from 1999-2000 replacing the estimated departmental carryovers incorporated in the 2000-01 Budget.

In addition, the 2000-01 revised figures take into account any additional funding approved during 2000-01 for departments and the department's best estimate of the 2000-01 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 1999-2000 actuals information on performance measures has been included. The 2000-01 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.

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.

The Government has decided to use the general government sector as the basis of whole-of-government reporting in the 2001-02 Budget Papers. Statements 1 and 3 of *Budget Paper No. 3* are based on the general government sector.

The general government sector is an institutional classification defined by the Australian Bureau of Statistics in accordance with international classification systems. It includes all government entities where revenues are considered to be non-market in nature and whose output is for the collective consumption of the community. The general government non-budget sector in Victoria is comprised of around 30 entities and includes Parks Victoria, Country Fire Authority and the Royal Botanical Gardens.

Moving to a general government sector basis will improve accountability and transparency by enhancing comparability of the Victorian budget statement with those of other States and Territories. All other Australian jurisdictions except South Australia and Northern Territory focus on the general government sector in their budget papers.

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 (2001/2002) 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 2001/2002) Act* provides appropriations on a departmental basis.

As in previous years, the appropriation acts for 2001-02 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

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 cost of delivery.

Table 1.1: Operating expenses by department

| <i>Controlled and administered expenses</i> | <i>2001-02</i> | <i>2002-03</i> | <i>2003-04</i> | <i>2004-05</i> |
|---|-----------------|-----------------|-----------------|-----------------|
| | <i>Budget</i> | <i>Estimate</i> | <i>Estimate</i> | <i>Estimate</i> |
| Education, Employment and Training | 6 913.6 | 7 033.8 | 7 085.2 | 7 095.4 |
| Human Services | 8 289.2 | 8 408.6 | 8 447.4 | 8 503.9 |
| Infrastructure | 2 855.6 | 2 954.5 | 2 809.8 | 2 938.4 |
| Justice | 1 879.9 | 1 919.4 | 1 923.3 | 1 942.3 |
| Natural Resources and Environment | 1 030.8 | 1 001.1 | 957.6 | 941.6 |
| Premier and Cabinet | 494.9 | 501.1 | 486.9 | 495.9 |
| State and Regional Development | 418.0 | 350.8 | 261.6 | 194.9 |
| Treasury and Finance | 1 974.3 | 1 870.3 | 1 879.9 | 1 881.7 |
| Parliament | 98.5 | 94.7 | 94.8 | 95.0 |
| Contingencies not allocated to departments ^(a) | 298.8 | 791.1 | 1 203.5 | 1 704.7 |
| Other general government sector agencies | 628.9 | 629.8 | 627.8 | 639.1 |
| Total | 24 882.5 | 25 555.2 | 25 777.8 | 26 433.0 |
| Less eliminations | -1 925.5 | -1 977.1 | -2 008.5 | -2 031.4 |
| Total operating expenses | 22 957.0 | 23 578.1 | 23 769.3 | 24 401.6 |

Source: Department of Treasury and Finance

Note:

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

Table 1.1 details the total operating expenses for each department. This year, the scope of the budget sector as presented in Table 1.1 has been expanded to include all general government sector agencies which were previously classified to the non-budget sector. These include Parks Victoria, Country Fire Authority, Metropolitan Fire and Emergency Services Board, catchment management authorities and a range of occupational registration boards.

As indicated in Table 1.1, the shift to general government sector reporting has the effect of increasing total expenses in 2001-02 by \$629 million (before eliminations). The table shows total operating expenses for each department (controlled and administered) consistent with the financial estimates contained in *Statement 2*. The sum of these expenses differs from the operating expenses for whole-of-government as shown in *Budget Paper No. 2*, as whole-of-government expenses eliminate inter-sector transactions such as payroll tax and payments to other departments. As shown in Table 1.1, these inter-sector eliminations total \$1.9 billion in 2001-02.

Table 1.2 details the purchase of fixed assets for each department. 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 1.2: Purchase of fixed assets by department

| <i>Department</i> | <i>(\$ million)</i> | | | |
|---|---------------------------|-----------------------------|-----------------------------|-----------------------------|
| | <i>2001-02 Budget</i> | <i>2002-03 Estimate</i> | <i>2003-04 Estimate</i> | <i>2004-05 Estimate</i> |
| Education, Employment and Training | 452.3 | 370.6 | 252.0 | 189.0 |
| Human Services | 339.7 | 285.7 | 251.4 | 131.5 |
| Infrastructure | 564.1 | 548.9 | 432.2 | 425.3 |
| Justice | 175.6 | 186.6 | 135.3 | 38.8 |
| Natural Resources and Environment | 81.2 | 56.8 | 52.6 | 28.0 |
| Premier and Cabinet | 149.9 | 59.9 | 34.1 | 21.5 |
| State and Regional Development | 9.1 | 5.6 | 4.3 | 4.3 |
| Treasury and Finance | 110.2 | 24.3 | 5.1 | 3.3 |
| Parliament | 6.4 | 0.9 | 0.9 | 0.9 |
| Other general government sector agencies | 57.3 | 38.4 | 42.2 | 44.1 |
| Not allocated to departments ^(a) | - 103.7 | 284.0 | 781.0 | 1 107.0 |
| Total | 1 842.2 | 1 861.7 | 1 991.1 | 1 993.7 |

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 2001-02 represents forecast of 2001-02 departmental underspending on approved projects which will be carried over into 2002-03.*

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

Table 1.3: Departmental resources by authority

| | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) | |
|--|-----------------|-----------------|-----------------|--------------------------|------------|
| | Budget | Revised | Budget | | % |
| Annual appropriations | 17 033.9 | 16 970.1 | 18 100.2 | | 6.3 |
| Receipts credited to appropriations ^(b) | 1 169.3 | 1 193.0 | 1 368.7 | | 17.1 |
| Unapplied previous years appropriation ^(c) | 203.3 | 218.8 | 226.4 | | 11.4 |
| Accumulated surplus - previously applied appropriation | 98.0 | 130.3 | 48.2 | | -50.8 |
| Gross annual appropriations | 18 504.5 | 18 512.2 | 19 743.5 | | 6.7 |
| Special appropriations | 1 836.9 | 1 871.7 | 2 040.3 | | 11.1 |
| Trust funds | 1 884.3 | 1 976.1 | 1 997.4 | | 6.0 |
| Non public account and other sources | 1 561.4 | 1 749.1 | 1 685.1 | | 7.9 |
| Total | 23 787.1 | 24 109.1 | 25 466.3 | | 7.1 |

Source: Department of Treasury and Finance

Notes:

- (a) Variation is between the 2000-01 Budget and the 2001-02 Budget.
- (b) For 2000-01 Revised this item is the actual receipts credited, while for 2000-01 Budget it is the estimate at the time of the 2000-01 Budget.
- (c) Estimates of carryover for 2001-02. Actual carryovers are subject to approval by the Treasurer prior to 30 June pursuant to Section 32 of the *Financial Management Act 1994*. For 2000-01 Revised the actual carryover from 1999-2000 to 2000-01 is included, while for the Budget it reflects the departmental estimate at the time of the 2001-02 Budget.

RESOURCE ALLOCATION AND PERFORMANCE MANAGEMENT REFORM

The Government has an important role in ensuring that the services it funds are delivered efficiently and effectively and in the best interests of Victorians. This role relates directly to 'responsible financial management' and 'delivering improved services', two of the Government's four pillars.

The Government has also committed to restoring the powers of the Auditor General as part of the 'restoring democracy' pillar.

The Government's commitment to these pillars will result in the introduction in 2001-02 of significant enhancements to the resource allocation and performance management frameworks.

As part of these enhancements, the Government has endorsed a set of departmental objectives as a basis for detailed budget planning by departments. The introduction of objectives to the resource allocation framework enables, for the first time, the budget decisions on the purchase of outputs to be aligned to effective departmental targets and for the linkages/synergies between outputs to be identified.

The enhancements to the performance management framework include the introduction of a five-year cyclical output review program to enhance alignment of departmental outputs with Government objectives and to ensure value for money.

STATEMENT 2

**DEPARTMENTAL
STATEMENTS**

DEPARTMENT OF EDUCATION, EMPLOYMENT AND TRAINING

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Education, Employment and Training (DEET) provides education, training and employment services to Victorians of all ages through schools, TAFE institutes and other funded registered training organisations, adult community and further education providers, targeted youth programs and Victorian government funded employment programs. The Department is also responsible for development and coordination of whole of government youth policy advice.

The Department is responsible for:

- the provision of, and ensuring access to, high quality primary and secondary education for all Victorian children – including support for non-government schools;
- the delivery of education, training and apprenticeship programs which strengthen the knowledge and skills of all Victorians;
- the provision of specialist employment services and programs aimed at improving employment opportunities for all Victorians;
- ensuring that Government policies and service delivery reflect and meet the needs of all young Victorians;
- helping to develop a sense of community through active citizenship and providing infrastructure and support mechanisms to assist in building a fairer and more harmonious Victorian society; and
- ensuring that Victoria's skill base meets the needs of industry and helps grow Victoria's social and economic prosperity.

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.

Departmental Objectives

As part of the Government's commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each department, which directly link to departmental outputs.

The objectives to be achieved by DEET are:

- Victorian students achieve at or above national benchmark levels in literacy, numeracy, science and information technology;
- Victorian students attain the knowledge and skills required to progress successfully to post compulsory education and training;
- students in the post compulsory years have the opportunity to attain the knowledge, skills and qualifications required to progress to further education, training and employment;
- minimise the influence of demographic and geographic disadvantages on education, training and employment outcomes;
- Victorians gain the knowledge and skills to participate successfully in the global economy;
- maximise opportunities for the development and well being of all young Victorians; and
- engage DEET institutions and service providers with their local communities through formal partnerships and consultation processes to improve local education and employment outcomes.

Review of 2000-01

The Government's goals and targets for education and training were set out in the Premier's speech of 23 October 2000 when he announced the Government's response to the *Public Education: The Next Generation* review and the *Ministerial Review of Post Compulsory Education and Training Pathways in Victoria*. These reviews and the Government's goals and targets are discussed in more detail in *Budget Paper No. 2*.

The Premier also announced a revamping of Victoria's public education and training authorities to move Victoria's public education bureaucracies from many sectors to one partnership, and to put the needs and realities of learners first. The first phase of enhancing the links between education, training, industry and the community to achieve the Government's goals saw the establishment of three new education and training bodies:

- the Victorian Qualifications Authority;
- the Victorian Curriculum and Assessment Authority; and
- the Victorian Learning and Employment Skills Commission.

The Department's overall financial and output performance is broadly in line with the 2000-01 Budget forecasts. The timing of payments for several government employment programs has resulted in some under expenditure against forecasts. In addition, the take up of placements under the Adult Employment Incentive Program (AEIP) has been less than expected. As a result the AEIP has been re-shaped into an initiative to assist and encourage employers in an innovative, creative economy to make additional training and employment opportunities available. These additional employment and training opportunities are discussed in more detail in *Budget Paper No. 2*.

Additional funding was provided during 2000-01 to implement initiatives designed to meet the priorities for education for 2001-02 and beyond, as outlined in the section below.

2001-02 Outlook

The Department's 2001-02 Budget builds on the substantial investment made in education and training in 2000-01. Priorities include:

- lifting standards of literacy and numeracy;
- increasing completion rates of year 12 or its equivalent;
- improving participation rates and student outcomes in post compulsory education and training, particularly in rural and regional Victoria and among groups where it is presently low;
- creating higher standards and status for the teaching profession;
- improving school quality and the quality of learning outcomes for all students; and
- improving TAFE viability.

In 2001-02 the Department will deliver 17 outputs within four output groups focusing on school education, tertiary education, employment and training, youth and policy and strategy. The 2001-02 output structure has been changed to better

reflect ministerial responsibilities, improve accountability and reduce duplication. The structure emphasises the prime focus for schools, which is the delivery of curriculum and welfare services for all students recognising their differences and the achievement of quality outcomes.

In addition the Department is focusing on young people and their progression from education. The first fifteen Local Learning and Employment Networks (LLENS) were announced by the Minister for Post Compulsory Education, Training and Employment on 30 January 2001. The LLENS will form local partnerships of educators, employers, industry, welfare agencies, local government and non-government organisations to improve opportunities for young people.

The Government has also agreed to a process for the development of a comprehensive, whole of Government youth strategy ('the Victorian Youth Strategy'). After a period of public consultation and consideration by Government it is expected that the Victorian Youth Strategy will be publicly released later in 2001. A separate Youth Output Group has been established in 2001-02, which falls under the responsibility of the Minister for Youth Affairs.

Several previously separate support outputs within School Education have been integrated into the three major outputs of primary, junior secondary and senior secondary education to provide closer alignment with departmental objectives and clearer focus on the linkages with the Department's strategic directions. Key performance measures associated with these outputs have been retained.

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 output group and financial information for DEET includes consolidated information for the following portfolio entities:

- Department of Education, Employment and Training;
- Victorian Curriculum and Assessment Authority;
- Victorian Qualifications Authority;
- Victorian Learning, Employment and Skills Commission;
- Adult, Community and Further Education Board;
- Centre for Adult Education;
- Adult Multicultural Education Services;
- Driver Education Centre of Australia Ltd; and
- 14 TAFE institutes and 5 Universities with TAFE Divisions.

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. Care should be taken in the use of this data when comparing to the many national cost benchmark data available as the majority of national data is based on cash payments, as opposed to Victorian information which is calculated on an accrual basis, and therefore normally excludes corporate overheads.

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

Table 2.1.1: Output group summary

| | (\$ million) | | | Variation ^(b) |
|---|----------------------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | % |
| School Education | 4 608.4 | 4 609.3 | 4 681.9 | 1.6 |
| Tertiary Education, Employment and Training | 977.6 | 982.6 | 1 018.5 | 4.2 |
| Youth | 5.5 | 6.5 | 5.7 | 3.6 |
| Policy, Strategy and Information Services | 23.4 | 20.0 | 21.2 | -9.4 |
| Total | 5 614.9 | 5 618.4 | 5 727.3 | 2.0 |

Source: Department of Treasury and Finance

Note:

(a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.

(b) Variation between 2000-01 and 2001-02 Budget.

As mentioned above, the 2001-02 output structure for DEET has been amended to better reflect ministerial responsibilities, improve accountability and reduce duplication. Overall the cost of outputs is budgeted to rise by 2.0 per cent from the 2000-01 Budget to 2001-02 Budget. However, this growth has been reduced by the improved accounting treatment of expenditure on the purchase of assets, such as computers, by school councils from locally raised funds. The 2000-01 Revised and 2001-02 Budget estimates classify these purchases as capital expenditure, rather than operating expenditure, with approximately \$62.4 million being reclassified in this way. Excluding this change, the overall cost of outputs would grow by 3.1 per cent and the cost of the School Education output group would grow by 3.0 per cent rather than the 1.6 per cent shown in the table.

In addition, improvements have been made to output costing methodologies for the 2000-01 Revised estimate and 2001-02 Budget, particularly in the allocation of overheads. The reduction in costs for the Policy, Strategy and Information Services output group reflects these structural changes and output costing improvements.

School Education

Description of the Output Group:

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

- a safe and effective learning environment through the provision of appropriately trained and qualified teachers in a properly resourced and maintained physical environment;
- high-quality 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 a range of programs specifically designed to improve the quality of student learning and school management; and
- provision of specialist services designed to improve the quality of student learning or social needs.

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

Departmental Objectives to which this Output Group contributes:

- Victorian students achieve at or above national benchmark levels in literacy, numeracy, science and information technology;
- Victorian students attain the knowledge and skills required to progress successfully to post compulsory education and training;
- Students in the post compulsory years have the opportunity to attain knowledge, skills and qualifications required to progress to further education, training and employment;
- Minimise the influence of demographic and geographic disadvantages on education, training and employment outcomes; and
- Engage DEET institutions and service providers with their local communities through formal partnerships and consultation processes to improve local education and employment outcomes.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|------------------------------------|-------------------------------|--------------------------------------|--|--------------------------------------|
| Primary education – Delivery of education services in Victorian government schools for students in Years P-6. | | | | | |
| <i>Quantity</i> | | | | | |
| Average P-2 class size | number | 24.3 | 23.3 | 23.3 | 22.5 |
| Average years 3-6 class size | number | 26.2 | nm | 25.6 | 25.2 |
| Teacher–student ratio | ratio | 1:17.2 | 1:16.8 | 1:16.9 | 1:16.8 |
| Year 1 cohort accessing one-to-one literacy intervention programs such as Reading Recovery | per cent | 12 ^(e) | 20 | 22.3 | 20 |
| 20 | Education, Employment and Training | | Budget Estimates 2001-02 | | |

School Education - *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target^(b) | 2000-01 Expected Outcome^(c) | 2001-02 Target^(d) |
|--|----------------------------|------------------------------------|---|---|---|
| Schools with a 1:5 or better computer to student ratio | per cent | 57 | nm | 69 | 90 |
| Teachers and principals with a notebook computer | per cent | nm | nm | 82 | 95 |
| Technical support staff to computer ratio | ratio | 1:900 | nm | 1:300 | 1:300 |
| Students accessing education through distance education | number | nm | nm | 350 | 300 ^(f) |
| Students receiving funding for Shared Specialists in small schools | number | nm | 15 100 | 15 100 | 15 100 |
| New arrival students receiving intensive or targeted support | number | 791 | 800 | 723 | 745 |
| Eligible students in regular schools receiving ESL support | per cent | 91.1 | 91.3 | 90.4 | 90.1 |
| <i>Quality</i> | | | | | |
| Year 3 students reaching national benchmarks in reading ^(g) | per cent | 86.2 | 87.0 | 93 | 93 |
| Year 3 indigenous students reaching national benchmarks in reading ^(g) | per cent | 68 | 70 | 67.5 | 70 |
| Year 3 students reaching state standards in Mathematics: Number | per cent | nm | nm | nm | 90 |
| Year 5 students reaching national benchmarks in reading ^(g) | per cent | nm | nm | 92 | 92 |
| Year 5 indigenous students reaching national benchmarks in reading ^(h) | per cent | nm | nm | 62 | 65 |
| Year 5 students reaching state standards in Mathematics: Number | per cent | nm | nm | nm | 90 |
| Students achieving satisfactory standards in Prep reading assessments ^(h) | per cent | nm | 90 | 90 | 90 |
| Student attainment at text level 1 at end Prep in reading ^(h) | per cent | 80 | 80 | 94.3 | 95.0 |
| Student attainment at text level 5 at end Year 1 reading ⁽ⁱ⁾ | per cent | 100 | 100 | 99.1 | 100 |

School Education - continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|------------------------------------|---------------------------|----------------------------------|---|----------------------------------|
| Students in non-metropolitan regions achieving satisfactory standards in Prep reading assessments ^(h) | per cent | nm | 92 | 92 | 92 |
| Primary schools identified as performing at or above expected levels as identified in the triennial review process | per cent | nm | 93 | 93 | 93 |
| Parent satisfaction with primary schooling on a 100-point scale ^(k) | per cent | 83 | 85 | 80 | 85 |
| Morale of primary school teachers on a 100-point scale ^(k) | per cent | 74 | 75 | 75 | 75 |
| Teachers reporting routine use of learning technologies in curriculum planning and delivery | per cent | nm | nm | 60 | 65 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2 065.2 | 2 063.9 | 2 100.1 |
| Junior secondary education – Delivery of education services in Victorian government schools for students in Years 7-10. | | | | | |
| <i>Quantity</i> | | | | | |
| Secondary teacher–student ratio (all secondary) | ratio | 1:12.6 | 1:12.5 | 1:12.5 | 1:12.4 |
| Years 7-10 English class sizes less than 26 students | per cent | 78.2 | 78.2 | 78.9 | 79.0 |
| Participation rate of 15 year olds ^(l) | per cent | 95.0 | 95.0 | 95.4 | 95.5 |
| Average rate of student attendance in Years 7-10 ^(k) | per cent | 91.4 | 92.0 | 90.1 | 92.0 |
| Schools with a 1:5 or better computer to student ratio (all secondary) | per cent | 75 | nm | 79 | 90 |
| Teachers and principals with a notebook computer (all secondary) | per cent | nm | nm | 82 | 95 |
| Technical support staff to computer ratio (all secondary) | ratio | 1:900 | nm | 1:300 | 1:300 |
| Students accessing education through distance education (all secondary) | number | nm | nm | 2 544 | 3 000 |
| New arrival students receiving intensive or targeted support (all secondary) | number | 956 | 900 | 764 | 800 |
| 22 | Education, Employment and Training | | Budget Estimates 2001-02 | | |

School Education - *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals ^(a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|------------------------|---------------------------------------|--------------------------------------|--|--------------------------------------|
| Performance Measures | | | | | |
| Eligible students in regular schools receiving ESL support (all secondary) | per cent | 91.1 | 91.3 | 95.2 | 94.3 |
| <i>Quality</i> | | | | | |
| Year 7 students reaching state standards in English: Reading (sample) | per cent | nm | nm | nm | 90 |
| Year 7 students reaching state standards in Mathematics: Number (sample) | per cent | nm | nm | nm | 90 |
| Transition rate from Years 10-11 (February census) | per cent | 95.7 | 96.5 | 95.4 | 95.5 |
| Transition rate from Years 10-11 in non-metropolitan regions (February census) | per cent | 90.9 | 92.0 | 91.9 | 92.0 |
| Years 10-12 apparent retention rate (August census) ^(m) | per cent | 73.5 | 74.0 | 74.4 | 75.0 |
| Years 10-12 apparent retention rate in non-metropolitan regions (August census) ^(m) | per cent | 69.4 | 69.1 | 69.1 | 70.0 |
| Parent satisfaction with secondary schooling on a 100-point scale (all secondary) ^{(j)(k)} | per cent | 75 | 75 | 71 | 75 |
| Schools identified as performing at or above expected levels as identified in the triennial review process (all secondary) | per cent | 89 | 90 | 90 | 90 |
| Morale of secondary school teachers on a 100-point scale (all secondary) ^(k) | per cent | 57 | 58 | 57 | 58 |
| Teachers reporting routine use of learning technologies in curriculum planning and delivery (all secondary) | per cent | nm | nm | 60 | 65 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1 268.5 | 1 271.8 | 1 295.7 |
| Senior secondary education – Delivery of education services in Victorian government schools for students in Years 11 and 12. | | | | | |
| <i>Quantity</i> | | | | | |
| Students participating in VET in the VCE programs ^(l) | number | 15 500 | 18 000 | 21 170 | 24 000 |
| Budget Estimates 2001-02 | | Education, Employment and Training | | | 23 |

School Education - *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target^(b) | 2000-01 Expected Outcome^(c) | 2001-02 Target^(d) |
|--|----------------------------|------------------------------------|---|---|---|
| Average number of VCE studies provided per school | number | 26.7 | 26.7 | 26.7 | 26.7 |
| Annual student contact hours in VET in VCE programs ^(l) | number (million) | 3.704 | 4.788 | 5.096 | 6.384 |
| Participation rate of 17 year olds ^(l) | per cent | 74.6 | 75 | 75 | 75 |
| Students accessing technology-enabled curriculum choices | number | nm | nm | 1 200 | 1 300 |
| Quality | | | | | |
| VET in VCE students progressing to further education, training or work ^(l) | per cent | 95 | 95 | 95 | 95 |
| School leavers progressing to further education, training or work | per cent | 82.2 | 84 | 89 | 89 |
| Median VCE Study Score | number | 29 | nm | 29 | 29 |
| VET in VCE students completing a qualification ^(l) | number | 5 353 | 5 500 | 5 500 | 6 000 |
| Enrolments in VET in the VCE units as a proportion of total VCE unit enrolments ^(l) | per cent | 2.9 | nm | 3.8 | 4.0 |
| Average rate of student attendance in Years 11 and 12 ^(k) | per cent | 92.5 | 93.0 | 91.1 | 93.0 |
| Years 7-12 apparent retention rate (August census) | per cent | 69.8 | 70.0 | 71.1 | 72.0 |
| Years 7-12 apparent retention rate in non metropolitan regions (August census) | per cent | nm | nm | 62.3 | 63.0 |
| Transition rate from Year 11 to Year 12 (February census) | per cent | 82.8 | 83.0 | 82.6 | 83.5 |
| Transition rate from Year 11 to Year 12 in non-metropolitan regions (February census) | per cent | nm | nm | 79.3 | 80.0 |
| Eligible students with a Managed Individual Pathway Plan | per cent | nm | nm | nm | 25 |
| Cost | | | | | |
| Total output cost: | \$ million | na | 605.0 | 600.4 | 611.7 |

School Education - *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> ^(a) | <i>2000-01 Target</i> ^(b) | <i>2000-01 Expected Outcome</i> ^(c) | <i>2001-02 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>Note: The non-government school output may be impacted on by changes concerning the establishment of the Victorian Institute of Teaching and a reorganisation of the Registered School Board</i> | | | | | |
| <i>Quantity</i> | | | | | |
| 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 | 98 | 98 | 98 | 98 |
| <i>Quality</i> | | | | | |
| Recommendations of non-government school registration reviews approved by Registered Schools Board | per cent | 99 | 99 | 99 | 99 |
| <i>Timeliness</i> | | | | | |
| Schools, additional year levels and new campuses registered in accordance with Board procedures by 31 March | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 281.2 | 276.3 | 273.4 |
| Student welfare and support – 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 the <i>Framework for Student Support Services in Victorian Government Schools</i> | per cent | nm | 70 | 80 | 95 |
| Budget Estimates 2001-02 | Education, Employment and Training | | | | 25 |

School Education - *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| Students serviced through an offsite alternative program | number | nm | 1 000 | 898 | 875 |
| Students that have returned to home school from an offsite alternative setting | number | nm | 750 | 850 | 825 |
| Schools (government and non-government) implementing Individual School Drug Education Strategies | per cent | 94 | 96 | 97 | 98 |
| <i>Quality</i> | | | | | |
| School satisfaction with student support services | per cent | 80 | 80 | 80 | 82 |
| Level of participant satisfaction with drug education related professional development and parent education programs | per cent | 83 | 85 | 99.7 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 71.4 | 72.9 | 73.8 |
| Services to students with disabilities and impairments – Provision of educational services to Victorian students with disabilities and impairments in government regular and specialist schools. | | | | | |
| <i>Quantity</i> | | | | | |
| Students funded under the disabilities and impairments program in government schools as a proportion of the total student population | per cent | nm | nm | 3.17 | 3.0 |
| Regular schools with student with disabilities and impairments | per cent | nm | nm | 87 | 89 |
| <i>Quality</i> | | | | | |
| Parent satisfaction with special education on a 100-point scale ^(k) | per cent | 92 | 86 | 87 | 88 |
| Staff morale of specialist school teachers on 100-point scale ^(k) | per cent | 76.7 | 77.0 | 78 | 78 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 236.8 | 242.4 | 246.1 |

School Education - continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|----------------------------|-----------------------------------|--|--|--|
| Education Maintenance Allowance – Provision of the Education Maintenance Allowance (EMA) to eligible parents of school students up to the age of 16 years in government and non-government schools. | | | | | |
| <i>Quantity</i> | | | | | |
| School students receiving the EMA | number | 209 500 | 219 000 | 205 843 | 215 000 |
| <i>Timeliness</i> | | | | | |
| EMA payments processed according to published timelines | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 35.5 | 35.5 | 35.0 |
| Student transport – This output involves the administration of student transport services for government and non-government school students. | | | | | |
| <i>Note: The Student Transport output will be impacted on by the Review of Student Transport currently underway</i> | | | | | |
| <i>Quantity</i> | | | | | |
| School students supported by conveyance allowance | number | 38 650 | 38 500 | 38 500 | 38 500 |
| Eligible special school students provided with appropriate travel | number | 5 100 | 5 400 | 5 400 | 5 600 |
| <i>Quality</i> | | | | | |
| Sample of claims checked for accuracy | per cent | nm | 50 | 80 | 70 |
| <i>Timeliness</i> | | | | | |
| Payments made according to published schedule | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 44.8 | 46.1 | 46.1 |

Source: Department of Education, Employment and Training

Notes:

- (a) Actual refers to 1999 calendar year unless otherwise indicated.
- (b) Target refers to 2000 calendar year unless otherwise indicated.
- (c) Expected outcome refers to 2000 calendar year unless otherwise indicated.
- (d) Target refers to 2001 calendar year unless otherwise indicated.
- (e) Data relates to Reading Recovery only.
- (f) Increased resources in primary schools will see a continuing decline in demand for distance education.
- (g) Change due to a move from a weighted scale score to unit weighted score as a means of calculating the measure.

School Education - continued

- (h) Students deemed as capable read unseen text with 90 per cent accuracy at text level 1.*
- (i) Students deemed as capable read unseen text with 90 per cent accuracy at text level 5.*
- (j) 2000-01 target was amended with DTF agreement in 1999-00 due to recalibration.*
- (k) Data refers to the previous calendar year (i.e. 1998 for 1999-00, 1999 for 2000-01 and 2000 for 2001-02).*
- (l) Government and non-government schools.*
- (m) Previously measured in February census, now measured in August.*

Tertiary Education, Training and Employment

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.

Departmental Objectives to which the Output Group contributes:

- Students in the post compulsory years have the opportunity to attain the knowledge, skills and qualifications required to progress to further education, training and employment;
- Minimise the influence of demographic and geographic disadvantages on education, training and employment outcomes;
- Victorians gain the knowledge and skills to participate successfully in the global economy;
- Maximise opportunities for the development and well-being of all young Victorians; and
- Engage DEET institutions and service providers with their local communities through formal partnerships and consultation processes to improve local education and employment outcomes.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals^(a) | 2000-01 Target^(b) | 2000-01 Expected Outcome^(c) | 2001-02 Target^(d) |
|-----------------------------------|------------------------|--------------------------------------|-------------------------------------|---|-------------------------------------|
|-----------------------------------|------------------------|--------------------------------------|-------------------------------------|---|-------------------------------------|

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 Government funded Module Enrolments | number (million) | 2.51 | 2.57 | 2.51 | 2.59 |
| Government funded student contact hours of training and further education provided | number (million) | 72.65 | 67.14 | 72.22 | 67.62 |
| Change in apprenticeship/traineeship commencements by new employees | per cent | 46 | 25 | 7.2 | 6.0 ^(e) |
| Audit of contract compliance by registered training organisations and other State Training System organisations | number | 370 | 480 | 483 | 350 ^(f) |
| Industry based contract compliance audits of registered training organisations | number | nm | 7 | 5 | 6 |

| | | |
|--------------------------|------------------------------------|----|
| Budget Estimates 2001-02 | Education, Employment and Training | 29 |
|--------------------------|------------------------------------|----|

Tertiary Education, Training and Employment – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|------------------------------------|---------------------------|----------------------------------|---|----------------------------------|
| <i>Quality</i> | | | | | |
| TAFE graduates in employment in year following graduation | per cent | 75 | 75 | 76.4 | 75 |
| Persons aged 15-64 participating in TAFE programs as proportion of population | per cent | 13.5 | 13.1 ^(g) | 14.1 | 14.2 |
| Successful training completions as measured by module load pass rate | per cent | 73.6 | nm | 74.6 | 75 |
| Employer satisfaction with training | per cent | nm | nm | nm | 83 ^(h) |
| <i>Timeliness</i> | | | | | |
| 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 | 831.4 | 845.5 | 861.1 |
| Adult and community education places and community support – The provision of education and training places, and support for education for adults in almost 500 community settings and in Adult Education Institutions (Adult Multicultural Education Services and Centre for Adult Education), 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> | | | | | |
| Government funded annual Module Enrolments – ACE organisations and Adult Education institutions | number | 129 700 | nm | 131 300 | 129 000 |
| Total annual Module Enrolments – ACE organisations and Adult Education institutions (includes self funded courses) | number | 365 900 | nm | 377 500 | 356 000 |
| Government funded student contact hours of vocational education and training activity provided through ACE providers and Adult Education institutions | number (million) | 4.58 | nm | 4.52 | 3.68 |
| ACE organisations registered to issue national vocational and further education qualifications | number | 197 | 200 | 200 | 200 |
| Number of Learning Towns operating | number | nm | 5 | 9 | 9 |
| 30 | Education, Employment and Training | | Budget Estimates 2001-02 | | |

Tertiary Education, Training and Employment – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| <i>Quality</i> | | | | | |
| Student satisfaction with ACE courses meeting overall needs | per cent | 70 | 75 | 75 | 80 |
| Persons aged 15 and over participating in ACE as a proportion of the population | per cent | 4.8 | 5.0 | 5.0 | 4.8 |
| Successful completions as measured by module load completion rate – ACE organisations and Adult Education Institutions | per cent | 80 | 80 | 78.3 | 80 |
| <i>Timeliness</i> | | | | | |
| Performance Agreements with Regional Councils signed before 31 December | number | nm | 9 | 9 | 9 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 78.4 | 87.3 | 90.1 |
| Employment services – Provision of: | | | | | |
| <ul style="list-style-type: none"> • specialist advice and assistance on employment opportunities and the labour market; • employment programs such as the Community Business Employment Program, Youth Employment Programs, Community Jobs Program and Employment Incentive Programs; and • measures to attract skilled migrants to settle in Victoria including assessments of professional qualifications gained overseas and employment/vocational advice to migrants. | | | | | |
| <i>Quantity</i> | | | | | |
| Government Youth Employment Scheme – apprenticeships and traineeship commences | number | nm | 650 | 650 | 650 |
| Private Sector Skills Development Program – apprenticeship and traineeship commencements | number | nm | 1 500 | 1 500 | 1 500 |
| <i>Go for IT</i> – apprenticeship and traineeship commencements | number | nm | nm | nm | 370 |
| Youth Employment Incentive Scheme – number of long term or disadvantaged unemployed young people assisted | number | nm | 2 500 | 2 500 | 2 500 |
| Youth Employment Information Service – number of website hits and telephone enquiries | number | nm | 30 000 | 2 500 ^(f) | 30 000 |

Tertiary Education, Training and Employment – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| Community Jobs Program – commencements | number | nm | 2 300 | 2 300 | 2 300 |
| Community Business Employment Program – placements made | number | 11 600 | 10 000 | 10 000 | 10 000 |
| Overseas Qualifications Unit – client services provided (by phone, in person or in writing) | number | 4 200 | 4 200 | 4 200 | 4 200 |
| Skilled Migration Unit – services provided to migrants and employers | number | nm | 2 000 | 3 000 | 4 000 |
| <i>Quality</i> | | | | | |
| Government Youth Employment Scheme – participants who complete and are in employment, education or training 3 months after completion | per cent | nm | 80 ^(j) | na ^(j) | 80 |
| Private Sector Skills Development Program and <i>Go for IT</i> – participants who complete and are in employment, education or training 3 months after completion | per cent | nm | 80 ^(j) | na ^(j) | 80 |
| Community Jobs Program – participants who are in employment, education or training 3 months after leaving program | per cent | nm | 60 ^(j) | na ^(j) | 60 |
| Community Business Employment Program – participants retained for 13 weeks | per cent | 80 | 80 | 80 | 80 |
| Overseas Qualifications Unit – client satisfaction with services provided | per cent | 90 | 90 | 90 | 90 |
| Skilled Migration Unit – client satisfaction with services provided | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Labour market information reports (monthly) produced and distributed within three working days | per cent | nm | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 64.9 | 45.4 | 64.5 |

Tertiary Education, Training and Employment – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|----------------------------|-----------------------------------|--|--|--|
| Higher education – Effective provision of a range of services to universities, higher education private providers and the public, including: | | | | | |
| <ul style="list-style-type: none"> liaison with Commonwealth Government departments regarding appropriate levels of Commonwealth resources for universities; approval of private providers to deliver higher education courses; monitoring the performance of higher education private providers; endorsement of Victorian higher education courses for placement on the Commonwealth Register of Institutions and Courses for International Students (CRICOS); provision of information to the public and liaison between the public and universities. | | | | | |
| <i>Quantity</i> | | | | | |
| Universities participating in cooperative arrangements in regional areas | number | nm | nm | nm | 8 |
| Students enrolling in ICT courses | number | nm | nm | nm | 16 000 |
| Additional students enrolling in post graduate ICT courses | number | nm | nm | nm | 25 |
| Teacher scholarships taken up | number | nm | 250 ^(k) | 220 ^(k) | 220 ^(l) |
| <i>Quality</i> | | | | | |
| Private providers complying with quality standards | per cent | 100 | 100 | 100 | 100 |
| Participation of stakeholder groups in consultation process | per cent | nm | nm | nm | 100 |
| Direct costs recovered through fees | per cent | 100 | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Private provider applications assessed within six months | per cent | 62.5 | 85 | 55.5 | 70 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2.9 | 4.4 | 2.8 |

Source: Department of Education, Employment and Training

Notes:

- (a) Actual refers to 1999 calendar year, except for Employment Services performance measures which refer to the financial year.
- (b) Target refers to 2000 calendar year, except for Employment Services performance measures which refer to the financial year.
- (c) Expected outcome refers to 2000 calendar year, except for Employment Services performance measures which refer to the financial year.
- (d) Target refers to 2001 calendar year, except for Employment Services performance measures which refer to the financial year.

Tertiary Education, Training and Employment – continued

- (e) Target subject to finalisation of negotiations of the Australian National Training Authority (ANTA) Agreement.*
- (f) More intensive but fewer audits have been programmed for 2001-02 .*
- (g) Target established when preliminary data indicated 1999 participation rate was 13 per cent.*
- (h) Survey not conducted in 2000 – 83 per cent was national satisfaction level in 1999.*
- (i) Youth Employment Information Service scheduled to be online in May 2001.*
- (j) Program commenced 1 July 2000. Data will not be available until December quarter 2001.*
- (k) Target and expected outcome refer to 2001 calendar year.*
- (l) Target refers to 2002 calendar year.*

Youth

Description of the Output Group:

This output group includes services to young people and the provision of policy and strategic advice to the Minister for Youth Affairs. Both the programs and policy advice are designed to maximise opportunities for the development and well-being of all young Victorians.

Departmental Objectives to which the Output Group contributes:

- Maximise opportunities for the development and well-being of all young Victorians; and
- Engage DEET institutions and service providers with their local communities through formal partnerships and consultation processes to improve local education and employment outcomes.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| Youth policy coordination – The development and coordination of youth policy advice to the Minister for Youth Affairs and the Government. | | | | | |
| <i>Quantity</i> | | | | | |
| Regional Youth Committees | number | nm | 15 | 15 | 15 |
| Ministerial Youth Round Tables | number | nm | nm | nm | 4 |
| <i>Quality</i> | | | | | |
| Ministerial satisfaction with policy advice | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.0 | 1.8 | 1.5 |

Services to youth – The development and management of a small number of targeted programs and services for young people aged between 12 to 25 years, including the Victorian Youth Development Program (VYDP) and FReeZA.

| | | | | | |
|--------------------------------------|--------|-------|------------------------|-------------------|---------|
| <i>Quantity</i> | | | | | |
| Schools participating in the VYDP | number | nm | nm | 144 | 178 |
| Total students participating in VYDP | number | 2 150 | 4 700 ^(e) | 4 700 | 5 850 |
| New student intake to VYDP | number | nm | nm | 1 600 | 1 150 |
| FReeZA: | number | | | | |
| • Funded agencies rural and regional | | 25 | 35 | 33 | 33 |
| • Funded agencies metropolitan | | 16 | 24 | 27 | 27 |
| • Event attendance | number | nm | 130 000 ^(e) | 90 000 | 130 000 |
| Hits recorded on youth website | number | nm | 500 000 | na ^(f) | 500 000 |

Youth – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 4.5 | 4.7 | 4.2 |

Source: Department of Education, Employment and Training

Notes:

- (a) Actual refers to 1999 calendar year unless otherwise indicated.
- (b) Target refers to 2000 calendar year unless otherwise indicated.
- (c) Expected outcome refers to 2000 calendar year unless otherwise indicated.
- (d) Target refers to 2001 calendar year unless otherwise indicated.
- (e) Target revised from 2000 during 2000-01 with agreement of DTF.
- (f) Implementation of youth website behind schedule.

Policy, Strategy and Information Services

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 and international education.

Departmental Objective to which the Output Group contributes:

- Engage DEET institutions and service providers with their local communities through formal partnerships and consultation processes to improve local education and employment outcomes.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|---|------------------------|-------------------------------|--------------------------------------|--|--------------------------------------|
| 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: | | | | | |
| <ul style="list-style-type: none"> department-wide resource management, planning and budgeting; school education; training and further education; adult and community education; higher education; employment services; and youth affairs. | | | | | |
| <i>Quantity</i> | | | | | |
| Correspondence prepared for Ministers' and Executive Group's signature or responded to on behalf of Ministers | number | 8 900 | 10 500 | 10 105 | 10 000 |
| Briefings prepared for Ministers' and Executive Group's signature | number | 5 100 | 5 700 | 4 675 | 5 000 |
| <i>Quality</i> | | | | | |
| Ministerial satisfaction that advice and documentation received meet required quality standards | per cent | nm | 90 | 90 | 90 |
| Boards' satisfaction that services received meet relevant quality standards | per cent | nm | 90 | 90 | 90 |
| <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 | 13.9 | 13.6 | 14.6 |

Policy, Strategy and Information Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals (a) | 2000-01 Target ^(b) | 2000-01 Expected Outcome ^(c) | 2001-02 Target ^(d) |
|--|--------------------|---------------------------|----------------------------------|---|----------------------------------|
| International education – Services in this output include: | | | | | |
| <ul style="list-style-type: none"> • 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 DEET and Victorian education and training institutions, and • Organisation and implementation of teacher and principal exchange programs and study tours, registration of student exchange organisations and student study tours. | | | | | |
| <i>Quantity</i> | | | | | |
| Overseas student study tour days into Victoria | number | nm | nm | nm | 15 000 |
| Overseas students recruited to study in Victorian government schools in the year | number | 638 | 650 | 700 | 800 |
| Proportion of costs met by revenue raised from delivery of adult international study tours into Victoria | per cent | nm | nm | nm | 150 |
| Proportion of costs met by revenue raised from delivery of international projects and programs | per cent | nm | nm | nm | 80 |
| <i>Quality</i> | | | | | |
| Satisfaction of agents with overseas student programs/services offered | per cent | nm | nm | 80 | 80 |
| Satisfaction of clients with services provided in relation to projects and programs | per cent | nm | 80 | 80 | 80 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2.6 | 1.9 | 2.0 |

Policy, Strategy and Information Services – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> ^(a) | <i>2000-01 Target</i> ^(b) | <i>2000-01 Expected Outcome</i> ^(c) | <i>2001-02 Target</i> ^(d) |
|--|------------------------|---------------------------------------|--------------------------------------|--|--------------------------------------|
| Public information and promotion – Provision of education information services to the community. Services include: | | | | | |
| <ul style="list-style-type: none"> • advertising services, newspaper supplements, <i>Education Times</i> 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 and Adult Learners Week. | | | | | |
| <i>Quantity</i> | | | | | |
| Responses to telephone and email information queries | number | nm | 60 000 | 61 292 | 60 000 |
| Percentage of publications published online | per cent | nm | nm | nm | 50 |
| <i>Quality</i> | | | | | |
| Reader satisfaction with news publications | per cent | 70 | 75 | 96 ^(e) | 95 |
| Customer satisfaction with quality of telephone information service | per cent | 70 | 75 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 6.9 | 4.5 | 4.6 |

Source: Department of Education, Employment and Training

Notes:

(a) *Actual refers to 1999 calendar year unless otherwise indicated*

(b) *Target refers to 2000 calendar year unless otherwise indicated*

(c) *Expected outcome refers to 2000 calendar year unless otherwise indicated*

(d) *Target refers to 2001 calendar year unless otherwise indicated*

(e) *Based on teacher and principal focus group research – 96% of those surveyed said they read Education Times and were generally satisfied with the publication*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 – Statement of Financial Performance** - 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | % |
| | Actual | Budget | Revised | Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 4 705.0 | 4 970.8 | 5 044.8 | 5 184.0 | 4.3 |
| Section 29 receipts -Commonwealth | 42.3 | 43.5 | 46.3 | 44.6 | 2.6 |
| -Other | 1.8 | 1.7 | 1.7 | 1.7 | 0.6 |
| Other Commonwealth grants | 259.2 | 247.3 | 232.2 | 229.6 | -7.2 |
| Other revenue ^(c) | 612.9 | 637.9 | 623.6 | 628.7 | -1.4 |
| Total | 5 621.2 | 5 901.3 | 5 948.6 | 6 088.7 | 3.2 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 3 292.6 | 3 383.8 | 3 464.8 | 3 544.7 | 4.8 |
| Purchases of supplies and services ^(e) | 940.7 | 1 223.3 | 1 145.3 | 1 078.8 | -11.8 |
| Depreciation and amortisation | 239.2 | 250.3 | 244.0 | 254.4 | 1.6 |
| Capital assets charge | 482.4 | 478.4 | 478.4 | 547.7 | 14.5 |
| Other expenses | 443.8 | 558.9 | 537.8 | 554.6 | -0.8 |
| Total | 5 398.8 | 5 894.7 | 5 870.4 | 5 980.3 | 1.5 |
| Operating surplus/deficit before revenue for increase in net assets | 222.4 | 6.5 | 78.3 | 108.5 | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | .. | 11.4 | 11.4 | .. | na |
| Section 29 Receipts - asset sales | 12.3 | 24.2 | 19.2 | 18.9 | -22.0 |
| Operating surplus/deficit | 234.7 | 42.1 | 108.9 | 127.3 | na |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government | 1.9 | .. | .. | .. | .. |
| Transitional Appropriation | 3.0 | .. | .. | .. | .. |
| Other Commonwealth grants | 1 087.8 | 1 263.3 | 1 274.7 | 1 309.7 | 3.7 |
| Other revenue ^(c) | - 2.4 | 4.7 | 0.7 | 0.7 | -86.0 |
| Less revenue transferred to Consolidated Fund | - 350.3 | - 383.0 | - 360.8 | - 377.0 | -1.6 |
| Total | 739.9 | 885.0 | 914.5 | 933.3 | 5.5 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | .. | .. | .. | .. | .. |
| Purchases of supplies and services | 1.9 | .. | .. | .. | .. |
| Other expenses | 738.2 | 885.0 | 914.5 | 933.3 | 5.5 |
| Total | 740.0 | 885.0 | 914.5 | 933.3 | 5.5 |
| Operating surplus/deficit | - 0.1 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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 2000-01 Revised and 2001-02 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.

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Statement of Financial Performance

The Department of Education, Employment and Training is anticipated to have an operating surplus of \$127 million for 2001-02, an increase of \$85 million from the 2000-01 Budget.

The surplus is used to purchase non-current assets, mainly for computers and improved school buildings. The increase in the operating surplus mainly reflects revisions to the accounting treatment of expenditure on assets, such as computers, by school councils from locally raised funds. The 2000-01 Revised and 2001-02 Budget estimates correctly treat these as capital expenditure, rather than operating expenditure, resulting in an increased operating surplus.

The Statement of Financial Performance shows an increase in Revenue from State Government of \$213 million (4.3 per cent) from 2000-01 Budget to 2001-02 Budget. This variation is primarily due to additional funding for new initiatives provided during 2000-01:

- \$102.6 million for a new schoolteacher classification and performance framework to address teacher attraction and retention issues and advance the Government's priorities for education, particularly improving learning outcomes and increasing retention rates (this represents the total cost including contingency funds);
- \$36.7 million for various TAFE institute enterprise bargaining agreements with the implementation of an improved framework to create additional flexibility in the TAFE workforce and to assist in improving TAFE financial viability and the quality of training provided (this represents the total cost including contingency funds);
- \$14.9 million to fund the middle years of schooling initiative, which focuses on enhancing student engagement, improving literacy and numeracy outcomes, and improving truancy rates in Years 5 to 9;
- \$4.4 million additional funding for the continuation of the teacher and principal notebook computers, providing for ongoing replacement cycles and to support teacher and principal professional development in the use of technology; and
- \$68.2 million adjustment to the departmental Capital Assets Charge in 2001-02 due to the impact of expected future revaluations of DEET's land and buildings.

In 2001-02 the Government has also committed additional funding of \$1.0 million for youth initiatives primarily the FReeZA Program.

The increase in Revenue from State Government of \$74 million from 2000-01 Budget to 2000-01 Revised is due to:

- \$6.8 million for salary supplementation for Victorian Public Service employees;
- \$31.6 million for the new schoolteacher classification and performance framework (this represents the total cost including contingency funds);
- \$18.4 million various for TAFE enterprise bargaining agreements;
- \$7.8 million for the middle years of schooling initiative;
- \$5.0 million to cover increased WorkCover premium costs associated with the new Common Law benefits package; and
- \$29.5 million for the impact on the accrued long service leave liability associated with the new schoolteacher classification and performance framework.

These increases are partially offset by a \$9 million downward revision of the original approved carryover amount into 2000-01 and reduced output revenue of \$15 million being claimed by the Department in 2000-01, primarily due to several timing factors causing under expenditure in relation to several employment programs.

Movements in revenue from the Commonwealth are broadly consistent with historical trends. The reduction in Other Commonwealth Grants from 2000-01 Budget to 2000-01 Revised reflects the reclassification of programs at the Commonwealth and State level. These funds are now largely classified in other grant lines or have ceased.

Total operating expenses for DEET have increased by \$86 million from the 2000-01 Budget to the 2001-02 Budget. Initiatives introduced by Government in the 2000-01 and 2001-02 Budgets have increased operating expenses in the order of \$228 million. This increase has been partially offset by the improved accounting treatment of expenditure on the purchase of assets, such as computers, by school councils from locally raised funds. The 2000-01 Revised and 2001-02 Budget estimates classify these purchases as capital expenditure, rather than operating expenditure, resulting in a reduction in operating expenses relative to the 2000-01 Budget estimates.

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 is due to the forecast indexation of grants for government and non-government schools by the Commonwealth.

Table 2.1.3: Statement of Financial Position

| | (\$ thousand) | | | | |
|--------------------------------------|-------------------------|------------------|------------------|------------------|--------------------------|
| | Estimated as at 30 June | | | | |
| | 2000 | 2001 | 2001 | 2002 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 361 276 | 363 241 | 362 176 | 363 089 | .. |
| Investments | 139 770 | 139 770 | 139 770 | 139 770 | .. |
| Receivables | 34 380 | 34 430 | 39 630 | 39 700 | 15.3 |
| Prepayments | 13 336 | 13 496 | 13 496 | 13 656 | 1.2 |
| Inventories | 32 086 | 32 166 | 32 086 | 32 086 | - 0.2 |
| Other Assets | 1 251 | 1 251 | 1 251 | 1 251 | .. |
| Total Current Assets | 582 099 | 584 354 | 588 409 | 589 552 | 0.9 |
| Non-Current Assets | | | | | |
| Investments | 5 579 | 5 579 | 5 579 | 5 579 | .. |
| Receivables ^(b) | 330 803 | 432 619 | 404 445 | 412 807 | - 4.6 |
| Fixed Assets | 6 691 144 | 6 721 713 | 6 795 038 | 6 974 067 | 3.8 |
| Other Assets | 91 | 91 | 91 | 91 | .. |
| Total Non-Current Assets | 7 027 617 | 7 160 002 | 7 205 153 | 7 392 544 | 3.2 |
| Total Assets | 7 609 716 | 7 744 356 | 7 793 562 | 7 982 096 | 3.1 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 154 048 | 156 130 | 155 630 | 157 254 | 0.7 |
| Borrowings | 5 217 | 5 217 | 5 217 | 5 217 | .. |
| Employee Entitlements | 141 990 | 154 582 | 150 516 | 159 046 | 2.9 |
| Other Liabilities | 34 229 | 34 229 | 34 329 | 34 329 | 0.3 |
| Total Current Liabilities | 335 484 | 350 158 | 345 692 | 355 846 | 1.6 |
| Non-Current Liabilities | | | | | |
| Payables | 1 728 | 1 728 | 1 728 | 1 728 | .. |
| Borrowings | 8 712 | 8 712 | 8 712 | 8 712 | .. |
| Employee Entitlements | 646 179 | 724 001 | 710 959 | 762 039 | 5.3 |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 656 619 | 734 441 | 721 399 | 772 479 | 5.2 |
| Total Liabilities | 992 103 | 1 084 599 | 1 067 091 | 1 128 325 | 4.0 |
| Net Assets | 6 617 613 | 6 659 757 | 6 726 471 | 6 853 771 | 2.9 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | .. | 50 | 50 | 100 | na |
| Investments | 950 | 950 | 950 | 950 | .. |
| Receivables | 7 | 7 | 7 | 7 | .. |
| Total Current Assets | 957 | 1 007 | 1 007 | 1 057 | 5.0 |
| Non-Current Assets | | | | | |
| Investments | 83 | 83 | 83 | 83 | .. |
| Receivables | 51 | - 12 | - 12 | - 75 | na |
| Fixed Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 134 | 71 | 71 | 8 | - 88.7 |
| Total Assets | 1 091 | 1 078 | 1 078 | 1 065 | - 1.2 |

Table 2.1.3: Statement of Financial Position – continued

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|----------------|-----------------|----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | - 43 | - 43 | - 43 | - 43 | .. |
| Total Current Liabilities | - 43 | - 43 | - 43 | - 43 | .. |
| Non-Current Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | .. | .. | .. | .. | .. |
| Total Liabilities | - 43 | - 43 | - 43 | - 43 | .. |
| Net Assets | 1 134 | 1 121 | 1 121 | 1 108 | - 1.2 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The Department's Net Assets position is expected to improve by \$194 million (2.9 per cent) from June 2001 to June 2002. This mainly reflects additional investment in assets by the State Government and by schools and TAFE institutes sourced from their own revenue.

New asset investment initiative funding in 2001-02 totalling \$157 million, which includes \$90 million from the *Growing Victoria* infrastructure reserve, will contribute to the expected increase in Non-Current Fixed Assets of \$252 million from June 2001 to June 2002. Investment by schools and TAFE institutes from locally raised funds, continuing state funded asset investment and *Growing Victoria* infrastructure reserve projects announced in prior years and the impact of the rolling asset revaluation program have also contributed to this increase.

The expected increase of \$38 million in Non-Current Liabilities for Employee Entitlements from June 2001 to June 2002 represents in part the impact of recent wage agreements, including the new schoolteacher classification and performance framework on accrued Long Service Leave Liability Entitlements as well as the underlying growth in years of service.

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

Table 2.1.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 4 705.0 | 4 970.8 | 5 044.8 | 5 184.0 | 4.3 |
| Receipts from State Government - increase in net asset base | .. | 11.4 | 11.4 | .. | na |
| Section 29 Receipts - Commonwealth | 42.3 | 43.5 | 46.3 | 44.6 | 2.6 |
| - Other | 1.8 | 1.7 | 1.7 | 1.7 | .. |
| - Asset Sales | 12.3 | 24.2 | 19.2 | 18.9 | -22.0 |
| Other Commonwealth grants | 259.2 | 247.3 | 232.2 | 229.6 | -7.2 |
| Other | 617.0 | 637.9 | 618.3 | 628.6 | -1.4 |
| | 5 637.6 | 5 936.8 | 5 974.0 | 6 107.5 | 2.9 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -3 313.3 | -3 293.4 | -3 391.5 | -3 485.1 | 5.8 |
| Purchases of Supplies and Services | -907.2 | -1 223.1 | -1 145.4 | -1 079.0 | -11.8 |
| Interest and finance expenses | -2.1 | -0.6 | -0.6 | -0.6 | .. |
| Capital Assets Charge | -482.4 | -478.4 | -478.4 | -547.7 | 14.5 |
| Current grants and transfer payments | -441.0 | -556.1 | -535.0 | -551.8 | -0.8 |
| Capital grants and transfer payments | -0.7 | -0.6 | -0.6 | -0.6 | .. |
| Net Cash flows from operating activities | 490.8 | 384.7 | 422.4 | 442.7 | 15.1 |
| Cash flows from investing activities | | | | | |
| Purchases of investments | -38.0 | .. | .. | .. | .. |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 26.0 | 24.2 | 19.2 | 18.9 | -22.0 |
| Purchases of non-current assets | -321.6 | -305.1 | -367.0 | -452.3 | 48.3 |
| Net Cash flows from investing activities | -333.5 | -280.9 | -347.9 | -433.5 | 54.3 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations - increase in net asset base | 56.6 | .. | .. | .. | .. |
| Capital repatriation to Government | .. | .. | .. | .. | .. |
| Net increases in balances held with Government | -151.7 | -101.8 | -73.6 | -8.4 | -91.8 |
| Net borrowings and advances | -0.9 | .. | .. | .. | .. |
| Net Cash flows from financing activities | -96.0 | -101.8 | -73.6 | -8.4 | -91.8 |

Table 2.1.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|--------------|--------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Net Increase/Decrease in Cash Held | 61.3 | 2.0 | 0.9 | 0.9 | -53.5 |
| Cash at beginning of period | 300.9 | 362.1 | 362.1 | 363.0 | 0.2 |
| Cash at end of period | 362.1 | 364.1 | 363.0 | 364.0 | 0.0 |
| <i>Administered Items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government – payments on behalf of state | 1.9 | .. | .. | .. | .. |
| Other Commonwealth grants | 1 087.8 | 1 263.3 | 1 274.7 | 1 309.7 | 3.7 |
| Other | 1.7 | 4.7 | 0.7 | 0.7 | -86.0 |
| | 1 091.3 | 1 268.0 | 1 275.3 | 1 310.3 | 3.3 |
| <i>Operating payments</i> | | | | | |
| Purchases of Supplies and Services | - 3.9 | .. | .. | .. | .. |
| Current grants and transfer payments | - 713.4 | - 859.3 | - 888.8 | - 907.1 | 5.6 |
| Capital grants and transfer payments | - 24.8 | - 25.8 | - 25.7 | - 26.2 | 1.9 |
| Other | - 350.3 | - 383.0 | - 360.8 | - 377.0 | -1.6 |
| Net Cash flows from operating activities | - 1.0 | .. | .. | .. | .. |
| 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 | 0.9 | 0.1 | 0.1 | 0.1 | .. |
| Net Cash flows from financing activities | 0.9 | 0.1 | 0.1 | 0.1 | .. |

Source: Department of Treasury and Finance

Note:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The major impacts on the movement from 2000-01 Budget to 2000-01 Revised in the controlled statement of cash flows are due to a revised estimate of the extent of the purchase of assets in schools from locally raised funds. This is reflected as a reclassification of expenditure from purchases of supplies and services to the purchase of non-current assets.

Variations on the Administered Statement of Cash Flows are primarily due to the indexation of Commonwealth grants to government and non-government schools.

Significant variations to the Statement of Cash Flows are explained in more detail in the discussion of the Statement of Financial Performance and Statement of Financial Position.

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) | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Annual appropriations ^(b) | 4 971.9 | 5 055.0 | 5 183.8 | 4.3 |
| Receipts credited to appropriations | 69.4 | 67.2 | 65.2 | - 6.0 |
| Unapplied previous years appropriation | 10.1 | 1.0 | .. | na |
| Accumulated surplus - previously applied appropriation | 30.0 | 30.0 | .. | na |
| Gross Annual appropriation | 5 081.4 | 5 153.2 | 5 249.0 | 3.3 |
| Special appropriations | 0.3 | 0.3 | 0.3 | .. |
| Trust funds | 1 218.4 | 1 243.6 | 1 261.2 | 3.5 |
| Non public account and other sources | 576.0 | 545.9 | 549.3 | - 4.6 |
| Total Authority | 6 876.1 | 6 942.9 | 7 059.7 | 2.7 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) 2000-01 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, Community Services, Housing and Aged Care. 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 sector residential aged care facilities, local government, community health centres, ambulance services and a range of non-government organisations providing mainly community services. The Department also provides some services directly, including public rental housing, disability services, child protection and juvenile justice services.

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 sector residential aged care facilities.

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 persons as well as support and assistance to enable them to continue to live at home as long as possible;
- provision of a range of accommodation and support services aimed at enhancing the quality of life of people with disabilities;
- accommodation and assistance support for homeless people;
- provision of a wide range of health and community services for Victorian families, such as preschool, early intervention and family support services;
- promoting and protecting the health of Victorians through emergency management, public health, preventive services, education and regulation;
- provision of a range of alcohol and drug prevention and treatment services;
- meeting the State's statutory responsibilities for vulnerable children and young people in relation to child protection and juvenile justice;
- provision of secure, affordable and appropriate housing to low income Victorians; and
- provision of Government concessions to low income groups to improve the affordability of key essential services.

Departmental Objectives

As part of the Government's commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each department that directly link to departmental outputs. For DHS, the objectives to be achieved are:

- waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- quality of Human Services improves each year;
- sustainable, well managed and efficient Government and non-government service sectors;

- reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and disease prevention measures;
- increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- reduce inequalities in health status and well-being, and in access to services.

Review of 2000-2001

The Department's financial and output performance is broadly in line with the 2000-01 forecasts. Additional funds were provided to meet approved wages and conditions outcomes negotiated under Enterprise Bargaining Agreements. Additional funds were also provided for the National Depression Initiative, equity injections to Metropolitan Health Services upon their establishment to improve their liquidity positions, and advanced funding to commence redevelopment of the Austin and Repatriation Medical Centre.

Major achievements during 2000-01 have also included:

- support for the Drug Policy Expert Committee and development of the Victorian Government Drug Initiative in response to its recommendations;
- establishment of the Patient Management Taskforce and Emergency Demand Coordination Group to develop new approaches to the management of emergency demand for public hospital services;
- implementation of the Government's election commitments funded in the 2000-01 Budget, providing a wide range of service improvements and expansions;
- formation of the DisAbility Advisory Council of Victoria, which includes people with disabilities, carers and cross-government representation to provide advice to the Minister for Community Services; and
- completion of the Community Care Review and adoption of a new partnership framework to guide the development and delivery of Community Care services.

A new Commonwealth/State Supported Assisted Accommodation Program (SAAP IV) came into force from July 2000 for the period 2000 to 2005. A major review of departmental Output Group structures and associated performance indicators was also undertaken for 2001-02.

2001-02 Outlook

The 2001-02 Budget initiatives build on the substantial increases to the State's investment in health and the social support system undertaken since the Government came to office. Further investment is made in this budget to enable human services programs to meet and better manage the increasing demand for services from population growth, ageing and other factors.

In aggregate, the DHS output budget for 2001-02 is \$7 937 million, an increase of \$684 million (9.4 per cent) over the 2000-01 Budget (\$7 253 million).

The most significant increase to output funding is in Acute Health Services that is projected to increase by \$413 million (12 per cent). Sub-Acute Health Services will increase by \$46 million (15 per cent), DisAbility Services by \$45 million (7 per cent), Aged and Home Care by \$42 million (7 per cent), Community Care by \$35 million (7 per cent), Mental Health by \$34 million (7 per cent), Public Health and Drugs by \$21 million (10 per cent) and Housing Assistance by \$24 million (6 per cent).

Asset investment funding is increased substantially in this budget, for a total end cost of \$514 million for the budget sector component of DHS. In addition, there is \$352 million funding in 2001-02 for asset investment by the Office of Housing (a non budget sector entity).

Strategic directions

The 2001-02 Budget provides \$315 million to continue rebuilding the human services system and provide services and directions that strengthen communities. This further investment in health, aged care, community services and housing reflects the following key objectives and strategic priorities for the portfolio in 2001-02.

Priorities for the objective of waiting times for health, community care, disability and housing programs are at or below national benchmark levels include:

- a Hospital Demand Strategy which addresses growth in emergency admissions, increasing elective surgery waiting lists and access blockages in the major metropolitan public hospitals. It includes a commitment to three-year funding increases for innovation substitution and prevention programs which divert demand away from hospitals, and invests in productivity improvement; and
- implementing an expanded capital program which includes a major redevelopment of the Austin and Repatriation Medical Centre, preparation of the Metropolitan Health Plan and Rural Human Services Strategy to better

distribute services across geographic areas, and redevelopment of placement and support residential care facilities.

Priorities for the objective of improving the quality of human services programs each year include:

- upgrading the standard of placement and support facilities for children in need of protection;
- upgrading of public sector residential aged care facilities to meet Commonwealth certification standards;
- responding to the recommendations of the Auditor General's Performance Audit of Intellectual Disability Services;
- redevelopment of older public housing estates;
- developing and implementing a framework of performance indicators to better measure access, equality, safety and efficiency of health care services; and
- developing a quality framework for the Department to encourage continuous service improvement.

Priorities for the objective of sustainable, well managed and efficient Government and non-Government service sectors include:

- improving service viability and service delivery models, in particular non-Government placement and support services;
- investment to achieve medium-term productivity improvements, through the creation of a Human Services Productivity Fund; and
- investment in upgrading information and communication technology, with additional resources provided through the *Growing Victoria* infrastructure reserve for an Information, Communication and Technology Strategy in health care, and working to improve integration of the Department's major information technology systems which support Community Care and DisAbility direct service delivery.

Priorities for the objective of reducing social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and health promotion measures include:

- development of a 'Best Start' early childhood strategy, continued implementation of the juvenile justice diversion strategy and development of a comprehensive service response for adolescents at risk;
- implementation of tobacco regulation reforms and an integrated focus on food and health issues, and continuing focus on positive ageing; and

- strengthening disease control and environmental health, in particular a new regulatory framework to reduce the incidence of legionnaires disease from cooling towers, and expansion of immunisation services.

Priorities for the objective of increasing the proportion of people needing the Department's funded services who remain in supportive families and communities include:

- strategies to enhance social inclusion for people with disabilities, focusing in particular on the State DisAbility Plan, additional in-home services and consolidation of rural access services for people with disabilities;
- strategies to promote and expand home-based care as the placement option of choice for children and young people unable to remain living with their birth families; and
- support for the International Year of the Volunteer, and implementation of Primary Care Partnerships.

Priorities for the objective of reducing inequalities in health status and in access to services include:

- development of initiatives that seek to address regional differences in health status as evidenced by the Burden of Disease Study. Initiatives will target particular clinical specialties in rural areas, in addition to allocating resources to identified areas of need such as Frankston and Sunshine;
- supporting integrated whole of government responses, in particular implementation of the Victorian Government Drug Initiative, development of the Victorian Homelessness Strategy, and expanding assistance to homeless people;
- improving services to meet complex and enduring needs, including implementation of the Acquired Brain Injury (ABI) Strategic Plan;
- improving access to early intervention services for children with developmental delay;
- further investment in social housing, including through partnerships with local government and community groups, improvement in the quality of social housing stock and redevelopment of public housing estates; and
- supporting the implementation of Primary Care Partnerships' Community Health Plans and expanded primary health care.

Output and Asset Investment Initiatives

Details of output initiatives to support the Department's strategic directions are included in *Budget Paper No. 2*. These initiatives total \$315 million in 2001-02 (rising to \$356 million in 2004-05), including an additional \$125 million for the Hospital Demand Strategy and \$96 million to recruit additional nurses and improve their working conditions.

The budget sector of the Department has new asset investment with a total end cost of \$514 million. Details of these asset investments are also included in *Budget Paper No. 2*.

Office of Housing expenditure is funded from several sources. Budget sector funding in 2001-02 comprises an appropriation of \$329 million through the Commonwealth-State Housing Agreement (including GST compensation) and \$38 million to further expand social housing and community housing for older citizens. An additional \$417 million is generated from Office of Housing rental operations, asset sales, and other internal sources.

From Office of Housing's total available funds, \$171 million will be allocated to the acquisition and construction of public, community and affordable housing, including joint ventures and redevelopments in 2001-02. In addition, \$154 million will be allocated for physical improvement of public rental and community managed properties, including Aboriginal Housing. This investment will improve the quality of public housing and expand social housing, particularly for homeless people.

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)

| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
|--|----------------------------------|--------------------|-------------------|-------------------------------|
| Acute Health Services | 3 325.3 | 3 542.1 | 3 737.9 | 12.4 |
| Sub-Acute Health Services | 299.9 | 322.5 | 345.8 | 15.3 |
| Ambulance Services | 220.6 | 217.4 | 225.3 | 2.1 |
| Aged and Home Care | 642.9 | 660.8 | 685.0 | 6.5 |
| Primary Health | 121.4 | 117.3 | 131.7 | 8.5 |
| Dental Health | 78.9 | 79.4 | 83.1 | 5.4 |
| Mental Health | 493.5 | 512.2 | 527.3 | 6.9 |
| Public Health and Drugs | 216.6 | 226.2 | 237.3 | 9.6 |
| DisAbility Services | 668.5 | 666.1 | 713.4 | 6.7 |
| Community Care | 497.7 | 505.5 | 532.7 | 7.0 |
| Concessions to Pensioners and Beneficiaries ^(c) | 280.7 | 280.8 | 286.3 | 2.0 |
| Housing Assistance | 407.4 | 409.1 | 430.9 | 5.8 |
| Total | 7 253.4 | 7 539.4 | 7 936.7 | 9.4 |

Source: Department of Treasury and Finance

Notes:

- (a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.
- (b) Variation is between 2000-01 Budget and 2001-02 Budget.
- (c) This output group includes funding for transport concessions transferred to the Department of Infrastructure. This funding is reflected in the Department of Infrastructure's Regional and Rural Transport Services and Metropolitan Transport Services output groups.

Acute Health Services

Description of the Output Group:

Acute hospital inpatient, ambulatory and emergency services.

Department Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-government service sectors; and
- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Admitted Services – Same and multi-day inpatient services (elective and non-elective) provided at metropolitan and rural hospitals.

Quantity

| | | | | | |
|--|--------|---------|---------|---------|-----------|
| Separations | number | 950 000 | 970 400 | 995 000 | 1 020 800 |
| Weighted Inlier Equivalent Separations (WIES) (multi- and same-day services)(WIES 8) ^(a) | number | 765 200 | 781 600 | 784 000 | 803 700 |

Quality

| | | | | | |
|-----------------|----------|------|-----|-----|-----|
| Beds accredited | per cent | 96.5 | 100 | 100 | 100 |
|-----------------|----------|------|-----|-----|-----|

Timeliness

| | | | | | |
|---|----------|-----|------|-------------------|-----|
| Urgent (Category 1) patients admitted within 30 days | per cent | 100 | 100 | 100 | 100 |
| Semi-urgent (Category 2) patients admitted within 90 days | per cent | 81 | 80 | 75 | 80 |
| Emergency patients admitted within the recommended period (<12 hours) | per cent | 89 | 94.5 | 84 ^(b) | 95 |

Cost

| | | | | | |
|-------------------|------------|----|---------|---------|---------|
| Total output cost | \$ million | na | 2 535.5 | 2 728.1 | 2 899.3 |
|-------------------|------------|----|---------|---------|---------|

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) | 2 012 | 1 986 | 2 030 | 1 986 |
|---|---------------|-------|-------|-------|-------|

Acute Health Services – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Maternity service enhancement – women receiving postnatal domiciliary visits | per cent | 70 | 80 | 78 | 80 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 425.0 | 439.0 | 450.2 |
| Emergency Services – Emergency admissions to major metropolitan hospitals with emergency departments. | | | | | |
| <i>Quantity</i> | | | | | |
| Emergency department presentations ^(c) | number | nm | nm | nm | 855 000 |
| Emergency admission ^(d) | number | nm | nm | nm | 214 000 |
| <i>Quality</i> | | | | | |
| 24 hour emergency departments | number | 33 | 33 | 33 | 34 |
| <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 | 77 | 75 |
| Emergency Category 3 treated in 30 minutes | per cent | 73 | 72 | 68 | 70 |
| <i>Cost</i> | | | | | |
| Total output cost ^(e) | \$ million | na | 157.0 | 161.0 | 164.5 |
| Acute 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 | 985 | 966 | 1088 | 1200 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 150.0 | 154.0 | 157.5 |
| Private Hospital Regulation ^(f) – Regulation of private hospitals and day procedure centres in accordance with the Health Service Act 1988. | | | | | |
| <i>Quantity</i> | | | | | |
| Registration renewals | number | nm | nm | nm | 111 |
| <i>Timeliness</i> | | | | | |
| Registration renewals processed within statutory times | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 0.9 | 1.0 | 1.0 |

Acute Health Services – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Blood Services – To provide adequate and safe supplies of blood and blood products for therapeutic use in Victoria. | | | | | |
| <i>Quantity</i> | | | | | |
| Blood collections | number | 230 000 | 238 000 | 243 000 | 248 000 |
| <i>Quality</i> | | | | | |
| Compliance of blood production and supply activities within Therapeutic Goods Association requirements | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 55.0 | 57.0 | 63.5 |
| Better Health Channel – To provide the community with access to online health related information which is reliable, up-to-date and locally relevant. | | | | | |
| <i>Quantity</i> | | | | | |
| Internet hits | number (‘000) | nm | nm | 15 000 | 18 000 |
| Internet enquiries (page views) | number (‘000) | nm | nm | 2 400 | 2 800 |
| <i>Quality</i> | | | | | |
| Number of articles | number | nm | nm | nm | 1 000 |
| <i>Timeliness</i> | | | | | |
| Accessible 24 hours a day | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 2.0 | 2.0 |

Source: Department of Human Services

Notes:

- (a) WIES actuals and targets for all years have been adjusted to reflect the new WIES 8 formula for weighting the cost of patient treatment episodes in hospital.
- (b) 2000-01 expected outcome reflects higher than predicted growth in emergency patients admitted to metropolitan hospitals.
- (c) Data represents number of patients presenting to emergency departments at 30 hospitals.
- (d) Indicator from 2000-01 expected outcome reflects emergency patient admissions to major metropolitan hospitals only. Previously, the indicator measured all emergency department treatments (including non-admitted patients) in all hospitals.
- (e) Output cost of emergency patients admitted to hospital is included in Admitted Services output cost.
- (f) New output and indicators for 2001-02.

Sub-Acute Health Services

Description of the Output Group:

A range of inpatient services, community based services and specialist services.

Department Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Admitted Services – Sub-acute inpatient treatments.

Quantity

| | | | | | |
|----------|--------|---------|---------|------------------------|------------------------|
| Bed days | number | 541 300 | 589 700 | 640 000 ^(a) | 681 600 ^(a) |
|----------|--------|---------|---------|------------------------|------------------------|

Quality

| | | | | | |
|-----------------|----------|----|----|----|-----|
| Beds accredited | per cent | nm | nm | nm | 100 |
|-----------------|----------|----|----|----|-----|

Cost

| | | | | | |
|-------------------|------------|----|-------|-------|-------|
| Total output cost | \$ million | na | 215.9 | 233.9 | 255.8 |
|-------------------|------------|----|-------|-------|-------|

Non admitted Services – Ambulatory services provided in specialist clinics.

Quantity

| | | | | | |
|---|--------|---------|---------|---------|--------------------|
| Community Rehabilitation Clinics places | number | 124 463 | 124 460 | 124 460 | tbd ^(b) |
|---|--------|---------|---------|---------|--------------------|

Quality

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Community Rehabilitation Clinics designated | per cent | 100 | 100 | 100 | 100 |
|---|----------|-----|-----|-----|-----|

Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Patients contacted within 3 days of referral | per cent | nm | nm | nm | 70 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 60.0 | 63.6 | 65.0 |
|-------------------|------------|----|------|------|------|

Sub-Acute Health Services – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Post Acute Care Services – Services provided in the clients home across Victoria for people discharged from acute and sub-acute hospitals on the basis of need. | | | | | |
| <i>Quantity</i> | | | | | |
| Completed episodes | number | nm | nm | nm | 28 000 |
| <i>Quality</i> | | | | | |
| Clients not readmitted to acute hospital | per cent | nm | nm | nm | 80 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 24.0 | 25.0 | 25.0 |

Source: Department of Human Services

Notes:

- (a) *Expected outcome for 2000-01 and 2001-02 target revised to include nursing home type patients in Acute facilities.*
- (b) *Targets to be determined in consultation with hospitals.*

Ambulance Services

Description of the Output Group:

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

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors; and
- Reduce inequalities in health status and well-being, and in access to services.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Ambulance Emergency Services – Emergency road, rotary and fixed air wing patient treatment and transport services.

Quantity

| | | | | | |
|-------------------------|--------|---------|---------|---------|------------------------|
| Metropolitan road cases | number | 209 741 | 210 800 | 222 500 | 236 000 ^(a) |
| Country road cases | number | 74 509 | 72 000 | 76 000 | 77 000 ^(a) |
| Rotary wing cases | number | 1 644 | 1 650 | 1 650 | 2 000 ^(a) |
| Fixed wing cases | number | 816 | 875 | 750 | 800 ^(a) |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Audited cases meeting clinical practice standards | per cent | 91 | 92 | 94 | 92 |
|---|----------|----|----|----|----|

Timeliness

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

Cost

| | | | | | |
|-------------------|------------|----|-------|-------|-------|
| Total output cost | \$ million | na | 186.2 | 183.2 | 193.9 |
|-------------------|------------|----|-------|-------|-------|

Ambulance Non-emergency Services – Non-emergency road and fixed air wing patient transport services.

Quantity

| | | | | | |
|-------------------------|--------|---------|---------|---------|------------------------|
| Metropolitan road cases | number | 127 455 | 111 200 | 140 000 | 148 000 ^(a) |
| Country road cases | number | 38 053 | 36 600 | 40 000 | 41 000 ^(a) |
| Fixed wing cases | number | 2 885 | 2 625 | 3 500 | 3 000 ^(a) |

Ambulance Services – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Audited cases meeting clinical practice standards | per cent | 90 | 90 | 82 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 30.6 | 30.4 | 27.8 |
| Training and Development – Provision of clinical training for ambulance paramedics by external organisations. | | | | | |
| <i>Quantity</i> | | | | | |
| Ambulance student hours | number | 107 848 | 107 000 | 107 000 | 135 000 |
| <i>Quality</i> | | | | | |
| Ambulance students successfully completing courses | per cent | 97 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 1.9 | 2.1 |
| Basic Life Support Program – Provision of statewide cardiac pulmonary resuscitation training program. | | | | | |
| <i>Quantity</i> | | | | | |
| Participants | number | nm | nm | nm | 30 000 |
| <i>Quality</i> | | | | | |
| Participants successfully completing courses | per cent | nm | nm | nm | 97 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 1.9 | 1.5 |

Source: Department of Human Services

Note:

(a) Target reflects the estimated case load for ambulance services.

Aged and Home Care

Description of the Output Group:

A range of in-home, community-based, in-patient, specialist geriatric, residential care and palliative care services. Includes Home and Community Care (HACC) services that are designed to provide basic maintenance and support services for frail older people, people with a disability and their carers.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and disease prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Positive Ageing – Community-based information and activities to promote health and well-being for older Victorians.

Quantity

| | | | | | |
|------------------------------------|--------|---------|---------|---------|---------|
| Senior citizens' week participants | number | 380 000 | 400 000 | 400 000 | 400 000 |
|------------------------------------|--------|---------|---------|---------|---------|

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 1.5 | 1.5 | 1.6 |
|-------------------|------------|----|-----|-----|-----|

Aged Care Assessment Services (ACAS) – Comprehensive assessment of people's requirements for treatment and residential aged care services.

Quantity

| | | | | | |
|-----------------------|--------|--------|--------|--------|--------|
| Aged care assessments | number | 52 834 | 53 600 | 53 600 | 53 600 |
|-----------------------|--------|--------|--------|--------|--------|

Timeliness

| | | | | | |
|--|---------------|-----|-----|-----|-----|
| Average waiting time for ACAS assessment | number (days) | 7.8 | 8.5 | 8.5 | 8.5 |
|--|---------------|-----|-----|-----|-----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 19.6 | 19.4 | 20.2 |
|-------------------|------------|----|------|------|------|

Aged and Home Care – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected | 2001-02 Target Outcome |
|---|----------------------------|----------------------------|---------------------------|-----------------------------|---------------------------------------|
| Aged Support Services – A range of inpatient and community services that support older Victorians and their carers. | | | | | |
| <i>Quantity</i> | | | | | |
| Individuals provided with respite services ^(a) | number | 17 880 | 20 000 | 20 000 | 20 000 |
| Palliative care sub acute inpatient treatment | number (bed days) | nm | 66 953 | 67 000 | 70 000 ^(b) |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 105.3 | 106.2 | 111.0 |
| Aged Residential Care – Services for people requiring ongoing care and support in a residential aged care setting. | | | | | |
| <i>Quantity</i> | | | | | |
| Nursing home care bed days | number (‘000) | 1 208.8 | 1 160 | 1 160 | 1 200 |
| <i>Quality</i> | | | | | |
| Residential care services meeting certification/accreditation standards | per cent | 90 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 179.7 | 193.2 | 194.4 |
| Aged Care Service System Development and Resourcing – Training, research and development programs that improve the quality and targeting of aged care services provision. | | | | | |
| <i>Quantity</i> | | | | | |
| Academic/research programs funded | number | nm | nm | nm | 7 |
| Multi Purpose Services funded | number | nm | nm | nm | 7 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 20.1 | 19.9 | 20.7 |
| HACC Primary Health, Community Care and Support – A range of community based nursing, allied health and support services enabling frail older people and younger people with disabilities to maintain their independence in the community. | | | | | |
| <i>Quantity</i> | | | | | |
| Home and Community Care service delivery (including case management packages) (community service units) ^(c) | number (‘000) | 4 023.5 | 4 200 | 4 200 | 4 500 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 307.7 | 311.7 | 327.8 |
| Budget Estimates 2001-02 | | Human Services | | | 65 |

Aged and Home Care – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| HACC Service System Development and Resourcing – Training, research and development programs that improve the quality and targeting of HACC services. | | | | | |
| <i>Quantity</i> | | | | | |
| Home and Community Care service development and resourcing (service system resourcing units) | number | nm | nm | nm | 200 000 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 9.0 | 8.9 | 9.3 |

Source: Department of Human Services

Note:

- (a) This measure was previously called Carers Assisted. It has been changed to better reflect program delivery arrangements.*
- (b) Increase is due to the full year effect of beds opened during 2000-01.*
- (c) The definitions and methodologies for this measure have changed from previous years. Targets and actual figures appearing in these Budget Papers are incompatible with Budget Paper figures of previous years.*

Primary Health

Description of the Output Group:

A range of in-home, community based, community and primary health services designed to promote health and well-being and prevent the onset of more serious illness.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and disease prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Community Health Care – A range of community care and support services, including allied and women's health that enable people to continue to live independently in the community.

Quantity

| | | | | | |
|---|--------|----|----|----|---------|
| Community and primary health care service hours | number | nm | nm | nm | 850 000 |
|---|--------|----|----|----|---------|

Cost

| | | | | | |
|-------------------|------------|----|------|------|-------|
| Total output cost | \$ million | na | 99.2 | 95.5 | 107.1 |
|-------------------|------------|----|------|------|-------|

School Nursing – Provision of appropriate health promotion and individual health care and support to young people.

Quantity

| | | | | | |
|--|--------|----|----|----|--------|
| Prep aged students assessed by school nurses | number | nm | nm | nm | 57 800 |
|--|--------|----|----|----|--------|

Quality

| | | | | | |
|--|----------|----|----|----|-----|
| Prep aged students with completed care plans receiving followup care | per cent | nm | nm | nm | 100 |
|--|----------|----|----|----|-----|

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 7.3 | 7.5 | 8.6 |
|-------------------|------------|----|-----|-----|-----|

Primary Health – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Primary Health Service System Development and Resourcing – Training, research and development programs that improve the quality and targeting of primary health care services. | | | | | |
| <i>Quantity</i> | | | | | |
| Primary Care Partnerships with reviewed and updated Community Health Plans | per cent | na | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 14.9 | 14.3 | 16.0 |

Source: Department of Human Services

Dental Health

Description of the Output Group:

A range of specialist, community, school and preschool dental services for eligible Victorians.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and disease prevention measures; and
- Reduce inequalities in health status and well-being, and in access to services.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Dental Services – A range of dental health services to support health and well-being in the community. | | | | | |
| <i>Quantity</i> | | | | | |
| Community, school, preschool and specialist services (dental service units) | number | nm | nm | nm | 606 400 |
| <i>Quality</i> | | | | | |
| Ratio of emergency to general courses of dental care | ratio | 53:47 | 44:56 | 50:50 | 48:52 |
| Disadvantaged students accessing School Dental Care | per cent | 80 | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Waiting time for restorative dental care | months | 17 | 18 | 20 | 20 |
| Waiting time for dentures | months | 24 | 24 | 23 | 23 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 77.0 | 77.5 | 81.2 |

Primary Health – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Dental Service System Development and Resourcing – Training, research and development programs that improve the quality and targeting of dental health services. | | | | | |
| <i>Quantity</i> | | | | | |
| Dental service system development and resourcing (dental service units) | number | nm | nm | nm | 14 300 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 1.9 | 1.9 |

Source: Department of Human Services

Mental Health

Description of the Output Group:

A range of acute, residential and community based services to support people with a mental illness.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and disease prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Clinical Inpatient Care – A range of hospital inpatient treatment programs provided to people with mental illness.

Quantity

| | | | | | |
|---|--------|----|----|----|---------|
| Inpatient treatment capacity (available bed days) | number | nm | nm | nm | 391 500 |
|---|--------|----|----|----|---------|

Cost

| | | | | | |
|-------------------|------------|----|-------|-------|-------|
| Total output cost | \$ million | na | 195.9 | 203.2 | 209.6 |
|-------------------|------------|----|-------|-------|-------|

Clinical Community Care – A range of community based and residential programs and support services provided to people with mental illness.

Quantity

| | | | | | |
|---|--------|----|----|----|---------|
| Community residential treatment capacity (available bed days) | number | nm | nm | nm | 314 400 |
|---|--------|----|----|----|---------|

| | | | | | |
|---------------------|---------------|-------|-------|-------|-------|
| Registered contacts | number ('000) | 1 600 | 1 600 | 1 600 | 1 700 |
|---------------------|---------------|-------|-------|-------|-------|

Cost

| | | | | | |
|-------------------|------------|----|-------|-------|-------|
| Total output cost | \$ million | na | 224.5 | 232.8 | 240.5 |
|-------------------|------------|----|-------|-------|-------|

Psychiatric Disability Support Services – A range of support and rehabilitation services provided to people who have disabilities resulting from mental illness.

Quantity

| | | | | | |
|---|--------|----|----|----|-------|
| Clients receiving Psychiatric Disability Support Services | number | nm | nm | nm | 9 000 |
|---|--------|----|----|----|-------|

Mental Health – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Individual Program Plans completed within 2 months | per cent | nm | nm | nm | 75 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 56.3 | 58.7 | 59.5 |
| Mental Health Service System Development and Resourcing – A range of support and rehabilitation services provided to people who have disabilities resulting from mental illness. | | | | | |
| <i>Quantity</i> | | | | | |
| Academic positions | number | 31 | 31 | 32 | 32 |
| Clinical training positions funded | number | nm | nm | nm | 230 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 16.8 | 17.5 | 17.7 |

Source: Department of Human Services

Public Health and Drugs

Description of the Output Group:

The provision of leadership, support and services that promote and protect the health and well-being of all Victorians in partnership with key stakeholders and communities.

Departmental Objectives to which the Output Group contributes:

- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention and health prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being and in access to services.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Disease Prevention, Control and Surveillance – Reduce the impact and spread of disease amongst Victorians by prevention and early intervention through population-wide health strategies including immunisation, disease surveillance and response, monitoring, screening and control, sexual health and clinical services, supported accommodation, home-based care and needle and syringe programs. | | | | | |
| <i>Quantity</i> | | | | | |
| Screens for preventable illness (cancer screening, genetic screenings and TB undertakings) | number | 967 375 | 973 400 | 986 000 | 997 400 |
| Needles provided through the Needle and Syringe Program | number ('000) | 6 278 | 6 600 | 6 600 | 6 600 |
| <i>Quality</i> | | | | | |
| Immunisation coverage: | | | | | |
| • At 2 years of age | per cent | 78.7 | 80 | 88 | 88 |
| • At school entry | per cent | 85.7 | 85 | 85 | 85 |
| • At 17 years of age | per cent | 79.2 | 80 | 80 | 80 |
| • At 65+ years of age (influenza) | per cent | nm | nm | nm | 78 |
| <i>Timeliness</i> | | | | | |
| Target population screened within specified timeframe for breast cancer | per cent | 56 | 56 | 56 | 56 |
| Target population screened within specified timeframe for cervical cancer | per cent | 69 | 70 | 70 | 70 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 92.0 | 97.0 | 99.0 |

Public Health and Drugs – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Drug Prevention and Control – Encourage all Victorians to minimise the harmful effects of illicit and licit drugs, including tobacco and alcohol, by providing a comprehensive range of strategies which focus on enhanced community and professional education, targeted prevention and early intervention, and the use of effective regulation. | | | | | |
| <i>Quantity</i> | | | | | |
| GPs trained to prescribe methadone | number | nm | nm | nm | 46 |
| Participants in peer education programs for injecting drug users | number | nm | nm | nm | 350 |
| Contacts through Family Drug Help | number | nm | nm | nm | 3 000 |
| Restaurants, cafes and dining areas complying with smoke free dining | per cent | nm | nm | nm | 75 |
| Local councils undertaking inspections to assess compliance with the Tobacco Act | per cent | nm | nm | nm | 80 |
| <i>Quality</i> | | | | | |
| Implementation of Poison Control Plan (self-assessment tool) among licence and permit holders | number | nm | 1 385 | 1 445 | 1 608 |
| Local Council trained in tobacco reforms | per cent | nm | nm | nm | 75 |
| <i>Cost</i> | | | | | |
| Total output cost ^(a) | \$ million | na | 10.3 | 13.0 | 10.4 |
| Drug Treatment and Rehabilitation – Assist the community and individuals to control and reduce the harmful effects of illicit and licit drugs including alcohol in Victoria through the provision of residential and community based services which include withdrawal services, rehabilitation, supported accommodation, education and training, counselling and support. | | | | | |
| <i>Quantity</i> | | | | | |
| Residential based drug treatment services | episode | 5 066 | 5 000 | 5 000 | 6 000 |
| Community based drug treatment services ^(b) | episode | 28 863 | 35 500 | 31 000 | 33 000 |
| Drug counselling, consulting and continuing care ^(c) | episode | nm | nm | nm | 12 000 |
| Clients on the methadone program | number | 7 345 | 8 800 | 8 800 | 8 800 |

Public Health and Drugs – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Successful courses of treatment | per cent | nm | nm | nm | 85 |
| <i>Timeliness</i> | | | | | |
| Average number of working days between screening of client and commencement of residential based drug treatment | working days | 13 | 15 | 15 | 12 |
| Average number of working days between screening of client and commencement of community based drug treatment | working days | 4.3 | 6 | 6 | 5 |
| <i>Cost</i> | | | | | |
| Total output cost ^(a) | \$ million | na | 42.3 | 44.1 | 52.0 |
| Health and Social Development – Develop the capacity of the community, organisations and systems to improve the health and well-being of Victorians through strengthening communities. Programs focus on the needs of children and youth, and tackling health inequalities by forming strategic partnerships to deliver health promotion strategies, professional education and support, public information and advocacy. | | | | | |
| <i>Quantity</i> | | | | | |
| Local agencies and or alliances supported to develop health promotion plans | number | nm | nm | nm | 32 |
| People who have undertaken funded health promotion training or a professional development program | number | nm | nm | nm | 200 |
| <i>Quality</i> | | | | | |
| Parents receiving Child Health Records | per cent | nm | nm | nm | 97 |
| Funded health development initiatives for which evaluation reports are required and have been received | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 32.5 | 32.1 | 34.1 |

Public Health and Drugs – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Environmental Health and Safety – Reduce and manage the public health risks associated with air, land, water, chemicals and other aspects of the environment in Victoria through risk assessment approaches, emergency response, information and advice, education and training, regulation and the provision of statutory services. | | | | | |
| <i>Quantity</i> | | | | | |
| Environmental health inspections and investigations undertaken | number | 1 119 | 1 400 | 1 400 | 1 800 |
| Legionnaires inspections and investigations undertaken | number | nm | nm | nm | 1 000 |
| <i>Quality</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 | 3.9 | 3.9 | 5.2 |
| Food and Activity – Promote and support healthy eating, food safety, regular activity and healthy weight in Victoria through community education, development initiatives, training, regulation and services. | | | | | |
| <i>Quantity</i> | | | | | |
| Food Safety Program Templates registered | number | nm | nm | nm | 10 |
| Food Safety Training Sessions conducted | number | nm | nm | nm | 10 |
| <i>Quality</i> | | | | | |
| Level of participant satisfaction with Food Safety Training Programs | per cent | nm | nm | nm | 75 |
| <i>Timeliness</i> | | | | | |
| Average time taken from notification to commencement of enforcement action | hours | nm | nm | nm | 24 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.0 | 3.0 | 3.0 |

Public Health and Drugs – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Biomedical Research, Ethics and Safety – Enhance high quality biomedical research to improve health outcomes and economic prosperity in Victoria whilst ensuring high standards of ethics, safety and community confidence in biotechnology through consultation and contribution to the national regulatory framework. | | | | | |
| <i>Quantity</i> | | | | | |
| National Health and Medical Research grant funding received by research institutes in Victoria | per cent | nm | nm | nm | 15 |
| Research papers approved by the DHS Ethics Committee | papers | 67 | 55 | 55 | 60 |
| <i>Quality</i> | | | | | |
| Supported grants that are peer reviewed | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 30.3 | 30.4 | 30.8 |
| Public Health Research, Information and Training - Assess population health needs and risks in Victoria and identify the causes of and solutions to health problems in the community, and provide public health information, education and training, to the relevant stakeholders. | | | | | |
| <i>Quantity</i> | | | | | |
| Enquiries on the Public Health internet home page | number (million) | 7.2 | 4.8 | 4.8 | 6.0 |
| Public Health training positions within Victoria arising from either DHS funded training (i.e. Victorian Public Health Training Scheme) or support for Public Health Centres of Excellence | number | nm | nm | nm | 12 |
| <i>Quality</i> | | | | | |
| Funded Public Health projects for which reports are required and have been received | per cent | nm | nm | nm | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.3 | 2.7 | 2.8 |

Source: Department of Human Services

Notes:

(a) *Funding is also provided for drug policy and services through the Community Support Fund (CSF). The amounts therefore do not represent the total funding provided for drug policy and services. CSF funding is shown under the budget allocation for the Department of Premier and Cabinet.*

Public Health and Drugs – continued

- (b) *The 2000-01 published target for community based drug treatment services was set in advance of the release of the Drug Policy Expert Committee's (DPEC) Stage 2 (final) Report and was predicated on the operation of new services from 1 July 2000. The expected outcome for 2000-01 reflects system capacity and funding for the year.*
- (c) *This measure represents a subset of total community-based episodes of drug treatment service. As a result, the episodes of care reported are not additional to those reported against the measure 'community-based drug treatment services'.*

DisAbility Services

Description of the Output Group:

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

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of human services programs improves each year;
- Sustainable, well managed, and efficient Government and non-Government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention, and health prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Intake Assessment – Assessment of eligibility, referrals and provision of advice regarding availability of services and service options.

Quantity

| | | | | | |
|---|--------|----|----|----|-----|
| Eligibility assessments completed per annum | number | nm | nm | nm | 970 |
|---|--------|----|----|----|-----|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Eligibility assessments undertaken within 30 days | per cent | nm | nm | nm | 70 |
|---|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 9.5 | 9.6 | 9.8 |
|-------------------|------------|----|-----|-----|-----|

Planning and Coordination – 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.

Quantity

| | | | | | |
|--|--------|-------|-------|-------|-------|
| Clients receiving case management services | number | 4 619 | 4 750 | 4 750 | 4 950 |
|--|--------|-------|-------|-------|-------|

| | | | | | |
|---|--------|----|----|----|-------|
| General Service Plans completed per annum | number | nm | nm | nm | 2 000 |
|---|--------|----|----|----|-------|

DisAbility Services – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Case Management outlets reporting a minimum of two planned quality improvement activities in the forthcoming year | per cent | nm | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Average case management waiting time | days | nm | nm | nm | 70 |
| General Service Plans reviewed within timelines | per cent | nm | nm | nm | 83 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 17.1 | 18.0 | 19.3 |

Primary Support – a range of programs and services aimed at maintaining and increasing the functional independence of people with disabilities and supporting primary caregiving relationships by providing respite for families and carers.

| | | | | | |
|---|------------|--------|--------|-----------------------|--------|
| <i>Quantity</i> | | | | | |
| Clients accessing aids and equipment | number | 32 500 | 23 040 | 23 040 | 23 040 |
| Carer households provided with a respite service | number | 9 870 | 9 600 | 10 000 ^(a) | 10 250 |
| <i>Quality</i> | | | | | |
| Clients satisfied with the aids and equipment services system | per cent | 87 | 85 | 85 | 85 |
| Carer households satisfied with quality of respite service provided | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Respite information provided to clients within 3 days | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 64.3 | 64.0 | 70.6 |

Community Participation – Provision of a range of day program activities delivered in group settings to address individual needs and enhance independence, community participation and quality of life; and/or provision of packages of support to enhance transition from the school system to the community.

| | | | | | |
|---|--------|-------|-------|-------|-------|
| <i>Quantity</i> | | | | | |
| Clients with day activities | number | 7 574 | 7 220 | 7 220 | 7 600 |
| Futures for Young Adults (FFYA) clients | number | 3 333 | 3 600 | 4 050 | 5 000 |

DisAbility Services – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Day activity clients program plans reviewed within 60 days of the end of each 12 month service period | per cent | nm | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 133.6 | 132.0 | 141.4 |
| Flexible Support Packages – Flexible support for families and unpaid carers, including case management, aimed at preventing future long-term residential placement. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients receiving flexible care packages | number | 1 269 | 1 910 | 2 200 ^(a) | 2 700 |
| <i>Quality</i> | | | | | |
| Outlets reporting a minimum of two planned quality improvement activities in the forthcoming year | per cent | nm | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 14.0 | 14.1 | 17.4 |
| Community and Home Based Support – Individually tailored and case managed packages of home-based services, support and equipment to clients of assessed high needs. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients receiving Community and Home Based Support | number | nm | nm | nm | 2 230 |
| <i>Quality</i> | | | | | |
| Outlets reporting a minimum of two planned quality improvement activities in the forthcoming year | per cent | nm | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 49.6 | 48.4 | 57.2 |
| Shared Supported Accommodation – Accommodation support services provided to groups of clients in community-based settings. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients in Shared Supported Accommodation | number | nm | nm | nm | 4 250 |
| <i>Quality</i> | | | | | |
| Outlets reporting a minimum of two planned quality improvement activities in the forthcoming year | per cent | nm | 90 | 90 | 90 |
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DisAbility Services – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <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 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 287.4 | 285.7 | 302.2 |
| Specialist Services – Assessment, consultation and intervention services for people with highly complex and challenging behaviours. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients receiving a Behaviour Intervention Service | number | 1 112 | 1 300 | 1 300 | 1 300 |
| <i>Quality</i> | | | | | |
| Clients referred to the same service type more than once in an 18 month period | per cent | nm | 10 | 10 | 10 |
| <i>Timeliness</i> | | | | | |
| Clients waiting less than 1 month for specialist services | per cent | nm | nm | nm | 75 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 10.9 | 11.2 | 11.0 |
| Congregate Care – Centre-based residential accommodation and training services. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients in Training Centres | number | 818 | 810 | 810 | 795 ^(b) |
| <i>Quality</i> | | | | | |
| Training Centre Clients with appropriate day activities | per cent | 90 | 90 | 90 | 90 |
| Total accommodation and support clients in Training Centres | per cent | 12.1 | 12 | 12 | 11 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 69.3 | 70.3 | 70.1 |
| Training, Development and Innovation – Provision of competency-based induction and in-service training; and research aimed at enhancing service delivery. | | | | | |
| <i>Quantity</i> | | | | | |
| Competency based training activities conducted | number | nm | nm | nm | 425 |
| Research projects funded | number | nm | nm | nm | 10 |
| 82 | Human Services | Budget Estimates 2001-02 | | | |

DisAbility Services – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Direct care workers assessed as qualified | per cent | nm | nm | nm | 68 |
| <i>Timeliness</i> | | | | | |
| Staff obtaining induction training within 3 months of commencing employment | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.3 | 3.3 | 4.0 |
| Quality and Accreditation – Quality improvement and assurance activities including assessments against service standards and performance reviews | | | | | |
| <i>Quantity</i> | | | | | |
| Number of service reviews/performance audits | number | nm | nm | nm | 310 |
| <i>Quality</i> | | | | | |
| Eligible providers participating in a quality self assessment process | per cent | 92 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.4 | 2.4 | 3.3 |
| Strengthening Communities – Community planning and development activities aimed at enhancing the capacity of communities to support people with disabilities. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of community forums, training programs, networking and planning meetings conducted | number | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.0 | 2.0 | 2.0 |
| Information and Advocacy Services – Information, assistance and advocacy support to people with disabilities. | | | | | |
| <i>Quantity</i> | | | | | |
| Clients receiving advocacy support | number | 1 029 | 910 | 910 | 910 |
| <i>Quality</i> | | | | | |
| Websites compliant with appropriate guidelines for accessibility | per cent | 79 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 5.1 | 5.1 | 5.1 |

Source: Department of Human Services

Notes:

- (a) Target revised to reflect the allocation of additional Commonwealth funds.
 (b) The decrease reflects the movement of clients out of training centres wherever possible in accordance with de-institutionalisation policy.

Community Care

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.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of human services programs improves each year;
- Sustainable, well managed and efficient Government and non-government service sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention, and healthy prevention measures;
- Increase the proportion of people needing the Department's funded services who remain in supportive families and communities; and
- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Early Childhood Services – A range of services providing support to children in the early years including preschool and child care, maternal and child health and early intervention services for children with a disability. These services include the licensing and monitoring of centre-based children's services.

Quantity

| | | | | | |
|---|----------|---------|---------|---------|---------|
| Total number of clients | number | 135 729 | 133 801 | 136 619 | 135 500 |
| Number of Maternal and Child Health Line calls ^(a) | number | 21 485 | 21 500 | 32 000 | 34 400 |
| Preschool participation rate | per cent | 96.8 | 95.4 | 95.4 | 95.4 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Proportion of maternal and child health clients with children aged 0-1 year receiving enhanced maternal and child health services | per cent | nm | 5 | 5 | 5 |
| Funded preschool services with a quality assurance process | per cent | 95 | 90 | 90 | 90 |

Community Care – continued

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| <i>Timeliness</i> | | | | | |
| Children 0-1 month enrolled at Maternal & Child Health services from birth notifications | per cent | 97.6 | 98 | 98 | 98 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 153.6 | 157.1 | 162.6 |
| Family & Community Support – A range of services providing support to families, individuals and the community, comprising support services for families, support services for youth, a range of counselling services, and neighbourhood houses and networks. | | | | | |
| <i>Quantity</i> | | | | | |
| Total number of clients | number | 88 602 | 77 960 | 83 722 | 78 500 |
| Total number of calls/contacts/occasions of service ^(b) | number | 268 764 | 242 300 | 242 300 | 237 000 |
| Funded hours of neighbourhood house coordination ^(c) | number | 234 000 | 314 500 | 314 101 | 314 100 |
| <i>Quality</i> | | | | | |
| Families expressing satisfaction with Parentline | per cent | nm | nm | nm | 85 |
| <i>Timeliness</i> | | | | | |
| Problem Gambling clients receiving initial response within 5 working days. | per cent | nm | 95 | 97 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 77.3 | 79.3 | 78.2 |
| Protection and Placement – Child protection services, placement 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 | 36 804 | 38 100 | 36 325 | 36 500 |
| Daily average number of placements | number | na | 3 500 | 3 891 | 3 525 |
| <i>Quality</i> | | | | | |
| Protective cases re-substantiated within 12 months of case closure | per cent | na | <20 | 18 | <20 |

Community Care – continued

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Daily average number of clients receiving a specialist support service | number | na | 820 | 1 015 | 1 000 |
| Proportion of placements that are Home Based Care | per cent | na | >80 | 88 | >85 |
| <i>Timeliness</i> | | | | | |
| Protective intervention cases closed within 90 days | per cent | 70 | 80 | 70 | 80 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 215.4 | 218.0 | 237.5 |
| Juvenile Justice Services – A range of services including the provision of advice to court, community-based and custodial supervision, as well as support services that promote community connection and minimise the likelihood of re-offending. | | | | | |
| <i>Quantity</i> | | | | | |
| Juvenile Justice custodial facilities occupancy rate | per cent | 81.8 | 85 | 85 | 85 |
| Male Senior Youth Training Centre custodial capacity | number | 124 | 90 | 124 | 90 |
| <i>Quality</i> | | | | | |
| Juvenile Justice clients on community based orders | per cent | 80.7 | >80 | 79 | >80 |
| Juvenile Justice clients participating in pre-release support services | per cent | na | 7.5 | 10 | 12.5 |
| Juvenile Justice clients participating in post release support services | per cent | na | 40 | 85 | >80 |
| <i>Timeliness</i> | | | | | |
| Young people on supervised orders who have a client service plan completed within six weeks of commencement of the order | per cent | 91.2 | 85 | 90 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 51.4 | 51.1 | 54.6 |

Source: Department of Human Services

Notes:

- (a) Target for 2001-02 reflects increased service capacity resulting from the expansion of Maternal and Child Health Line to a 24 hour service employing additional operators from 31 October 2000.
- (b) Target for 2001-02 reduced as a result of redevelopment of the Victorian Parenting Strategy.
- (c) Expected 2000-01 outcome for funded hours of neighbourhood house coordination reflects re-allocation of funded hours to increase support for Neighbourhood House Networks.

Concessions to Pensioners and Beneficiaries

Description of the Output Group:

Development and co-ordination of the delivery of concessions and relief grants to eligible consumers and concession card holders.

Departmental Objective to which the Output Group contributes:

- Reduce inequalities in health status and well-being, and in access to services.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Energy Concessions – Provides a 17.5 per cent rebate off winter energy bills for eligible mains energy users and a \$66 rebate for eligible non-mains users.

Quantity

| | | | | | |
|--|--------|---------|---------|---------|---------|
| Households receiving mains electricity concessions | number | 689 704 | 700 740 | 718 750 | 725 930 |
| Households receiving mains gas concessions | number | 522 068 | 530 400 | 512 685 | 517 812 |
| Households receiving non-mains energy concessions | number | 19 868 | 19 270 | 22 900 | 23 100 |

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 93.2 | 93.2 | 93.0 |
|-------------------|------------|----|------|------|------|

Water and Sewerage Concessions – Provides 50 per cent off water and sewerage charges up to a maximum of \$135 for eligible householders.

Quantity

| | | | | | |
|---|--------|---------|---------|---------|---------|
| Households receiving water and sewerage concessions | number | 542 897 | 581 900 | 520 000 | 525 200 |
|---|--------|---------|---------|---------|---------|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 68.2 | 68.3 | 69.5 |
|-------------------|------------|----|------|------|------|

Municipal Rates Concessions – Provides 50 per cent off rates and charges up to a value of \$135 for pensioner home owners.

Quantity

| | | | | | |
|--|--------|---------|---------|---------|---------|
| Households receiving pensioner concessions for municipal rates and charges | number | 382 809 | 384 300 | 384 900 | 388 749 |
|--|--------|---------|---------|---------|---------|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 55.9 | 55.9 | 56.8 |
|-------------------|------------|----|------|------|------|

Trustee Services – Financial administration services for low income people or those who are subject to an order by the Victorian Civil and Administrative Tribunal.

Quantity

| | | | | | |
|--|--------|--------|--------|--------|--------|
| Number of services provided to State Trustee clients | number | 11 000 | 11 500 | 11 500 | 11 615 |
|--|--------|--------|--------|--------|--------|

Concessions to Pensioners and Beneficiaries – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Quality</i> | | | | | |
| Compliance with standards | per cent | 92 | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Responses and ongoing management within agreed product specific service level | per cent | 97 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 5.1 | 5.1 | 5.2 |

Source: Department of Human Services

Housing Assistance

Description of Output Group:

Provision of homelessness services, crisis and transitional accommodation and long term adequate, affordable and accessible housing assistance, co-ordinated with support services where required, and home renovation assistance and management of home loan portfolio.

Departmental Objectives to which the Output Group contributes:

- Waiting times for health, community care, disability and housing programs are at or below national benchmark levels;
- Quality of Human Services improves each year;
- Sustainable, well managed and efficient Government and non-Government sectors;
- Reduce social dislocation and the need for secondary and tertiary service intervention through strengthening communities, family support, early intervention, and healthy prevention measures; and
- Reduce inequalities in health status and well-being, and in access to services.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Homelessness Assistance – Supported Accommodation Assistance Program (SAAP) Services to people who are homeless or at risk of homelessness and who are in crisis. Short term crisis housing in emergency or crisis situations. Medium term accommodation, linked to support services (particularly SAAP). | | | | | |
| <i>Quantity</i> | | | | | |
| Total SAAP support periods during year | number | nm | nm | 41 800 | 44 280 |
| Households assisted with Crisis/Transitional Housing during year ^(a) | number | 14 440 | 14 800 | 14 800 | 15 700 |
| Households assisted with Housing Establishment assistance during year | number | nm | nm | 23 500 | 33 500 |
| Crisis Supported and Transitional Housing properties acquired during year ^(b) | number | nm | nm | 140 | 300 |
| <i>Quality</i> | | | | | |
| SAAP support periods for which a case plan was required and developed | per cent | nm | nm | 85 | 85 |

Housing Assistance – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------------|--------------------|-------------------|--------------------------------|----------------------|
| <i>Timeliness</i> | | | | | |
| SAAP closed support periods during which a housing/ accommodation need was unable to be met | per cent | nm | nm | 20 | 19 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 98.3 | 114.5 | 127.0 |
| Long Term Housing Assistance – Long term rental accommodation assistance for low-income families, older persons, singles, youth and other households, coordinated with support services where required. 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 with public rental housing at end of year | number | nm | nm | 62 500 | 62 500 |
| Households assisted with long term community housing at end of year | number | nm | nm | 5 500 | 5 800 |
| Koori Households assisted at end of year (AHBV) | number | 977 | 1 030 | 1 030 | 1 050 |
| Properties acquired during year for long term housing, including leases and joint ventures | number | nm | nm | 1 240 | 1 420 |
| Joint venture units delivered during year | number | nm | nm | 30 | 140 |
| Bonds issued during year | number | nm | nm | 13 600 | 13 600 |
| <i>Quality</i> | | | | | |
| Number of dwellings with major upgrade during year | number | nm | nm | 3 085 | 2 500 ^(c) |
| Tenants satisfied or very satisfied (measured by national customer satisfaction surveys) | per cent of national average | 98.6 | 95 | 89 ^(d) | 95 |
| <i>Timeliness</i> | | | | | |
| Average waiting time for those who have received early housing allocation | months | 2.8 | 4 | 4 | 4 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 308.7 | 294.2 | 303.5 |

Housing Assistance – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| 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 | 3 885 | 3 500 | 3 800 | 3 800 |
| <i>Quality</i> | | | | | |
| Loans in arrears by more than 30 days | per cent | 6 | <4 | 6 | 5 |
| <i>Timeliness</i> | | | | | |
| Time from request to receipt of home renovation advice | days | 20 | 20 | 20 | 20 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 0.4 | 0.4 | 0.4 |

Source: Department of Human Services

Notes:

- (a) *Figures include an estimated 5,900 assisted through community owned and managed facilities such as Flagstaff, Hanover, Southbank and Ozanam House.*
- (b) *Includes additional leasing.*
- (c) *Attention in 2001-02 will be directed to services infrastructure and public areas in multi-unit buildings, which are not included in the number of dwellings, and to units in older estates.*
- (d) *Victoria's high proportion of older high rise and multi-unit stock relative to other States appears to have impacted upon most recent survey results. A significant redevelopment and upgrade program will assist to improve results in future years.*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.2.2 – Statement of Financial Performance** - 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 5 509.6 | 5 910.3 | 6 171.6 | 6 508.7 | 10.1 |
| Section 29 receipts -Commonwealth | 635.3 | 689.3 | 683.3 | 726.7 | 5.4 |
| -Other | 139.4 | 129.4 | 149.5 | 154.2 | 19.2 |
| Other Commonwealth grants | 34.0 | 0.0 | 0.0 | 0.0 | .. |
| Other revenue ^(c) | 917.5 | 771.4 | 874.7 | 873.0 | 13.2 |
| Total | 7 235.7 | 7 500.4 | 7 879.1 | 8 262.6 | 10.2 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 3 219.1 | 3 471.4 | 3 665.5 | 3 867.6 | 11.4 |
| Purchases of supplies and services ^(e) | 2 780.7 | 2 908.1 | 3 063.8 | 3 196.0 | 9.9 |
| Depreciation and amortisation | 201.5 | 223.3 | 223.3 | 229.7 | 2.9 |
| Capital assets charge | 270.5 | 297.9 | 297.9 | 325.4 | 9.2 |
| Other expenses | 765.7 | 655.2 | 641.5 | 670.5 | 2.3 |
| Total | 7 237.5 | 7 555.9 | 7 891.9 | 8 289.2 | 9.7 |
| Operating surplus/deficit before revenue for increase in net assets | - 1.7 | - 55.5 | - 12.8 | - 26.6 | -52.1 |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets ^(b) | 65.8 | 80.4 | 95.2 | 83.0 | 3.3 |
| Section 29 Receipts - asset sales | 0.4 | 6.3 | 6.3 | 3.3 | - 48.0 |
| Operating surplus/deficit | 64.5 | 31.1 | 88.7 | 59.7 | 91.7 |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | .. | .. | .. | .. | .. |
| Other Commonwealth grants | 1 472.6 | 1 539.8 | 1 563.2 | 1 661.2 | 7.9 |
| Other revenue ^(c) | 13.9 | 23.6 | 23.3 | 20.1 | - 14.7 |
| Less revenue transferred to Consolidated Fund | -1 485.5 | -1 563.4 | -1 586.5 | -1 681.3 | 7.5 |
| Total | 0.9 | .. | .. | .. | .. |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | .. | .. | .. | .. | .. |
| Purchases of supplies and services | 0.6 | .. | .. | .. | .. |
| Other expenses | 0.1 | .. | .. | .. | .. |
| Total | 0.7 | .. | .. | .. | .. |
| Operating surplus/deficit | 0.3 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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 generated by health sector agencies and their commercial entities.

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

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

Statement of Financial Performance

The Statement of Financial Performance shows an increase from the 2000-01 Budget to the 2001-02 Budget of \$762.2 million in revenue and \$733.3 million in expenses.

The increase of \$762.2 million (10.2 per cent increase) in Controlled Operating Revenue is due to the following:

- Increase in Revenue from State Government (\$598.4 million) is due to:
 - \$288.9 million for the full year impact of salary increases including nurses' recruitment and retention (\$198 million) and the review of public health medical staff remuneration (\$48.5 million);
 - \$14.9 million for the impact of Government policy changes to WorkCover premiums;
 - \$7.9 million for exemption of charities for embedded tax savings;
 - \$182.6 million in new funding for initiatives to provide a sustainable improvement in service delivery performance;
 - \$33.9 million for capital asset charge and depreciation expenses for approved new asset initiatives and adjustments associated with asset revaluations and assets received free of charge; and
 - the balance of \$70.2 million relates largely to the growing impact of decisions made in last year's budget together with budget adjustments for indexation and savings requirements.
- Increase in Revenue from Commonwealth (\$37.4 million):
 - variations to agreements with the Commonwealth including Commonwealth-State Disability (\$17.6 million), Home and Community Care (\$6.8 million) and COAG Drug Diversion Initiative (\$4.7 million).
- Increase in Other Revenue (\$126.4 million) largely due to:
 - revenue and expenses from non-budget sources for hospitals have been reviewed and updated to take account of expanded commercial business activities and higher than budgeted levels of sales of goods and services.

Operating Expenses are budgeted to increase by \$733.3 million (9.7 per cent) reflecting largely the same factors discussed above in relation to increasing operating revenue.

The Department's asset investment program (excluding Office of Housing) for 2001-02 totals \$339.7 million. The majority of the program will be internally funded from accumulated depreciation and asset sales. The balance, \$83 million, will be funded by a capital injection from the Government and is shown in the Statement of Financial Performance as Revenue for increase in net assets.

The Operating Deficit of \$26.6 million in 2001-02 primarily reflects the completion of programs in 2001-02 for which revenue was provided in the previous year.

The Administered items 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 under the Australian Health Care Agreement of \$118.3 million due to demand growth and cost indexation.

Table 2.2.3: Statement of Financial Position

| (\$ thousand) | | | | | |
|----------------------------------|--------------------------------|------------------|------------------|------------------|--------------------------|
| | <i>Estimated as at 30 June</i> | | | | |
| | 2000 | 2001 | 2001 | 2002 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 160 165 | 160 181 | 231 781 | 231 797 | 44.7 |
| Investments | 415 299 | 415 299 | 415 299 | 415 299 | .. |
| Receivables | 126 361 | 126 361 | 184 861 | 184 861 | 46.3 |
| Prepayments | 10 967 | 10 967 | 10 967 | 10 967 | .. |
| Inventories | 58 519 | 58 519 | 58 519 | 58 519 | .. |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 771 311 | 771 327 | 901 427 | 901 443 | 16.9 |
| Non-Current Assets | | | | | |
| Investments | 58 937 | 58 937 | 58 937 | 58 937 | .. |
| Receivables ^(b) | 273 080 | 262 544 | 246 714 | 275 334 | 4.9 |
| Fixed Assets | 3 902 895 | 3 994 019 | 3 989 255 | 4 087 042 | 2.3 |
| Other Assets | 2 063 | 2 063 | 2 063 | 2 063 | .. |
| Total Non-Current Assets | 4 236 975 | 4 317 563 | 4 296 969 | 4 423 376 | 2.5 |
| Total Assets | 5 008 286 | 5 088 890 | 5 198 396 | 5 324 819 | 4.6 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 314 128 | 314 128 | 314 128 | 314 128 | .. |
| Borrowings | 25 042 | 25 042 | 25 042 | 25 042 | .. |
| Employee Entitlements | 410 825 | 408 203 | 408 203 | 404 581 | - 0.9 |
| Superannuation | 2 494 | 2 494 | 2 494 | 2 494 | .. |
| Other Liabilities | 55 072 | 55 072 | 97 072 | 97 072 | 76.3 |
| Total Current Liabilities | 807 561 | 804 939 | 846 939 | 843 317 | 4.8 |

Table 2.2.3: Statement of Financial Position

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|------------------|------------------|------------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Liabilities | | | | | |
| Payables | 7 624 | 7 624 | 7 624 | 7 624 | .. |
| Borrowings | 40 212 | 40 212 | 40 212 | 40 212 | .. |
| Employee Entitlements | 342 326 | 394 412 | 404 363 | 474 707 | 20.4 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | 9 033 | 9 033 | 9 033 | 9 033 | .. |
| Total Non-Current Liabilities | 399 195 | 451 281 | 461 232 | 531 576 | 17.8 |
| Total Liabilities | 1 206 756 | 1 256 220 | 1 308 171 | 1 374 893 | 9.4 |
| Net Assets | 3 801 530 | 3 832 670 | 3 890 225 | 3 949 926 | 3.1 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | .. | .. | .. | .. | .. |
| Investments | 1 179 | 1 179 | 1 179 | 1 179 | .. |
| Receivables | 909 | 909 | 909 | 909 | .. |
| Total Current Assets | 2 088 | 2 088 | 2 088 | 2 088 | .. |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 4 672 | 4 672 | 4 672 | 4 672 | .. |
| Fixed Assets | .. | .. | .. | .. | .. |
| Other Non-Current Assets | 120 567 | 120 567 | 120 567 | 120 567 | .. |
| Total Non-Current Assets | 125 239 | 125 239 | 125 239 | 125 239 | .. |
| Total Assets | 127 327 | 127 327 | 127 327 | 127 327 | .. |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Total Current Liabilities | .. | .. | .. | .. | .. |
| Non-Current Payables | 120 567 | 120 567 | 120 567 | 120 567 | .. |
| Non-Current Liabilities | 4 509 | 4 509 | 4 509 | 4 509 | .. |
| Total Non-Current Liabilities | 125 076 | 125 076 | 125 076 | 125 076 | .. |
| Total Liabilities | 125 076 | 125 076 | 125 076 | 125 076 | .. |
| Net Assets | 2 251 | 2 251 | 2 251 | 2 251 | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The major variations in the Statement of Financial Position from 2001 to the 2002 Budget are:

- increase in Cash (\$71.6 million) due to:
 - the Government's \$34.6 million equity injection to various Metropolitan Health Services to improve their liquidity positions; and
 - an estimated net holding of \$37 million at 30 June relating to GST transactions;
- increase in Current Receivables (\$58.5 million) representing the estimated GST receivable from the Commonwealth at 30 June;
- increase in Fixed Assets (\$93 million). This reflects the impact of the Department's asset investment program of \$339.7 million less the impact of asset sales and depreciation. New initiatives approved for 2001-02 total \$120.2 million which includes the redevelopment of the Austin and Frankston Hospitals and an upgrade program for public health care infrastructure and equipment;
- increase in Other Liabilities (\$42 million) representing estimated GST payable to the Commonwealth at 30 June; and
- increase in provisions for Employee Entitlements (\$76.7 million).

A number of lines remain constant between financial years due to the wide number of variables which will effect their outcome. However, no significant variation is expected.

Table 2.2.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 5 509.6 | 5 910.3 | 6 171.6 | 6 508.7 | 10.1 |
| Receipts from State Government - increase in net asset base | 65.8 | 80.4 | 95.2 | 83.0 | 3.3 |
| Section 29 Receipts - Commonwealth | 635.3 | 689.3 | 683.3 | 726.7 | 5.4 |
| - Other | 139.4 | 129.4 | 149.5 | 154.2 | 19.2 |
| - Asset Sales | 0.4 | 6.3 | 6.3 | 3.3 | -48.0 |
| Other Commonwealth grants | 34.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Other | 877.2 | 784.4 | 814.2 | 882.0 | 12.4 |
| | <u>7 261.8</u> | <u>7 600.0</u> | <u>7 920.1</u> | <u>8 357.9</u> | <u>10.0</u> |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -3 159.6 | -3 421.9 | -3 606.0 | -3 800.8 | 11.1 |
| Purchases of Supplies and Services | -2 754.8 | -2 908.1 | -3 021.8 | -3 196.0 | 9.9 |
| Interest and finance expenses | -3.1 | .. | .. | .. | .. |
| Finance Lease Liability | -2.9 | .. | .. | .. | .. |
| Capital Assets Charge | -270.5 | -297.9 | -297.9 | -325.4 | 9.2 |
| Current grants and transfer payments | -407.8 | -325.6 | -324.0 | -339.2 | 4.2 |
| Capital grants and transfer payments | -314.0 | -329.6 | -317.5 | -331.2 | 0.5 |
| Net Cash flows from operating activities | 349.2 | 316.9 | 352.9 | 365.1 | 15.2 |
| Cash flows from investing activities | | | | | |
| <i>Purchases of investments</i> | | | | | |
| | 2.8 | .. | .. | .. | .. |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 35.5 | 6.3 | 6.3 | 3.3 | -48.0 |
| Purchases of non-current assets | -361.6 | -333.6 | -313.9 | -339.7 | 1.8 |
| Net Cash flows from investing activities | -323.4 | -327.4 | -307.6 | -336.5 | 2.8 |
| Cash flows from financing activities | | | | | |
| <i>Receipts from appropriations - increase in net asset base</i> | | | | | |
| | 32.2 | .. | .. | .. | .. |
| Capital repatriation to Government | -9.2 | .. | .. | .. | .. |
| Net increases in balances held with Government | -57.2 | 10.5 | 26.4 | -28.6 | na |
| Net borrowings and advances | -16.2 | .. | .. | .. | .. |
| Net Cash flows from financing activities | -50.3 | 10.5 | 26.4 | -28.6 | na |
| Net Increase/Decrease in Cash Held | -24.5 | 0.0 | 71.6 | 0.0 | .. |
| Cash at beginning of period | 179.8 | 155.3 | 155.3 | 226.9 | 46.1 |
| Cash at end of period | 155.3 | 155.3 | 226.9 | 226.9 | 46.1 |

Table 2.2.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered Items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | .. | .. | .. | .. | .. |
| Other Commonwealth grants | 1 472.6 | 1 539.8 | 1 563.2 | 1 661.2 | 7.9 |
| Other | 9.7 | 10.6 | 10.3 | 11.1 | 5.0 |
| | <u>1 482.2</u> | <u>1 550.4</u> | <u>1 573.5</u> | <u>1 672.3</u> | <u>7.9</u> |
| <i>Operating payments</i> | | | | | |
| Purchases of Supplies and Services | -0.7 | .. | .. | .. | .. |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | .. | .. | .. | .. | .. |
| Capital grants and transfer payments | .. | .. | .. | .. | .. |
| Other | -1 485.5 | -1 563.4 | -1 586.5 | -1 681.3 | 7.5 |
| Net Cash flows from operating activities | -4.0 | -13.0 | -13.0 | -9.0 | -30.8 |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.9 | 13.0 | 13.0 | 9.0 | -30.8 |
| Net Movement in Investments | 2.7 | .. | .. | .. | .. |
| Net Cash flows from investing activities | 3.6 | 13.0 | 13.0 | 9.0 | -30.8 |
| Cash flows from financing activities | | | | | |
| Capital repatriated to government | 1.7 | .. | .. | .. | .. |
| Net increases in balances held with Government | -1.3 | .. | .. | .. | .. |
| Net Cash flows from financing activities | 0.3 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The major impacts on the movements in 2000-01 and 2001-02 in the Statement of Cash Flows are the additional revenue being provided for outputs for Budget initiatives, wage 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 Statement of Financial Performance.

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) | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Annual appropriations ^(b) | 4 971.2 | 5 209.7 | 5 466.5 | 10.0 |
| Receipts credited to appropriations | 824.9 | 839.0 | 884.1 | 7.2 |
| Unapplied previous years appropriation | 40.0 | 54.7 | 23.2 | - 42.0 |
| Accumulated surplus - previously applied appropriation | 60.0 | 70.4 | 38.1 | - 35.3 |
| Gross Annual appropriation | 5 896.1 | 6 173.9 | 6 412.0 | 8.7 |
| Special appropriations | 979.5 | 1 002.4 | 1 102.0 | 12.5 |
| Trust funds | 28.8 | 30.8 | 31.8 | 10.4 |
| Non public account and other sources | 761.9 | 856.7 | 853.4 | 12.0 |
| Total Authority | 7 666.3 | 8 063.7 | 8 399.2 | 9.6 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 Revised, includes the impact of approved Treasurer's Advances.

DEPARTMENT OF INFRASTRUCTURE

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Infrastructure (DOI) is responsible for programs and services to achieve the following:

- **Public safety** – Strategies to improve road safety and the amenity and safety of public transport (with the private train, tram and bus operators) and safety of the marine, taxi and tow truck industries.
- **Regional development** – Enhancing the potential for regional development and access to services and markets by improving transport connections and local government’s infrastructure management. This includes the fast rail projects in the four regional corridors - Ballarat, Bendigo, Geelong and Gippsland.
- **Seamless freight and logistics system** – Developing an integrated and seamless freight and logistics system, that enhances global competitiveness and meets the needs of business by improving freight connections and access to Victoria’s ports.
- **Travel mobility and access** – Creating a sustainable transport system that meets the changing needs of people through improved efficiency of the public transport system and access to new services.
- **Livable communities** – Enhancing Victoria’s livability and urban and rural amenity through high quality land use, transport and urban design outcomes.
- **Local governance** – Working in partnership with local government to enhance its capacity to meet the needs of its communities through continuous improvement in governance and service delivery.

- **Infrastructure delivery and management** – Developing cost effective planning and investment in infrastructure in partnership with the private sector.

Departmental Objectives

As part of the Government's commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each department, which link to departmental outputs. For DOI, the objectives to be achieved are:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Improve intercity, country and global connections and access to transport services;
- Enhance the capability of local government to manage the quality, efficiency and effectiveness of infrastructure;
- Increase the competitiveness and integration of Victoria's logistics industry and transport systems;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase the public transport share of the travel market;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, regional and rural communities;
- Deliver an efficient and effective planning system that facilitates development;
- Enhance local government's capacity to meet the needs of their communities through continuous improvement in governance and service delivery; and
- Deliver best practice infrastructure, in partnership with the private sector where appropriate.

Departmental Administrative Functions

The Department's five business divisions (Local Government, Planning, Heritage and Building, Ports and Marine, Public Transport and Strategic Planning), which are supported by two corporate divisions (Corporate Finance and Organisational Development), were further augmented this year by the establishment of the Rail Projects Group (in partnership with the Department of Treasury and Finance). The Rail Projects Group will oversee the Fast Rail to Regional Centres, the Redevelopment of Spencer Street Station, and the Airport Transit Link Projects.

The output groups, outputs and related financial information for DOI 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;
- Hastings Port (Holding) Corporation (shared with the Treasurer);
- Melbourne Port Corporation (shared with the Treasurer);
- Plumbing Industry Commission;
- Public Transport Corporation;
- Spencer Street Station Authority;
- Urban Land Corporation;
- Victorian Channels Authority (shared with the Treasurer); and
- Victorian Rail Track Corporation (VicTrack).

Review of 2000-01

2000-2001 was a year in which DOI commenced deployment of a number of key strategies for delivering its services under the current Government's policy agenda. Key strategies included:

- **Linking Victoria Strategy**, a forward program to upgrade Victoria's road, rail and port network in partnership with the private sector;
- **State Planning Agenda**, aimed at achieving a balance between economic development, social growth and cohesion, and sustainability of Victoria's environment;
- **Ports Agenda 2001**, aimed at developing Victoria as the principal national centre for distribution and value-adding our international and domestic trades;
- **Metropolitan Strategy**, which focuses on planning to ensure that land and transport development best supports the economic, social and environmental needs of Melbourne, and meets the Government's commitment to grow the whole of Victoria; and
- **Best Value Victoria Framework**, aimed at assisting local government and the community to effectively interpret and implement the 'Best Value Principles'.

The Department also contributed to strategies led by other Departments, such as Partnerships Victoria.

Major achievements against these strategies and the Government's policy commitments in 2000-2001 include:

- Completion of feasibility studies for each of the fast rail links connecting Melbourne with the regional corridors of Ballarat, Bendigo, Geelong and Gippsland.
- Public consultation for the Airport Transit Link between Melbourne's CBD and Tullamarine Airport.
- Establishment of the Spencer Street Station Authority and commencement of planning for the redevelopment of the Station as the hub of Victoria's interstate, regional and airport transit links.
- Introduction of 100 roving conductors and 100 roving safety officers on the suburban rail system and the reduction in the cost of tertiary concession cards by 41 per cent.

- Road safety improvement through the Government's Statewide Blackspot Program, to address the backlogs of road safety works and reduce the risk of serious accidents and incidents.
- Completion of the City Link Project, with the opening of the Burnley Tunnel in December 2000.
- Announcement of the Government's Eastern Freeway Extension including an environmental tunnel solution to protect the Mullum Mullum Creek when the freeway is extended between Springvale Road and Ringwood.
- Completion of the Best Value Framework and the establishment of a Local Government Best Value Commission to provide advice to the Minister for Local Government on the effectiveness of the implementation of Best Value Principles in delivering better outcomes to the Victorian community.
- A draft code for residential development (ResCode) was released for consultation. ResCode is aimed at protecting neighbourhood character and encouraging more livable communities.
- Commencement of a review of port reform to consider measures for improving the effectiveness of Victoria's major ports.
- Station Pier refurbishment valued at \$12 million, resulting in all four berths being operational for the first time in more than two decades.
- Legislation reform to improve building and planning practices with regard to consistency of permits and demolitions, and increased infringements penalties.
- Significant progress in the \$13 million Camp Street Ballarat Precinct Revitalisation Project including archaeological survey and dig area, the civil works contract for the construction of the proposed Alfred Deakin Square has been executed; and the new police and courts complex is open. Completion of the Art Gallery is expected in August 2001.

2001-02 Outlook

The Department of Infrastructure and its agencies have been working together to translate these objectives into programs and outputs.

Infrastructure delivery is recognised as a key Government priority and a longer-term investment program is being commenced which seeks to leverage private and non-State funding.

The program will provide direct investment in infrastructure with very high net economic benefits in the medium to long term. It provides a 5 to 10 year strategic pattern of investment and the introduction of a 'design list' of projects for preparatory work over the next 2 to 3 years.

The development of a Multi-Year Infrastructure investment strategy will cross all portfolio responsibilities and will be developed in parallel to DOI's overarching strategies:

- Metropolitan Strategy – of which a draft will be released for public consultation towards the end of 2001 in order to develop a strategic vision for Melbourne and its regional hinterland.
- Rural and Regional Strategy – to support regional growth and development in rural and regional areas.
- Public Transport Strategy – underpinning policies for development and management of public transport, critical programs and projects and sustainable transport outcomes.
- Freight Strategy – to guide Victorian freight infrastructure investment, logistics, management and pricing decisions for the next 20 to 30 years.

The **Planning** portfolio challenge is set by the State Planning Agenda. The Department will work with local government and other key stakeholders to establish a world-class planning system, and high quality and efficient land-use management practices.

Priorities include development of livable communities through transit orientated precinct developments, development facilitation, area improvement projects and heritage conservation.

For **Local Government**, the emphasis is on continuing to build the governance and infrastructure management capacity of local government. Priorities include implementing Best Value Principles and local government infrastructure renewal.

A key priority for the **Ports** portfolio is to develop Victoria as the principal national centre for freight distribution and to encourage a mode shift from road to rail.

Priorities in the year ahead include developing a more efficient freight transport system to support the ports including standard gauge conversion where there are critical links to ports in regional areas. Boat operator licensing will commence in conjunction with additional surveying of commercial vessels. Funding has also been allocated to complete the upgrade of services at Station Pier.

Several key priorities have been identified for the **Transport** portfolio. Rail standardisation, the re-opening of country rail lines to Mildura, Bairnsdale, Ararat and Leongatha, and the renewal of rail services to Warrnambool and Shepparton are primary regional projects. The relocation of the Wodonga rail line including urban development will also commence.

Substantial progress will be made in delivering the three Rail projects – Regional Fast Rail Links, Spencer Street Station Redevelopment and the Airport Transit Link - which form a significant component of the Linking Victoria strategy.

New and improved bus services have been funded to address substantial population growth in suburbs. Additional funding has also been provided as a contribution towards replacement buses which are air-conditioned and meet the Commonwealth accessibility requirements. This budget allows for 220 bus replacements in 2001-02.

Yarra Trams will introduce the first of an on-going program of low floor trams. The Government, in partnership with transport franchisees, will also proceed with projects to extend the train service from St Albans to Sydenham and the tram service from Mont Albert to Box Hill. Enhancements to the information technology systems to manage and monitor the \$2.1 billion rail assets, maintenance of some 600 contract documents, contract compliance and school bus payments will be carried out.

A range of road safety initiatives targeted towards encouraging permanent changes in driver behaviour will be progressively implemented in the forthcoming year. A travel behavioural change program will also be progressed to reduce the demand for vehicle travel and encourage the use of environmentally sustainable travel modes. Preliminary planning and design works will be carried out for the Scoresby transport corridor development. The rural arterial road network will be further enhanced including the duplication of the Bass Highway from Bay Road to The Gurdies to cater for high volumes of tourist traffic and to address road safety concerns and on the bridges crossing the Murray River at Robinvale, Corowa, Echuca and Cobram-Barooga.

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) | | | |
|--|----------------------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
| Strategic Land Use and Infrastructure Planning | 7.0 | 8.7 | 8.5 | 21.3 |
| Balanced Planning and Environmental Systems ^(c) | 50.2 | 54.1 | 50.8 | 1.3 |
| Supporting Local Government | 40.4 | 38.2 | 40.5 | 0.4 |
| Ports and Intermodal Gateways | 12.8 | 23.7 | 20.8 | 62.8 |
| Regional and Rural Transport Services | 281.8 | 278.5 | 288.7 | 2.5 |
| Regional and Rural Transport Infrastructure | 311.6 | 352.1 | 380.8 | 22.2 |
| Metropolitan Transport Services | 1 057.6 | 1 002.5 | 1 009.2 | -4.6 |
| Metropolitan Transport Infrastructure | 369.2 | 475.2 | 424.6 | 15.0 |
| Transport Safety and Accessibility | 268.5 | 264.7 | 298.2 | 11.1 |
| Total | 2 399.0 | 2 497.6 | 2 522.2 | 5.1 |

Source: Department of Treasury and Finance

Notes:

- (a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.
- (b) Variation between 2000-01 Budget and 2001-02 Budget.
- (c) 2000-01 includes the Building Industry Policy and Regulation output which is not part of the DOI budget sector from 2001-02.

The Infrastructure output structure for 2001-02 is consistent with the 2000-01 structure. The only change is the removal of the output *Building Industry Policy and Regulation* which has been devolved to the Building Control Commission.

New performance measures have been added to reflect projects which the Department will undertake in 2001-02 and measures have been removed where projects have been completed. These removed performance measures will be reported against in the Department of Infrastructure 2000-01 Annual Report.

Strategic Land Use and Infrastructure Planning

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 development of a forward infrastructure investment strategy. The output group also includes support and advice to the Infrastructure Planning Council.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Improve inter city, country and global connections and access to transport services;
- Increase the competitiveness and integration of Victoria's logistics industry and transport system;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase public transport share of travel market;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 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> | | | | | |
| Rural and Regional Strategic Framework | number | nm | nm | nm | 1 |
| Regional land use and transport strategies | number | 5 | 1 | 0 ^(a) | 1 |
| Integrated transport strategy linked to regional and rural land use development | number | nm | 1 | 3 | 1 |
| Strategic infrastructure audit | number | nm | 1 | 1 | na |
| <i>Quality</i> | | | | | |
| Projects completed against agreed plans and timeframes | per cent | 100 | 100 | 100 | 100 |
| Budget Estimates 2001-02 | | Infrastructure | | | 109 |

Strategic Land Use and Infrastructure Planning – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|-------------------------|--------------------|--------------------|--------------------------------|--------------------------|
| <i>Timeliness</i> | | | | | |
| Regional transport and land use strategies commenced | date | nm | Mar 2001 | July 2001 | July 2001 ^(a) |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.3 | 1.9 | 1.8 |
| 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 stage complete | nm | 100 ^(b) | 100 ^(b) | 100 ^(c) |
| Travel demand management demonstration project | number | nm | nm | nm | 1 |
| Metropolitan sub-regional land use and transport strategies commenced | number | nm | 2 | 2 | 2 |
| <i>Quality</i> | | | | | |
| Projects completed against agreed plans and timeframes | per cent | nm | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.7 | 4.3 | 4.5 |
| 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 Policy Review | per cent | nm | 100 | 50 | 100 ^(d) |
| Channels Assessment | per cent | nm | nm | nm | 50 |
| Environmental Effects Statement | | | | | |
| <i>Quality</i> | | | | | |
| Projects completed against agreed plans and timeframes | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| Port Policy Review | date | nm | nm | nm | Dec 2001 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.0 | 1.4 | 1.6 |
| 110 | Infrastructure | | | | Budget Estimates 2001-02 |

Strategic Land Use and Infrastructure Planning – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target Outcome</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Research and Forecasting Information – Research and analysis of the nature and impact of economic, social and environmental change to inform development of policy options relating to urban and regional planning development. | | | | | |
| <i>Quantity</i> | | | | | |
| Research and analysis reports | number | 4 | 9 | 7 ^(e) | 6 |
| <i>Timeliness</i> | | | | | |
| Projects completed within agreed timeframes | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.0 | 1.1 | 0.5 |

Source: Department of Infrastructure

Notes:

- (a) *Development of the regional land use and transport strategy for the Bendigo area was delayed due to the focus on the development of integrated transport strategies (North West Freight, Portland Access Study and Geelong Transport Strategies). The Bendigo strategy, previously targeted to commence in March 2001, will now commence in July 2001.*
- (b) *Metro Strategy Issues Paper.*
- (c) *Draft Metro Strategy.*
- (d) *Timeframe extended to ensure full consultation with stakeholder groups.*
- (e) *Whilst less reports are expected to be completed this financial year, the reports that have been prepared are more in-depth than originally planned.*

Balanced Planning and Environmental System

Description of the Output Group:

Provision of a world class planning system that supports development across the State in accordance with triple bottom line principles, and which is fair, transparent, accountable, cost effective and provides certainty to users. Partnerships between community, local government and business will also characterise the system.

Facilitation of residential, commercial and industrial developments, and the provision of urban design, heritage, environmental assessment services and programs.

Departmental Objectives to which the Output Group Contributes:

- Enhancing the livability and sustainability of Victoria's urban, rural and regional communities;
- Delivering efficient and effective planning and heritage systems that facilitate development; and
- Enhancing local government's capacity to meet the needs of their communities through continuous improvement in governance and service delivery.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Planning System Development – Enhance Victoria's land use, through the development of the planning system, including appropriate legislative, policy and statutory instruments. Provide approved development facilitation services. Provide reliable and authoritative advisory and support services to the Minister and users of the land use planning system. | | | | | |
| <i>Quantity</i> | | | | | |
| Major development approvals facilitated | number | nm | nm | nm | 5 |
| Planning practice notes prepared | number | nm | nm | nm | 4 |
| <i>Quality</i> | | | | | |
| User satisfaction with training and development under the PLANET program | per cent | na | 75 | 75 | 75 |
| <i>Timeliness</i> | | | | | |
| Effective training of practitioners and others in ResCode implementation | date | nm | nm | nm | Dec 2001 |
| Approved amendments gazetted within 8 working days of approval | per cent | na | na | na | 80 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.7 | 4.3 | 4.2 |

Balanced Planning and Environmental System – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-----------------------|
| 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 <i>Planning and Environment Act 1987</i> . Support services to State and Local Government for statutory planning functions. Provision of forecasting and monitoring information to the market on residential and industrial land supplies. | | | | | |
| <i>Quantity</i> | | | | | |
| Planning Permits issued | number | na | na | na | 60 |
| Amendments determined | number | na | na | na | 300 |
| Property transactions assessed | number | 712 | 800 | 750 | 700 ^(a) |
| Planning certificates issued | number | 72 686 | 70 000 | <60 000 | 55 000 ^(a) |
| Briefings, assessments and issues | number | 1 214 | 1 200 | 1 200 | 1 000 |
| Environment Effects assessments | number | nm | 6 | 4 | 4 |
| <i>Quality</i> | | | | | |
| Property transactions comply with Government policy guidelines | per cent | 100 | 100 | 100 | 100 |
| Accuracy of planning certificates | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| Permits issued within statutory timelines | per cent | nm | nm | nm | 98 |
| Planning certificates issued within three days | per cent | nm | 98 | 98 | 98 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 15.3 | 15.8 | 15.8 |
| Heritage Conservation – Provision of heritage policy advice to Government and its agencies and delivery of statutory obligations as defined in the <i>Heritage Act 1995</i> , including collection and management of heritage data and its efficient delivery to the community. Establishment of strategic partnerships with local government to assist them to meet statutory heritage obligations, and promotion of good heritage asset management. | | | | | |
| <i>Quantity</i> | | | | | |
| Heritage places assessed for Heritage Register | number | 207 | 200 | 200 | 200 |
| Heritage Certificates issued | number | 4376 | 3 000 | 3 500 | 4 000 |
| Heritage permits and consents issued | number | 496 | 450 | 500 | 550 |

Balanced Planning and Environmental System – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Non-contested heritage place listings | per cent | 98 | 90 | 90 | 90 |
| Appeals against permits and consents | per cent | 3.3 | <5 | <5 | <5 |
| <i>Timeliness</i> | | | | | |
| Public owned heritage restoration projects completed against agreed budgets and timeframes | per cent | 100 ^(b) | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 10.9 | 13.2 | 12.6 |
| Regional and Urban Amenity Initiatives – Facilitate transit orientated developments, Pride of Place and major civic projects. Provide urban design support for planning policy implementation, local government project initiatives, area improvement programs to deliver improvements in rural townships, and the property development industry through the enhancement of tools, processes, and practices. | | | | | |
| <i>Quantity</i> | | | | | |
| Area improvement community workshops | number | nm | nm | nm | 7 |
| Area improvement projects | number | nm | nm | nm | 5 |
| Transit orientated development projects facilitated | number | nm | nm | nm | 5 |
| Pride of Place projects facilitated | number | 15 | 20 | 20 | 25 |
| <i>Quality</i> | | | | | |
| Stakeholder satisfaction with Pride of Place projects | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Area improvement (five) workshops | date | nm | nm | nm | Dec 2001 |
| Area improvement (five) projects proposed | date | nm | nm | nm | May 2002 |
| Pride of Place projects completed against agreed budgets and timeframes | per cent | nm | nm | nm | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 13.7 | 15.4 | 12.6 |

Balanced Planning and Environmental System – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Environmental Strategies and Initiatives – Provide advice and support services on environmental assessment policies and processes and review related legislation and regulations. It delivers a statewide information service for, local government, 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> | | | | | |
| Production of guidelines for environmental assessment under the <i>Planning and Environment Act</i> and <i>Environment Effects Act</i> | number | nm | 2 | 0 | 1 ^(c) |
| Oil pollution response capability to react within 4 hours of reporting for small spills | per cent | 90 | 100 | 100 | 100 |
| Noise barriers retro-fitted | km | na | 7.9 | 4.8 | 1.5 |
| <i>Quality</i> | | | | | |
| Guidelines completed within agreed plans and timeframes | date | na | Dec 2001 | Jan 2002 | Jan 2002 |
| Reported oil pollution incidents responded to and resolved | per cent | 100 | 100 | 100 | 100 |
| Projects delivered in accordance with agreed scope and standards | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| <i>Environment Effects Act</i> guidelines issued | date | na | Jun 2002 | Jun 2002 | Jun 2002 |
| Programmed works completed within agreed timeframes | per cent | nm | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.2 | 4.3 | 5.6 |

Source: Department of Infrastructure

Notes:

- (a) *Fluctuations in target numbers reflects changes in the property market, which are in turn influenced by the Victorian economy. The expected downturn in 2001-2002 in certificates is due to the introduction of the GST.*
- (b) *1999-2000 Actual published in the Budget Papers varies from that published in the DOI Annual Report 1999-2000 due to data integrity being improved in the period between publications.*
- (c) *Delayed pending whole-of-government agreement with Commonwealth on the Environment Protection and Biodiversity Conservation Act 1999.*

Supporting Local Government

Description of the Output Group:

Ensure that there is an effective and accountable system of local government, which is based on good governance, quality services, effective infrastructure, management and community accountability. Delivery of outputs, requires constructive intra-government relations and co-ordination to deliver on common outcomes.

Departmental Objectives to which the Output Group Contributes:

- Enhance the capability of local government to manage the quality, efficiency and effectiveness of infrastructure;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities;
- Deliver an efficient and effective planning system that facilitates development;
- Enhance local government's capacity to meet the needs of their communities through continuous improvements in governance and service delivery; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Targets |
|---|------------------------|------------------------|-----------------------|---------------------------------|------------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|------------------------|

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 (NCP) requirements.

Quantity

| | | | | | |
|---|----------|----|-----|-----|-----|
| Infrastructure Management Training Sessions | number | nm | nm | nm | 7 |
| Review Councils' compliance with NCP | number | nm | 78 | 78 | 78 |
| Best Value principles implementation | | | | | |
| • Councils meet established requirements | per cent | nm | 100 | 100 | 100 |

Quality

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Councils meet Performance Measurement and Management Reporting System requirements | per cent | 98 | 100 | 100 | 100 |
| Councils complying with NCP requirements | per cent | 100 | 100 | 100 | 100 |

Supporting Local Government – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Targets |
|---|----------------------------|----------------------------|---------------------------|---|----------------------------|
| Meetings held by Best Value Commission with Councils | number | na | 3 | 3 | 6 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.0 | 2.0 | 2.5 |
| Governance Support – Provide support for monitoring and advice on good governance practices, electoral boundaries, institutional frameworks and legislation, including the effective administration of the <i>Local Government Act 1989</i> . Assist Local Government's financial performance to ensure sound fiscal management. | | | | | |
| <i>Quantity</i> | | | | | |
| Councils with properly structured and functioning audit committees | per cent | na | 100 | 100 | 100 |
| <i>Quality</i> | | | | | |
| Legislative framework for the <i>Local Government Act 1998</i> to agreed standards. | per cent | na | 75 | 75 | 100 |
| <i>Timeliness</i> | | | | | |
| Council annual reports lodged within statutory timeframes | per cent | 98 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.0 | 2.1 | 2.0 |
| 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 and administer allocations from the Better Roads Victoria Trust for local road projects. 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 | nm | 44 | 44 | 44 |
| Funding administered for library construction or refurbishment ^(a) | | | | | |
| • Projects funding completed | number | na | 12 | 12 | 10 |
| Implementation of beach cleaning best practice guidelines by councils | per cent | na | na | na | 75 |
| Road assistance grants announced | number | nm | 30 | 27 | 25 |
| <i>Quality</i> | | | | | |
| Stakeholder satisfaction with grants administration | per cent | nm | 80 | 80 | 85 |
| Budget Estimates 2001-02 | | Infrastructure | | | 117 |

Supporting Local Government – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Targets |
|---|----------------------------|----------------------------|---------------------------|---|----------------------------|
| <i>Timeliness</i> | | | | | |
| Projects delivered in accordance with agreed scope and timelines | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 34.4 | 34.1 | 36.0 |

Source: Department of Infrastructure

Note:

(a) *Number of projects affected by the allocation of \$12 million from Community Support Fund over a three-year period.*

Ports and Intermodal Gateways

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 connections between ports, rail and road transport and airports in metropolitan, regional and rural Victoria.

Departmental Objectives to which the Output Group Contributes:

- Increase the competitiveness and integration of Victoria's logistics industry and transport systems;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Targets</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Targets</i> |
|---|------------------------|------------------------|------------------------|---------------------------------|------------------------|
| 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 | na | 50 | 60 | 100 |
| Victorian Sea Freight Industry Council (VSFIC) policy and initiatives | number | nm | 3 | 3 | 3 |
| Freight and Logistics Committee Projects completed | number | na | na | na | 4 |
| Rail access studies for the Melbourne and Geelong ports completed | per cent | na | 40 | 40 | 100 |
| <i>Quality</i> | | | | | |
| Projects completed in accordance with agreed project specification | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Port Rail Access Studies completed | date | na | na | na | Jun 2002 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2.5 | 4.7 | 2.0 |

Ports and Intermodal Gateways – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Targets | 2000-01 Expected Outcome | 2001-02 Targets |
|--|--------------------|--------------------|--------------------|--------------------------------|--------------------|
| 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 | 21 | 20 | 19 | 23 |
| Cruise ship passenger days | number | nm | nm | nm | 38 700 |
| Station Pier completion of Identified Works | per cent | na | 60 | 60 | 75 |
| Approach to market for development proposals for Spencer Street Station project | date | na | na | na | Jul 2001 |
| Airport Transit Link study and implementation strategy completed. | per cent | na | 50 | 50 | 100 |
| Airport Transit Link - project scope assessment. | date | na | na | na | Nov 2001 |
| Rural modal interchange upgrade program implementation | per cent | na | 40 | 30 | 60 |
| Metropolitan modal interchange upgrade program implementation | per cent | na | 35 | 40 | 60 |
| <i>Quality</i> | | | | | |
| Projects completed against agreed plans and timeframes | per cent | 86 | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Station Pier Refurbishment | | | | | |
| • Station Pier sewer-water upgrade completed | date | na | na | na | Feb 2002 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 10.2 | 19.0 | 18.8 |

Source: Department of Infrastructure

Regional and Rural Transport Services

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.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Improve inter city, country and global connections and access to transport services;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase public transport share of travel market;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

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. Contractual performance standards are reflected in the performance measures for the delivery of the output.

Quantity

| | | | | | |
|---|---------------------|------|---------------------|---------------------|-------------------|
| Total kilometres timetabled | million | 15.7 | 10.3 ^(a) | 11.0 | 11.0 |
| Services delivered ^(b) | per cent | 99.8 | 99.5 | 99.3 ^(c) | 99.5 |
| Maintain freight gates for the provision of Fast Track and Charity Services | number of locations | 30 | 30 | 30 | 30 ^(d) |

Quality

| | | | | | |
|---|----------|---------------------|------|------|------|
| Customer satisfaction threshold ^(e) | score | 75.1 | 70.0 | 75.0 | 75.0 |
| Services arriving at destination no more than 0.59 mins before and no less than 5.59 mins after timetable | per cent | 92.0 ^(f) | 95.0 | 91.0 | 92.0 |
| Passengers carried | million | 8.4 | 8.0 | 8.5 | 8.7 |

| | | |
|--------------------------|----------------|-----|
| Budget Estimates 2001-02 | Infrastructure | 121 |
|--------------------------|----------------|-----|

Regional and Rural Transport Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Rolling stock plans provided and agreed | per cent | 100 | 100 | 100 | 100 |
| Number of claims against total Fast Track consignments | per cent | 0.3 | 0.4 | 0.4 | 0.4 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 112.2 | 114.9 | 122.3 |

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.

Quantity

| | | | | | |
|-----------------------------------|----------|------|-------------------|------|----|
| Total kilometres timetabled | million | 11.9 | 17 ^(a) | 17 | 17 |
| Timetabled Bus Services delivered | per cent | 100 | 99 | 99.9 | 99 |

Quality

| | | | | | |
|----------------------------------|----------|-----|------|------|------|
| Passengers carried | million | 11 | 11.5 | 11.5 | 11.5 |
| Air conditioned buses in service | per cent | 2.7 | 9.3 | 9.3 | 16 |

Timeliness

| | | | | | |
|--|----------|------|----|----|----|
| Services within 5 minutes of timetable | per cent | 99.3 | 95 | 99 | 95 |
|--|----------|------|----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|------|
| Total output cost: | \$ million | na | 49.5 | 40.2 | 41.5 |
|--------------------|------------|----|------|------|------|

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.

Quantity

| | | | | | |
|-----------------------------------|----------|------|------|------|------|
| Kilometres scheduled | million | 33.5 | 33.4 | 33.4 | 33.4 |
| Timetabled bus services delivered | per cent | 100 | 99 | 100 | 99 |

Quality

| | | | | | |
|---|----------|-----|-----|-----|------|
| Air-conditioned school buses in service | per cent | 1.9 | 6.3 | 6.3 | 10.6 |
| School bus safety program delivered – interchange upgrade | per cent | na | 20 | 40 | 60 |
| Safety Program – communications/ flashing lights | per cent | na | 30 | 65 | 90 |

Regional and Rural Transport Services – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------------------|
| <i>Timeliness</i> | | | | | |
| Services within 5 minutes of timetable | | 100 | 95 | 100 | 99 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 120.1 | 123.3 | 125.0 |

Source: Department of Infrastructure

Notes:

- (a) V/Line marketed coach services now reflected in Country Bus Services output previously included in Country/Interstate Rail Service.*
- (b) Change in method of calculation.*
- (c) Includes impact of Corio accident which closed the Geelong Rail Line.*
- (d) Freight Australia has four depots under review and the number of Freight Gates may be reduced to 26.*
- (e) Applies to V/Line Services only. The Director of Public Transport commissions monthly surveys of both users and non-users of public transport to measure customer satisfaction with services.*
- (f) Previous publications of 93.2 per cent were inaccurate.*

Regional and Rural Transport Infrastructure

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.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Improve inter city, country and global connections and access to transport services;
- Increasing the competitiveness and integration of Victoria's logistics industry and transport systems;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Targets</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|------------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|------------------------|

Regional Public Transport Passenger and Freight Development – Ensure delivery of the Government's commitment to regional and rural transport infrastructure development and monitor the quality of rail infrastructure as set out in the contracts with the private operators.

Quantity

| | | | | | |
|--|----------|----|----|----|----|
| Re-opening of Mildura, Bairnsdale, Ararat and Leongatha Country rail lines project | per cent | nm | nm | nm | 25 |
| Fast Train Links | number | na | 1 | 1 | 1 |

Quality

| | | | | | |
|---|--------|----|---|---|---|
| Track Ride Quality Index measured (passenger lines only) ^(a) | number | na | 4 | 4 | 4 |
|---|--------|----|---|---|---|

Timeliness

| | | | | | |
|---|----------|----|-----|-----|-----|
| Projects provided within agreed budget and timeframes (where Government funded) | per cent | nm | 100 | 100 | 100 |
|---|----------|----|-----|-----|-----|

Regional and Rural Transport Infrastructure – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Fast Train feasibility studies completed | date | na | Aug 2000 | Sept 2000 | na |
| Fast Rail Link approach to market | date | nm | nm | nm | Jul 2001 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 6.6 | 21.0 | 32.3 |
| Major Regional Road Projects – Reduce travel time, lower transport operating costs, and upgrade the quality of roads with respect to safety and increased access through improved road transport links and the completion of major highway projects to regional centres. | | | | | |
| <i>Quantity</i> | | | | | |
| Projects continuing in 2001-02: | number | 5 | 5 | 5 | 4 |
| <ul style="list-style-type: none"> • Geelong Road • Calder Highway (Carlsruhe) • Hume Highway (Albury-Wodonga Bypass) • Goulburn Valley Highway (Murchison East) | | | | | |
| Projects to be completed in 2000-01: | number | 2 | 1 | 2 | .. |
| <ul style="list-style-type: none"> • Goulburn Valley Hwy (Hume to Nagambie) • Princes Highway (Nilma) | | | | | |
| Projects to be completed in 2001-02: | number | na | na | na | 1 |
| <ul style="list-style-type: none"> • Calder Highway (Woodend Bypass) | | | | | |
| Projects commencing | number | .. | 1 | .. | 1 |
| <ul style="list-style-type: none"> • Calder Highway (Kyneton-Faraday section) | | | | | |
| <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 | 64.4 | 64.4 | 65.0 |

Regional and Rural Transport Infrastructure – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Regional Arterial Road Links – 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 improvements and road realignment, completing regional arterial road projects and improving road transport links to regional and rural centres. | | | | | |
| <i>Quantity</i> | | | | | |
| Road projects covering duplications and overtaking lanes | | | | | |
| • Projects completed | km | 13.6 | .. | 1.5 | 12.1 |
| • Projects in progress | km | .. | 13.2 | 6.8 | .. |
| • Projects commencing ^(b) | km | .. | 6.9 | 8.2 | 6.4 |
| Bridge strengthening and replacement | | | | | |
| • Projects completed | number | 39 | 1 | 44 | 27 |
| • Projects in progress | number | 7 | 7 | 8 | 5 |
| • Projects commencing ^(b) | number | .. | 28 | .. | 3 |
| Pavement widening (including shoulders) | | | | | |
| • Projects completed | km | 79 | .. | 119 | 43.3 |
| • Projects in progress | km | 90.1 | 90.1 | 37 | 15 |
| Road improvements (including intersections and realignments) | | | | | |
| • Projects completed | number | 14 | .. | 14 | .. |
| • Projects in progress | number | 4 | 5 | 3 | 6 |
| • Projects commencing | number | .. | 6 | 3 | 22 |
| <i>Quality</i> | | | | | |
| Projects delivered in accordance with the agreed scope and standards | per cent | na | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Projects delivered in accordance with Government approved program | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 93.9 | 115.6 | 132.2 |

Regional and Rural Transport Infrastructure – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected | 2001-02 Target Outcome |
|--|----------------------------|----------------------------|---------------------------|-----------------------------|---------------------------------------|
| Regional Road Network Maintenance – Provision of maintenance for declared rural arterial roads, including pavement, bridges, roadside, and traffic facilitation components, covering routine and periodic maintenance, rehabilitation, and operational supervision of tasks/projects. | | | | | |
| <i>Quantity</i> | | | | | |
| Road maintained | lane km | nm | 40 070 | 40 070 | 40 160 |
| Structures maintained | number | nm | 3 700 | 3 730 | 3 740 |
| Road resurfaced | lane km | nm | 3 550 | 3 500 | 3 630 |
| Road pavement rehabilitated | lane km | nm | 410 | 410 | 390 |
| <i>Quality</i> | | | | | |
| Projects delivered in accordance with agreed scope and standards | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Programmed maintenance completed | per cent | nm | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 146.8 | 151.1 | 151.3 |

Source: Department of Infrastructure

Notes:

- (a) The rail track access provider (Freight Australia) is required to maintain the track over which V/Line passenger trains run to a designated minimum standard. The Track Ride Quality Index provides a measure of track quality based on a range of track geometry parameters. The target of 4 represents the annual number of Track Ride Quality assessments that are required to be provided to the Director of Public Transport for assessment of performance.
- (b) Relates to the number of projects that have either commenced and finished within the financial year or projects that have commenced in the financial year but will continue into future years.

Metropolitan Transport Services

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, 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.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase public transport share of travel market;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------------------|
| Metropolitan Train Services – Manage the contractual arrangements with private operators for the delivery of quality metropolitan train services. Contractual performance standards are reflected in the performance measures for the delivery of outputs. | | | | | |
| <i>Quantity</i> | | | | | |
| Total kilometres timetabled | million | 15.7 | 15.7 | 16.3 | 16.6 |
| Services delivered | per cent | 99.6 | 99.0 | 99.2 | 99.2 |
| <i>Quality</i> | | | | | |
| Customer satisfaction index ^(a) | score | 70.4 | 68.0 | 69.8 | 70.6 |
| Passengers carried ^(b) | million | 124.2 | 122 | 127.9 | 131.8 |
| Services arriving at destination no more than 0.59 mins before and less than 5.59 mins after timetable | per cent | 96.5 | 94.5 | 95.9 | 96.2 |
| Rolling stock plans provided and agreed | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 546.8 | 508.4 | 506.6 |

Metropolitan Transport Services – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Metropolitan Tram Services – Manage the contractual arrangements with private operators for the delivery of quality metropolitan tram services. Contractual performance standards are reflected in the performance measures for the delivery of outputs.

Quantity

| | | | | | |
|-----------------------------|----------|------|------|------|------|
| Total kilometres timetabled | million | 22.2 | 21.6 | 22.2 | 22.5 |
| Service delivery | per cent | 99.4 | 99.0 | 98.3 | 98.9 |

Quality

| | | | | | |
|---|----------|-------|-------|-------|-------|
| Customer satisfaction index ^(a) | score | 69.4 | 68 | 69.6 | 70.1 |
| Passengers carried ^(b) | million | 128.2 | 125.0 | 131.4 | 134.7 |
| Services completing journey | per cent | 97.4 | 97.0 | 97.2 | 97.4 |
| 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 | 90.8 | 90 | 93.5 | 93.8 |
| • 2 nd last monitoring point | per cent | 72.7 | 75 | 74.5 | 74.7 |
| Rolling stock plans provided and agreed | per cent | 100 | 100 | 100 | 100 |

Cost

| | | | | | |
|--------------------|------------|----|-------|-------|-------|
| Total output cost: | \$ million | na | 293.5 | 262.4 | 261.4 |
|--------------------|------------|----|-------|-------|-------|

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.

Quantity

| | | | | | |
|-----------------------------------|----------|------|------|------|------|
| Kilometres scheduled | million | 68.4 | 70.1 | 70.1 | 70.4 |
| Timetabled bus services delivered | per cent | 100 | 99 | 99.9 | 99 |

Quality

| | | | | | |
|--|----------|------|------|------|------|
| Customer satisfaction index ^(a) | score | nm | 68 | 68 | 68 |
| Passengers carried | million | 91.6 | 92.2 | 92.2 | 92.2 |
| Air-conditioned and low floor route buses in service | per cent | 2 | 7.1 | 7.1 | 12.1 |

Metropolitan Transport Services – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Timeliness</i> | | | | | |
| Services within 5 minutes of timetable | per cent | 92.8 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 217.3 | 231.7 | 241.2 |

Source: Department of Infrastructure

Notes:

- (a) *The Director of Public Transport commissions monthly surveys of both users and non-users of public transport to measure customer satisfaction with services.*
- (b) *Based on Franchisees estimates (1999-00). Methodology is being developed.*

Metropolitan Transport Infrastructure

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.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Increasing the competitiveness and integration of Victoria's logistics industry and transport systems;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Increase the sustainability of the transport system;
- Maintain existing transport networks to 'fit for purpose' standards;
- Enhance the livability and sustainability of Victoria's urban, rural and regional communities; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Metropolitan Public Transport Development – Provide enhanced transport networks planning capacity to ensure delivery of the Government's commitment for metropolitan public transport infrastructure development 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 | na | 100 | 100 | 100 |
|--|----------|----|-----|-----|-----|

Quality

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

Timeliness

| | | | | | |
|---|----------|----|-----|-----|-----|
| Feasibility studies for proposed works within agreed timeframes and budgets | per cent | nm | 100 | 100 | 100 |
|---|----------|----|-----|-----|-----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|-----|
| Total output cost: | \$ million | na | 14.4 | 12.5 | 6.4 |
|--------------------|------------|----|------|------|-----|

| | | |
|--------------------------|----------------|-----|
| Budget Estimates 2001-02 | Infrastructure | 131 |
|--------------------------|----------------|-----|

Metropolitan Transport Infrastructure – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|

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 in 2001-2002 | number | .. | 4 | 4 | 4 |
| <ul style="list-style-type: none"> • Geelong Road • Hallam Bypass • Eastern Freeway extension • Dingley Bypass (planning) | | | | | |
| Projects to be completed in 2000-2001 | number | .. | 1 | 2 | .. |
| <ul style="list-style-type: none"> • West Gate Freeway • Westall Road | | | | | |
| Projects to commence | number | .. | .. | .. | 1 |
| <ul style="list-style-type: none"> • Eastern Freeway (park and ride) | | | | | |

Quality

| | | | | | |
|--|----------|----|-----|-----|-----|
| Projects delivered in accordance with agreed scope and standards | per cent | nm | 100 | 100 | 100 |
|--|----------|----|-----|-----|-----|

Timeliness

| | | | | | |
|---|----------|----|-----|-----|-----|
| Projects delivered in accordance with Government approved program | per cent | nm | 100 | 100 | 100 |
|---|----------|----|-----|-----|-----|

Cost

| | | | | | |
|--------------------|------------|----|-------|----------------------|-------|
| Total output cost: | \$ million | na | 111.6 | 176.1 ^(b) | 105.9 |
|--------------------|------------|----|-------|----------------------|-------|

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, increasing residential amenity and reducing transport costs particularly in the outer suburbs.

Quantity

| | | | | | |
|--|---------|----|------|----|----|
| Road projects covering duplications and overtaking lanes | | | | | |
| <ul style="list-style-type: none"> • Projects completed • Projects in progress • Projects commencing ^(a) | lane km | nm | .. | 12 | 31 |
| | lane km | nm | 82.7 | 76 | 45 |
| | lane km | nm | 22 | 11 | .. |

Metropolitan Transport Infrastructure – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|--------------------|--------------------|-------------------|--------------------------------|------------------------------|
| Bridge Strengthening and replacement | | | | | |
| • Projects completed | number | nm | .. | 4 | 1 |
| • Projects commencing | number | nm | 2 | .. | 1 |
| Pavement widening (including shoulders) | | | | | |
| • Projects completed | lane km | nm | .. | 1.7 | .. |
| • Projects in progress | km | nm | .. | 9.5 | 9.5 |
| Road improvements (including intersections and realignments) | | | | | |
| • Projects completed | number | nm | .. | 5 | 1 |
| • Projects in progress | number | nm | 1 | 2 | .. |
| • Projects commencing ^(a) | number | nm | 2 | .. | .. |
| <i>Quality</i> | | | | | |
| Projects delivered in accordance with speed scope and standards | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Projects delivered in accordance with Government approved program | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 92.8 | 136.2 | 161.9 |

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 maintenance, rehabilitation and operational management tasks.

Quantity

| | | | | | |
|-----------------------------|---------|--------|--------|--------|--------|
| Road maintained | lane km | 10 440 | 10 440 | 10 440 | 10 460 |
| Structures maintained | number | 1 170 | 1 180 | 1 225 | 1 235 |
| Road resurfaced | lane km | 660 | 680 | 680 | 559 |
| Road pavement rehabilitated | lane km | 100 | 60 | 60 | 80 |

Quality

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Projects delivered in accordance with the agreed scope and standards | per cent | 100 | 100 | 100 | 100 |
|--|----------|-----|-----|-----|-----|

Metropolitan Transport Infrastructure – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Programmed maintenance completed | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 150.3 | 150.4 | 150.5 |

Source: Department of Infrastructure

Note:

- (a) *Relates to the number of projects that have either commenced and finished within the financial year or projects that have commenced in the financial year but will continue into future years.*
- (b) *The 2001-02 Revised Budget Output Cost includes an expenditure item of \$63.3 million for Melbourne City Link Authority concession fees related to a revised treatment of prior year payments.*

Transport Safety and Accessibility

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.

Departmental Objectives to which the Output Group Contributes:

- Improve transport safety and reduce the incidence, severity and cost of accidents and incidents;
- Enhance transport access and mobility for people to services, jobs and opportunities;
- Maintain existing transport networks to 'fit for purpose' standards; and
- Deliver 'best practice' infrastructure, in partnership with the private sector where appropriate.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

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 | 11 280 | 12 000 | 12 000 | 13 000 |
| Tow truck licence transactions | number | 484 | 450 | 450 | 500 |
| Tow truck driver authorities issued | number | 1 006 | 1 150 | 1 150 | 1 200 |
| Commercial passenger vehicle licence applications processed | number | 336 | 320 | 320 | 350 |
| Commercial passenger vehicle drivers certificates issued | number | 13 752 | 13 800 | 13 800 | 14 000 |
| Driver instructor authorities processed | number | nm | 400 | 400 | 450 |

Quality

| | | | | | |
|--|----------|------|-----|-----|-----|
| Taxis and tow trucks conform to quality standards | per cent | >92 | >92 | >92 | >94 |
| Taxi service complaints investigated | number | 323 | 330 | 330 | 320 |
| Tow Truck Allocation Centre calls answered within 45 seconds | per cent | 97.1 | 95 | 95 | 96 |

Transport Safety and Accessibility – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Timeliness</i> | | | | | |
| Preliminary investigation of serious taxi service complaints completed within 10 working days | per cent | 86 | 85 | 85 | 88 |
| Allocation of accident to tow truck depot within 5 minutes | per cent | 88.5 | 85 | 85 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.2 | 2.7 | 2.4 |
| Accessible Transport Initiatives – Provide access for the disabled to transport facilities by monitoring obligations under the <i>Disability Discrimination Act</i> , 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) | 5 516 | 5 372 | 5 372 | 5 372 |
| • With wheelchair | number ('000) | 392 | 395 | 395 | 400 |
| Applications assessed | number | 28 184 | 25 000 | 25 000 | 26 000 |
| Customer phone enquires | number ('000) | nm | nm | nm | 75 |
| Number of transport access sites treated | number | 19 | 205 | 205 | 260 |
| <i>Quality</i> | | | | | |
| Projects delivered to agreed scope or standard | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Applications completed within 10 working days | per cent | 95.8 | 95 | 95 | 96 |
| Works completed within agreed timeframes | per cent | na | na | na | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 43.5 | 45.5 | 43.8 |
| 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 | 184 ^(a) | 312 | 312 | 460 |

Transport Safety and Accessibility – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|--|--------------------|--------------------|-------------------|--------------------------------|------------------------------|
| <i>Quality</i> | | | | | |
| Projects completed to agreed scope and standard | per cent | na | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Programmed work to be completed in accordance with agreed timeframes | per cent | na | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 53.2 | 48.1 | 91.8 |

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 | 31 | 26 | 26 | 15 |
| Road user improvement projects | number | 74 | 61 | 61 | 80 |
| <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 | 20.4 | 21.4 | 23.0 |

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) | 103 | 103 | 102.5 | 103.3 |
| Driver licences renewed | number (‘000) | 159 | 323 | 323 | 473 |
| New vehicle registrations issued | number (‘000) | 413 | 434 | 432 | 425 |
| Vehicle registrations renewed | number (‘000) | 3 604 | 3 753 | 3 750 | 3 853 |

Transport Safety and Accessibility – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Vehicle registration transfers | number (‘000) | 795 | 867 | 836 | 849 |
| Vehicle and driver information requests processed | number (‘000) | 796 | 1 020 | 1 479 | 1 541 |
| <i>Quality</i> | | | | | |
| User satisfaction with registration and licensing | per cent | na | 93 | 92 | >90 |
| Currency of registration and licensing records | per cent | 99 | 99 | 99 | >99 |
| <i>Timeliness</i> | | | | | |
| Customers served within 10 minutes in licensing and registration offices | per cent | 84 | 84 | 82 | >80 |
| Average time to answer central calls | seconds | 32 | <40 | 27 | <30 |
| Total output cost: | \$ million | na | 92.8 | 89.2 | 77.9 |
| 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 | 131 | 131 | 132 |
| <i>Quality</i> | | | | | |
| Projects completed within specified scope and standards | per cent | na | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Programmed works completed within agreed timeframes | per cent | nm | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 46.3 | 46.3 | 46.4 |
| 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> | | | | | |
| Safety initiatives | | | | | |
| • Unannounced audits | number | nm | nm | nm | 120 |
| • Bus mechanical inspections | number | nm | nm | nm | 50 |

Transport Safety and Accessibility – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Audit observations completed by issues being addressed | per cent | nm | nm | nm | 90 |
| Non conformances/compliances closed out within 2 months | per cent | nm | nm | nm | 100 |
| Material changes to accreditation processed within 2 weeks | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| Accreditation applications completed within 6 months | per cent | 100 | 100 | 100 | 100 |
| Audits carried out: | | | | | |
| • Rail (within 12 months) | per cent | nm | nm | nm | 100 |
| • Bus (within 12 months) | per cent | nm | nm | nm | 50 |
| • Bus (within 24 months) | per cent | nm | nm | nm | 100 |
| Follow up of critical defect notices within 5 days | per cent | nm | nm | nm | 90 |
| Review of responses of inquiry within 6 weeks | per cent | nm | nm | nm | 90 |
| Independent investigation reports completed within the timeframe defined in the Terms of Reference | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.3 | 3.5 | 4.6 |
| 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> | | | | | |
| Vessel compliance with registration requirements | per cent | nm | nm | nm | 100 |
| All personal water craft operators and operators under 21 years licensed | per cent | nm | nm | nm | 100 |
| Audit compliance with Recreational Boating Regulations | | | | | |
| • Boats Audited | per cent | nm | nm | nm | 5 |
| • Waterways audited | per cent | nm | nm | nm | 10 |
| Budget Estimates 2001-02 | | Infrastructure | | | 139 |

Transport Safety and Accessibility – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Commercial vessels surveyed | number | 502 | 880 | 880 | 1 500 |
| Marine operators certificates issued | number | 316 | 240 | 240 | 300 |
| Safety audits performed on commercial vessels | number | nm | nm | nm | 165 |
| Revised Marine Legislation | per cent | nm | nm | nm | 100 |
| Marine Safety Policy and Initiatives (Federal Government marine communication systems review) | per cent | nm | 50 | 50 | 100 |
| <i>Quality</i> | | | | | |
| Projects completed against statutory requirements and specifications | per cent | nm | 100 | 100 | 95 |
| <i>Timeliness</i> | | | | | |
| Recreational Boat Operator licensing starts | date | na | na | na | 1 Feb 2002 |
| Capital grant for Boating Safety Fund Program | per cent | na | na | na | 100 |
| Marine Communications systems completed | date | na | na | na | June 2002 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.8 | 8.0 | 8.4 |

Source: Department of Infrastructure

Notes:

(a) 1999-00 Actuals were shown as 174 in the Department of Infrastructure's 1999-00 Annual Report, the correct figure of 184 is shown here. The change is due to improved data integrity.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.3.2 – Statement of Financial Performance** – 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 1 983.8 | 2 020.8 | 2 048.3 | 2 110.8 | 4.5 |
| Section 29 receipts - Commonwealth | 100.6 | 110.5 | 113.1 | 245.0 | na |
| -Other | .. | 2.3 | 2.3 | 2.3 | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 292.2 | 264.8 | 313.4 | 272.0 | 2.7 |
| Total | 2 376.6 | 2 398.5 | 2 477.1 | 2 630.2 | 9.7 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 214.5 | 207.9 | 249.8 | 219.9 | 5.8 |
| Purchases of supplies and services ^(e) | 1 149.3 | 1 329.9 | 1 295.3 | 1 400.8 | 5.3 |
| Depreciation and amortisation | 205.7 | 204.6 | 229.4 | 236.2 | 15.5 |
| Capital assets charge | 56.3 | 62.9 | 62.9 | 84.0 | 33.4 |
| Other expenses | 728.7 | 593.7 | 660.2 | 581.3 | -2.1 |
| Total | 2 354.5 | 2 399.0 | 2 497.6 | 2 522.2 | 5.1 |
| Operating surplus/deficit before revenue for increase in net assets | 22.0 | - 0.5 | - 20.5 | 107.9 | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 97.7 | 124.3 | 133.5 | 214.6 | 72.6 |
| Section 29 Receipts - asset sales | .. | .. | .. | .. | .. |
| Operating surplus/deficit | 119.7 | 123.9 | 113.0 | 322.5 | na |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 5.0 | 11.2 | 11.2 | 11.4 | 1.9 |
| Other Commonwealth grants | 298.0 | 306.3 | 311.1 | 321.9 | 5.1 |
| Other revenue ^(c) | 770.7 | 798.8 | 798.4 | 839.8 | 5.1 |
| Less revenue transferred to Consolidated Fund | - 785.4 | - 798.9 | - 798.7 | - 840.1 | 5.2 |
| Total | 288.3 | 317.3 | 321.9 | 333.0 | 5.0 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 0.1 | 1.3 | 1.3 | 1.3 | .. |
| Purchases of supplies and services | - 0.7 | 0.0 | 0.0 | 0.0 | .. |
| Other expenses | 303.0 | 316.2 | 320.9 | 332.0 | 5.0 |
| Total | 302.4 | 317.5 | 322.3 | 333.4 | 5.0 |
| Operating surplus/deficit | - 14.1 | - 0.2 | - 0.3 | - 0.3 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

The Departmental Controlled Statement of Financial Performance for 2001-02 indicates an expected operating surplus (before the revenue for increase in net assets) of \$108 million. In comparison, the 2000-01 Budget had a deficit of \$0.5 million. The 2001-02 operating surplus is mainly due to recognition of additional Commonwealth revenue for roads that does not have associated operating expenditure as it is used for capital purposes.

For controlled items, Operating Revenue increased by \$232 million from the 2000-01 to 2001-02 Budget. This movement is explained below.

- An increase of \$90 million in relation to the Revenue from the State Government is largely due to additional funding that has been provided for new or expanded output initiatives in 2001-02. The carry forward of funding from the previous year's initiatives and variations is due to changed accounting treatments.
- Commonwealth Revenue has increased by \$135 million with funding being provided for various road projects, including Geelong Road.
- Other Revenue has increased by \$7 million as a result of an increase in grants from the Department of Education, Employment and Training and Department of Human Services for public transport concessions and increased revenue from public transport advertising and VicRoads external works offset by a reduction in Melbourne City Link Authority (MCLA) concession fees.

The above explanations relating to the Revenue items, also explain the major variations in the various categories of Controlled Operating Expenses, with the exception of the additional Commonwealth funding which is not expensed within the Statement of Financial Performance as it is used for capital purposes.

The operating surplus (including revenue for increase in net asset) is estimated to increase from \$124 million in the 2000-01 Budget to \$323 million in 2001-02, an increase of \$199 million. This is driven by the changes already described above of \$108 million, together with a \$90 million increase in Revenue for Increase in Net Assets (RINA) from 2000-01 to 2001-02 Budget. The major reason for the increase in RINA is due to the provision for additional funding for new asset initiatives.

The 2000-01 Revised Budget indicates a \$20.5 million deficit, as against the original budget deficit of \$0.5 million, which is largely due to VicRoads incurring increased superannuation expenditure because of a revised actuarial valuation at 31 December 2000. Controlled Operating Revenue has increased from the 2000-01 Budget to 2000-01 Revised Budget by \$79 million and reflects the partial effects of the Budget to Budget comparisons explained above and increased revenue of \$45 million from the net impact of a revised accounting treatment for MCLA concession fees. Controlled Operating Expenses increased by \$99 million mainly reflecting the additional VicRoads superannuation and depreciation on roads and increased expenses of \$45 million for the MCLA transaction described above.

Administered items

The major movements between the 2000-01 and 2001-02 Budgets within the administered items are in the Other Revenue category that is expected to increase by \$41 million. Increases are related to taxation revenue revisions to stamp duty and driver licences and recognition of public transport fines formerly collected by the Public Transport Corporation. These increases were offset by a delay in the sale of Preston Workshops and a transfer of land sales relating to the Office of Major Projects to the Department of State and Regional Development.

Table 2.3.3: Statement of Financial Position

| (\$ thousand) | | | | | |
|--------------------------------------|-------------------------|-------------------|-------------------|-------------------|--------------------------|
| | Estimated as at 30 June | | | | Variation ^(a) |
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 66 552 | 61 502 | 53 468 | 53 468 | - 13.1 |
| Investments | 6 612 | 6 612 | 6 612 | 6 612 | .. |
| Receivables | 17 329 | 17 329 | 23 829 | 23 829 | 37.5 |
| Prepayments | 2 633 | 2 633 | 2 633 | 2 633 | .. |
| Inventories | 13 486 | 13 486 | 13 486 | 13 486 | .. |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 106 612 | 101 562 | 100 028 | 100 028 | - 1.5 |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables ^(b) | 227 981 | 256 734 | 168 920 | 183 037 | - 28.7 |
| Fixed Assets | 15 439 310 | 15 570 487 | 15 584 219 | 15 912 235 | 2.2 |
| Other Assets | 3 380 | 3 380 | 3 380 | 3 380 | .. |
| Total Non-Current Assets | 15 670 671 | 15 830 601 | 15 756 519 | 16 098 652 | 1.7 |
| Total Assets | 15 777 283 | 15 932 163 | 15 856 547 | 16 198 680 | 1.7 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 213 674 | 216 161 | 214 127 | 220 377 | 2.0 |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 18 974 | 18 922 | 18 946 | 19 560 | 3.4 |
| Superannuation | 41 135 | 41 135 | 44 000 | 46 500 | 13.0 |
| Other Liabilities | 7 537 | 7 567 | 7 767 | 7 799 | 3.1 |
| Total Current Liabilities | 281 320 | 283 785 | 284 840 | 294 236 | 3.7 |
| Non-Current Liabilities | | | | | |
| Payables | 103 341 | 133 202 | 51 602 | 64 328 | - 51.7 |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 43 978 | 43 978 | 42 147 | 40 457 | - 8.0 |
| Superannuation | 454 190 | 454 190 | 471 848 | 471 848 | 3.9 |
| Other Liabilities | 1 850 | 1 045 | 1 045 | 208 | - 80.1 |
| Total Non-Current Liabilities | 603 359 | 632 415 | 566 642 | 576 841 | - 8.8 |
| Total Liabilities | 884 679 | 916 200 | 851 482 | 871 077 | - 4.9 |
| Net Assets | 14 892 604 | 15 015 963 | 15 005 065 | 15 327 603 | 2.1 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 11 523 | 11 528 | 11 528 | 11 533 | .. |
| Investments | .. | - 10 | - 10 | - 20 | na |
| Receivables | 24 836 | 24 636 | 24 636 | 24 436 | - 0.8 |
| Total Current Assets | 36 359 | 36 154 | 36 154 | 35 949 | - 0.6 |

Table 2.3.3: Statement of Financial Position – continued

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|-----------------|-----------------|-----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Assets | | | | | |
| Investments | 35 100 | 35 100 | 35 100 | 35 100 | .. |
| Receivables | 6 366 | 6 366 | 6 366 | 6 366 | .. |
| Fixed Assets | 1 350 | 1 350 | 1 218 | 1 086 | - 19.6 |
| Total Non-Current Assets | 42 816 | 42 816 | 42 684 | 42 552 | - 0.6 |
| Total Assets | 79 175 | 78 970 | 78 838 | 78 501 | - 0.6 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 12 563 | 12 563 | 12 563 | 12 563 | .. |
| Employee Entitlements | .. | .. | .. | .. | .. |
| Other Current Liabilities | 7 138 | 7 138 | 7 138 | 7 138 | .. |
| Total Current Liabilities | 19 701 | 19 701 | 19 701 | 19 701 | .. |
| Non-Current Liabilities | | | | | |
| Non-Current Payables | 88 097 | 88 097 | 88 097 | 88 097 | .. |
| Employee Entitlements | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 88 097 | 88 097 | 88 097 | 88 097 | .. |
| Total Liabilities | 107 798 | 107 798 | 107 798 | 107 798 | .. |
| Net Assets | - 28 623 | - 28 828 | - 28 960 | - 29 297 | 1.6 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The Department's controlled net assets increased by 2.1 per cent (\$312 million) from the 2000-01 Budget to the 2001-02 Budget. The reasons for this change are:

- increased Fixed Assets of \$342 million mainly attributable to the construction of new roads and rail infrastructure;
- a decrease in Non-Current Receivables with an offset in Non-Current Liabilities of \$69 million due to the debt receivable from Transurban in respect to the Melbourne City Link concession fee;
- a reduction in Net Assets due to a higher superannuation liability of \$18 million as a result of a revised actuarial valuation of VicRoads superannuation; and
- other non-material net reductions of \$12 million.

Table 2.3.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 1 983.8 | 2 020.8 | 2 048.3 | 2 110.8 | 4.5 |
| Receipts from State Government - increase in net asset base | 97.7 | 124.3 | 133.5 | 214.6 | 72.6 |
| Section 29 Receipts - Commonwealth | 100.6 | 110.5 | 113.1 | 245.0 | na |
| - Other | .. | 2.3 | 2.3 | 2.3 | .. |
| - Asset Sales | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 246.7 | 234.2 | 231.2 | 258.5 | 10.4 |
| | <u>2 428.8</u> | <u>2 492.2</u> | <u>2 528.5</u> | <u>2 831.3</u> | <u>13.6</u> |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 234.4 | - 207.9 | - 231.1 | - 218.5 | 5.1 |
| Purchases of Supplies and Services | -1 103.1 | -1 327.5 | -1 294.7 | -1 394.6 | 5.1 |
| Interest and finance expenses | .. | .. | - 8.3 | - 8.2 | .. |
| Capital Assets Charge | - 56.3 | - 62.9 | - 62.9 | - 84.0 | 33.4 |
| Current grants and transfer payments | - 592.2 | - 533.9 | - 528.1 | - 531.1 | -0.5 |
| Capital grants and transfer payments | - 79.3 | - 29.9 | - 48.9 | - 29.3 | -2.0 |
| Net Cash flows from operating activities | 363.5 | 330.1 | 354.4 | 565.7 | 71.4 |
| Cash flows from investing activities | | | | | |
| Purchases of investments | 0.2 | .. | .. | .. | .. |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 14.2 | .. | .. | .. | .. |
| Purchases of non-current assets | - 244.5 | - 335.8 | - 374.3 | - 564.3 | 68.1 |
| Net Cash flows from investing activities | - 230.1 | - 335.8 | - 374.3 | - 564.3 | 68.1 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations -increase in net asset base | - 2.9 | - 0.5 | .. | .. | na |
| Capital repatriation to Government | .. | .. | - 0.5 | .. | .. |
| Net increases in balances held with Government | - 72.7 | 1.1 | 7.3 | - 1.4 | na |
| Net borrowings and advances | - 18.4 | .. | .. | .. | .. |
| Net Cash flows from financing activities | - 94.0 | 0.6 | 6.8 | - 1.4 | na |
| Net Increase/Decrease in Cash Held | 39.4 | - 5.1 | - 13.1 | .. | na |
| Cash at beginning of period | 27.2 | 66.6 | 66.6 | 53.5 | - 19.7 |
| Cash at end of period | 66.6 | 61.5 | 53.5 | 53.5 | - 13.1 |

Table 2.3.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|--------------|---------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | 5.0 | 11.2 | 11.2 | 11.4 | 1.9 |
| Other Commonwealth grants | 298.0 | 306.3 | 311.1 | 321.9 | 5.1 |
| Other | 773.1 | 770.9 | 798.6 | 840.0 | 9.0 |
| | 1 076.1 | 1 088.4 | 1 120.8 | 1 173.3 | 7.8 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 0.1 | - 1.3 | - 1.3 | - 1.3 | .. |
| Purchases of Supplies and Services | 15.3 | .. | .. | .. | .. |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | - 301.9 | - 316.2 | - 320.9 | - 332.0 | 5.0 |
| Capital grants and transfer payments | - 2.6 | .. | .. | .. | .. |
| Other | - 782.9 | - 798.9 | - 798.7 | - 840.1 | 5.2 |
| Net Cash flows from operating activities | 3.9 | - 28.1 | - 0.2 | - 0.2 | na |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 10.6 | 28.1 | .. | .. | na |
| Net Movement in investments | .. | .. | .. | .. | .. |
| Purchases of non-current assets | .. | .. | 0.1 | 0.1 | .. |
| Net Cash flows from investing activities | 10.6 | 28.1 | 0.2 | 0.2 | na |
| Cash flows from financing activities | | | | | |
| Net increases in balances held with Government | - 2.9 | .. | .. | .. | .. |
| Net Cash flows from financing activities | - 2.9 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The variations in the expected cash flows between the 2000-01 Budget and the 2001-02 Budget are reflected in the Controlled Statement of Cash Flows. Major changes are due to additional revenue from Commonwealth road funding (\$135 million), additional receipts from State Government for new asset and output initiatives and changes in accounting classifications (\$180 million). These variations are explained in more detail in the discussion of the Statement of Financial Performance.

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) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Annual appropriations ^(b) | 2 156.3 | 2 164.3 | 2 321.6 | 7.7 |
| Receipts credited to appropriations | 112.9 | 115.4 | 247.3 | na |
| Unapplied previous years appropriation | .. | 28.7 | 15.2 | .. |
| Accumulated surplus - previously applied appropriation | .. | .. | .. | .. |
| Gross Annual appropriation | 2 269.2 | 2 308.4 | 2 584.1 | 13.9 |
| Special appropriations | .. | .. | .. | .. |
| Trust funds | 432.2 | 437.7 | 456.5 | 5.6 |
| Non public account and other sources | 138.7 | 186.5 | 137.2 | -1.1 |
| Total Authority | 2 840.2 | 2 932.6 | 3 177.8 | 11.9 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 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 2.3.6: Payments made on behalf of the State

(\$ million)

| <i>Accounts</i> | <i>2000-01 Budget</i> | <i>2000-01 Revised</i> | <i>2001-02 Budget</i> | <i>Variation^(a) %</i> |
|--|---------------------------|----------------------------|---------------------------|--------------------------------------|
| Employer Contribution to Superannuation | 1.3 | 1.3 | 1.3 | .. |
| National competition payments for distribution to local government | 9.9 | 9.9 | 10.1 | 2.1 |
| Total | 11.2 | 11.2 | 11.4 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

DEPARTMENT OF JUSTICE

PART 1: OUTLOOK AND OUTPUTS

Overview

The Department of Justice provides the primary organisational, policy and management focus for the four separate Ministerial responsibilities within the Justice Portfolio as follows:

Attorney-General

- Providing **Legal Support for Government** with a focus on law reform, legal services to government in the operation of courts and tribunals, advice on native title issues, and privacy regulation. Support is also provided for state electoral services and the maintenance of an effective system for the registration of births, deaths and marriages.
- **Dispensing Justice** including the provision of prosecutorial services on behalf of the government, administrative support for case processing in the jurisdictions of the various State courts, statutory tribunals and alternative civil dispute resolution processes, and also administering support services for victims of crime.
- **Enforcing Court Orders** including judicial fines, orders and warrants, the management of asset confiscations and the processing of traffic fines.
- **Achieving Equal Opportunity** through the provision of equity and human rights information, discrimination complaint resolution services and advocacy and guardianship services for people with disabilities.

Minister for Corrections

- **Enforcing Correctional Orders** through management of the State's correctional system and the supervision and support of convicted and remanded prisoners or offenders under supervision in the community.

Minister for Police & Emergency Services

- Providing **Public Safety Policy**, including legislative and program development advice concerning crime prevention, and planning and management of arrangements to prevent and respond to fire and other emergencies affecting public safety.
- Maintaining **Emergency Prevention & Response** capabilities through oversight of the State's Emergency Services Organisations.
- Overall responsibility for policing through the key activities of Crime Prevention, Crime Identification and Investigation, Supporting the Judicial Process, Road Safety and the co-ordination of Incident, Emergency and Event Management.

Minister for Consumer Affairs

Protecting Consumers through the development and enforcement of fair trading laws, the licensing of certain business classes and the provision of information and education to reduce marketplace disputes.

The Department's **cross portfolio policy responsibilities** and obligations include:

- securing cooperation, coordination and cohesion amongst Portfolio agencies to enhance service delivery capabilities;
- promoting increased efficiency, effectiveness and accountability of service delivery and resource management in all organisations associated with the Justice Portfolio; and
- providing executive services to Ministers.

In this regard, key features of the Justice Portfolio are the 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 and the Metropolitan Fire and Emergency Services Board.

Review of 2000-01

The Department expects to meet its overall budget and output performance targets. All major service initiatives for which provisions were made in the 2000-2001 Budget and subsequent budget reviews concerning the early implementation of the Government's priority election commitments will be either successfully implemented or substantially progressed.

2001-02 Outlook

As part of its commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each department which directly link to departmental outputs.

Targeted outcomes from policy implementation and output and asset investment initiatives for 2001-02 can be summarised under the nine strategic objectives for the Department of Justice as follows:

A reduction in the incidence of violent crime in targeted areas

- Partnerships between the newly established Crime Prevention Victoria, the Victoria Police, and the community are utilising the latest available evidence of what works, together with detailed analysis of local crime trends to develop integrated and tailored programs for the prevention of, response to and recovery from crime.

Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime

- Victoria Police has implemented an enhanced recruitment strategy towards the Government's target of an additional 800 operational police as part of its commitment to maintaining an effective community safety presence.
- The Department is developing for Government consideration a Statewide, Integrated Public Safety Communications Strategy which will progressively enhance the operational capabilities of the State's Emergency Service Organisations.

Reduce Victoria's road toll

- An integrated road safety campaign will be undertaken including Victoria Police putting into effect a new speed compliance regime aimed at contributing to further reductions in the incidence and severity of injury from road accidents and vehicle collisions.

Reduce the time taken to dispose of matters in courts and tribunals

- To reduce waiting times in the County Court two additional judges will be appointed and the timeliness of disposals in the Victorian Civil and Administrative Tribunal will be improved by the appointment of additional sessional members.
- The Criminal Justice Enhancement Program will continue to facilitate reforms to administrative processes which will result in the more efficient and timely disposition of court and tribunal matters.

Improve access to justice services particularly to legal aid, victim support services and alternative dispute resolution

- Further improvements in access to legal aid will be achieved through the use of additional duty lawyers and additional support to community legal centres.
- Victims of crime will benefit from a cross-governmental *Review of Victims Services* that seeks to better align the level and nature of assistance provided by the Government with client needs and agency service capacity.
- An increased capacity for the management of civil and administrative matters is aimed at achieving more timely processes, lower overall costs and better outcomes for all parties to a formal dispute.

Improve Victorians' confidence in the legal and courts system

- An independent and community based Law Reform Commission has been established to promote progressive and innovative changes to the laws and justice system in Victoria. The advice provided by the Commission will assist the Government to develop, and the Department of Justice to administer, appropriate state laws that reflect underlying societal values and community standards of fairness and equality of opportunity.

- The establishment of a Judicial College of Victoria will enhance the educational support provided to judicial officers and tribunal members. The College will also increase the ability of judicial officers and tribunal members to keep abreast of developments in the law, as well as non-legal issues relating to different groups in society, particularly people from different cultures and backgrounds.

Reduce offending and re-offending rates and the number of prisoners returning to prison

- The implementation of a revitalised whole-of-government strategy to reduce offending will include available alternatives to divert low risk offenders from custodial sentences to appropriate and effective community supervision and treatment orders, and provide enhanced pre and post release supports to reduce the likelihood of released prisoners returning to the correctional system.
- Existing prison facilities will be expanded to meet projected growth in prison numbers alongside the Government's Reducing Offending Strategy to ensure that the Victorian prison system provides safe, secure and humane correctional facilities and an environment conducive to rehabilitation.

Improve access to consumer protection services, particularly for vulnerable groups

- The key element being pursued under the Consumer Justice Strategy is the emphasis on assisting those consumers least able to look after themselves due to a range of factors, for example social disadvantage, language difficulties or their physical location. The Strategy will involve targeted education and information campaigns so that the most vulnerable consumers are aware of their rights and responsibilities and are assisted in asserting these rights. In support of this initiative a vigorous enforcement campaign will target those traders who act to flout the law and take advantage of consumers who may be unaware of their rights. Additional efforts will also be made to encourage those traders who operate within the law and act responsibly in their dealings with consumers.

Improve access to human rights protection services in targeted areas

- Community awareness of equal opportunity rights and responsibilities will be improved through initiatives of the Equal Opportunity Commissioner to target examples of systemic discrimination. Legislation that provides for all Victorians to be protected from discrimination and abuse will be clarified and actively administered.
- 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 where necessary.

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.

Key improvements to output groupings in this year's Budget Papers include:

- improved alignment of groups with Ministerial portfolio responsibilities and budget reporting entities;
- a clearer distinction between public safety policy outputs delivered by the Department and emergency prevention and response services delivered by Justice agencies;
- some regrouping of outputs delivered by Victoria Police to improve the focus on and distinction between preventative and response services;
- more systematic grouping of legal services into Legal Support for Government, Dispensing Justice and Enforcing Court Orders output groups;
- a more detailed specification of court order enforcement activities; and
- a separation of Consumer Services from Equity Services allowing more detailed specification of key activities in each area.

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

The substantive differences between the 2000-01 and 2001-02 revised performance targets for police outputs reflect the additional hours associated with additional police numbers and refinements to the counting methodology model. The proposed changes to output targets do not reflect operational changes; rather they reflect improved data capture through the use of six monthly Activity Surveys which allow more accurate allocation across the outputs.

Reasons for significant differences between corresponding 2000-01 and 2001-02 targets in other output groups are footnoted.

A significant number of new performance measures are associated with the revised output structure for 2001-02. Previously unpublished historical data for such measures has been included where available to assist continuity and comparability of output performance information.

For continuing measures, expected performance against corresponding 2000-01 targets is shown. Actual performance against such targets for all performance measures published in the 2001-02 Budget will be included in the Annual Reports of the Department of Justice and Victoria Police.

Table 2.4.1: Output group summary

| | (\$ million) | | | |
|--|----------------------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
| Public Safety Policy | 10.1 | 8.4 | 12.4 | 22.8 |
| Emergency Prevention and Response | 56.7 | 89.1 | 65.6 | 15.7 |
| Crime Prevention | 339.0 | 337.2 | 344.5 | 1.6 |
| Incident, Emergency and Event Management | 112.2 | 113.4 | 115.2 | 2.7 |
| Crime Identification and Investigation | 304.6 | 302.0 | 306.8 | 0.7 |
| Road Safety | 85.1 | 84.8 | 86.9 | 2.1 |
| Supporting the Judicial Process | 174.7 | 173.7 | 177.4 | 1.5 |
| Legal Support for Government | 31.9 | 34.5 | 44.1 | 38.0 |
| Dispensing Justice | 230.8 | 241.7 | 264.4 | 14.6 |
| Enforcing Court Orders | 42.1 | 45.4 | 59.6 | 41.4 |
| Enforcing Correctional Orders | 214.4 | 218.1 | 252.7 | 17.9 |
| Protecting Consumers | 38.8 | 36.0 | 40.1 | 3.4 |
| Achieving Equal Opportunity | 8.6 | 9.1 | 9.2 | 7.0 |
| Total | 1 649.1 | 1 693.3 | 1 778.9 | 7.9 |

Source: Department of Treasury and Finance

Notes:

(a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.

(b) Variation between 2000-01 and 2001-02 Budget.

Public Safety Policy

Description of the Output Group:

This group provides a focus for public safety policy development and advice to the Minister, new policy implementation co-ordination and effectiveness evaluation.

This new grouping reflects the creation of Crime Prevention Victoria and Office of the Emergency Services Commissioner as discrete Public Safety Policy agencies and the distribution of function cost from the existing Community Safety Output Group.

Departmental Objective to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Crime and Violence Prevention – Co-ordinates Government's initiatives and undertakes targeted research and community projects to prevent violence and crime. | | | | | |
| <i>Quantity</i> | | | | | |
| Service capacity | hours | nm | nm | nm | 9 600 |
| <i>Quality</i> | | | | | |
| Advice meets internal benchmarks | per cent | nm | nm | nm | 95 |
| <i>Timeliness</i> | | | | | |
| Achievement of milestone targets for grant processing | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 4.9 | 3.1 | 7.1 |
| Emergency Readiness Support – Establishes and monitors performance standards for emergency services, provides Minister with high level emergency management advice. | | | | | |
| <i>Quantity</i> | | | | | |
| Service capacity ^(a) | hours | nm | nm | nm (5 075) | 8 041 |
| <i>Quality</i> | | | | | |
| Advice meets internal benchmarks ^(a) | per cent | nm | nm | nm (95) | 95 |
| <i>Timeliness</i> | | | | | |
| Agreed timelines met | per cent | nm | nm | nm | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.2 | 5.3 | 5.3 |

Source: Department of Justice

Notes:

(a) Bracketed data not published in previous budget papers provides internal business plan/performance history for this measure.

Emergency Prevention and Response

Description of the Output Group:

This group supports emergency prevention and response services provided by the Metropolitan Fire and Emergency Services Board, Country Fire Authority and Victoria State Emergency Services

This new grouping has been created to disaggregate Government contributions to operational funding for the Metropolitan Fire and Emergency Services Board and Country Fire Authority and the inner budget appropriations for Vic SES formerly included in the Support for Emergency Readiness output of the Community Safety Output Group.

Outputs and measures may alter as a result of fire management review and currently being undertaken by the Office of the Emergency Services Commissioner.

Departmental Objectives to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime; and
- Reduce Victoria's road toll.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Metropolitan Fire and Emergency Services – Provide for fire suppression, fire prevention, emergency prevention and response services in the metropolitan fire district. | | | | | |
| <i>Quantity</i> | | | | | |
| Firefighters on duty 24 hours a day ^(a) | number | nm | nm | nm (>248) | >248 |
| <i>Quality</i> | | | | | |
| Structural fire contained to room of origin | per cent | nm | 85 | 85 | 85 |
| <i>Timeliness</i> | | | | | |
| Response time at the 90th Percentile | minutes | 7.6 | 7.7 | 7.7 | 7.7 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 17.8 | 17.8 | 17.8 |
| Outer Metropolitan, Rural and Regional Fire Services – Provide for fire suppression and fire prevention services in the outer metropolitan, provincial and rural areas of Victoria. | | | | | |
| <i>Quantity</i> | | | | | |
| Service delivery points ^{(a)(b)} | number | nm | nm | nm (1 259) | 1 259 |
| <i>Timeliness</i> | | | | | |
| Response to road accident rescue calls meeting benchmark times ^(a) | per cent | nm | nm | nm (90) | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 27.0 | 56.0 | 36.4 |
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Emergency Prevention and Response – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Statewide Emergency Services – Provides for the management of major natural disasters, provision of road accident rescue and support of local Government and communities in disaster prevention and mitigation. | | | | | |
| <i>Quantity</i> | | | | | |
| Volunteer units ^(a) | number | nm | nm | nm (145) | 145 |
| <i>Quality</i> | | | | | |
| Audited municipal emergency management plans meeting Ministerial guidelines | per cent | 100 | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Response to road accident rescue calls meeting benchmark times | per cent | 90 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: ^(c) | \$ million | na | 11.9 | 15.2 | 11.4 |

Source: Department of Justice

Notes:

- (a) Bracketed data not published in previous budget papers provides internal business plan/ performance history for this measure.
- (b) The measure Service Delivery Points reflects two components of CFA's work, the delivery of emergency intervention via its brigade network & the delivery of prevention and advisory services through its head office and the regions. Elements of both these services are provided internally and to community and external customers through CFA's training network.
- (c) Funding for 2000-01 includes once-off project funding of approximately \$4 million for the Bureau of Emergency Services and Telecommunications.

Crime Prevention

Description of the Output Group:

This group establishes a visible and accessible police presence in the community and provides public safety programs which enhance community confidence and reduce the fear of crime.

Changes to former Output Group (Crime Prevention and Community Support Programs) include removal of Road Safety Programs and Emergency Response Readiness to Road Safety, and Incident, Emergency and Event Management Output Groups respectively. Former Output Group (Information and Licensing Services) has been distributed between Crime Prevention and Support for the Judicial Process Output Groups.

Departmental Objective to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Police Presence in the Community – Establishes and promotes a high level of visible presence in the community through general and targeted police patrols (vehicle, foot and bicycle), public relations events and accessible operational service locations.

Quantity

| | | | | | |
|--|--------------|-------|--------|-------|-------|
| Total number of patrol hours | hours ('000) | 2 273 | >2 500 | 2 136 | 2 500 |
| Total hours of assistance to the community at police stations/work areas | hours ('000) | 1 174 | >1 050 | 1 164 | 1 250 |

Quality/Timeliness

| | | | | | |
|---|----------|----|-----|----|----|
| Proportion of people who believe police are easy to get in contact with | per cent | 84 | >85 | 82 | 85 |
|---|----------|----|-----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|-------|-------|-------|
| Total output cost: | \$ million | na | 304.8 | 303.1 | 309.8 |
|--------------------|------------|----|-------|-------|-------|

Community Safety Programs – Establishes and promotes police involvement in community and inter-agency partnerships aimed at preventing or addressing local crime, reducing the fear of crime and enhancing awareness of public safety issues.

Quantity

| | | | | | |
|-------------------------------|--------------|-----|------|-----|-----|
| Total hours of police service | hours ('000) | 593 | >600 | 543 | 650 |
|-------------------------------|--------------|-----|------|-----|-----|

Quality/Timeliness

| | | | | | |
|---|----------|----|-----|----|----|
| Proportion of people who are satisfied with police support for community programs | per cent | 76 | >75 | 74 | 75 |
|---|----------|----|-----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|------|
| Total output cost: | \$ million | na | 34.2 | 34.1 | 34.8 |
|--------------------|------------|----|------|------|------|

Source: Department of Justice

| | | |
|--------------------------|---------|-----|
| Budget Estimates 2001-02 | Justice | 161 |
|--------------------------|---------|-----|

Incident, Emergency and Event Management

Description of the Output Group:

This group provides timely response by police to calls for assistance in matters of personal and public safety, manages and polices public events and demonstrations, provides VIP and protective security and provides a planned and co-ordinated response to major emergencies and disasters.

This grouping is largely equivalent to the former Output Group Incident and Event Management with the addition of the components of the Emergency Response Readiness Output in the former Output Group Crime Prevention and Community Support Programs.

Departmental Objectives to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime.

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Response Readiness – Establishes and promotes police participation in planned and co-ordinated responses to major emergencies and disasters.

Quantity

| | | | | | |
|--|--------|-----|-----|-----|-----|
| Total number of joint emergency response exercises conducted | number | 152 | 120 | 145 | 150 |
|--|--------|-----|-----|-----|-----|

Number of divisional and municipal emergency response exercises participated in:

| | | | | | |
|------------|--------|----|----|-----|----|
| Divisional | number | 81 | 75 | 120 | 92 |
|------------|--------|----|----|-----|----|

| | | | | | |
|-----------|--------|-----|-----|-----|-----|
| Municipal | number | 252 | 250 | 252 | 234 |
|-----------|--------|-----|-----|-----|-----|

Quality

| | | | | | |
|--|----------|----|-----|-----|-----|
| Proportion of Divisional Emergency Response Planning Committees that conduct a minimum of two meeting per year | per cent | 99 | 100 | 100 | 100 |
|--|----------|----|-----|-----|-----|

Timeliness

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Proportion of Divisional Emergency Response Planning Committee debriefs conducted within 6 weeks of a major incident occurring in the Region | per cent | 100 | 100 | 100 | 100 |
|--|----------|-----|-----|-----|-----|

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 4.9 | 4.9 | 5.1 |
|--------------------|------------|----|-----|-----|-----|

Incident, Emergency and Event Management – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Response to Incidents – Provides police response to calls for assistance, including emergencies, serious incidents, offence attendance and routine response to calls for emergency assistance. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of calls for assistance to which a response is dispatched ^(a) | number ('000) | 772 | 820 | 795 | 800 |
| <i>Quality</i> | | | | | |
| Proportion of the community who believe Victoria Police manage emergency situations well ^(b) | per cent | 82 | 90 | 86 | 86 |
| <i>Timeliness</i> | | | | | |
| Proportion of the community who agree Victoria Police is timely in responding to calls for assistance | per cent | 67 | 69 - 72 | 62 | 65 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 68.4 | 69.1 | 70.2 |
| Event Management – 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 | 1 683 | 1 400 | 1700 | 1600 |
| <i>Quality</i> | | | | | |
| Proportion of crowd controlled major events and demonstrations which do not result in major incidents | per cent | 100 | 98 –100 | 100 | 98 |
| <i>Timeliness</i> | | | | | |
| Police attendance is in accord with timelines specified in Event Management Plans/Operational Orders | per cent | 100 | 98 –100 | 100 | 98 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 38.9 | 39.3 | 39.9 |

Source: Department of Justice

Notes:

- (a) The minor reduction in the 2001-02 target reflects slightly lower demand for immediate police response. More persons are attending at police stations to report crimes, rather than phoning for police attendance.
- (b) The 2001-02 target is a benchmark in performance against other jurisdictions, where Victoria Police has consistently demonstrated performance in line with the national average.

Crime Identification and Investigation

Description of the Output Group:

This group relates to police investigating reported and detected crime and provides an appropriate and effective response to reported crime.

Although name has been altered, this grouping is largely the same as the former Output Group, Crime Investigations.

Departmental Objectives to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime; and
- Reduce the incidence of violent crime in targeted areas.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Investigation of Crimes against the Person – Provides for the investigation of reported and detected crimes against the person (including murder, sexual assault, armed robbery and physical assault). | | | | | |
| <i>Quantity</i> | | | | | |
| Total hours of investigation | hours ('000) | 806 | 730 | 834 | 1 442 |
| <i>Quality</i> | | | | | |
| Proportion of all recorded offences against the person resolved | per cent | 71 | 68-70 | 67 | 68 |
| Number of crimes against the person investigated by Crime Squads and percentage cleared | number per cent | 892 76 | 720 65-70 | 800 79 | 800 80 |
| Number of proactive targeted operations by Crime Squads and percentage resulting in arrests | number per cent | nm | 75 60 | 110 75 | 80 60 |
| <i>Timeliness</i> | | | | | |
| Proportion of all reported offences resolved within 90 days | per cent | 62 | 64-68 | 60 | 64 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 106.9 | 106.0 | 107.7 |

Investigation of Crimes against Property – Provides for the investigation of reported and detected property crimes (including burglary, theft, arson and deception).

Quantity

| | | | | | |
|------------------------------|--------------|-------|--------|-------|-------|
| Total hours of investigation | hours ('000) | 1 149 | >1 050 | 1 196 | 1 740 |
|------------------------------|--------------|-------|--------|-------|-------|

Crime Identification and Investigation – *continued*

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| <i>Quality</i> | | | | | |
| Proportion of all recorded property offences resolved | per cent | 28.4 | 26 – 28 | 26 | 26 |
| Number of crimes investigated by Crime Squads and percentage cleared | number per cent | 1 759 81 | 1 600 78-80 | 1800 78 | 1700 78 |
| Number of proactive targeted operations by Crime Squads and percentage resulting in arrests | number per cent | | 30 55-60 | 20 45 | 25 55 |
| <i>Timeliness</i> | | | | | |
| Proportion of all recorded offences resolved within 90 days | number | 25 | 24-27 | 24 | 24 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 136.5 | 135.3 | 137.4 |
| Investigation of Illegal Drug Activity – 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) | 530 | >600 | 507 | 600 |
| <i>Quality</i> | | | | | |
| Proportion of all recorded drug offences resolved | per cent | 97 | 95-98 | 98 | 98 |
| Number of drug offences investigated by Crime Squads and percentage cleared | number per cent | 518 99 | 480 95-98 | 640 99 | 600 98 |
| Number of proactive drug investigations by Crime Squads and percentage resulting in detection of offences | number per cent | 159 64 | 120 55-60 | 140 78 | 140 75 |
| Community rating of Victoria Police performance in investigating drug dealing | per cent | 49 | 52-54 | 48 | 52 |
| <i>Timeliness</i> | | | | | |
| Proportion of all reported offences resolved within 90 days | per cent | 92 | 91-93 | 91 | 91 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 61.2 | 60.7 | 61.7 |

Source: Department of Justice

Road Safety

Description of the Output Group:

This group provides for the reduction in the incidence of impaired driving and other traffic offences and for police attendance at and investigation of major collisions and other road traffic incidents.

The outputs in this group include all components in the former Output Group of Road Safety and Road Trauma Reduction and the road safety programs component of the Crime Prevention and Public Safety Programs and Partnerships output.

Departmental Objective to which the Output Group contributes:

- Reduce Victoria's road toll.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Road Safety Strategies and Awareness – Provides police road safety programs and collision and traffic enforcement research. | | | | | |
| <i>Quantity</i> | | | | | |
| Total hours committed to road safety strategies and awareness programs. | hours ('000) | nm | nm | nm | 36 |
| Number of road safety programs delivered to community groups and schools | number | 221 | 600 | 2 500 | 2 500 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.1 | 3.1 | 3.2 |
| Road Traffic Law Enforcement – Provides targeted police services to reduce the incidence of impaired driving and other traffic offences. | | | | | |
| <i>Quantity</i> | | | | | |
| Total hours of operation | hours ('000) | 736 | >850 | 838 | 850 |
| <i>Quality</i> | | | | | |
| Community rating of Victoria Police performance in making the roads safe to use | per cent | 76 | 78-81 | 76 | 78 |
| Targeting of operations is in line with priorities identified in the Road Safety Priority Program | per cent | 100 | 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 | 68 | 68 | 66 | 68 |

Road Safety – continued

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Timeliness</i> | | | | | |
| Proportion of operations which comply with timelines contained in the Road Safety Priority Program | per cent | 100 | 98-100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 66.6 | 66.3 | 68.0 |
| Road Traffic Incident/Collision Management – Provides for police attendance at major collisions and road traffic accidents and the investigation of major collisions. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of traffic incidents attended | number | 31 361 | 30 000 | 31 000 | 31 000 |
| <i>Quality /Timeliness</i> | | | | | |
| Proportion of the community who believe Victoria Police manage road traffic incidents well | per cent | nm | nm | nm | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 15.4 | 15.3 | 15.7 |

Source: Department of Justice

Supporting the Judicial Process

Description of the Output Group:

This group relates to the provision by police of efficient and effective court case management, judicial processing, and court security and ensures the safe, fair and expeditious handling of all persons involved in the judicial process.

Departmental Objective to which the Output Group contributes:

- Maintain and enhance the confidence of Victorians in their personal safety and reduce their fear of crime.

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Provision of Justice Services – Provides prosecution services, court case presentation, bail processing and reporting, offender and suspect processing, support to and attendance at coronial inquiries and court security. | | | | | |
| <i>Quantity</i> | | | | | |
| Total hours of service | hours ('000) | 1 954 | 2 000 | 1 887 | 1 900 |
| <i>Quality</i> | | | | | |
| Proportion of cases which result in a plea of guilty | per cent | 84 | 78-80 | 84 | 82 |
| Proportion of cases which result in costs being awarded against police | per cent | 0.48 | <1 | 0.5 | <1 |
| <i>Timeliness</i> | | | | | |
| Time elapsed between date charges are laid and final disposition of cases prosecuted in the Magistrates' and Children's Courts | days | 93 | 93-96 | 96 | 93 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 147.7 | 146.8 | 149.9 |

Management of persons in police custody – Provides for safe custody and transportation for persons in police custody.

| | | | | | |
|---|--------------|-----|------|-----|-----|
| <i>Quantity</i> | | | | | |
| Total hours of prisoner supervision | hours ('000) | 311 | >340 | 323 | 330 |
| <i>Quality /Timeliness</i> | | | | | |
| Ratio of serious incidents to persons in police custody | per cent | 0.3 | <1 | 0.3 | <1 |

Supporting the Judicial Process – *continued*

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Achievement of Quality and timeliness standards specified in outsourced service contracts: | | | | | |
| • prisoner transport | per cent | 100 | 100 | 100 | 100 |
| • custody management | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 27.1 | 26.9 | 27.5 |

Source: Department of Justice

Legal Support for Government

Description of the Output Group:

The group provides the Department's primary focus for state law reform, the development of justice policy and procedures, administrative reviews of Justice agencies and the implementation of new or amending legislation. It also provides advice to Government on legal matters and solicitor services, and manages a range of legal frameworks on behalf of Government including native title issues, protection of privacy, and the conduct of State elections.

The law reform output is a new output established to accommodate the new Victorian Law Reform Commission established under the Victorian Law Reform Commission Act 2000 components of the 2000-01 Budget output of Legal Policy and Advisory Services (excluding the Victorian Government Solicitors Office).

Departmental Objectives to which the Output Group contributes:

- Improve access to justice services, particularly legal aid, victim support services and alternative dispute resolution;
- Reduce the time taken to dispose of matters in courts and tribunals; and
- Improve Victorians' confidence in the legal and courts system.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target Outcome</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Law Reform – Provides support to the Victorian Law Reform Commission and to the Attorney- General through the 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 matters, assistance with executive matters including correspondence, administration of legislation, administrative reviews of agencies and support for Department of Justice advisory councils, committees and task forces. | | | | | |
| <i>Quantity</i> | | | | | |
| Law Reform Projects (including legislative program matters) | number | nm | nm | nm | 30-35 |
| Capacity to provide advice, briefings and consultations | hours | nm | nm | nm | 27 000 |
| Community Law Reform Activities | number | nm | nm | nm | 6 |
| <i>Quality</i> | | | | | |
| Advice meets internal Quality standards | per cent | nm | nm | nm | 95 |
| <i>Timeliness</i> | | | | | |
| Agreed timelines, milestones or schedules met | per cent | nm | nm | nm | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 6.8 | 5.3 | 6.2 |

Legal Support for Government – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target Outcome</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Legal Advice to Government – | | | | | |
| <i>Quantity</i> | | | | | |
| Capacity to provide client legal services | hours | 30 919 | 35 500 | 32 000 | 35 000 |
| <i>Quality</i> | | | | | |
| Client satisfaction with quality of legal advice provided | level | high | high | high | high |
| <i>Timeliness</i> | | | | | |
| Client satisfaction with timeliness of legal advice provided | level | high | high | high | high |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.5 | 8.3 | 8.0 |
| Privacy Regulation – Supports the Office of the Victorian Privacy Commission which is responsible for establishing, implementing and managing a privacy compliance regime within the Victorian public sector as per the Information Privacy Act 2000. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of enquiries/ complaints that are responded to | number | nm | nm | nm | 1 000 |
| Community Education Activities and Audits completed | number | nm | nm | nm | 8 |
| <i>Quality</i> | | | | | |
| Client satisfaction with service provided | per cent | nm | nm | nm | 90 |
| <i>Timeliness</i> | | | | | |
| Matters resolved within elapsed time benchmarks standards (complaints 90 days, enquiries 7 days) | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.6 | 1.7 | 5.2 |
| Native Title Framework – 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 response to native title applications for determinations in the Federal Court. This output also coordinates research, consultation and advice on native title issues. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of Indigenous Land Use Agreements undertaken | number | nm | 10 | 4 | 12 |
| Native Title Claims settled/resolved | number | nm | nm | nm | 2 |
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Legal Support for Government – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Quality</i> | | | | | |
| Parties to native title applications satisfied with agreement of ILUA | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Meeting strategic project milestone targets | per cent | nm | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: ^(a) | \$ million | na | 0.1 | 0.1 | 2.0 |
| State Electoral Roll and Elections – Supports the Victorian Electoral Commission which maintains the electoral roll and implements State Parliamentary elections, conducts Municipal elections and non-government elections on a fee for service basis through competitive tenders. | | | | | |
| <i>Quantity</i> | | | | | |
| Elections and by-elections and polls ^(b) | number | 115 | 1 | 0 | 1 |
| Municipal | number | 47 | 3 | 3 | 22 |
| Non – Government ^(c) | number | 14 | 13 | 26 | 13 |
| Elector enrolment changes | number ('000) | 699 | 520 | 520 | 520 |
| Training programs conducted for election officials | number | 24 | 2 | 2 | 4 |
| Elector lists dispatched to Members of Parliament | number | 1 063 | 1 500 | 1 500 | 1 500 |
| Jury lists provided for use by the courts ^(d) | number | 10 | 14 | 14 | 25 |
| <i>Quality</i> | | | | | |
| Election results contested in the Court | number | 0 | 0 | 0 | 0 |
| <i>Timeliness</i> | | | | | |
| Post election implementation review reports provided | per cent | 100 | 100 | 100 | 100 |
| Total output cost: | \$ million | na | 12.5 | 12.6 | 16.6 |
| Registration of Births, Deaths and Marriages – Creates and maintains a database of Victorian births, deaths and marriages, name changes and adoptions pursuant to the Births Deaths and Marriages Act 1996 and Commonwealth/State agreements; provides certificates for official use and a range of other products and services to business, Government and individuals. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of registration transactions | number ('000) | 128 | >125 | 125 | 126 |

Legal Support for Government – *continued*

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Official transactions ^(e) | number ('000) | 320 | >337 | 335 | 225 |
| Discretionary revenue ^(f) | \$ ('000) | nm | nm | nm | 1 930 |
| Quality | | | | | |
| Registration transaction error rate | per cent | 0.8 | 0.8 | 0.9 | 0.8 |
| Timeliness | | | | | |
| Certificate by mail (same day) | per cent | 65 | >70 | >70 | >70 |
| Certificate over Counter (1.5 minutes) | per cent | 80 | >85 | >85 | >85 |
| Cost | | | | | |
| Total output cost: | \$ million | na | 5.4 | 6.5 | 6.1 |

Source: Department of Justice

Notes:

- (a) Final 2000-01 funding to the Native Title Framework output has not been allocated to the Department of Justice.
- (b) No by-elections took place in 2000-01.
- (c) The Victorian Electoral Commission was able to take a more active approach to the conduct of non-government elections in 2000-01 due to the absence of by elections.
- (d) 2001-02 target reflects amended legislation.
- (e) This measure previously included statutory and non-statutory products that were not homogenous as to type of service, cost or client and has now been revised.
- (f) This measure indicates the Registry's capacity to market discretionary products.

Dispensing Justice

Description of the Output Group:

This group supports the State's judiciary in their dispensation of criminal and civil matters, maintains the administrative operations of the system of courts and statutory tribunals and provides alternative civil dispute resolution mechanisms. It also manages criminal prosecutions on behalf of the state; provides legal aid for system users and support to victims of crime

Forensic Evidence is a new output established to separate forensic services previously included as intermediate outputs of Case Processing in the Magistrates' Court.

Matters in the Children's Court and Matters in Coroner's Court are new outputs established to disaggregate matters formerly included in the Case Processing in the Magistrates' Court output.

Departmental Objectives to which the Output Group contributes:

- Reduce the time taken to dispose of matters in courts and tribunals;
- Improve access to justice services, particularly legal aid, victim support services and alternative dispute resolution;
- Reduce the time taken to dispose of matters in courts and tribunals;
- Improve Victorians' confidence in the legal and courts system; and
- Reduce offending and re-offending rates and the number of prisoners returning to prison

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Public Prosecutions – Supports the Office of Public Prosecutions is to prepare and conduct proceedings in the High Court, Supreme Court, County Court and Magistrates' Court on behalf of the Director of Public Prosecutions in an effective economical and efficient manner. | | | | | |
| <i>Quantity</i> | | | | | |
| Matters prepared for proceedings and attendance at court | number ('000) | nm | 46 | 40 | 39.7 |
| <i>Quality</i> | | | | | |
| Client satisfaction with quality of preparation for and conduct of proceedings | per cent | nm | nm | nm | 95 |
| <i>Timeliness</i> | | | | | |
| Matters prepared within statutory time limits | per cent | nm | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 21.0 | 22.9 | 24.9 |

Dispensing Justice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Forensic Evidence – Provides forensic pathology and scientific services through the Victorian Institute of Forensic Medicine, which is responsible for the production of reports to the Coroner as part of death investigations.

Quantity

| | | | | | |
|--------------------------------|--------|--------------|--------------|--------------|------|
| Cases completed ^(a) | number | nm (3052) | nm (3000) | nm (3150) | 3200 |
|--------------------------------|--------|--------------|--------------|--------------|------|

Timeliness

| | | | | | |
|---|----------|------------|------------|------------|----|
| Autopsies completed within 48 hours of being ordered ^(a) | per cent | nm (75) | nm (80) | nm (78) | 80 |
|---|----------|------------|------------|------------|----|

| | | | | | |
|---|----------|------------|------------|------------|----|
| Reports issued within agreed timelines ^(a) | per cent | nm (73) | nm (80) | nm (76) | 80 |
|---|----------|------------|------------|------------|----|

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 8.8 | 9.3 | 9.2 |
|--------------------|------------|----|-----|-----|-----|

Matters in the Supreme Court – The Supreme Court is the superior court of Victoria and can deal with all manner of cases, both criminal and civil, except those expressly excluded by statute. In the main, it deals with such cases as murder, manslaughter and other serious criminal matters, civil actions involving large claims and appeals against decisions of lower courts.

Quantity

| | | | | | |
|---------------------------------|--------|--------|--------|--------|-------------------|
| Matters disposed ^(b) | number | 18 989 | 16 800 | 18 515 | 17 000- 18 000 |
|---------------------------------|--------|--------|--------|--------|-------------------|

Quality

| | | | | | |
|--|-------|----|------|------|------|
| User survey rating the quality of registries, Juries Division or Court amenities | level | nm | high | high | high |
|--|-------|----|------|------|------|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Criminal Cases disposed of within 12 months of commencement | per cent | 90 | 80 | 80 | 80 |
|---|----------|----|----|----|----|

| | | | | | |
|--|----------|----|----|----|----|
| Civil cases disposed of within 24 months of commencement | per cent | 80 | 85 | 85 | 85 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|------|
| Total output cost: | \$ million | na | 31.7 | 31.8 | 33.6 |
|--------------------|------------|----|------|------|------|

Matters in the County Court – The County Court has jurisdiction in relation to indictable offences, with the exception of murder and treason. The Court also has jurisdiction in civil matters, adoption proceedings and it can hear and determine change of name applications. The Court is a Court of Appeal from Magistrates' Court decisions.

Quantity

| | | | | | |
|----------------|--------|--------|--------|--------|--------|
| Cases Disposed | number | 12 660 | 10 700 | 10 300 | 11 020 |
|----------------|--------|--------|--------|--------|--------|

Dispensing Justice – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|--------------------------|-----------------------|---------------------------------|-----------------------|
| <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 | 86 | 85 | 75 | 90 |
| Civil cases disposed of within 12 months of commencement | per cent | 45 | 50 | 55 | 46 |
| <i>Cost</i> | | | | | |
| Total output cost: ^(c) | \$ million | na | 33.5 | 36.2 | 53.1 |
| Matters in the Magistrates' Court – The Magistrates' Court of Victoria is responsible for dispensing justice in a wide range of criminal and civil matters of dispute. Registrars perform quasi-judicial functions and together with Court staff, are responsible for the non-judicial operations of the Court and the provision of logistical and administrative support to the judiciary. | | | | | |
| <i>Quantity</i> | | | | | |
| Matters disposed | number | 245 079 | 236 100 | 222 200 | 221 100 |
| <i>Quality</i> | | | | | |
| User survey rating of the quality of registry service | level | high | high | high | high |
| <i>Timeliness</i> | | | | | |
| Matters finalised within target elapsed time benchmarks | per cent | 85 | 96 | 96 | 96 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 65.3 | 66.2 | 69.6 |
| Matters in the Children's Court – The Children's Court of Victoria has Criminal and Family Divisions which hear and determine matters concerning children and young persons under the age of 17 years pursuant to the legislation. | | | | | |
| <i>Quantity</i> | | | | | |
| Matters disposed | number | 10 118 | 9 200 | 12 000 | 12 000 |
| <i>Quality</i> | | | | | |
| User survey rating of the quality of registry service | level | high | high | high | high |
| <i>Timeliness</i> | | | | | |
| Matters finalised within target elapsed time benchmarks | per cent | 85 | 96 | 96 | 96 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2.5 | 2.6 | 2.3 |
| 176 | Justice | Budget Estimates 2001-02 | | | |

Dispensing Justice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Matters in Coroner's Court – The Coroner's Court is responsible for investigating reportable deaths and fires. The Court ensures that all reportable deaths are investigated appropriately and efficiently and that Inquest hearings are held in accordance with legislation and at the request of the State Coroner. Emphasis is placed on Coroner's recommendations relating to injury / death prevention and public health and safety.

Quantity

| | | | | | |
|---------------------------------|--------|----|----|---------------|-------|
| Matters disposed ^(a) | number | nm | nm | nm (3 800) | 3 100 |
|---------------------------------|--------|----|----|---------------|-------|

Quality

| | | | | | |
|---|-------|----|--------------|--------------|------|
| User survey rating of the registry service ^(a) | level | nm | nm (high) | nm (high) | high |
|---|-------|----|--------------|--------------|------|

Timeliness

| | | | | | |
|--|----------|------------|------------|------------|----|
| Matters finalised within target elapsed time benchmarks ^(a) | per cent | nm (85) | nm (96) | nm (96) | 96 |
|--|----------|------------|------------|------------|----|

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 4.5 | 4.6 | 4.6 |
|--------------------|------------|----|-----|-----|-----|

Matters in the Civil and Administrative Tribunal – The Tribunal 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.

Quantity

| | | | | | |
|-------------------|--------|--------|--------|--------|--------|
| Matters finalised | number | 87 265 | 90 000 | 87 563 | 89 600 |
|-------------------|--------|--------|--------|--------|--------|

Quality

| | | | | | |
|----------------------------|-------|------|------|------|------|
| Tribunal user satisfaction | level | high | high | high | high |
|----------------------------|-------|------|------|------|------|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Matters finalised within target elapsed time benchmarks | per cent | 90 | 90 | 90 | 90 |
|---|----------|----|----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|------|
| Total output cost: | \$ million | na | 26.6 | 27.5 | 28.6 |
|--------------------|------------|----|------|------|------|

Alternative Dispute Resolution – Provides a low cost, accessible and expeditious civil dispute resolution service for people referred to the Dispute Settlement Centre of Victoria by the courts, Government prosecuting and registering agencies, local Government and other community agencies.

Quantity

| | | | | | |
|--|--------|--------|--------|--------|--------|
| Responses to general and dispute resolution advisory service inquiries | number | 11 994 | 11 000 | 12 000 | 12 000 |
|--|--------|--------|--------|--------|--------|

Dispensing Justice – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| Disputes received for resolution | number | 1 504 | 1 450 | 1 500 | 1 500 |
| Public education activities conducted | number | 258 | 300 | 300 | 300 |
| <i>Quality</i> | | | | | |
| Resolution of mediation options that are activated / conducted | per cent | 31 | 32 | 32 | 32 |
| Clients satisfied with the equity of the outcome of mediation processes | per cent | 91 | 82 | 82 | 82 |
| <i>Timeliness</i> | | | | | |
| Matters finalised within target elapsed time benchmarks | per cent | 85 | 82 | 75 | 82 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.4 | 1.6 | 1.6 |

Legal Aid – Supports Victoria Legal Aid to provide legal assistance and representation to members of the community in legal cases arising under State law.

VLA receives separate funding for Commonwealth Law services. 1999-2000 actuals include Commonwealth law services since up to that year there was some degree of cross subsidy between Commonwealth and State matters. Data for 2000-01 and 2001-02 reflect State law services only reflecting changes in the Commonwealth funding arrangement.

| | | | | | |
|--------------------------------|------------|---------|---------|---------|---------|
| <i>Quantity</i> | | | | | |
| New applications approved | number | 33 443 | 25 300 | 26 000 | 24 700 |
| Duty lawyer | number | 41 913 | 37 000 | 36 000 | 37 250 |
| Legal advice | number | 32 923 | 22 600 | 26 000 | 22 600 |
| Telephone information services | number | 63 018 | 42 000 | 40 000 | 42 000 |
| Publications distributed | number | 319 342 | 130 000 | 140 000 | 150 000 |
| <i>Quality /Timeliness</i> | | | | | |
| <i>Applications processed</i> | | | | | |
| within 1 day | per cent | 79 | 60 | 87 | 85 |
| within 15 days | per cent | 96 | 96 | 98 | 98 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 28.0 | 28.0 | 29.3 |

Dispensing Justice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Victims Support – Provides referral to appropriate support agencies for victims of crime, administers a 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 ^(d) | number | 56 482 | 60 000 | 62 500 | 75 000 |
| Clients completing course of counselling ^(e) | number | 13 284 | 8 000 | 16 000 | 8 000 |
| Grants made to Victims Support Networks | number | 9 | 9 | 15 | 15 |
| Public education activities conducted | number | 1000 | 1 000 | 300 | 250 |
| <i>Quality</i> | | | | | |
| Client Satisfaction Rate | per cent | 85 | 85 | 85 | 85 |
| <i>Timeliness</i> | | | | | |
| Helpline calls responded to and follow up material provided within benchmarks | per cent | 95 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 7.5 | 11.0 | 7.6 |

Source: Department of Justice

Notes:

- (a) Bracketed data not published in previous budget papers provides internal business plan/performance history for this measure.
- (b) 2000-01 expected outcome reflects a once-off increase in the recording of cases finalised following an internal audit to ensure all data is captured. There has also been an increase in the number of Probate lodgements which is considered to be a once-off occurrence.
- (c) Increase in costs reflect the phasing in of the County Court project.
- (d) Target reflects the upward trend in call levels and the impact of the new Crimes Compensation legislation.
- (e) Final funding levels and output performance targets are subject to review of services to victims of crime.

Enforcing Court Orders

Description of the Output Group:

This group enforces judicial fines, court orders and warrants and processes traffic infringement notices. Unpaid fines are also followed up on behalf of local government on a fee for service basis.

This is a new grouping of outputs which were previously included in the 2000-01 Budget Legal Services Group. The former Enforcement Management output has been disaggregated into its major components of enforcing court orders and warrants (through the Sheriff's Office) and the processing of traffic infringement notices (through the Fine and Penalties Payment Office). The associated performance measures are largely unchanged

Departmental Objective to which the Output Group contributes:

- Improve Victorians' confidence in the legal and courts system.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Enforcement of Court orders and Warrants – Supports enforcement action by the Office of the Sheriff as and where necessary to ensure judicial fines, court orders and warrants are discharged and provides fines enforcement services to other state and local government agencies. | | | | | |
| <i>Quantity</i> | | | | | |
| Court orders and warrants enforced | number '000 | 418 | 417 | 315 | 547 |
| <i>Quality/Timeliness</i> | | | | | |
| Clearance of court orders and warrants within 1 year | per cent | nm | nm | nm | 49 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 16.1 | 16.7 | 19.0 |
| Traffic Fines Processing – Administers the processing of traffic infringement notices, penalty payments and referral for enforcement action where required. | | | | | |
| <i>Quantity</i> | | | | | |
| Traffic Infringement notices processed | number | 808 742 | 826 767 | 892 000 | 884 000 |
| <i>Quality</i> | | | | | |
| Prosecutable images | per cent | 78 | 71 | 79 | 75 |
| <i>Timeliness</i> | | | | | |
| Clearance of infringements within 60 days | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 24.2 | 26.8 | 38.7 |

Enforcing Court Orders – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Asset Confiscation Order Processing – Provides for the coordination of confiscations and the management or conversion of assets tainted through criminal activity. | | | | | |
| <i>Quantity</i> | | | | | |
| Property management cases processed | number | 142 | 150 | 150 | 150 |
| Forfeiture orders processed | number | 1 243 | 3 000 | 2 400 | 3 000 |
| <i>Quality</i> | | | | | |
| Pecuniary Penalty Orders collections within 2 years from the date of order | per cent | na | 25 | 20 | 25 |
| <i>Timeliness</i> | | | | | |
| Property conversion cycle time maintained | days | na | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 1.8 | 1.9 | 1.9 |

Source: Department of Justice

Enforcing Correctional Orders

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.

Departmental Objective to which the Output Group contributes:

- Reduce offending and re-offending rates and the number of prisoners returning to prison.

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Correctional System Management – Provides for the management of the state's system of correctional facilities and programs. 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.

Quantity

| | | | | | |
|---|-------|----|----|----|--------|
| Service capacity to provide advice, briefings and consultations | hours | nm | nm | nm | 33 000 |
|---|-------|----|----|----|--------|

Quality / Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Advice meets internal Quality and timeliness standards | per cent | nm | nm | nm | 95 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|------------------------------------|------------|----|------|------|------|
| Total output cost ^(a) : | \$ million | na | 10.9 | 11.4 | 24.7 |
|------------------------------------|------------|----|------|------|------|

Prisoner Supervision and Support – Provides constructive containment of prisoners.

Quantity

| | | | | | |
|---|--------|-------|--------|-------|-------------|
| Total annual daily average numbers of prisoners | number | 3 062 | >3 100 | 3 284 | 3 650-3 750 |
|---|--------|-------|--------|-------|-------------|

| | | | | | |
|---|----------|-----|---------|-----|-----|
| Average daily prison design capacity utilisation rate | per cent | 107 | 108-111 | 114 | 120 |
|---|----------|-----|---------|-----|-----|

| | | | | | |
|---|----------|----|----|----|-------|
| Average daily utilisation rate of all permanent and temporary prison capacity | per cent | nm | nm | nm | 94-97 |
|---|----------|----|----|----|-------|

Quality/Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Proportion of benchmark measures in prison services agreement achieved | per cent | 84 | 90 | 85 | 90 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|-------|-------|-------|
| Total output cost: | \$ million | na | 183.3 | 185.6 | 206.6 |
|--------------------|------------|----|-------|-------|-------|

Enforcing Correctional Orders – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Community Based Offender Supervision – Provides for the supervision in the community of offenders on court orders. | | | | | |
| <i>Quantity</i> | | | | | |
| Community supervision orders registered ^{(b) (c)} | number | 17 959 | 22 000 | 17 425 | 17 700 |
| Average daily offenders under community based supervision ^{(b) (c)} | number | 6 780 | 6 800-7 200 | 6 400 | 6 650-7 050 |
| <i>Quality</i> | | | | | |
| Community supervision orders successfully completed ^{(b) (c)} | per cent | 73 | 75 | 69 | 73 |
| Offenders with a treatment or personal development program condition who have been appropriately referred to a program | per cent | 88 | 85-90 | 87 | 85-90 |
| <i>Timeliness</i> | | | | | |
| Orders registered within five working days of the order's commencement | per cent | 94 | 95 | 95 | 95 |
| Offenders inducted within seven working days of the commencement of the order | per cent | 92 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 20.2 | 21.1 | 21.4 |

Source: Department of Justice

Note:

- (a) 2001-02 Budget includes new initiative funding for Community Correctional Services, allocated to this output pending final allocation across the Output Group.
- (b) 2000-01 expected outcome is based on data to April 2001. The reduction in orders and offenders under supervision is due to a reduction in fine default orders. The reduction in successful completions was examined as part of the recent review of Community Correctional Services, and is being addressed through new Government initiatives in 2001-02.
- (c) 2001-02 targets been increased, relative to the expected 2000-01 outcome, to reflect new initiative funding including the redevelopment of Community Correctional Services and new Offender Behaviour programs which provide Courts with alternatives to imprisonment.

Protecting Consumers

Description of the Output Group:

The outputs in this group develop and administer consumer protection legislation. They inform people of their rights and responsibilities in the market place, and provide assistance to those seeking redress. Business registers and licences are maintained to ensure minimum standards of transparency and competence and where necessary to influence and regulate trading behaviour.

The single Consumer Protection and Business Regulation Services 2000-2001 output has been split into two outputs that comprise the new Consumer Protection output group.

Departmental Objective to which the Output Group contributes:

- Improve access to consumer protection services, particularly for vulnerable groups.

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Consumer Awareness and Protection – Provides consumers with information about their rights and responsibilities and access to assistance and redress services to help them to determine and assert their rights.

Quantity

| | | | | | |
|--|--------|-------|-------------|-------|---------|
| Preventative and remedial advices provided and residential tenancy bond transactions completed | number | nm | nm | nm | 810 000 |
| Compliance monitoring and enforcement matters | number | 3 378 | 3 300-4 200 | 3 177 | 3 300 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Clients who are satisfied with the Quality of services provided | per cent | nm | nm | nm | 75 |
|---|----------|----|----|----|----|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Services provided within elapsed-time standards | per cent | nm | nm | nm | 85 |
|---|----------|----|----|----|----|

Cost

| | | | | | |
|--------------------|------------|----|------|------|------|
| Total output cost: | \$ million | na | 29.7 | 27.6 | 30.7 |
|--------------------|------------|----|------|------|------|

Business Licensing and Registration – Registers or licenses certain occupations, business names, community organisations and reviews fund raising appeals notifications.

Quantity

| | | | | | |
|---|--------|----|----|----|---------|
| Business licensing and registration transactions and advices provided | number | nm | nm | nm | 355 000 |
|---|--------|----|----|----|---------|

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Business clients who are satisfied with the Quality of service provided | per cent | nm | nm | nm | 70 |
|---|----------|----|----|----|----|

Protecting Consumers – *continued*

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Timeliness</i> | | | | | |
| Services delivered within elapsed-time standards | per cent | 87 | 90 – 95 | 88 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 9.1 | 8.4 | 9.4 |

Source: Department of Justice

Achieving Equal Opportunity

Description of the Output Group:

The group supports the administration of equal opportunity legislation and the provision of advocacy and guardianship services for adults with disabilities.

This is a new grouping for and renaming of the equity services previously incorporated in the 2000-01 Consumer and Equity Services Group.

Departmental Objective to which the Output Group contributes:

- Improve access to human rights protection services in targeted areas.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target Outcome</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|

Discrimination Prevention and Redress – Supports the Equal Opportunity Commission to provide an impartial complaint resolution service for complaints lodged by any member of the Victorian public under State legislation, inform people of their rights and responsibilities and educate the community to promote eQuality of opportunity and to prevent discrimination, undertake research on discrimination and advise the Government on discriminatory legislation.

Quantity

| | | | | | |
|---|--------|--------|--------|--------|--------|
| Complaint files finalised | number | 1 311 | 1 200 | 1 150 | 1 150 |
| Public enquiries responded to | number | 27 113 | 30 000 | 35 000 | 38 000 |
| Persons who receive anti-discrimination training services | number | 8 739 | 10 000 | 10 000 | 10 000 |

Quality

| | | | | | |
|------------------------------|-------|------|------|------|----|
| Customer satisfaction rating | level | high | high | high | 75 |
|------------------------------|-------|------|------|------|----|

Timeliness

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Complaints determined within statutory timelines | per cent | 100 | 100 | 100 | 100 |
| Conciliations completed to internal standards | per cent | nm | nm | nm | 90 |

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 4.4 | 4.7 | 4.9 |
|--------------------|------------|----|-----|-----|-----|

Advocacy and Guardianship – Supports the Public Advocate in role as the statutory guardian of last resort for adults with disabilities. Services 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 'personal responsible'.

Quantity

| | | | | | |
|--------------------------------------|--------|-------|--------|--------|--------|
| Public information services provided | number | 15116 | 12 500 | 15 500 | 15 000 |
| Volunteers supported and trained | number | 652 | 770 | 630 | 720 |

Achieving Equal Opportunity – *continued*

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Advocacy and investigations (including reports to VCAT) | number | nm | nm | nm | 1 810 |
| Guardianship services – total case load | number | 876 | <875 | 777 | >720 |
| <i>Quality</i> | | | | | |
| User satisfaction rating | per cent | nm | nm | nm | 80 |
| <i>Timeliness</i> | | | | | |
| Enquiries resolved within internal standards | level | nm | nm | nm | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 4.2 | 4.4 | 4.3 |

Source: Department of Justice

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.4.2 –Statement of Financial Performance** - 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 1 619.0 | 1 544.6 | 1 578.8 | 1 665.3 | 7.8 |
| Section 29 receipts - Commonwealth | 1.1 | 0.8 | 0.8 | 0.8 | .. |
| -Other | 73.3 | 69.3 | 73.1 | 76.8 | 10.9 |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 74.3 | 44.6 | 55.2 | 53.8 | 20.6 |
| Total | 1 767.6 | 1 659.2 | 1 707.9 | 1 796.8 | 8.3 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 1 031.9 | 979.5 | 995.4 | 1 005.5 | 2.6 |
| Purchases of supplies and services ^(e) | 505.2 | 495.7 | 495.5 | 563.0 | 13.6 |
| Depreciation and amortisation | 31.5 | 32.6 | 32.3 | 39.8 | 21.9 |
| Capital assets charge | 49.2 | 55.1 | 58.8 | 68.5 | 24.4 |
| Other expenses | 114.2 | 86.2 | 111.2 | 102.1 | 18.5 |
| Total | 1 732.0 | 1 649.1 | 1 693.3 | 1 778.9 | 7.9 |
| Operating surplus/deficit before revenue for increase in net assets | 35.6 | 10.1 | 14.7 | 17.8 | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 22.1 | 65.4 | 46.4 | 132.5 | na |
| Section 29 Receipts - asset sales | .. | 0.3 | 0.3 | 0.3 | .. |
| Operating surplus/deficit | 57.6 | 75.8 | 61.4 | 150.7 | na |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 20.5 | 21.2 | 22.9 | 38.8 | 83.0 |
| Other Commonwealth grants | 39.3 | 67.6 | 41.5 | 42.4 | - 37.2 |
| Other revenue ^(c) | 278.8 | 180.0 | 299.8 | 317.3 | 76.3 |
| Less revenue transferred to Consolidated Fund | - 225.5 | - 213.6 | - 229.0 | - 257.5 | 20.5 |
| Total | 113.1 | 55.1 | 135.2 | 141.0 | na |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 1.6 | 0.7 | 1.1 | 1.2 | 86.0 |
| Purchases of supplies and services | 54.7 | 5.2 | 44.0 | 34.8 | na |
| Depreciation & Amortisation | 0.0 | .. | 0.1 | 0.1 | .. |
| Other expenses | 33.9 | 48.7 | 49.9 | 64.8 | 33.2 |
| Total | 90.2 | 54.5 | 95.1 | 100.9 | 85.1 |
| Operating surplus/deficit | 23.0 | 0.6 | 40.1 | 40.1 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

Relative to the 2000-01 Budget, the controlled operating surplus is expected to increase by \$74.9 million in 2001-02 to \$150.7 million.

This increase is due to expected increases in operating surpluses in Departmental trust funds (approximately \$5 million), additional special appropriation funding for the Victorian Electoral Commission for the purchase of assets (approximately \$3 million), increased revenue for new asset investment projects (\$67 million).

Total operating revenue has increased by \$137.6 million, primarily as a result of an increase in Revenue from the State Government (\$120.7 million), to fund a combination of previously approved and new initiatives.

Previously approved initiatives include:

- the second stage of 800 additional operational police (additional \$11.6 million);
- carry forward of unspent funding from 2000-01 (\$15.7 million) for full completion of existing initiatives, such as court and corrections pilot diversion programs, and Police helicopter leasing;
- increased funding for the Victorian Electoral Commission to conduct various Council elections (\$5.3 million);
- additional funding of employee entitlements for wage increases (\$24 million); and
- additional funding for the Country Fire Authority (\$7.9 million) as part of the previously announced Country Fire Authority Reform Package.

Additional funding has also been allocated for the following new initiatives:

- a corrections strategy encompassing prison and courts diversion programs (\$16.5 million) and prison accommodation strategies (\$7.5 million);
- commitment to ongoing funding of the Native Title Unit (\$1.9 million);
- the introduction of a road safety package involving the staged increase of traffic camera operations and more covert camera operations (\$8.9 million);
- funding to allow greater access to legal aid (\$1 million);
- additional depreciation funding following the revaluation of Departmental assets (\$4.5 million);
- funding for the Privacy Commission (\$3.5 million); and
- funding of various other initiatives and demand pressures including vehicle leasing and workcover (\$14 million).

Section 29 receipts derived from sales of goods and services are expected to increase by \$7.5 million. Other revenue has also increased by \$9.2 million from 2000-01 Budget to 2001-02 Budget. This is due primarily to an increase in interest revenue generated by the trust funds from surplus amounts (\$4.1 million), an increase in miscellaneous license fees received (\$1.7 million) and other miscellaneous revenue increases (approximately \$3.4 million).

Operating expenses are expected to increase by \$129.8 million compared to the 2000-01 Budget, reflecting the cost of the initiatives outlined above. The growth in operating expenses also reflects an increase in depreciation and amortisation expenses resulting from the delay of various asset investment projects.

It is expected that the Department of Justice will generate an operating surplus of \$61.4 million for 2000-2001. This represents a \$14.4 million reduction from the original 2000-01 operating surplus estimate of \$75.8 million.

The expected decrease in operating surplus for 2000-01 is predominantly due to changes in the department's capital program. In 2000-01 the asset program schedule was revised and revenue for increase in net assets was reduced by approximately \$19 million. The decrease in asset funding is expected to be offset by an increase in departmental trust fund operating results, in particular the Estate Agent Guarantee Trust Fund (\$5.9 million), and Police Trust Funds (\$1 million), and a net reduction in the departmental operating surplus due to absorption of prior year surplus to fund unexpected operating expenses (\$2.3 million).

The movement in Other Expenses during the year is primarily due to a \$22.5 million grant paid to the Country Fire Authority as part of the Country Fire Authority Reform Package. This was fully funded by revenue from State Government.

The 2001-02 Budget administered operating surplus is \$40.1 million, an increase of \$39.5 million compared to the 2000-01 Budget.

This increase primarily reflects a change to the accounting recognition of traffic camera fines (additional revenue of \$44 million) and Police on the spot fines (additional revenue of \$30 million). This additional revenue has been offset by a change in the recognition of Commonwealth Legal Aid funding which is no longer reported within the budget sector (\$27.5 million), and a net decrease in other items of \$7 million.

Table 2.4.3: Statement of Financial Position

| (\$ thousand) | | | | | |
|---|-------------------------|------------------|------------------|------------------|-------------------------------|
| | Estimated as at 30 June | | | | Variation ^(a) % |
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | -10 295 | -10 295 | -10 255 | -10 255 | -0.4 |
| Investments | 119 827 | 120 357 | 119 827 | 119 827 | -0.4 |
| Receivables | 12 567 | 12 564 | 16 288 | 18 588 | 47.9 |
| Prepayments | 5 705 | 5 705 | 5 705 | 5 705 | .. |
| Inventories | 8 289 | 8 289 | 8 289 | 8 289 | .. |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 136 093 | 136 620 | 139 854 | 142 154 | 4.1 |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables ^(b) | 154 209 | 186 924 | 162 312 | 172 613 | -7.7 |
| Fixed Assets | 663 988 | 729 270 | 752 755 | 888 234 | 21.8 |
| Other Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 818 197 | 916 194 | 915 067 | 1 060 847 | 15.8 |
| Total Assets | 954 290 | 1 052 814 | 1 054 921 | 1 203 001 | 14.3 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 53 850 | 53 850 | 53 850 | 53 850 | .. |
| Borrowings | 2 931 | 2 931 | 2 931 | 2 931 | .. |
| Employee Entitlements Superannuation | 69 086 | 68 147 | 66 147 | 65 756 | -3.5 |
| Other Liabilities | .. | .. | .. | .. | .. |
| | 2 402 | 2 402 | 2 512 | 2 512 | 4.6 |
| Total Current Liabilities | 128 269 | 127 330 | 125 440 | 125 049 | -1.8 |
| Non-Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Borrowings | 12 446 | 12 446 | 12 446 | 12 446 | .. |
| Employee Entitlements Superannuation | 231 923 | 255 843 | 234 278 | 232 303 | -9.2 |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 244 369 | 268 289 | 246 724 | 244 749 | -8.8 |
| Total Liabilities | 372 638 | 395 619 | 372 164 | 369 798 | -6.5 |
| Net Assets | 581 652 | 657 195 | 682 757 | 833 203 | 26.8 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 67 368 | 67 368 | 67 375 | 67 375 | .. |
| Investments | 658 | 698 | 758 | 803 | 15.0 |
| Receivables | 90 872 | 90 872 | 130 451 | 169 992 | 87.1 |
| Prepayments | 6 | 6 | 34 | 34 | na |
| Total Current Assets | 158 904 | 158 944 | 198 618 | 238 204 | 49.9 |

Table 2.4.3: Statement of Financial Position – continued

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|----------------|-----------------|----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 30 195 | 46 340 | 31 426 | 32 217 | -30.5 |
| Fixed Assets | 2 044 | 2 044 | 2 203 | 2 135 | 4.5 |
| Total Non-Current Assets | 32 239 | 48 384 | 33 629 | 34 352 | -29.0 |
| Total Assets | 191 143 | 207 328 | 232 247 | 272 556 | 31.5 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 91 032 | 106 659 | 91 709 | 91 699 | -14.0 |
| Employee Entitlements | 102 | 102 | 167 | 168 | 64.7 |
| Other Current Liabilities | 17 831 | 17 831 | 17 836 | 17 836 | .. |
| Total Current Liabilities | 108 965 | 124 592 | 109 712 | 109 703 | -12.0 |
| Non-Current Liabilities | | | | | |
| Non-Current Payables | .. | -40 | -40 | -40 | .. |
| Employee Entitlements | 134 | 134 | 228 | 227 | 69.4 |
| Total Non-Current Liabilities | 134 | 94 | 188 | 187 | 98.9 |
| Total Liabilities | 109 099 | 124 686 | 109 900 | 109 890 | -11.9 |
| Net Assets | 82 044 | 82 642 | 122 347 | 162 666 | 96.8 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The Controlled Statement of Financial Position shows an increase in budgeted net assets of \$176 million from the period 30 June 2001 to 30 June 2002, resulting from a projected increase in total assets of \$150.2 million and a projected decrease in total liabilities of \$25.8 million.

The increase in total assets of \$150.2 million is due to a number of factors, the main items being:

- revised timing for the Department's asset investment program, resulting in a decrease in fixed assets (particularly Buildings Construction in Progress) as at 30 June 2001 and a corresponding projected increase of \$27 million in fixed assets as at 30 June 2002;
- a revaluation of Victoria Police's freehold land and improvements (\$38 million) during 2000-01;

- the introduction of a number of road safety measures to complement the introduction of the road safety campaign. These include the replacement of ten booze buses, the introduction of sixty laser speed measuring devices, thirty car mounted radar devices and new evidential breath testing devices that meet national standards (\$8.4 million);
- additional investment in prison accommodation to meet demand pressures and improve cell safety (\$38.1 million);
- additional funding for police stations and equipment (\$19.4 million);
- additional funding for new projects and unexpected cost increases (\$3.2 million); and
- increase in current receivables related to GST tax input credits to be claimed (\$6 million).

The decrease in liabilities is primarily due to a change in employee entitlements to better reflect actual movements in employee profiles.

Table 2.4.4: Statement of Cash Flows

| | (\$ million) | | | | Variation ^(a) |
|--|-------------------|-------------------|--------------------|-------------------|--------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 1 619.0 | 1 544.6 | 1 578.8 | 1 665.3 | 7.8 |
| Receipts from State Government - increase in net asset base | 22.1 | 65.4 | 46.4 | 132.5 | na |
| Section 29 Receipts - Commonwealth | 1.1 | 0.8 | 0.8 | 0.8 | .. |
| - Other | 73.3 | 69.3 | 73.1 | 76.8 | 10.9 |
| - Asset Sales | .. | 0.3 | 0.3 | 0.3 | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 50.8 | 44.1 | 51.3 | 51.3 | 16.3 |
| | 1 766.2 | 1 724.4 | 1 750.8 | 1 927.1 | 11.8 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 1 029.3 | - 956.6 | - 996.0 | - 1 007.8 | 5.4 |
| Purchases of Supplies and Services | - 492.8 | - 495.7 | - 495.4 | - 563.0 | 13.6 |
| Interest and finance expenses | - 1.2 | - 0.5 | - 3.2 | - 0.3 | - 38.3 |
| Finance Lease Liability | - 4.1 | .. | .. | .. | .. |
| Capital Assets Charge | - 52.0 | - 55.1 | - 58.8 | - 68.5 | 24.4 |
| Current grants and transfer payments | - 85.0 | - 85.3 | - 107.6 | - 101.4 | 18.9 |
| Capital grants and transfer payments | - 0.1 | - 0.4 | - 0.6 | - 0.6 | 68.5 |
| Other | 0.1 | .. | .. | .. | .. |
| Net Cash flows from operating activities | 101.8 | 130.9 | 89.1 | 185.4 | 41.6 |
| Cash flows from investing activities | | | | | |
| Purchases of investments | - 20.2 | - 0.5 | .. | .. | na |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.0 | 0.5 | 0.5 | 0.5 | .. |
| Purchases of non-current assets | - 57.7 | - 97.9 | - 81.5 | - 175.6 | 79.3 |
| Net Cash flows from investing activities | - 77.9 | - 97.9 | - 81.0 | - 175.1 | 78.7 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations -increase in net asset base | .. | .. | .. | .. | .. |
| Capital repatriation to Government | 0.1 | - 0.3 | .. | .. | na |
| Net increases in balances held with Government | - 19.3 | - 32.7 | - 8.1 | - 10.3 | - 68.5 |
| Net borrowings and advances | .. | .. | .. | .. | .. |
| Net Cash flows from financing activities | - 19.2 | - 33.0 | - 8.1 | - 10.3 | - 68.8 |
| Net Increase/Decrease in Cash Held | 4.7 | .. | 0.0 | .. | na |
| Cash at beginning of period | - 15.0 | - 10.3 | - 10.3 | - 10.3 | - 0.4 |
| Cash at end of period | - 10.3 | - 10.3 | - 10.3 | - 10.3 | - 0.4 |

Table 2.4.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|--------------|---------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | 20.5 | 21.2 | 22.9 | 38.8 | 83.0 |
| Other Commonwealth grants | 39.3 | 67.6 | 41.5 | 42.4 | - 37.2 |
| Other | 224.1 | 180.0 | 230.2 | 247.7 | 37.7 |
| | 283.9 | 268.7 | 294.6 | 328.9 | 22.4 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 2.5 | - 0.7 | - 1.0 | - 1.2 | 86.0 |
| Purchases of Supplies and Services | - 54.3 | 10.4 | - 43.4 | - 34.9 | na |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | - 2.4 | - 48.7 | - 19.7 | - 34.6 | - 28.9 |
| Capital grants and transfer payments | - 0.0 | .. | .. | .. | .. |
| Other | - 225.5 | - 213.6 | - 229.0 | - 257.5 | 20.5 |
| Net Cash flows from operating activities | - 0.8 | 16.2 | 1.5 | 0.8 | - 95.0 |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.4 | .. | 0.1 | 0.1 | .. |
| Net Movement in investments | - 0.1 | - 0.0 | - 0.1 | - 0.0 | 12.5 |
| Purchases of Non-Current Assets | - 2.3 | .. | - 0.2 | - 0.0 | .. |
| Net Cash flows from investing activities | - 1.9 | - 0.0 | - 0.3 | - 0.0 | - 65.0 |
| Cash flows from financing activities | | | | | |
| Capital Repatriation to Government | - 0.1 | .. | .. | .. | .. |
| Net increases in balances held with Government | 3.8 | - 16.1 | - 1.2 | - 0.8 | - 95.1 |
| Net Cash flows from financing activities | 3.8 | - 16.1 | - 1.2 | - 0.8 | - 95.1 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The Statement of Cash Flows reflects the cash impact of those changes to the estimated Statement of Financial Performance 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) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Annual appropriations ^(b) | 1 537.7 | 1 570.2 | 1 716.4 | 11.6 |
| Receipts credited to appropriations | 70.3 | 74.2 | 77.9 | 10.8 |
| Unapplied previous years appropriation | 19.6 | 1.7 | 22.6 | 15.4 |
| Accumulated surplus - previously applied appropriation | .. | 4.8 | .. | .. |
| Gross Annual appropriation | 1 627.6 | 1 651.0 | 1 816.9 | 11.6 |
| Special appropriations | 73.9 | 76.2 | 97.7 | 32.2 |
| Trust funds | 51.0 | 98.2 | 86.8 | 70.1 |
| Non public account and other sources | 27.5 | 69.2 | 69.2 | 151.8 |
| Total Authority | 1 780.0 | 1 894.7 | 2 070.6 | 16.3 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 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*, *Aboriginal Affairs* and *Energy and Resources*. DNRE is responsible for the development, conservation and protection of Victoria's natural resources and makes a significant contribution to Victoria's welfare. DNRE delivers improvements to the quality of Victoria's environment and the social well being of the Victorian community. The Department provides services to a diverse community, including Aboriginal Australians, predominantly located in rural and regional Victoria.

DNRE's aim is to ensure Victoria's natural and cultural assets are managed to secure social, environmental and economic benefits for current and future generations.

Three principles guide DNRE's commitment to sustainable development:

- improved biodiversity and natural and cultural resources;
- growth of sustainable land and resource industries, and markets; and
- an informed and resourceful Victorian community.

Departmental Objectives

As part of the Government's commitment to responsible financial management and delivering improved services, significant enhancements to the resource allocation framework have been introduced. These enhancements include the introduction of a set of objectives for each department, which directly link to departmental outputs. For DNRE the objectives to be achieved are:

- influence the sustainable and competitive development of Victoria's land and resource industries;
- facilitate the delivery of reliable and affordable energy and water services for Victoria;
- utilise Victoria's research capacity and knowledge management to support sustainable developments in natural resource management and natural resource industries;
- produce healthy rivers and catchments that underpin sustainable industries and communities;
- provide demonstrable stewardship of public land estates so that they may be enhanced for the benefit of current and future generations;
- deliver improvements in biodiversity throughout Victoria;
- lead and facilitate implementation of the Government's approach to reducing Victoria's greenhouse gas emissions;
- provide a safe and ecologically sustainable living environment through protection and restoration of air, land and water quality and the control of unwanted noise;
- apply a whole-of-Government approach to improve Aboriginal well being through partnerships to achieve Aboriginal aspirations for land, culture, heritage, family and community; and
- increase the Victorian community's access to information and engagement in natural resource and environment decision-making.

Major responsibilities related to the pursuit of the Department's objectives 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, providing access to affordable energy and water services, leading the Government's approach to reducing Victoria's Greenhouse gas emissions, 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;
- providing certainty of title and accurate geographic, survey and valuation information to support land tenure and transactions and natural resource management;
- protecting the Victorian community from the adverse impacts of unwanted noise and air, water and land pollution; and
- 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.

Review of 2000-01

At the start of 2000-01 DNRE took on new responsibilities for whole-of-government policy related to responses to the Greenhouse effect, energy and Aboriginal Affairs. The incorporation of these new areas into the Department proceeded smoothly and the new issues and challenges have been embodied in DNRE's planning and risk management frameworks.

2000-01 also saw the first full year of implementation of the government's policy commitments for DNRE's portfolios. Among the significant measures commenced were:

- a number of initiatives to promote ecologically sustainable development and to reduce pollution and greenhouse gas emissions, including a boost in funding to the Environment Protection Authority (EPA), the establishment of the Sustainable Energy Authority and a solar hot water conversion scheme;
- improving the health of Victoria's water resources such as the Gippsland Lakes and sustainable upgrades to irrigation, sewerage and stormwater systems throughout Victoria as well as commencing work on restoring the health of the Snowy River;
- 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; and
- active support for Victoria's agricultural industries, including the successful delivery of the Government's *Naturally Victorian Initiative*, and the implementation of the *Community Capacity Program*.

2001-02 Outlook

Key 2001-02 output and asset investment initiatives include:

Salinity

- Implementation of the Victorian components of the *National Action Plan for Salinity and Water Quality* which will use targeted action to motivate and enable regional communities to prevent, stabilise and reverse trends in salinity, particularly dryland salinity, affecting the sustainability of production, conservation of biological diversity and the viability of our infrastructure. Implementation of the Plan will also improve water quality and secure reliable water allocations for human uses, industry and the environment. A nationally agreed program will be targeted toward 20 priority catchments across Australia (six in Victoria) to develop and implement salinity and water quality plans with matching Commonwealth and State funding.

Marine National Parks

- Provision for the Government's response to the Environment Conservation Council's (ECC) Marine Coastal and Estuarine Investigation Final Report. Actions associated with accepting the final ECC recommendations encompass establishing a comprehensive, adequate and representative network of marine national parks and reserves including monitoring and enforcement, park management and fisheries transitional assistance measures.

Snowy River

- The Victorian component of the joint Victoria/New South Wales/Commonwealth package to restore 21 per cent of annual average natural flow to the Snowy River within ten years, as part of a long-term objective of restoring 28 per cent of average annual natural flow, primarily through an investment in water savings projects in Northern Victoria and Southern New South Wales, and related environmental, monitoring and riverine works.

Agriculture Research and Education

- Science Innovation and Education precincts across regional Victoria. The improvement and redevelopment of DNRE facilities focusing on four research institutes: the Victorian Institute of Dryland Agriculture, Horsham;

Dairy Research Institute, Ellinbank; Institute of Sustainable Irrigated Agriculture, Tatura and Sunraysia Horticultural Centre, Mildura to assist in growing the knowledge economy. The enhancement will encompass new and upgraded laboratories, greenhouses and education facilities.

Changes to DNRE Outputs

Changes in output performance measures for 2001-02 have largely occurred due to the inclusion of a new Output Group (*Energy and Greenhouse Policy Advice*), to provide for the new services of Greenhouse Policy and Energy Policy that were transferred to DNRE. The former Forests Service and Fire Management Output Groups were also combined into a new *Forests and Fire Management* Output Group to reflect changed accountabilities within that area.

The *Energy and Greenhouse Policy Advice* Output Group has two Outputs, Greenhouse Policy and Energy Policy. These encompass coordination of the whole-of-government greenhouse response and administration of funding for the Sustainable Energy Authority of Victoria and work to provide a secure and cost effective energy supply for Victoria.

The *Forests and Fire Management* Group contains four Outputs. *Fire Prevention and Planning* and *Fire Operations* are essentially unchanged from previous years and still contain DNRE's statewide fire prevention and suppression operations. Two new Outputs, *Sustainable Forest Management Services* and *Sustainable Forest Production and Industry Development* replace the four contained in the former *Forest Management* Output Group. They allow for the separation of DNRE's policy and operational responsibilities in forest management and are complementary to the organisational arrangements put in place following the establishment of Forestry Victoria.

A further change relates to the substitution of one Output within the Environment Protection Output Group. The former *Commercial Services* Output has been absorbed into the remaining Outputs but a new Output, *Neighbourhood Environment Improvement*, has been created to reflect the revised priorities of the Environment Protection Authority and the Government's funding initiatives in that regard.

Changes to DNRE Output Performance Measures

These new Output structures have been implemented together with a comprehensive review of performance measures in the relevant areas. In addition a number of refinements have been made to performance measures and targets for other Outputs. These changes have been made as part of a continual

improvement process to enhance the transparency and relevance of DNRE's Output performance reporting. In some instances they also reflect the need to report on new initiatives that will commence in 2001-02.

New measures introduced as part of this process can be identified in the following tables as they are designated with 'nm' (new measure) where the 2000-01 published target would normally be included.

The performance targets for outputs including Park Management Services, Catchment and Information Services, and Community Land and Water Management, have not yet been adjusted for the additional funding to be provided in 2001-02 to implement Marine Parks and address salinity. The performance targets will be adjusted during 2001-02, to reflect the areas to which the funding will be applied.

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) | | | Variation ^(b) % |
|---------------------------------------|----------------------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | |
| Aboriginal Reconciliation and Respect | 9.6 | 11.4 | 9.5 | - 1.0 |
| Agriculture | 171.1 | 185.0 | 182.2 | 6.5 |
| Catchment and Water | 185.8 | 192.6 | 217.1 | 16.8 |
| Conservation and Recreation | 167.5 | 198.1 | 179.5 | 7.2 |
| Energy and Greenhouse Policy Advice | na | na | 34.2 | na |
| Environment Protection | 43.5 | 48.0 | 54.3 | 24.8 |
| Fisheries | 29.0 | 33.7 | 37.2 | 28.3 |
| Forests and Fire Management | 184.3 | 204.7 | 194.4 | 5.5 |
| Land Management and Information | 101.1 | 105.9 | 87.5 | - 13.5 |
| Minerals and Petroleum | 22.9 | 30.1 | 15.6 | - 31.9 |
| Total | 914.8 | 1 009.5 | 1 011.5 | 10.6 |

Source: Department of Treasury and Finance

Notes:

(a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.

(b) Variation between 2000-01 and 2001-02 Budget.

Aboriginal Reconciliation and Respect

Description of the Output Group

Partnerships with the Aboriginal peoples of Victoria to develop strategies and provide programs that:

- 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.

Departmental Objectives to which the Output Group Contributes:

The Output makes a significant contribution to the achievement of the following Objective:

- Improved Aboriginal well being.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Policy Advice and Development – Achieving improved outcomes for the Aboriginal peoples of Victoria through the provision of advice 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.

Quantity

| | | | | | |
|---|--------|----|----|----|----|
| Develop comprehensive Victorian Government responses to 'Reconciliation' and 'Bringing Them Home' | number | nm | nm | nm | 2 |
| Meetings of the Premier's Aboriginal Advisory Council the Victorian Aboriginal Affairs Coordinating Committee supported | number | nm | nm | nm | 10 |
| Annual Aboriginal Affairs Report tabled in Parliament | number | nm | 1 | 0 | 1 |
| Public sector employment strategy for Indigenous Victorians developed | number | nm | nm | nm | 1 |
| Aboriginal cultural heritage strategy for the public sector developed | number | nm | nm | nm | 1 |

Aboriginal Reconciliation and Respect – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Maximum percentage of submissions, reviews and/or briefs returned for clarification | per cent | nm | 5 | 5 | 5 |
| Ministerial correspondence, briefs, speeches, press releases, Parliamentary briefs and questions accepted by Minister | per cent | nm | 95 | 95 | 95 |
| <i>Timeliness</i> | | | | | |
| Proportion of advice to Government provided within requested timeframes | per cent | nm | 95 | 95 | 95 |
| Briefs completed within agreed time frames | per cent | nm | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 1.7 | 1.4 |
| Administration of Legislation – The provision of advice on, and the application of regulations under, Aboriginal lands and cultural heritage legislation. | | | | | |
| <i>Quantity</i> | | | | | |
| Sites/places added to Victorian Aboriginal Site Register through internal programs | number | nm | nm | nm | 200 |
| Complete a review of the <i>Aboriginal Land Act 1970</i> and complete a report on the results of the review | number | nm | nm | nm | 1 |
| <i>Quality</i> | | | | | |
| Proportion of archaeological surveys conducted in accordance with requirements | per cent | nm | 95 | 95 | 95 |

Aboriginal Reconciliation and Respect – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|-----------------------------------|----------------------------|---------------------------|---|---------------------------------------|
| <i>Timeliness</i> | | | | | |
| Proportion of referrals, permits processed within agreed timeframes | per cent | nm | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.6 | 0.3 | 0.3 |
| Provision of Services – In partnership with the Victorian Aboriginal community: | | | | | |
| <ul style="list-style-type: none"> • 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. | | | | | |
| <i>Quantity</i> | | | | | |
| Heritage investigations carried out with Aboriginal communities to develop cultural heritage management skills | number | nm | nm | nm | 8 |
| Heritage training projects carried out with Aboriginal communities to develop cultural heritage management skills | number | nm | nm | nm | 8 |
| Regional cultural heritage: organisations supported | number | nm | 5 | 5 | 5 |
| Koori Community Fund grants approved | number | nm | 10 | 10 | 10 |
| <i>Quality</i> | | | | | |
| Cyclical building maintenance: proportion of high priority work completed | per cent | nm | nm | nm | 100 |
| Community Infrastructure: proportion of completed major projects and/or feasibility studies endorsed by community | per cent | nm | nm | nm | 100 |
| Cultural heritage: proportion of investigations and training programs endorsed by community | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| Community Infrastructure: proportion of feasibility studies completed in agreed timeframe | per cent | nm | 75 | 75 | 75 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 6.1 | 9.4 | 7.8 |
| <i>Source: Department of Natural Resources and Environment</i> | | | | | |
| Budget Estimates 2001-02 | Natural Resources and Environment | | | | 207 |

Agriculture

Description of the Output Group:

This Output Group delivers strategic services to the agriculture and food sector that support the revitalising of rural and regional Victoria.

The services provided 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.

Departmental Objectives to which Output Group contributes:

The Output group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive resource based industries;
- High quality scientific capability to support a knowledge economy;
- Healthy rivers and catchments;
- Enhanced biodiversity values; and
- Effective community engagement.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|

Services to improve market access, market development and consumer confidence in food and agriculture 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, development of the agri-food industry, market and trade development and an enhanced policy environment for industry and community growth.

Quantity

| | | | | | |
|---|--------|----|----|----|----|
| Strategic pest, disease and residue control initiatives developed that assist industry to maintain and expand markets | number | 4 | 4 | 4 | 6 |
| Agribusiness export deals directly facilitated | number | nm | 30 | 30 | 30 |

Agriculture – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Major reforms that address Government policy objectives for internationally competitive industries, agri-food industry development, food safety and product integrity developed and implemented | number | nm | 2 | 2 | 4 |
| <i>Quality</i> | | | | | |
| Compliance with international and national quality assurance standards by meeting certification authorities' required performance audits | number | nm | nm | nm | 3 |
| Compliance with relevant industry standards for animal welfare | per cent | nm | nm | nm | > 95 |
| <i>Timeliness</i> | | | | | |
| Proportion of strategic quality assurance and animal welfare initiatives implemented within required timelines | per cent | nm | nm | nm | 100 |
| Response time to all pest, disease and disaster incidents | hours | < 24 | < 24 | <24 | < 24 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 44.3 | 53.7 | 43.7 |

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

The services delivered include all the research and development required to support agriculture industries and agriculture-environment interactions including strategic basic and applied research (enabling technologies), 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 | 220 | 220 | 220 |
| Value of external investment by industry in research and development projects | \$ million | 14.7 | 14.5 | 14.5 | 14.5 |

Agriculture – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Commercial technology research and development agreements finalised | number | nm | 50 | 50 | 50 |
| New/improved products or systems available for application | number | nm | 5 | 5 | 5 |
| <i>Quality</i> | | | | | |
| Technical publications presented to international and peer review journals | number | nm | 140 | 160 | 160 |
| Proportion of national agriculture industry investment funds | per cent | 9 | 9 | 9 | 9 |
| Number of applications for publicly owned and protected Intellectual Property | number | nm | 5 | 5 | 5 |
| <i>Timeliness</i> | | | | | |
| Project progress reports to funding organisations accepted on first submission | per cent | nm | nm | nm | >90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 109.9 | 113.2 | 117.0 |

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 sustainable food and agriculture export growth by engaging people in anticipating, responding to and driving change.

The services, which are developed and delivered in partnership with people in the food and agriculture industries, include industry consultation, on-farm management programs, industry training and skills development, extension and community research and publications, communication and information services.

Quantity

| | | | | | |
|---|------------|-----|-----|-----|-----|
| Number of projects in progress | number | nm | 50 | 50 | 50 |
| Value of external investment by industry in delivery of best practice systems | \$ million | 2.0 | 2.5 | 2.5 | 2.5 |
| Increase in the proportion of farmers involved in best practice programs | per cent | nm | 4 | 6 | 6 |

Agriculture – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Proportion of national agriculture industry investment funds | per cent | 5 | 5 | 5 | 5 |
| Proportion of strategic plans and priorities developed in consultation with industry/community stakeholders | per cent | nm | > 95 | > 95 | > 95 |
| <i>Timeliness</i> | | | | | |
| Project progress reports to Funding organisations accepted on first submission | per cent | nm | nm | nm | >90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 16.9 | 18.1 | 21.5 |

Source: Department of Natural Resources and Environment

Catchment and Water

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.

Departmental Objectives to which Output Group Contributes:

The Output Group makes significant contribution to the achievements of the following Objectives:

- Sustainable and competitive land and resource based industries;
- Reliable and affordable energy and water services;
- Healthy rivers and catchments; and
- Effective community engagement.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Catchment and Information Services^(a) – 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

| | | | | | |
|---|--------|--------|--------|--------|--------|
| Sites monitored for water quality ^(b) | number | 109 | 109 | 109 | 131 |
| Number of people accessing Government – sponsored catchment and water related web sites | number | nm | 12 000 | 12 000 | 12 000 |
| Identify the establishment of additional areas of private forestry | ha | 25 000 | 25 000 | 25 000 | 25 000 |
| Customised, managed datasets provided to CMAs | number | nm | nm | nm | 10 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Councils adopting on-line systems to record remnant native vegetation clearance permits | per cent | nm | nm | nm | 5 |
| Satisfaction of landholders in targeted areas with the quality of information available for technical support programs for catchment and water management | per cent | 70 | 70 | 70 | 70 |

Catchment and Water – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|-----------------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Implementation of the Integrated Pest Management System (IPMS) | date | nm | nm | nm | Oct 2001 |
| Catchment Condition Indicators available on-line with current trend data | number | nm | nm | nm | 20 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 29.7 | 13.2 | 10.9 |
| Community Land and Water Management^(a) – Developing community and industry engagement in catchment and water issues by working 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 this financial year | number | nm | 29 | 29 | 18 ^(c) |
| • Total number of plans being implemented | number | nm | 103 | 103 | 82 ^(c) |
| 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 | 100 | 100 | 100 |
| Number of Landcare groups operating in Victoria | number | nm | nm | nm | 600 |
| Area protected from salinity by surface drainage: | | | | | |
| • Horticulture | ha | nm | nm | nm | 80 |
| • Dairy | ha | nm | nm | nm | 8 300 |
| • Remnant vegetation/wetlands | ha | nm | nm | nm | 850 |
| Area protected from salinity by sub-surface drainage: | | | | | |
| • Horticulture | ha | nm | nm | nm | 100 |
| • Dairy | ha | nm | nm | nm | 4 550 |
| • Remnant vegetation/wetlands | ha | nm | nm | nm | 1 370 |
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Catchment and Water – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|-----------------------------------|------------------------|--------------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| National Action Plan packages of plans accredited, incorporating performance measures | number | nm | nm | nm | 6 |
| <i>Quality</i> | | | | | |
| Implementation of high priority actions in regional Catchment Strategies for each CMA | per cent | 55 | 55 | 55 | 55 |
| Landholders complying with pest plant and animal control requirements under the Catchment and <i>Land Protection Act</i> within agreed timeframes and in targeted areas: | | | | | |
| • Rabbits | per cent | nm | 92 | 92 | 93 |
| • Pest Control | per cent | nm | 92 | 92 | 95 |
| Proportion of State: External investment in implementation of land and water management plans | ratio | nm | >5:2 | >5:2 | >5:2 |
| Completed actions from CMA Regional Floodplain Management Strategies resulting in reduction in flood damage | number | nm | nm | nm | 9 |
| State area covered by flood maps incorporated into municipal planning schemes to reflect flood risk | per cent | nm | nm | nm | 30 |
| <i>Timeliness</i> | | | | | |
| Implementation of 2001 Price Review of Victorian Water Industry | date | nm | nm | nm | Jun 2002 |
| One Victorian Draft Native Vegetation Management Framework completed | date | nm | nm | nm | Jun 2002 |
| Landcare census to enhance priority setting/decision making | date | nm | nm | nm | Jun 2002 |
| CMA's compliant within guidelines and submitted to the Minister within agreed timeframes | per cent | nm | nm | nm | 100 |
| National Action Plan Bilateral Agreement and schedules completed | date | nm | nm | nm | Dec 2001 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 134.7 | 114.6 | 140.3 |
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Catchment and Water – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Catchment and Water Resource Allocation and Access ^(d) – 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. | | | | | |
| <i>Quantity</i> | | | | | |
| Volume of the State's water resources covered by tradeable Bulk Water Entitlement orders granted by the Minister | million ML | 4.3 | 4.5 | 4.5 | 5.3 |
| River basins for which surface water allocations have been determined | number | nm | 20 | 20 | 24 |
| Volume of water permanently traded on water markets | ML | nm | 20 000 | 20 000 | 20 000 |
| New wastewater management improvement projects supported | number | nm | 29 | 29 | 15 |
| Major policy/legislative frameworks developed | number | nm | 4 | 4 | 4 |
| Number of water savings projects under implementation | number | nm | nm | nm | 4 |
| Volume of water savings under implementation | GL | nm | nm | nm | 27 |
| Additional annual release of environment flow to Snowy River | GL | nm | nm | nm | <38 |
| <i>Quality</i> | | | | | |
| Water entitlements and allocations determined within agreed timeframes and in accordance with national competition policy | per cent | 100 | 85 | 85 | 85 |
| Bulk water entitlements being complied with, to ensure security of supply and environmental flows | number | nm | 100 | 100 | 99 |
| Stream systems where environmental flow allocations have been met | per cent | nm | 42 | 42 | 90 |
| Water supplies meeting agreed water quality standards | per cent | 100 | 85 | 85 | 85 |

Catchment and Water – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Victorian water diversions complying with Murray Darling Basin Ministerial Compliance Cap | per cent | nm | nm | nm | 100 |
| New projects commenced incorporating water use efficiency, and key environmental outcomes | number | nm | nm | nm | 25 |
| <i>Timeliness</i> | | | | | |
| Implementation of new drinking water quality framework | date | nm | nm | nm | Jun 2002 |
| Annual MDBC Cap compliance in accordance with Schedule F of Murray Darling Basin Agreement met | date | nm | nm | nm | Dec 2001 |
| Establishment of the Joint Government Enterprise (with other Governments) | date | nm | nm | nm | Dec 2001 |
| Development of Water industry Regulatory Proposals paper | date | nm | nm | nm | Dec 2001 |
| Cabinet endorsement of final Water Industry Regulatory Proposals | date | nm | nm | nm | Jun 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 21.4 | 64.8 | 65.9 |

Source: Department of Natural Resources and Environment

Notes:

- (a) *The performance targets for Catchment Information Services and Community Land and Water Management outputs have not yet been adjusted for the additional Commonwealth and State funding under the National Action Plan for Salinity and Water Quality. Following Victoria's entry into the Inter-Governmental Agreement to implement the National Action Plan and associated Bilateral Agreement, the performance targets will be adjusted during 2001-02, to reflect the areas to which the funding will be applied.*
- (b) *Includes 22 sites actively monitored for salinity.*
- (c) *Plans are based on different locations each year and will vary in complexities. This number will vary on a year to year basis.*
- (d) *Performance measures and targets for Snowy River monitoring, environmental and riverine works have not been included. These will be developed by DNRE during 2001-02.*

Conservation and Recreation

Description of the Output Group:

Integrated services that 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 provisions of opportunities for recreation, tourism and environmental education and research.

Departmental Objectives to which the Output Group contributes:

The Output group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive land and resource based industries;
- High quality scientific capability to support a knowledge economy;
- Healthy rivers and catchments;
- Effective stewardship of public land;
- Enhanced biodiversity values;
- Improved Aboriginal well being; and
- Effective community engagement.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|-----------------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Park Management Services^(a) – The management of Victoria's system of protected areas and open space for the protection and conservation of their natural and cultural values and the enjoyment of present and future generations of Victorians and visitors to the State. The delivery of the Output is through the Parks and Reserves Policy Group operating in conjunction with management agencies such as Parks Victoria and Phillip Island Nature Park. | | | | | |
| <i>Quantity</i> | | | | | |
| Victoria's land base in protected parks services | per cent | 16 | 16 | 16 | 16 |
| Visitor numbers accessing parks services | millions | 28 | 29 | 29 | 30 |
| Length of road/track maintained | km | 14 433 | 14 433 | 14 433 | 14 433 |
| <i>Quality</i> | | | | | |
| <i>National Parks Act</i> parks with management plans | per cent | 93 | 100 | 100 | 100 |
| Overall Customer satisfaction with park services | 100 point index | 69 | 70-75 | 70-75 | 70-75 |
| <i>Timeliness</i> | | | | | |
| 100% of <i>National Parks Act</i> park management plans submitted | date | Sept 2000 | Jun 2001 | Jun 2001 | Jun 2002 |
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Conservation and Recreation – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| 20 per cent of priority tasks completed | date | Jun 2000 | Jun 2001 | Jun 2001 | Jun 2002 |
| Cost | \$ million | na | 143.3 | 138.1 | 147.6 |
| Total Output Cost | \$ million | na | 143.3 | 138.1 | 147.6 |

Biodiversity Conservation Management Services – Service to ensure that Victoria achieves better biodiversity conservation outcomes in natural resource management and use by assisting agencies and industries within the context of ecologically sustainable development. This is achieved through:

- directing implementation of Victoria's Flora and Fauna Guarantee Strategy;
- the provision of expert scientific and strategic advice on the protection and enhancement of flora and fauna and processes that threaten these assets;
- assisting the community to actively participate in biodiversity conservation and management; and
- ensuring that economic, recreational (e.g. hunting) and other uses of flora and fauna are sustainable.

Quantity

| | | | | | |
|---|--------|--------|--------|--------|--------|
| New species listed for protection under the <i>Flora and Fauna (FFG) Guarantee Act</i> | number | 52 | 50 | 50 | 50 |
| Protected species, communities and potentially threatening processes with new approved Action Statements under the <i>FFG Act</i> | number | 20 | 30 | 30 | 30 |
| Hunting and Wildlife licenses managed | number | 38 604 | 35 000 | 35 000 | 35 000 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Proportion of Victoria covered by additional Ecological Vegetation Community mapping | per cent | 25 | 5 | 5 | 5 |
| Threatened Species with demonstrable improvement | number | 20 | 20 | 20 | 30 |
| Proportion of new Land for Wildlife properties which include habitat unrepresented in the reserve system | per cent | 27 | 20 | 20 | 15 |
| Agencies having agreed action plans under the FFG Strategy | number | nm | 10 | 10 | 15 |
| Local Govt authorities and CMAs assisted with information on the FFG Strategy and incorporating actions into the planning schemes | number | nm | 20 | 20 | 10 |

Conservation and Recreation – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| <i>Timeliness</i> | | | | | |
| Input to planning approvals process provided within statutory time-frames | per cent | 100 | 100 | 100 | 100 |
| Total Output Cost: | \$ million | na | 10.3 | 23.1 | 15.9 |
| Coastal Planning and Management Services –To ensure that public land (including local ports) along the Victorian coast is managed on a sustainable basis for current and future generations, to co-ordinate planning issues across public and private coastal land, and issue works approvals for coastal public land. | | | | | |
| <i>Quantity</i> | | | | | |
| Visitor numbers accessing piers and jetties | millions | 6.9 | 6.9 | 6.9 | 7.1 |
| Ports under management with an approved risk management plan | per cent | 100 | 100 | 100 | 100 |
| Volunteer-days In coastal action programs | number | 4 000 | 3 000 | 3 000 | 3 500 |
| Coastal Action Plans prepared | number | 3 | 3 | 3 | 3 |
| <i>Quality</i> | | | | | |
| Overall customer satisfaction with Pier and Jetty Services | 100 point index | 54 | 60-65 | 60-65 | 60-65 |
| <i>Timeliness</i> | | | | | |
| Completion of review of the Victorian Coastal Strategy | per cent | nm | nm | nm | Dec 2001 |
| Total Output Cost: | \$ million | na | 13.9 | 36.9 | 16.0 |

Source: Department of Natural Resources and Environment

Notes

- (a) *The performance targets for the Park Management Services output and other relevant outputs have not yet been adjusted for the additional funding provided for the implementation of the Marine Parks package including ongoing management of marine protected areas to improve the marine environment. The performance targets will be adjusted during 2001-02, to reflect the areas to which the funding will be applied.*

Energy and Greenhouse Policy Advice

Description of the Output Group:

Development and implementation of policy in relation to the Government's Greenhouse response and to deliver a secure and cost effective energy supply.

Departmental Objectives to which the Output Group Contributes:

The Output Group makes a significant contribution to the achievement of the following Objective:

- Sustainable and competitive land and resource based industries;
- Reliable and affordable energy and water services; and
- Greenhouse policy developed and implemented.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|

Greenhouse Policy Services – Leading the development and implementation of a strategic, whole of Government greenhouse response.

Quantity

| | | | | | |
|--|--------|----|----|----|-----|
| Major policy papers, strategy reviews or research papers completed | number | nm | nm | nm | 4 |
| Ministerial correspondence and general or specific Ministerial briefings | number | nm | nm | nm | 220 |
| Response to public enquiries | number | nm | nm | nm | 100 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Ministerial endorsement and support for key stages of the development, review and implementation of Victorian Greenhouse Strategy | per cent | nm | nm | nm | 95 |
|---|----------|----|----|----|----|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Responses to Ministerial correspondence delivered within agreed timelines | per cent | nm | nm | nm | 80 |
| Ad hoc policy advice delivered as required with initial advice and estimated date of completion within 2 working days | per cent | nm | nm | nm | 95 |
| Other key deliverables and projects managed on time – in line with planned and agreed project timetables | per cent | nm | nm | nm | 85 |

Energy and Greenhouse Policy Advice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected | 2001-02 Target Outcome |
|---|----------------------------|----------------------------|---------------------------|-----------------------------|---------------------------------------|
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | na | na | 26.8 |
| Energy Policy Services – Provision of policy advice to deliver Government objectives for a secure and cost effective energy supply to the State. | | | | | |
| <i>Quantity</i> | | | | | |
| Major strategic policy advice to government | number | nm | nm | nm | 3 |
| Strategic policy briefings to Portfolio Minister | number | nm | nm | nm | 150 |
| <i>Quality</i> | | | | | |
| Ministerial satisfaction with policy advice received from the Division | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Ad hoc policy advice delivered as required with initial advice and estimated date of completion within 2 working days | per cent | nm | 100 | 100 | 100 |
| Key deliverables and projects managed on time – in line with planned and agreed project timetables | per cent | nm | 100 | 90 | 90 |
| Total Output Cost: | \$ million | na | na | na | 7.4 |

Source: Department of Natural Resources and Environment

Environment Protection

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.

Departmental Objectives to which the Output Group Contributes:

The Output Group makes a significant contribution to the achievement of the following Objective:

- Quality living environments.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

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 | 10 | 10 | 10 |
|--|--------|----|----|----|----|

| | | | | | |
|--|--------|----|---|---|---|
| Improvement tools, guidelines, policies, systems and plans completed | number | nm | 6 | 6 | 6 |
|--|--------|----|---|---|---|

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Compliance with air quality standards, as proportion of samples collected | per cent | nm | 99 | 99 | 99 |
|---|----------|----|----|----|----|

| | | | | | |
|--|----------|----|----|-------------------|-------------------|
| Compliance with statutory requirements, as proportion of assessments | per cent | nm | 90 | 85 ^(a) | 85 ^(a) |
|--|----------|----|----|-------------------|-------------------|

| | | | | | |
|---|----------|----|----|----|----|
| Improvement tools, guidelines, policies, systems and plans adopted or accepted by government and stakeholders | per cent | nm | 80 | 80 | 80 |
|---|----------|----|----|----|----|

Timeliness

| | | | | | |
|--|----------|----|-----|-----|-----|
| Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets | per cent | nm | 100 | 100 | 100 |
|--|----------|----|-----|-----|-----|

Environment Protection – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Statutory actions completed within required timelines | per cent | nm | 100 | 95 ^(a) | 95 ^(a) |
| Pollution Incident Reports acted on within 3 days | per cent | nm | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 8.4 | 8.4 | 10.5 |
| 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 condition reports issued | number | nm | 10 | 10 | 10 |
| Improvement tools, guidelines, policies, systems and plans completed | number | nm | 5 | 5 | 5 |
| Improved compliance with water quality standards (based on samples collected) | per cent | nm | nm | nm | 5 ^(b) |
| Compliance with statutory requirements, as proportion of assessment | per cent | nm | 90 | 85 ^(a) | 85 ^(a) |
| Improvement tools, guidelines, policies, systems and plans adopted or accepted by government or stakeholders | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets | per cent | nm | 100 | 100 | 100 |
| Statutory actions completed within required timelines | per cent | nm | 100 | 100 | 100 |

Environment Protection – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Pollution incident reports acted on within 3 days | per cent | nm | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 9.0 | 14.8 | 15.5 |
| 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 | 4 | 4 | 4 |
| <i>Quality</i> | | | | | |
| Compliance with statutory requirements as percentage of assessments | per cent | nm | 90 | 85 ^(a) | 85 ^(a) |
| Land audits complying with statutory requirements and system guidelines | per cent | nm | 90 | 90 | 90 |
| Improvement tools, policies, systems and plans, adopted or accepted by government or stakeholders | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Improvement tools, policies, systems and plans meet Corporate Plan targets | per cent | nm | 100 | 100 | 100 |
| Statutory actions completed within required timelines | per cent | nm | 100 | 95 ^(a) | 95 ^(a) |
| Pollution incident reports acted on in 3 days | per cent | nm | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.7 | 2.7 | 2.6 |
| 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 | 2 | 2 | 2 |

Environment Protection – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|--|--------------------|--------------------|-------------------|--------------------------------|------------------------------|
| <i>Quality</i> | | | | | |
| Compliance with statutory requirements as proportion of assessments | per cent | nm | 90 | 85 ^(a) | 85 ^(a) |
| Strategies adopted or accepted by government or stakeholders | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Strategies meeting Corporate Plan targets | per cent | nm | 100 | 100 | 100 |
| Statutory actions completed within required timelines | per cent | nm | 100 | 95 ^(a) | 95 ^(a) |
| Pollution incident reports acted on within 3 days | per cent | nm | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.6 | 1.6 | 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 recycling and improved management of residual waste. | | | | | |
| <i>Quantity</i> | | | | | |
| Waste analysis and condition reports issued | number | nm | 5 | 5 | 5 |
| Improvement tools: guidelines, policies, systems and plans completed | number | nm | 5 | 5 | 5 |
| Funding EcoRecycle Victoria and Regional Waste Management Groups | \$ million | nm | 8.8 | 8.8 | 13.2 ^(c) |
| <i>Quality</i> | | | | | |
| Compliance with statutory requirements as a proportion of assessments | per cent | nm | 90 | 85 ^(a) | 85 ^(a) |
| Improvement tools: guidelines, policies, systems and plans adopted or accepted by government or stakeholders | per cent | nm | 80 | 80 | 80 |

Environment Protection – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Improvement tools, guidelines, policies, systems and plans meet Corporate Plan targets | per cent | nm | 100 | 100 | 100 |
| Statutory action completed within required timelines | per cent | nm | 100 | 95 ^(a) | 95 ^(a) |
| Pollution incident reports acted on within 3 days | per cent | nm | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 20.5 | 20.5 | 23.1 |
| Neighbourhood Environment Improvement – Promoting greater community involvement and ownership of environmental issues. | | | | | |
| <i>Quantity</i> | | | | | |
| Pilot Neighbourhood Environment Improvement Plans (NEIP) developed | number | nm | nm | nm | 3 |
| <i>Quality</i> | | | | | |
| NEIPs developed and adopted by local Government and stakeholders | per cent | nm | nm | nm | 100 |
| <i>Timeliness</i> | | | | | |
| NEIPs delivered progressively over financial year | date | nm | nm | nm | 1 June 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | na | na | 1.0 |

Source: Department of Natural Resources and Environment

Notes:

- (a) Target reduced following a review of first year performance.
- (b) Subject to change taking into account data currently being developed for the first time and the statutory review of Waters of Victoria Policy.
- (c) Funding increase due to increase in revenue from Landfill Levy together with distribution of additional landfill levy (\$3.6m) for implementing projects under the National Packaging Covenant.

Fisheries

Description of the Output Group:

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

Department Objectives to which the Output Group Contributes:

The Output Group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive land and resource based industries;
- High quality scientific capability to support a knowledge economy;
- Improved Aboriginal well being; and
- Effective community engagement.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected | 2001-02 Target Outcome |
|---|----------------------------|----------------------------|---------------------------|-----------------------------|---------------------------------------|
|---|----------------------------|----------------------------|---------------------------|-----------------------------|---------------------------------------|

Sustainable Fisheries Utilisation Services – Management of fisheries resources in partnership with stakeholders as the framework for sustainable utilisation of commercial and recreational fisheries.

Quantity

| | | | | | |
|--|---------------|----|----|----|-------|
| Additional management plans completed | number | 0 | 4 | 4 | 3 |
| Assessment reports of the status of Victoria's key fisheries and fish habitats completed | number | 11 | 6 | 10 | 8 |
| Number of fisheries where ESD-based sustainability indicators have been developed | number | nm | nm | nm | 2 |
| Number of fish produced for recreational stocking purposes ('000) | number ('000) | nm | nm | nm | 1 000 |

Quality

| | | | | | |
|---|----------|----|----|----|-----|
| Proportion of major fisheries with mechanisms in place to monitor and report on performance against sustainability indicators | per cent | 60 | 70 | 70 | 70 |
| Presentations made and scientific publications in peer review journals | number | nm | nm | nm | 15 |
| Proportion of research funding achieved from external sources | per cent | nm | nm | nm | 35 |
| Proportion of commercial fishing catch and effort returns received by due date | per cent | nm | nm | nm | >80 |

Fisheries – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-----------------------|
| Proportion of licence renewals and quota transfers completed within set period: | | | | | |
| • Quota transfers | per cent | nm | nm | nm | 90 |
| • Licence renewals | per cent | nm | nm | nm | 90 |
| Proportion of RFL revenue used to administer the licencing system compared to total revenue raised | per cent | nm | nm | nm | <10 |
| Rock Lobster licence holders assisted through structural adjustment | number | nm | nm | nm | 39 |
| Survey of under-exploited areas for harvesting abalone | number | nm | nm | nm | 1 |
| <i>Timeliness</i> | | | | | |
| Assessment reports, plans and indicators completed | date | May 2000 | June 2001 | June 2001 | June 2002 |
| Surveys of Stakeholders completed | date | May 2000 | June 2001 | June 2001 | June 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 17.4 | 20.5 | 21.5 |
| 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 | 90 | 90 | 90 |
| Inspections conducted in the commercial sector | number | 1 300 | 1 300 | 1 300 | 2 050 ^(a) |
| Recreational sector contacts made | number | 30 000 | 30 000 | 30 000 | 28 000 ^(b) |
| Aquaculture operations checked | number | 200 | 200 | 200 | 100 ^(b) |
| Successful court prosecutions | per cent | nm | 90 | 90 | 90 |
| Investigations and planned operations targeting illegal fishing | number | 3 | 3 | 3 | 22 ^(c) |
| Number of extension contacts with stakeholder groups | number | nm | nm | nm | 165 |

Fisheries – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Compliance with marine Park legislation and regulations | per cent | nm | nm | nm | >70 |
| Patrol Hours in Marine Parks of fisheries officers | number | nm | nm | nm | 3 750 |
| Planned operations targeting illegal activity in Marine Parks | number | nm | nm | nm | 3 |
| <i>Quality</i> | | | | | |
| Level of stakeholder understanding and acceptance of fisheries regulations | per cent | >60 | >60 | >60 | >60 |
| Customer satisfaction with fisheries in the recreational, commercial or aquaculture sectors | per cent | nm | nm | nm | >65 |
| Proportion of fishing community that has seen fisheries information and educational material in the last 6 months | per cent | nm | >65 | >65 | >65 |
| <i>Timeliness</i> | | | | | |
| Survey of stakeholders completed by | date | May 2000 | May 2001 | May 2001 | May 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 7.5 | 10.2 | 12.0 |

Aquaculture and Fishing Industry Development – Provision of information and advisory services to facilitate the development of profitable, diverse, ecologically sustainable and well-managed industries.

Quantity

| | | | | | |
|---|--------|-------|-------|----------------------|-------|
| Number of aquaculture scientific publications produced | number | nm | nm | nm | 6 |
| Number of business and industry development and assistance contacts with commercial fishing and aquaculture sectors | number | 1 200 | 1 000 | 1 200 ^(d) | 1 000 |
| Number of workshops held and technical publications produced | number | nm | nm | nm | 10 |
| Fish Health Accreditation Surveillance Program - farmed and wild fish sector inspections | number | nm | nm | nm | 25 |
| Development of aquaculture zone management plans and associated baseline environmental information | number | nm | nm | nm | 4 |

Fisheries – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Proportion of aquaculture licences approved within specified period | | | | | |
| • Crown licences | per cent | nm | 75 | 75 | 75 |
| • Private licences | per cent | nm | 75 | 75 | 75 |
| <i>Timeliness</i> | | | | | |
| Annual evaluations completed within timeline targets: | | | | | |
| • Aquaculture licence approval | date | June 2000 | June 2001 | June 2001 | June 2002 |
| • Industry assistance contacts | date | June 2000 | June 2001 | June 2001 | June 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 4.0 | 3.0 | 3.7 |

Source: Department of Natural Resources and Environment

Notes:

- (a) Increase in commercial abalone and rock lobster inspections and increase in resource allocation.
- (b) Decrease due to reallocation of resources to commercial inspections.
- (c) Redefined performance measure to include planned operations increase in planned operations mainly targeting illegal abalone fishing.
- (d) Estimated outcome greater than estimated target due to activity simulated by displays at the Royal Melbourne Show in September 2000.

Forests and Fire Management

Description of the Output Group:

Sustainable management of State forests for a range of productive, conservation and recreation uses and 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.

Departmental Objectives to which the Output Group Contributes:

The Output Group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive land and resource based industries;
- Healthy rivers and catchments;
- Effective stewardship of public land;
- Enhanced biodiversity values; and
- Effective community engagement.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Fire Prevention and Planning – 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 |
| Incident Channel sites maintained as part of NRE's radio communication network | number | nm | nm | nm | 51 |
| Personnel with accreditation in a fire role | number | nm | nm | nm | 1100 |
| <i>Quality</i> | | | | | |
| Proportion of personnel accredited in a fire role who have level 2 or 3 accreditation | per cent | nm | nm | nm | 10 |
| <i>Timeliness</i> | | | | | |
| Readiness and Response Plans completed prior to fire season | date | Dec 2000 | Dec 2000 | Dec 2000 | Dec 2001 |
| Assessments of Standards of Cover completed prior to fire season | date | Nov 2000 | Nov 2000 | Nov 2000 | Nov 2001 |

Forests and Fire Management – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|------------------------|
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 23.9 | 13.3 | 19.9 |
| Fire Operations – Seasonally variable 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 | ha | 105 688 | 120 000 | 120 000 | 100 000 ^(a) |
| <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 | 25.5 | 52.3 | 37.3 |
| Sustainable Forest Management Services – Sustainable management of Victoria's State forests to enhance and conserve environmental, cultural and water values while providing for forest-based industries that meet community needs and contribute to regional and State economic growth. | | | | | |
| <i>Quantity</i> | | | | | |
| Forest Management Areas (FMA) subject to Code of Forest Practices audit | number | 4 | 4 | 4 | 4 |
| Recreation facilities provided | number | 190 | 199 | 199 | 199 |
| Proportion of State forests where SFRI inventory is complete | per cent | nm | nm | nm | 55 |
| <i>Quality</i> | | | | | |
| Proportion of State forests where SFRI mapping is complete | per cent | nm | nm | nm | 95 |
| Proportion of State forests where Sustainable Yield has been formally reviewed using SFRI data | per cent | nm | nm | nm | 20 |
| Proportion of State forests with current management plans. | per cent | nm | nm | nm | 75 ^(b) |
| Recreation facilities assessed as being in good condition ^(c) | per cent | nm | 70 | 70 | 75 |

Forests and Fire Management – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Regional Forest Agreement milestones due in the reporting year that are achieved | per cent | nm | nm | nm | 80 ^(a) |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | na | na | 71.2 |
| Sustainable Forest Production and Industry Development – Generating wealth through the management of the commercial native forest business in Victoria in a sustainable and commercially viable manner which supports the development of a modern and progressive industry at the same time as managing the forest in an ecologically sustainable way. | | | | | |
| <i>Quantity</i> | | | | | |
| Licence commitments made available: | | | | | |
| • Sawlogs | m ³ | nm | nm | nm | 750 000 |
| • Residual logs (including pulp) | m ³ | nm | nm | nm | 1 666 700 |
| Area of regrowth forest thinned | ha | 5 250 | 5 250 | 5 250 | 5 500 |
| <i>Quality</i> | | | | | |
| Area regenerated successfully at first attempt | per cent | 90 | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Wood Utilisation Plans provided to customers | date | Mar 2001 | Mar 2001 | Mar 2001 | Mar 2002 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | na | na | 66.0 |

Source: Department of Natural Resources and Environment

Notes:

- (a) Target reduced following a strategic review of the fuel reduction program.
- (b) Represents a minimum to be achieved by 2001-02, there is an expectation that this will eventually reach 100 per cent over the next few years.
- (c) Good condition in this instance refers to fit for the appropriate purpose.
- (d) 80 per cent is a minimum and represents the State component with 20 per cent requiring both industry and Commonwealth input.

Land Management and Information

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.

Departmental Objectives to which the Output group contributes:

The Output Group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive land and resource based industries;
- Effective stewardship of public land; and
- Improved Aboriginal well being.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Public Land Management – Optimising the active management of Crown Land to ensure a balance between protection and development of natural and cultural assets.

This output includes the direct management of Crown land, the reservation and appointment of appropriate managers over Crown land, leasing and licensing, purchasing and sale of Crown land and the coordination of native title issues and land use planning. It includes the preparation of policies, strategies, guidelines and plans for the use and management of Crown land and the maintenance of the Crown land database covering 70,000 Crown allotments.

Quantity

| | | | | | |
|---|----------|----|----|----|----|
| Land within the Public Land Management (Land Victoria) portfolio actively managed | per cent | nm | nm | nm | 70 |
|---|----------|----|----|----|----|

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Parcels of Crown land actively managed that had a formal complaint to the Minister ^(a) | per cent | nm | nm | nm | <5 |
|---|----------|----|----|----|----|

Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Dealings regarding land management responded within Statute or Service Agreement timeframes ^(b) | per cent | nm | nm | nm | 95 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 27.6 | 24.9 | 17.6 |
|-------------------|------------|----|------|------|------|

Land Management and Information – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Land Information Services – The provision of accurate, reliable and authoritative information on boundaries, interests, valuations and other land-related data about public and privately owned land. | | | | | |
| A variety of requests across the Land Registry and Land Information Group businesses, including title searches, requests for PRISM data, Landata index enquires, valuation and survey enquires, digital data licences, sales of printed maps, and quantity of documents (information) accessed on the Land Channel. Titles, Instruments and final searches account for some 1.5 million land registry information requests. | | | | | |
| <i>Quantity</i> | | | | | |
| Information requests processed per year | number ('000) | 5 905 | 5 955 | 5 941 | 6 068 |
| <i>Quality</i> | | | | | |
| Error rate for Titles and instrument information searches | per cent | <1 | <1 | <1 | <1 |
| Customer satisfaction level for Geospatial Information | per cent | 90 | >90 | >90 | >90 |
| <i>Timeliness</i> | | | | | |
| Titles and instruments search requests available within 24 hours | per cent | 95 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 46.6 | 46.9 | 47.3 |

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).

This output includes the number of land dealings registered, new titles created, proposed and approved plans of subdivision added to the cadastre and extensions to the State's road network. Over 600,000 land dealings are registered each year and more than 40,000 new titles created.

| | | | | | |
|---|---------------|-------|-------|-------|-------|
| <i>Quantity</i> | | | | | |
| Land units (parcels/properties) defined per year | number ('000) | 1 613 | 1 073 | 1 085 | 1 075 |
| <i>Quality</i> | | | | | |
| Error rate for registration of land dealings and creation of new titles | per cent | <1 | <1 | <1 | <1 |
| Audited map base update transactions found to be correct | per cent | 95 | 95 | 95 | 95 |

Land Management and Information – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Land dealings registered within 3 weeks | per cent | 84 | 70 | 70 | 70 |
| New titles created within 4 weeks | per cent | 84 | 40 | 70 | 70 |
| 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 | 26.9 | 34.1 | 22.6 |

Notes:

- (a) *Formal Complaints are written correspondence that requires Minister's resolution.*
- (b) *Land Management Dealings include reappointment of Committees of Management completed prior to expiry, historical information and advice in response to Native Title claims provided to VGSO within given timeframes, Ministerial, Secretarial and briefing correspondence completed within stated timeframe or Lease and Licence rental reviews completed in accordance with current policy.*

Minerals and Petroleum

Description of the Output Group

The stimulation of the generation of wealth through the sustainable development of Victoria's earth resources by regulating and promoting the exploration and development of Victoria's extractive, mineral and petroleum resources leading to:

- the establishment of new producing operations;
- safe and environmentally responsible operations;
- secure and competitive sources of gas supply; and
- extractive industry products.

Departmental Objectives to which the Output Group Contributes:

The Output Group makes a significant contribution to the achievement of the following Objectives:

- Sustainable and competitive land and resource based industries;
- Reliable and affordable energy and water services;
- High quality scientific capability to support a knowledge economy; and
- Greenhouse policy developed and implemented.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Minerals and Petroleum Regulation Services – Provide a consistent and transparent tenement management regime together with health, safety and environmental standards, monitoring and enforcement that ensure industry operations meet community expectations. | | | | | |
| <i>Quantity</i> | | | | | |
| Licences, Permits and Authorities under administration | number | nm | nm | nm | 1658 |
| Audits of high risk or critical sites completed | number | 200 | 200 | 200 | 164 ^(a) |
| <i>Quality</i> | | | | | |
| Exploration and mining licences which are not active | per cent | 34 | 20 | 20 | 20 |
| <i>Timeliness</i> | | | | | |
| Mining industry workplans not processed in one month | per cent | 20 | 20 | 20 | 20 |
| Mining licence applications not determined after four months | per cent | 10 | 20 | 10 ^(b) | 20 |

Minerals and Petroleum – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Exploration license applications not determined after three months | per cent | 0 | 20 | 0 ^(c) | 10 |
| Cost | | | | | |
| Total output cost | \$ million | na | 10.3 | 13.7 | 7.3 |
| Minerals and Petroleum Industry Development and Information – Promote the development of extractive, mineral and petroleum industries in Victoria by facilitating significant projects and maintaining, updating, developing and distributing relevant information. | | | | | |
| Quantity | | | | | |
| Targeted industry information packages completed | number | 19 | 15 | 15 | 15 |
| Strategic areas of the State in which planned new generation mapping has been completed | per cent | nm | nm | nm | 70 |
| Additional area of the State covered by semi-regional gravity surveys | per cent | nm | nm | nm | 4 |
| Quality | | | | | |
| Proportion of publications and packages requiring post-release correction or recall | per cent | nm | nm | nm | 5 |
| Timeliness | | | | | |
| Input to Environment Effects Statements completed according to the EES panel timelines | per cent | 100 | 100 | 100 | 100 |
| Victorian Initiative for Minerals and Petroleum (VIMP) data releases meeting timetable | per cent | 90 | 90 | 90 | 90 |
| Cost | | | | | |
| Total output cost | \$ million | na | 12.6 | 16.4 | 8.3 |

Source: Department of Natural Resources and Environment

Notes:

- (a) The classification of high risk or critical sites has been reviewed. High risk audits have been minimised due to a continual rigorous audit program. Medium and low risk audits are picked up in the preceding measure.
- (b) There were no routine applications that exceeded the target. Target has been adjusted to reflect current performance which is expected to continue for the remainder of the year.
- (c) Target has been adjusted to reflect current performance which is expected to continue for the remainder of the year.

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.5.2 –Statement of Financial Performance** - 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 –Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) % |
|--|-------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 679.3 | 703.0 | 763.1 | 772.5 | 9.9 |
| Section 29 receipts - Commonwealth | 46.2 | 50.1 | 53.3 | 56.0 | 11.6 |
| -Other | 39.1 | 31.3 | 33.5 | 34.0 | 8.5 |
| Other Commonwealth grants | 0.9 | .. | .. | .. | .. |
| Other revenue ^(c) | 151.5 | 120.3 | 130.3 | 128.5 | 6.8 |
| Total | 917.0 | 904.7 | 980.1 | 990.9 | 9.5 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 263.0 | 257.7 | 269.3 | 255.3 | - 0.9 |
| Purchases of supplies and services ^(e) | 302.5 | 330.0 | 378.3 | 359.3 | 8.9 |
| Depreciation and amortisation | 23.5 | 27.2 | 27.3 | 33.5 | 23.4 |
| Capital assets charge | 63.7 | 71.4 | 71.5 | 75.6 | 5.9 |
| Other expenses | 238.9 | 228.6 | 263.1 | 287.8 | 25.9 |
| Total | 891.6 | 914.8 | 1 009.5 | 1 011.5 | 10.6 |
| Operating surplus/deficit before revenue for increase in net assets | 25.3 | - 10.1 | - 29.4 | - 20.6 | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 18.1 | 27.1 | 16.0 | 44.1 | 63.0 |
| Section 29 Receipts - asset sales | 4.5 | 5.0 | 5.0 | .. | na |
| Operating surplus/deficit | 48.0 | 22.0 | - 8.4 | 23.5 | 7.1 |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 29.8 | 34.7 | 19.0 | 19.2 | - 44.7 |
| Other Commonwealth grants | 3.5 | .. | .. | 0.5 | .. |
| Other revenue ^(c) | 262.1 | 256.7 | 251.8 | 261.4 | 1.8 |
| Transitional Adjustment | 1.2 | .. | .. | .. | .. |
| Less revenue transferred to Consolidated Fund | - 275.2 | - 256.7 | - 251.9 | - 261.7 | 1.9 |
| Total | 21.3 | 34.8 | 18.9 | 19.4 | - 44.4 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | .. | .. | .. | .. | .. |
| Purchases of supplies and services | 2.3 | 19.3 | 19.7 | 18.7 | - 3.0 |
| Other expenses | 40.0 | 8.3 | .. | 0.7 | - 92.1 |
| Total | 42.2 | 27.6 | 19.7 | 19.3 | - 29.9 |
| Operating surplus/deficit | - 20.9 | 7.2 | - 0.8 | 0.0 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

DNRE is projecting to return an operating surplus of \$23.5 million in 2001-02 compared to a budgeted surplus in 2000-01 of \$22.0 million.

Operating Revenue is projected to increase by \$86.2 million in 2001-02 compared to the 2000-01 Budget. The largest part of DNRE operating revenue is provided by the State Government to fund the provision of services and a number of grants to external organisations. A further component of DNRE revenue is generated from activities such as the sale of goods and services (fee for service) and grants from the Commonwealth Government.

The increase in operating revenue is due to:

- revenue from the State Government to fund new policy initiatives such as combating increasing salinity, partly restoring Snowy River natural water flow levels and establishment of marine protected areas including fisheries industry assistance funding.
- Commonwealth specific purpose payments (grants) for funding under the *National Action Plan for Salinity and Water Quality*.
- industry contributions towards DNRE research and experimental projects.
- fees and levies including the Metropolitan Improvement Rate Levy, Environment Protection Fees, Landfill Levy and other miscellaneous revenue. This revenue is primarily used to fund DNRE park management service delivery.

Total DNRE operating expenses are budgeted to increase by \$96.7 million in 2001-02 compared to the 2000-01 Budget.

Purchases of supplies and services are projected to increase by \$29.3 million. This is as a result of a number of factors including:

- costs related to the establishment of marine protected areas;
- increasing sustainable fisheries utilisation services and industry and community compliance;
- transfer of responsibility for energy policy and agricultural assistance programs from the Department of Treasury and Finance; and
- increased agriculture research and development effort aimed at identifying next generation technologies for sustainable agriculture.

Depreciation/amortisation and capital asset charge are projected to increase by \$10.5 million mainly as a result of the additional asset investment that will be undertaken in 2001-02.

Other expenses mainly comprise current and capital grants to bodies outside the budget sector. The increase in grants primarily reflects funding for the new initiatives of addressing increasing salinity in rural areas and partially restoring natural water flows in the Snowy River.

DNRE's approved asset investment program is expected to be \$72.5 million in 2001-02. The program will be funded by a combination of a capital contribution from the Government of \$44.1 million, along with depreciation revenue.

Statement of Financial Position

The Statement of Financial Position shows that the Government's equity in DNRE will be maintained at approximately the same level as in 2000-01.

Current assets are projected to increase by \$17.4 million from 2000-01 to 2001-02 mainly as a result of an improvement in DNRE's cash position due to investment of funds at call relating to the Parks and Reserve Trust Account and an increase in current receivables due to GST input tax credits recoverable.

Non-current assets are projected to decrease by \$19.9 million in 2001-02 versus 2000-01. This is a result of a decrease in non-current receivables due to a drawing down of prior year operating surplus held within the Consolidated Fund. This is partially offset by an increase in fixed assets mainly due to new asset investment for completion of the Land Titles Automation project, the establishment of a centralised document management storage facility and the improvement and redevelopment of research facilities across regional Victoria.

Current liabilities are projected to increase by \$1.8 million due to a movement in GST payable and employee entitlements.

Non current liabilities are projected to rise by \$2.5 million due to employee entitlements related to long service leave.

Table 2.5.3: Statement of Financial Position

| (\$ thousand) | | | | | |
|--------------------------------------|------------------|------------------|------------------|------------------|--------------------------|
| <i>Estimated as at 30 June</i> | | | | | |
| | 2000 | 2001 | 2001 | 2002 | Variation ^(a) |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | - 7 064 | - 7 064 | 4 536 | 4 536 | na |
| Investments | 26 726 | 26 726 | 26 726 | 26 726 | .. |
| Receivables | 19 413 | 21 625 | 27 495 | 27 450 | 26.9 |
| Prepayments | 2 143 | 2 143 | 2 143 | 2 143 | .. |
| Inventories | 8 440 | 8 440 | 8 440 | 8 440 | .. |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 49 658 | 51 870 | 69 340 | 69 295 | 33.6 |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables ^(b) | 138 728 | 135 124 | 87 184 | 70 626 | - 47.7 |
| Fixed Assets | 2 852 142 | 2 878 991 | 2 879 853 | 2 923 588 | 1.5 |
| Other Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 2 990 870 | 3 014 115 | 2 967 037 | 2 994 214 | - 0.7 |
| Total Assets | 3 040 528 | 3 065 985 | 3 036 377 | 3 063 509 | na |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 23 631 | 23 631 | 23 631 | 23 631 | .. |
| Borrowings | 8 199 | 8 199 | 8 199 | 8 199 | .. |
| Employee Entitlements | 30 386 | 31 202 | 31 202 | 32 049 | 2.7 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | 1 972 | 1 972 | 2 972 | 2 972 | 50.7 |
| Total Current Liabilities | 64 188 | 65 004 | 66 004 | 66 851 | 2.8 |
| Non-Current Liabilities | | | | | |
| Payables | 2 040 | 2 040 | 2 040 | 2 040 | .. |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 61 958 | 64 605 | 64 405 | 67 144 | 3.9 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 63 998 | 66 645 | 66 445 | 69 184 | 3.8 |
| Total Liabilities | 128 186 | 131 649 | 132 449 | 136 035 | 3.3 |
| Net Assets | 2 912 342 | 2 934 336 | 2 903 928 | 2 927 474 | - 0.2 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 973 | 973 | 973 | 973 | .. |
| Investments | 2 063 | 2 063 | 2 063 | 2 063 | .. |
| Receivables | 19 980 | 19 980 | 19 980 | 19 980 | .. |
| Total Current Assets | 23 016 | 23 016 | 23 016 | 23 016 | .. |

Table 2.5.3: Statement of Financial Position – continued

(\$ thousand)

| | <i>Estimated as at 30 June</i> | | | | <i>Variation ^(a)</i> |
|--------------------------------------|--------------------------------|---------------|----------------|---------------|---------------------------------|
| | <i>2000</i> | <i>2001</i> | <i>2001</i> | <i>2002</i> | |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | <i>%</i> |
| Non-Current Assets | | | | | |
| Investments | 8 | 8 | 8 | 8 | .. |
| Receivables | 14 462 | 14 323 | 13 883 | 13 868 | - 3.2 |
| Fixed Assets | .. | 7 337 | .. | .. | - 100.0 |
| Total Non-Current Assets | 14 470 | 21 668 | 13 891 | 13 876 | - 36.0 |
| Total Assets | 37 486 | 44 684 | 36 907 | 36 892 | - 17.4 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 7 430 | 7 430 | 7 430 | 7 430 | .. |
| Other Current Payables | 17 731 | 17 731 | 17 981 | 17 981 | 1.4 |
| Total Current Liabilities | 25 161 | 25 161 | 25 411 | 25 411 | 1.0 |
| Non-Current Payables | 577 | 577 | 537 | 512 | |
| Total Non-Current Liabilities | 577 | 577 | 537 | 512 | - 11.3 |
| Total Liabilities | 25 738 | 25 738 | 25 948 | 25 923 | 0.7 |
| Net Assets | 11 748 | 18 946 | 10 959 | 10 969 | - 42.1 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Cash Flows

DNRE's cash position is projected to increase by \$11.6 million from 2000-01. This change is due to the impact of additional receipts from the State Government for new initiatives. Further explanations of these variations are provided in the discussion of the Statement of Financial Performance.

Table 2.5.4: Statement of Cash Flows

| | (\$ million) | | | | Variation ^(a) |
|--|-------------------|-------------------|--------------------|-------------------|--------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 679.3 | 703.0 | 763.1 | 772.5 | 9.9 |
| Receipts from State Government - increase in net asset base | 18.1 | 27.1 | 16.0 | 44.1 | 63.0 |
| Section 29 Receipts - Commonwealth | 0.9 | .. | .. | .. | .. |
| - Other | 38.2 | 31.3 | 33.6 | 34.0 | 8.5 |
| - Asset Sales | 4.5 | 5.0 | 5.0 | .. | na |
| Other Commonwealth grants | 46.2 | 50.1 | 53.3 | 56.0 | 11.6 |
| Other | 123.5 | 118.1 | 122.0 | 132.6 | 12.3 |
| | 910.7 | 934.6 | 993.0 | 1 039.1 | 11.2 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -249.8 | -254.2 | -266.0 | -251.7 | -1.0 |
| Purchases of Supplies and Services | -297.5 | -330.0 | -377.3 | -359.3 | 8.9 |
| Interest and finance expenses | -0.3 | .. | .. | .. | .. |
| Capital Assets Charge | -63.7 | -71.4 | -71.5 | -75.6 | 5.9 |
| Current grants and transfer payments | -223.2 | -205.8 | -211.1 | -231.7 | 12.6 |
| Capital grants and transfer payments | -9.8 | -22.8 | -52.0 | -56.1 | na |
| Other | -0.0 | -0.0 | .. | .. | na |
| Net Cash flows from operating activities | 66.5 | 50.4 | 15.1 | 64.7 | 28.3 |
| Cash flows from investing activities | | | | | |
| Purchases of investments | -26.7 | -5.0 | .. | .. | na |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 5.3 | 5.0 | 5.0 | .. | na |
| Purchases of non-current assets | -213.7 | -59.0 | -60.0 | -81.2 | 37.7 |
| Net Cash flows from investing activities | -235.1 | -59.0 | -55.0 | -81.2 | 37.7 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations -increase in net asset base | .. | .. | .. | .. | .. |
| Capital repatriation to Government | 154.6 | .. | .. | .. | .. |
| Net increases in balances held with Government | 6.5 | 8.6 | 51.5 | 16.6 | 92.4 |
| Net borrowings and advances | 8.2 | .. | .. | .. | .. |
| Net Cash flows from financing activities | 169.3 | 8.6 | 51.5 | 16.6 | 92.4 |
| Net Increase/Decrease in Cash Held | 0.6 | .. | 11.6 | .. | .. |
| Cash at beginning of period | -7.6 | -7.0 | -7.0 | 4.6 | na |
| Cash at end of period | -7.0 | -7.0 | 4.6 | 4.6 | na |

Table 2.5.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|---------------|-------------|-------------|-------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | 29.8 | 34.7 | 19.0 | 19.2 | -44.7 |
| Other Commonwealth grants | 3.5 | .. | .. | 0.5 | .. |
| Other | 271.6 | 256.7 | 252.0 | 258.1 | 0.5 |
| | 304.9 | 291.5 | 271.0 | 277.7 | -4.7 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -0.3 | .. | .. | .. | .. |
| Purchases of Supplies and Services | 3.2 | -19.3 | -19.7 | -18.7 | -2.8 |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | -15.6 | .. | .. | -0.7 | .. |
| Capital grants and transfer payments | -14.9 | -8.3 | .. | .. | na |
| Other | -272.9 | -256.7 | -251.9 | -261.7 | 1.9 |
| Net Cash flows from operating activities | 4.5 | 7.2 | -0.6 | -3.3 | na |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.2 | .. | .. | 3.3 | .. |
| Net Movement in Investments | -0.2 | 0.1 | 0.1 | 0.1 | -6.3 |
| Purchases of Non-Current Assets | 148.7 | -7.3 | .. | .. | na |
| Net Cash flows from investing activities | 148.7 | -7.2 | 0.1 | 3.4 | na |
| Cash flows from financing activities | | | | | |
| Capital Repatriated to Government | -154.6 | .. | .. | .. | .. |
| Net increases in balances held with Government | 2.0 | -0.0 | 0.4 | -0.1 | na |
| Net Cash flows from financing activities | -152.6 | -0.0 | 0.4 | -0.1 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 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 2.5.5: Authority for Resources

| | (\$ million) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Annual appropriations ^(b) | 746.6 | 775.3 | 817.3 | 9.5 |
| Receipts credited to appropriations | 86.4 | 91.8 | 89.9 | 4.0 |
| Unapplied previous years appropriation | 18.1 | 22.7 | 18.4 | 1.7 |
| Accumulated surplus - previously applied appropriation | 8.0 | 25.1 | 10.1 | 26.3 |
| Gross Annual appropriation | 859.2 | 914.9 | 935.7 | 8.9 |
| Special appropriations | .. | .. | .. | .. |
| Trust funds | 125.5 | 135.6 | 132.8 | 5.8 |
| Non public account and other sources | .. | .. | .. | .. |
| Total Authority | 984.7 | 1 050.5 | 1 068.5 | 8.5 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 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.

The variance between the projected 2001-02 and 2000-01 Budget, relates to the reclassification of capital grants to external organisations as controlled payments to reflect the DNRE managements arrangements for funding to these bodies.

Table 2.3.6: Payments made on behalf of the State

| Accounts | (\$ million) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Murray Darling Basin Contribution | 17.5 | 17.6 | 17.2 | - 1.7 |
| Timber Promotion Council Trust Fund | 1.6 | 1.4 | 2.0 | 25.0 |
| Wimmera Mallee Pipeline | 2.7 | .. | .. | na |
| Grants to Sewerage and Water Authorities | 5.6 | .. | .. | na |
| Other Grants | 7.4 | .. | .. | na |
| Total | 34.7 | 19.0 | 19.2 | - 44.7 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

DEPARTMENT OF PREMIER AND CABINET

PART 1: OUTLOOK AND OUTPUTS

Overview

The information contained in this statement covers the Department of Premier and Cabinet (including the Victorian Office of Multicultural Affairs, Arts Victoria and the Office of Women's Policy) and 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.

The Department has four main roles:

- to provide the highest quality advice and support to the Premier, the Cabinet and Cabinet committees;
- to research, develop and implement government policy through the development of processes for community engagement and partnering in government decision-making;
- to coordinate implementation of whole-of-government policies and projects; and
- to manage Victoria's relationships with other governments: State and Territory; Commonwealth and other national governments.

Departmental Objectives

As part of its commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each Department which directly links to Departmental outputs. For the Department of Premier and Cabinet, the objectives to be achieved are:

- Support high quality decision-making by the Premier and the Cabinet which is focussed on defining Government strategic directions and priorities and the means to achieve them;
- Lead selected whole of government initiatives across departmental boundaries and in co-ordination with other sectors, to achieve integrated policy and service delivery responses to key issues;
- Enhance the contribution of creative industries to Victoria and enrich community well-being by expanding access to and participation in the arts by all Victorians;
- Ensure key stakeholders and the broader community are involved in the development and informed of government policies, programs and services;
- Improve the outcomes achieved by Government policies, programs and services for women, and people of diverse ethnic identities and communities;
- Support democratic processes and government accountability; and
- Promote the principles of public sector employment and conduct and report on the application of these principles.

Review of 2000-01

During 2000-01 responsibilities within the Department were realigned to respond to the Government's requirements for an enhanced capacity to provide high level policy advice and to co-ordinate whole-of-government issues. In line with the Department's four main roles the following activities were undertaken in 2000-01:

Highest quality advice and support to the Premier, the Cabinet and Cabinet committees

- identification of the Government's medium term economic, social and environmental priorities;

- provision of critical advice to support the Premier's headland speech on education;
- supporting the Premier and the Minister for Energy and Resources in achieving agreement between the Victorian, NSW and Commonwealth Governments to a longer term target of 28 per cent average annual natural flows, together with a medium term target of flows equivalent to 21 per cent average annual natural flows within ten years. Under this agreement, environmental flows will also be provided to the Murray River;
- assisting the Infrastructure Planning Council in its consultations and examination of Victoria's future infrastructure needs in regard to energy, water, transport and communications; and
- providing support to the Victorian Economic, Environmental and Social Advisory Council, established as a key recommendation from the Growing Victoria Summit held in March 2000.

Research, development and implementation of government policy through the development of processes for community engagement and partnering in government decision-making

- continuing the program of Community Cabinet meetings, including the historic joint meeting of the NSW and Victorian Cabinets in Albury Wodonga;
- completion of an issues paper on the *Public Sector Management and Employment Act 1998* and preparation of a discussion paper for further consultation;
- development of a whole-of-government community building strategy to enhance and engage socially disadvantaged local communities;
- preparation of a discussion paper and draft legislation on racial and religious tolerance and preparation of draft legislation on public sector whistleblowers; and
- completion of the industry taskforce report into film and television.

Coordination and implementation of whole-of-government policies and projects

- release of new guidelines for government contracts, in response to the Audit Review of Government Contracts completed in May 2000;
- ensuring the co-ordination of State-based and national arrangements for the management of terrorist incidents, in the lead up to the Sydney Olympic Games and the World Economic Forum held in Melbourne in September;

- a program of activities delivered in celebration of the Centenary of Federation, involving all communities around Victoria and including an historic sitting of Federal Parliament in the Royal Exhibition Building;
- commencement of implementation of outcomes from the Commonwealth Major Performing Arts Inquiry; and
- the launching of two new regional funding programs – Rock Music Touring and Regional Arts Infrastructure.

Management of Victoria's relationships with other governments

- provision of support to the Premier and Secretary at a range of inter-governmental meetings, including the Council of Australian Governments (COAG) and related senior officials meetings held in Canberra in November.

Completion of Major Works

Major works included the completion and opening of the Melbourne Museum at Carlton Gardens, the launch of the Victorian Archives Centre, and the completion of the refurbishment of the Sidney Myer Music Bowl. The main contract for the redevelopment of the National Gallery of Victoria was let, work commenced on the Malthouse Development and the Meat Market was re-opened to new tenants.

Women's Policy

In the Office of Women's Policy (OWP), research on work and family issues was completed with the publication of the report *Business Versus Bath-time*. New projects were commenced on the portrayal of women in the media, women's leadership and male behaviour-change programs.

While the number of consultations held with OWP on women appointments to Government boards increased the percentage measures for this output each quarter, currently OWP is consulted on 64 per cent of appointments.

Four consultative forums have been conducted as part of the Women's Consultative Forum Program, attended by 290 women. It is anticipated that approximately 200 women will attend the second Annual Summit in June.

2001-02 Outlook

In 2001-02, key aims of the Department include:

- consolidation of the social, economic and environmental outcomes frameworks;
- implementation of the whole-of-government community building strategy to promote integrated services in local communities;
- co-ordination of the release for public discussion of the Infrastructure Planning Council's interim report in August 2001;
- provision of policy advice and co-ordination of advice from relevant departments in regard to the corporatisation of the Snowy Mountains Hydro-Electric Authority and the establishment of the Joint Government Enterprise - a key feature of the Snowy agreement; and
- redesign and development of the core business software applications that support the business flows for the development and management of Cabinet papers (CABNET) and the drafting and publication of legislation (LDMS).

Arts Portfolio

The coming year will see the opening of the Australian Centre for the Moving Image and The Ian Potter Centre-National Gallery of Victoria: Australian Art at Federation Square and the Malthouse Development. Victoria will host the Cultural Ministers Council, a forum of arts ministers from the States and Territories, the Commonwealth and New Zealand.

A new ten year policy for the Arts is to be developed and research will be completed into the relationship between art and well being. Commissioned by Cultural Ministers Council, Arts Victoria will contribute to an investigation into the small to medium performing arts sector and will complete a study into the cultural benefits and value of public broadcasting.

Recommendations of the Victorian Film and Television taskforce and of the Commonwealth's Major Performing Arts Inquiry will be implemented and Arts Victoria will commence implementation of COMPASS, an interactive web-based grant application and management system.

Women's Policy

The priorities for the Office of Women's Policy in 2001-02 are to:

- finalise the Women's Safety Strategy – a whole of government approach to violence against women, following community consultation;
- release of the Forward Plan Second Update Report on current status, performance measures, key achievements and new initiatives;
- develop a leadership strategy workplan as a follow-up to the second annual women's summit;
- monitor targets set for each department to increase the number of women appointed to boards and committees; and
- complete the Media Portrayal of Women in Outdoor Advertising Project.

Changes to Output Statements

The DPC output structure has been revised from eleven output groups to seven. The reduction has been achieved by:

- renaming 2000-01 output group of *Policy Advice and Development* as *Policy Advice and Support* and combining its previous outputs of *Advice* and *Long term policy development and research* under the one *Advice* output, due to their similar nature;
- replacing the *Community Support Fund (CSF)* output group with an output for the CSF under the *Policy Advice and Support* output group;
- combining the *Government Information and Communications* output group with the *Protocol and Events Management* output group to form two outputs within a new output group called *Government Information and Support*. The *Government Information, Communication and Support* output within this group includes the Premier's Private Office and Parliamentary transport costs, previously included under the *Policy Advice and Development* output group; and
- combining the previous output groups of *Ombudsman, Legislative Drafting and Publishing Services* and *Advice and Support to the Governor* under one output group headed *Governor and State Administration*.

Performance measures have been made consistent across all output groups, for example in relation to policy advice.

For efficiency purposes, some earlier targets have been removed, or combined and redescribed, to minimise duplicated reporting of achievements and to remove ambiguities and measures that cannot be assessed.

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 2.6.1: Output group summary

| | (\$ million) | | | Variation ^(b) % |
|---|----------------------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | |
| Policy Advice and Support | 30.0 | 37.2 | 38.6 | 28.6 |
| Government Information and Support | 24.9 | 25.7 | 23.0 | - 7.7 |
| Multicultural Affairs | 4.9 | 4.5 | 3.9 | - 19.6 |
| Arts and Cultural Environment | 292.2 | 275.9 | 302.5 | 3.5 |
| Governor and State Administration | 12.5 | 12.2 | 12.5 | 0.5 |
| Public Sector Employment and Conduct Principles | 3.4 | 3.5 | 3.5 | 1.0 |
| Women's Policy | 1.7 | 1.7 | 1.6 | - 3.4 |
| Total | 369.5 | 360.7 | 385.6 | 4.4 |

Source: Department of Treasury and Finance

Notes:

- (a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.
- (b) Variation between 2000-01 Budget and 2001-02 Budget.

Policy Advice and Support

Description of the Output Group:

Provision of advice to the Premier and Cabinet on all aspects of policy including the Government's medium term strategic directions. 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. This Output Group also includes the administrative function of the Community Support Fund. 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.

Departmental Objectives to which the Output Group contributes:

- Support high quality decision making by the Premier and the Cabinet which is focussed on defining Government strategic directions and priorities and the means to achieve them.
- Lead selected whole of government initiatives across departmental boundaries and in co-ordination with other sectors, to achieve integrated policy and service delivery responses to key issues.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Advice – Provision of advice to the Premier and Cabinet on all aspects of government policy, focusing on key state and national issues to achieve key Government objectives. This includes strategic policy co-ordination and advice on whole of government issues.

Quantity

| | | | | | |
|------------------|--------|----|----|----|------|
| Number of briefs | number | nm | nm | nm | 2000 |
|------------------|--------|----|----|----|------|

Quality

| | | | | | |
|---|----------|----|----|----|-----|
| Client satisfaction with brief provided | per cent | nm | nm | nm | 100 |
|---|----------|----|----|----|-----|

Timeliness

| | | | | | |
|---|----------|----|-----|----|-----|
| Cabinet submission and briefing requests met by due-by date | per cent | 90 | 100 | 95 | 100 |
|---|----------|----|-----|----|-----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 29.9 | 37.1 | 38.5 |
|-------------------|------------|----|------|------|------|

Administration of the Community Support Fund – Assessment of all grant applications, making appropriate recommendations to the Government based on set criteria, ensuring projects are monitored, and evaluating projects that have received grant funding.

Quantity

| | | | | | |
|---------------------------------|--------|-----|-----|-----|-----|
| Number of applications received | number | 124 | 200 | 200 | 210 |
|---------------------------------|--------|-----|-----|-----|-----|

| | | | | | |
|-------------------------------------|----------|----|----|----|----|
| Proportion of applications approved | per cent | 31 | 50 | 30 | 35 |
|-------------------------------------|----------|----|----|----|----|

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Projects monitored and evaluated against performance agreements | per cent | 100 | 100 | 100 | 100 |
|---|----------|-----|-----|-----|-----|

Policy Advice and Support – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Quality</i> | | | | | |
| Projects delivered against performance benchmarks | per cent | 95 | 100 | 95 | 100 |
| <i>Timeliness</i> | | | | | |
| Satisfactory acquittals obtained for all projects | per cent | 100 | 100 | 100 | 100 |
| Grant reimbursement requests processed within seven working days | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 0.1 | 0.1 | 0.1 |

Source: Department of Premier and Cabinet

Government Information and Support

Description of the Output Group:

- Management of events, diplomatic visits, and individual honours;
- Policy standards and guidelines, information materials and publications;
- Management of communication programs for whole of government issues that are led by the Department; and
- Provision of administrative and transport services to the Premier's Private Office and Ministerial Offices.

Departmental Objective to which the Output Group contributes:

- Ensure key stakeholders and the broader community are involved in the development and informed of government policies, programs and services.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Protocol and Events Management Services – Arrangements for official visitors, including security arrangements and diplomatic/consular liaison; management of the Government's involvement in special events and hospitality; and provision of awards, honours, and recognition for significant achievements and special celebrations for individual Victorians.

Quantity

| | | | | | |
|--|--------|----|----|----|----|
| Number of official visitors to Victoria | number | nm | nm | nm | 20 |
| Number of annual special events | number | nm | nm | nm | 4 |
| High quality nominations to be available for the bi-annual meeting of the Public Service Medal Committee | number | 25 | 25 | 25 | 25 |

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 |
| Congratulatory messages and promotional material are relevant and accurate | per cent | 100 | 100 | 100 | 100 |

Timeliness

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Timely delivery of events, functions and visit arrangements | per cent | 100 | 100 | 100 | 100 |
|---|----------|-----|-----|-----|-----|

Government Information and Support – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Congratulatory messages and promotional material are delivered on time | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.0 | 3.1 | 2.1 |
| Government Information, Communication and Support – Provision of information about Government policies, programs and services; development of best practice in government communications programs and products. Support to Government through DPC portfolio Ministerial Offices and Ministerial transport. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of briefs | number | nm | nm | nm | 30 |
| Develop communications resource products, standards and guidelines in response to identified Government requirements | per cent | 75 | 80 | 80 | 85 |
| Public contacts per day | number | 5 800 | 6 100 | 6 000 | 6 200 |
| Requests for Ministerial Transport met within agreed timeframes | per cent | nm | nm | nm | 100 |
| <i>Quality</i> | | | | | |
| Client satisfaction of Advice provided | per cent | 80 | 85 | 90 | 90 |
| Departmental client/stakeholder satisfaction | per cent | 80 | 80 | 80 | 85 |
| Public client satisfaction measured through feedback | per cent | 80 | 85 | 85 | 85 |
| Client satisfaction with Ministerial transport services | per cent | nm | nm | nm | 95 |
| <i>Timeliness</i> | | | | | |
| Products developed within identified timeframes | per cent | 75 | 70 | 80 | 85 |
| Turnaround times for public information provision are met | per cent | 90 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 21.9 | 22.6 | 20.9 |

Source: Department of Premier and Cabinet

Multicultural Affairs

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; and
 - Encouraging the participation of ethnic communities in community life through the administration of grants programs.

Departmental Objective to which the Output Group contributes:

- Improve the outcomes achieved by Government policies, programs and services for women and people of diverse ethnic identities and communities.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected | 2001-02 Target |
|---|------------------------|---------------------------|--------------------------|----------------------------|--------------------------|
|---|------------------------|---------------------------|--------------------------|----------------------------|--------------------------|

Advice – Advice to Ministers, Parliamentarians and government agencies on a whole of government approach to Multicultural Affairs.

Quantity

| | | | | | |
|------------------------------------|----------|-----|-----|-----|-----|
| Number of briefs | number | 400 | 420 | 500 | 420 |
| Language Allowance funds allocated | per cent | 30 | 70 | 30 | 70 |

Quality

| | | | | | |
|---|----------|----|-----|-----|-----|
| Client satisfaction with briefs provided | per cent | nm | nm | nm | 100 |
| ECCV funds allocated according to agreed priorities | per cent | nm | 100 | 100 | 100 |

Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Cabinet submissions and briefing requests met by due-by date | per cent | 95 | 95 | 95 | 95 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 3.2 | 2.9 | 2.1 |
|-------------------|------------|----|-----|-----|-----|

Community consultation and grants – Grants to community groups, enhanced consultation with ethnic communities and the provision of independent advice to the Government through the VMC.

Quantity

| | | | | | |
|--|----------|-----|-----|-----|-----|
| VMC grants funds allocated | per cent | 100 | 100 | 100 | 100 |
| Consultations and forums with community groups | number | nm | 30 | 30 | 35 |

Multicultural Affairs – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <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 | 1.7 | 1.6 | 1.8 |

Source: Department of Premier and Cabinet

Arts and Cultural Development

Description of the Output Group:

Development of the Victorian arts and cultural sector through the provision of industry assistance programs, infrastructure development and policy advice.

Departmental Objective to which the Output Group contributes:

- To enhance the contribution of creative industries to Victoria and enrich community well-being by expanding access to and participation in the arts by all Victorians.

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Arts product and development – Support for the creation and presentation of arts product and for the development of artists and arts organisations.

Quantity

| | | | | | |
|---------------------------|--------|----|-----|-----|-----|
| Arts development programs | number | 5 | 5 | 5 | 5 |
| Applications received | number | nm | 950 | 770 | 700 |

Quality

| | | | | | |
|--|----------|----|----|----|----|
| Success measures of funded projects | per cent | nm | 90 | 90 | 90 |
| Applicant understanding of application and assessment process rated as Good or Excellent | per cent | 56 | 65 | 60 | 60 |

Timeliness

| | | | | | |
|---|----------|----|------|------|------|
| Arts Development applications processed for Ministerial consideration | days | nm | < 60 | < 60 | < 60 |
| All other applications processed for Ministerial consideration | days | nm | <40 | <40 | <40 |
| Performance and grant agreements acquitted within 90 days of project completion | per cent | nm | 80 | 80 | 80 |

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 17.6 | 15.1 | 17.1 |
|-------------------|------------|----|------|------|------|

Audiences and access – Expanding access to a diverse range of cultural experiences through support for the development of audiences and local and international markets.

Quantity

| | | | | | |
|---|--------|----|-----|-----|---------|
| Access and audience development programs | number | nm | 6 | 6 | 6 |
| Attendances at Major Performing Arts Non-Government Organisations | number | nm | nm | nm | 700 000 |
| Applications received | number | nm | 440 | 420 | 380 |
| Regional touring destinations | number | nm | 35 | 60 | 50 |

Arts and Cultural Development – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Success measures of funded projects achieved | per cent | nm | 95 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Applications processed for Ministerial consideration | days | nm | nm | <40 | <40 |
| Performance and grant agreements acquitted within 90 days of project completion | per cent | nm | 80 | 80 | 80 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 5.6 | 7.8 | 9.7 |
| Infrastructure and cultural facilities – Support for Victorian cultural venues and state-owned facilities. | | | | | |
| <i>Quantity</i> | | | | | |
| Major projects managed | number | 9 | 7 | 7 | 5 |
| Risk Management Programs in place | number | 4 | 4 | 3 | 3 |
| Infrastructure Development Programs | number | 9 | 8 | 9 | 5 |
| Agency Building Asset Management Plans | number | nm | 5 | 1 | 3 |
| Infrastructure and cultural facilities funding programs | number | nm | nm | 2 | 2 |
| Applications received | number | nm | nm | 80 | 80 |
| <i>Quality</i> | | | | | |
| Success measures of projects achieved | per cent | nm | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Performance and grant agreements completed within agreed timeframes | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 85.3 | 83.8 | 92.6 |
| 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 | 7 | 7 | 7 | 8 |
| Agencies governance projects | number | 7 | 7 | 7 | 5 |
| Budget Estimates 2001-02 | | Premier and Cabinet | | | 263 |

Arts and Cultural Development – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Planning and research projects | number | 6 | 4 | 10 | 10 |
| Number of briefs | number | nm | nm | nm | 650 |
| <i>Quality</i> | | | | | |
| Client satisfaction with Advice provided | per cent | nm | 85 | 95 | 95 |
| Public information rated Informative or Very Informative by clients | per cent | 91 | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Annual Reports submitted to Parliament | by date | nm | Oct 2000 | Oct 2000 | Oct 2001 |
| Agency service agreements in place | by date | Dec 1999 | Dec 2000 | Jun 2001 | Dec 2001 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.2 | 3.2 | 2.4 |

Arts Portfolio Agencies – Promotion, presentation and preservation of 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.

Quantity

| | | | | | |
|---|--------|-------|-------|-------|---------|
| Visitors/users to all Agencies | '000s | nm | 7 885 | 7 245 | 8 445 |
| Visitors to Museum Victoria | '000s | nm | 1 895 | 1 310 | 1 895 |
| Online access to Agency websites | '000s | nm | 6 600 | 4 910 | 5 460 |
| State Library of Victoria online access | '000s | nm | 3 750 | 720 | 1 080 |
| Visitors to the Australian Centre of the Moving Image | number | nm | nm | nm | 150 000 |
| Major Public Programs of Agencies | number | 86 | 99 | 121 | 107 |
| Regional Public Programs | number | 39 | 45 | 53 | 61 |
| • Geelong Performing Arts Centre | number | 11 | 11 | 11 | 13 |
| • National Gallery of Victoria | number | 14 | 16 | 12 | 15 |
| Performances at the Victorian Arts Centre | number | 1 368 | 1 157 | 1 450 | 1 450 |

Quality

Museum Victoria

| | | | | | |
|--|----------|----|----|----|----|
| Customer satisfaction with public programs and services – satisfied or above | per cent | 95 | 95 | 94 | 95 |
|--|----------|----|----|----|----|

Arts and Cultural Development – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| <i>National Gallery of Victoria</i> | | | | | |
| Customer satisfaction with public programs and services | per cent | 94 | 100 | 95 | 95 |
| <i>State Library of Victoria</i> | | | | | |
| Customer satisfaction with services and programs - good to excellent | per cent | nm | 85 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Agency service delivery time benchmarks met: | | | | | |
| Cinemia - Video bookings processed within 24 hours | per cent | 100 | 100 | 100 | 100 |
| Public Record Office Victoria - Information requests serviced within published timeframes | per cent | 95 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 180.5 | 166.0 | 180.7 |

Source: Department of Premier and Cabinet

Women's Policy

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:

- Strategic policy advice to Government on issues of concern to women;
- Monitoring and evaluation of government initiatives which impact on women;
- Listening to, and being informed by, the women of Victoria; and
- Research and identification of emerging trends and issues on the needs of women and effective methods to address those needs.

Departmental Objective to which the Output Group contributes:

- Improve the outcomes achieved by Government policies, programs and services for women, and people of diverse ethnic identities and communities.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Advice – Provision of advice to Government on all aspects of women's policy. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of briefs and responses to correspondence | number | nm | nm | 250 | 250 |
| Women attending consultation forums/Summit | number | 200 | 400 | 500 | 400 |
| <i>Quality</i> | | | | | |
| Client satisfaction with Advice provided | per cent | nm | nm | nm | 100 |
| Participant satisfaction with consultation forums | per cent | 84 | 85 | 85 | 85 |
| <i>Timeliness</i> | | | | | |
| Cabinet submissions and briefing requests met due-by date. | per cent | nm | nm | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.7 | 1.7 | 1.6 |

Source: Department of Premier and Cabinet

Support for the Public Sector Employment and Conduct Principles

Description of the Output Group:

- Promote understanding of Public Sector Management and Employment Act 1998, its principles, Commissioner Directions and VPS code of conduct;
- Support better practice in people management in the Victorian Public Sector;
- Monitor and report on application of the principles of the Act; and
- Manage development activities on behalf of public sector organisations.

Departmental Objective to which the Output Group contributes:

- Promote the principles of public sector employment and conduct, report on the application of these principles and provide agreed strategic services.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Support for the Public Sector Employment and Conduct Principles – Promotion and monitoring of the Public Sector Management and Employment Act 1998, support VPS people management practice, and management of development activities.

Quantity

| | | | | | |
|---|--------|-----|-----|-------|-------|
| Publications (e.g. VPSN, quarterly newsletters) | number | 35 | 36 | 37 | 38 |
| Reports (e.g. annual report, studies) | number | 4 | 5 | 3 | 3 |
| Government Sector Executive Remuneration Panel (GSERP) meetings | number | nm | nm | nm | 11 |
| Practitioner Seminars/Forums | number | 10 | 16 | 22 | 24 |
| Site Visits/Briefings | number | 100 | 130 | 130 | 130 |
| Attendance at development programs | number | nm | 300 | 2 488 | 1 576 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Overall organisations' satisfaction with development programs | per cent | nm | 80 | 80 | 80 |
| Overall participant satisfaction with development programs | per cent | nm | 80 | 80 | 80 |
| Proportion of organisations complying with the principles of the GSERP Policy | per cent | nm | nm | nm | 90 |
| Satisfaction with secretariat services to GSERP and Joint Training Committee | per cent | nm | nm | 80 | 80 |

Support for the Public Sector Employment and Conduct Principles – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Timeliness</i> | | | | | |
| Parliamentary reporting date met | per cent | 100 | 100 | 100 | 100 |
| Report and publication dates met | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.4 | 3.5 | 3.5 |

Source: Department of Premier and Cabinet

Governor and State Administration

Description of the Output Group:

Ensure the independence and integrity of key public office holders and institutions through support to the Governor, the provision of investigation of complaints within the public sector and police jurisdictions and drafting and publishing of legislation.

Departmental Objective to which the Output Group contributes:

- Support democratic processes and accountability.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Government House Management – Management of the Governor's program of events and asset management and maintenance of the heritage assets at Government House.

Quantity

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Events and services arranged in response to requests by the Governor and the Premier | per cent | 100 | 100 | 100 | 100 |
|--|----------|-----|-----|-----|-----|

Quality

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Maintenance of assets in accordance with asset management strategy | per cent | 100 | 100 | 100 | 100 |
| Management of the program of events and services meets the expectations of the Governor | per cent | 95 | 95 | 95 | 95 |
| Standard, physical appearance and security of Government House, the gardens and grounds meet appropriate standards as per the asset management strategy | per cent | 95 | 95 | 95 | 95 |

Timeliness

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Timely arrangement of events and services | per cent | 100 | 100 | 100 | 100 |
| Contract milestones are met | per cent | 95 | 100 | 95 | 95 |

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 6.2 | 6.0 | 6.4 |
|-------------------|------------|----|-----|-----|-----|

Legislative drafting and publishing services – Drafting of Bills for the Government and the Parliament, drafting and settling of Statutory Rules and provision of legal and administrative advice on legislation. Publication of legislation and maintenance of the Victorian legislation database.

Quantity

| | | | | | |
|--|--------|-----|-----|-----|-----|
| Statutory Rules made and bills prepared and introduced into Parliament | number | 203 | 255 | 255 | 255 |
|--|--------|-----|-----|-----|-----|

Governor and State Administration – *continued*

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Advice given on legislation in response to written requests | number | nm | 300 | 300 | 300 |
| Versions of Acts and Statutory Rules published electronically | number | nm | 1 000 | 1 500 | 1 050 |
| <i>Quality</i> | | | | | |
| Bills drafted, Statutory Rules drafted or settled, and advice provided is to the required standard | per cent | 95 | 95 | 95 | 95 |
| Accuracy levels maintained in terms of document management, printing and publishing | per cent | 96 | 95 | 95 | 95 |
| <i>Timeliness</i> | | | | | |
| Bills drafted, Statutory Rules drafted or settled, and advice provided within required timelines | per cent | 100 | 95 | 95 | 95 |
| Electronic versions published within required timelines | per cent | 96 | 95 | 95 | 95 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.1 | 3.1 | 3.4 |
| Finalise consideration of complaints and monitoring of legislative requirements. | | | | | |
| <i>Quantity</i> | | | | | |
| Finalise consideration of complaints | number | 4 482 | 4 800 | 4 600 | 4 600 |
| Issues monitored under legislative requirements | number | 530 | 650 | 650 | 700 |
| <i>Quality</i> | | | | | |
| Satisfaction of Ombudsman with complaints resolution process | per cent | 100 | 100 | 100 | 100 |
| Satisfaction of Ombudsman with the inspections and monitoring process | per cent | 100 | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Complaints resolved within required timeliness | per cent | 90 | 90 | 92 | 93 |
| Inspections completed within legislated timelines | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.2 | 3.1 | 2.7 |

Source: Department of Premier and Cabinet

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.6.2 – Statement of Financial Performance** - 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) |
|--|---------------|--------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | % |
| | Actual | Budget | Revised | Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 368.4 | 414.4 | 404.9 | 440.4 | 6.3 |
| Section 29 receipts - Commonwealth | .. | .. | .. | .. | .. |
| -Other | 0.4 | 0.5 | 0.5 | 0.5 | .. |
| Other Commonwealth grants | 5.1 | 15.5 | 47.5 | 21.0 | 35.5 |
| Other revenue ^(c) | 56.4 | 49.2 | 50.6 | 60.3 | 22.6 |
| Total | 430.3 | 479.7 | 503.6 | 522.2 | 8.9 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 86.1 | 94.2 | 97.2 | 105.2 | 11.6 |
| Purchases of supplies and services ^(e) | 75.0 | 98.6 | 106.2 | 103.3 | 4.8 |
| Depreciation and amortisation | 14.8 | 21.2 | 18.0 | 33.3 | 56.8 |
| Capital assets charge | 77.5 | 79.9 | 78.7 | 83.6 | 4.6 |
| Other expenses | 250.9 | 176.2 | 194.1 | 169.6 | - 3.8 |
| Total | 504.4 | 470.1 | 494.1 | 495.0 | 5.3 |
| Operating surplus/deficit before revenue for increase in net assets | - 74.0 | 9.5 | 9.4 | 27.2 | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 131.4 | 123.3 | 96.4 | 125.0 | 1.4 |
| Section 29 Receipts - asset sales | .. | .. | .. | .. | .. |
| Operating surplus/deficit | 57.3 | 132.8 | 105.8 | 152.2 | 14.6 |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 2.3 | 2.2 | 1.9 | 2.2 | 2.4 |
| Less revenue transferred to Consolidated Fund | - 2.3 | - 2.2 | - 2.0 | - 2.3 | 2.4 |
| Total | 0.0 | - 0.1 | - 0.1 | - 0.1 | .. |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 0.4 | .. | .. | .. | .. |
| Purchases of supplies and services | 7.2 | .. | .. | .. | .. |
| Depreciation & Amortisation | 0.0 | .. | .. | .. | .. |
| Other expenses | 0.0 | - 0.1 | - 0.1 | - 0.1 | .. |
| Total | 7.6 | - 0.1 | - 0.1 | - 0.1 | .. |
| Operating surplus/Deficit | - 7.6 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

The Department's financial performance is estimated to show an improvement from the 2000-01 Budget to the 2001-02 Budget with the operating surplus for controlled items (before revenue for increase in net assets) increasing from \$9.5 million estimated for the 2000-01 Budget to a surplus of \$27.2 million estimated for 2001-02. This is the result of increase in operating revenue of \$43 million only partly offset by an increase in operating expenses of \$25 million.

The increase in operating revenue is due to a combination of factors, including additional revenue from the State Government of \$20 million for the following initiatives announced as part of this Budget:

- industry development and investment in film, television and new media production;
- opening of the Australian Centre for the Moving Image (ACMI) at Federation Square;
- State Government contribution to a Commonwealth-State funding model, designed to assist the long term artistic and financial viability of the Victorian major performing arts sector arising from the Nugent Inquiry into the Major Performing Arts in Australia;
- revenue to support Ministers and Cabinet to more effectively carry out their duties; and
- additional revenue to support the State Reconciliation Council and the Constitutional Commission.

Details of these initiatives are outlined in *2001-02 Budget Paper No. 2*, Appendix B.

The Department has also received additional revenue for award related salary increase of approximately \$3 million. Revenue for additional depreciation expenses following the completion of the Melbourne Museum in 2000-01 and as a result of additional asset funding for various initiatives announced in this Budget (for example technology infrastructure for the ACMI) has also been provided to the Department.

The large movement in Commonwealth Government grants revenue shown in the statement between the 2000-01 Revised and the 2001-02 Budget reflects the timing of revenue flowing to the ACMI under the Memorandum of Understanding (MoU) signed by the Commonwealth and State Governments in late 2000. The MoU provided \$39 million in 2000-01 and \$11 million in 2001-02 towards the construction of the ACMI at Federation Square.

Operating revenue has also increased due to \$11 million in private donations to the National Gallery of Victoria (NGV). However, due to delays in the opening of the Gallery at Federation Square and the redevelopment of the NGV on St Kilda Road, this has not been offset by additional expenses at this stage.

The movement in operating expenses reflect the increase in employee related expenses due to wage award increases, the impact of the Budget initiatives outlined above and the incorporation of Cinemedia as a budget sector entity from 2001-02.

Table 2.6.3: Statement of Financial Position

| (\$ thousand) | | | | | |
|--------------------------------------|------------------|------------------|------------------|------------------|--------------------------|
| <i>Estimated as at 30 June</i> | | | | | |
| | 2000 | 2001 | 2001 | 2002 | Variation ^(a) |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 24 896 | 31 584 | 30 172 | 32 063 | 1.5 |
| Investments | 192 212 | 192 262 | 207 280 | 224 776 | 16.9 |
| Receivables | 4 195 | 5 601 | 6 828 | 8 728 | 55.8 |
| Prepayments | 1 304 | 1 381 | 1 793 | 1 793 | 29.8 |
| Inventories | 2 254 | 2 654 | 3 257 | 3 257 | 22.7 |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 224 861 | 233 482 | 249 330 | 270 617 | 15.9 |
| Non-Current Assets | | | | | |
| Investments | 17 401 | 20 601 | 30 226 | 37 830 | 83.6 |
| Receivables ^(b) | 24 016 | 27 895 | 24 518 | 32 285 | 15.7 |
| Fixed Assets | 1 883 600 | 2 002 075 | 1 957 518 | 2 074 071 | 3.6 |
| Other Assets | 750 | 750 | 750 | 750 | .. |
| Total Non-Current Assets | 1 925 767 | 2 051 321 | 2 013 012 | 2 144 936 | 4.6 |
| Total Assets | 2 150 628 | 2 284 803 | 2 262 342 | 2 415 553 | 5.7 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 14 584 | 14 949 | 16 029 | 16 094 | 7.7 |
| Borrowings | 1 052 | 1 052 | 1 059 | 1 059 | 0.7 |
| Employee Entitlements | 8 177 | 8 261 | 9 207 | 9 205 | 11.4 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | 7 624 | 7 634 | 8 434 | 8 444 | 10.6 |
| Total Current Liabilities | 31 437 | 31 896 | 34 729 | 34 802 | 9.1 |
| Non-Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 9 501 | 10 428 | 10 967 | 11 894 | 14.1 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 9 501 | 10 428 | 10 967 | 11 894 | 14.1 |
| Total Liabilities | 40 938 | 42 324 | 45 696 | 46 696 | 10.3 |
| Net Assets | 2 109 690 | 2 242 479 | 2 216 646 | 2 368 857 | 5.6 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 1 | 1 | 1 | 1 | .. |
| Prepayments | 57 | 57 | 57 | 57 | .. |
| Total Current Assets | 58 | 58 | 58 | 58 | .. |

Table 2.6.3: Statement of Financial Position

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|----------------|-----------------|----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables | -7 254 | -7 254 | -7 254 | -7 254 | .. |
| Fixed Assets | 306 | 306 | 306 | 306 | .. |
| Total Non-Current Assets | -6 948 | -6 948 | -6 948 | -6 948 | .. |
| Total Assets | -6 890 | -6 890 | -6 890 | -6 890 | .. |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 635 | 635 | 635 | 635 | .. |
| Employee Entitlements | 50 | 50 | 50 | 50 | .. |
| Total Current Liabilities | 685 | 685 | 685 | 685 | .. |
| Non-Current Liabilities | | | | | |
| Employee Entitlements | 57 | 57 | 57 | 57 | .. |
| Total Non-Current Liabilities | 57 | 57 | 57 | 57 | .. |
| Total Liabilities | 742 | 742 | 742 | 742 | .. |
| Net Assets | -7 632 | -7 632 | -7 632 | -7 632 | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The Department's net asset position has improved from the 2001 Budget to the 2002 Budget by 5.6 per cent. Increased total assets have been slightly offset by increased total liabilities, the largest contributing factor being an increase in long service leave entitlements.

An increase in current assets (particularly current investments) has also contributed to the improved net asset position. This is due to increased investments by the National Gallery of Victoria and Cinemedia. The additional revenue received by the Department for the film and television industry is reflected in the Department's Statement of Financial Position as increased investments. These funds are used by Cinemedia to provide a cash flow facility or production funds for film and television producers for productions based in Victoria.

There has also been an increase in non-current assets (fixed assets). The movement in fixed assets, which have increased by \$72 million, is due to additional infrastructure development at Federation Square with the construction of the Australian Centre for Moving Image, redevelopment of the National Gallery of Victoria on St Kilda Road and the continuing refurbishment of the State Library of Victoria.

Table 2.6.4: Statement of Cash Flows

| | (\$ million) | | | | Variation ^(a) |
|--|---------------------|-------------------|--------------------|-------------------|--------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 368.4 | 414.4 | 404.9 | 440.4 | 6.3 |
| Receipts from State Government - increase in net asset base | 131.4 | 123.3 | 96.4 | 125.0 | 1.4 |
| Section 29 Receipts - Commonwealth | .. | .. | .. | .. | .. |
| - Other | 0.3 | 0.5 | 0.5 | 0.5 | .. |
| - Asset Sales | .. | .. | .. | .. | .. |
| Other Commonwealth grants | 5.1 | 15.5 | 47.5 | 21.0 | 35.5 |
| Other | 76.2 | 47.8 | 47.4 | 58.4 | 22.2 |
| | 581.4 | 601.5 | 596.7 | 645.3 | 7.3 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 85.5 | - 93.2 | - 94.7 | - 104.2 | 11.9 |
| Purchases of Supplies and Services | - 76.1 | - 98.7 | - 105.5 | - 103.3 | 4.6 |
| Interest and finance expenses | - 0.1 | .. | - 0.1 | .. | na |
| Finance Lease Liability | .. | .. | .. | .. | .. |
| Capital Assets Charge | - 77.5 | - 79.9 | - 78.7 | - 83.6 | 4.6 |
| Current grants and transfer payments | - 102.7 | - 111.9 | - 99.7 | - 107.4 | - 4.0 |
| Capital grants and transfer payments | - 145.2 | - 64.2 | - 94.3 | - 62.1 | - 3.3 |
| Other | 0.1 | - 0.1 | - 0.1 | - 0.1 | .. |
| Net Cash flows from operating activities | 94.3 | 153.6 | 123.8 | 184.7 | 20.2 |
| Cash flows from investing activities | | | | | |
| Purchases of investments | - 32.7 | - 3.3 | - 27.2 | - 25.1 | na |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | .. | .. | .. | .. | .. |
| Purchases of non-current assets | - 71.6 | - 139.7 | - 91.8 | - 149.9 | 7.3 |
| Net Cash flows from investing activities | - 104.3 | - 143.0 | - 119.1 | - 175.0 | 22.4 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations -increase in net asset base | 20.9 | .. | .. | .. | .. |
| Capital repatriation to Government | - 2.5 | .. | 1.1 | .. | .. |
| Net increases in balances held with Government | - 3.2 | - 3.9 | - 0.5 | - 7.8 | na |
| Net borrowings and advances | .. | .. | .. | .. | .. |
| Net Cash flows from financing activities | 15.2 | - 3.9 | 0.6 | - 7.8 | 100.2 |
| Net Increase/Decrease in Cash Held | 5.2 | 6.7 | 5.3 | 1.9 | - 71.2 |
| Cash at beginning of period | 18.6 | 23.8 | 23.8 | 29.1 | 22.4 |
| Cash at end of period | 23.8 | 30.5 | 29.1 | 31.1 | 1.7 |
| Budget Estimates 2001-02 | Premier and Cabinet | | | | 277 |

Table 2.6.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|--------------|---------|---------|---------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 2.3 | 2.2 | 1.9 | 2.2 | 2.4 |
| | 2.3 | 2.2 | 1.9 | 2.2 | 2.4 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 0.3 | .. | .. | .. | .. |
| Purchases of Supplies and Services | - 6.6 | .. | .. | .. | .. |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | .. | .. | .. | .. | .. |
| Capital grants and transfer payments | .. | .. | .. | .. | .. |
| Other | - 2.3 | - 2.2 | - 1.9 | - 2.2 | 2.4 |
| Net Cash flows from operating activities | - 6.9 | .. | .. | .. | .. |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.0 | .. | .. | .. | .. |
| Net Movement in investments | .. | .. | .. | .. | .. |
| Purchases of non-current assets | - 0.3 | .. | .. | .. | .. |
| Net Cash flows from investing activities | - 0.3 | .. | .. | .. | .. |
| Cash flows from financing activities | | | | | |
| Net increases in balances held with Government | 7.2 | .. | .. | .. | .. |
| Net Cash flows from financing activities | 7.2 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The Department's Statement of Cash Flows shows a decrease of \$4.8 million in cash held. The most significant variances in this statement relate to the increase in net cash flows from operating activities and an increase in cash flows from investing activities.

The \$31 million increase in cash flows from operating activities is mainly due to an increase in operating receipts of approximately \$44 million, which is primarily due to additional output and asset funding for budget initiatives.

At the same time cash flows from investing activities has increased due to additional purchases of investments and non-current assets, which has resulted from budget initiatives and the revaluation of cultural assets.

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) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Annual appropriations ^(b) | 406.9 | 366.3 | 402.1 | - 1.2 |
| Receipts credited to appropriations | 0.5 | 0.5 | 0.5 | .. |
| Unapplied previous years appropriation | 25.0 | 29.1 | 44.0 | 76.0 |
| Accumulated surplus - previously applied appropriation | .. | .. | .. | .. |
| Gross Annual appropriation | 432.4 | 395.9 | 446.6 | 3.3 |
| Special appropriations | 105.8 | 105.9 | 119.2 | 12.7 |
| Trust funds | 8.8 | 8.8 | 6.8 | - 22.9 |
| Non public account and other sources | 55.8 | 89.3 | 74.5 | 33.3 |
| Total Authority | 602.9 | 599.9 | 647.1 | 7.3 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) 2000-01 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, manufacturing, industrial relations, multimedia and information technology, science, technology and innovation, small business, major projects, tourism, and sport, recreation and racing policies.

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 primary vehicle for delivering on the Government's commitments to:

- promote and renew rural and regional economies and communities;
- revitalise industry through investment and industry development to create the climate for enhanced economic growth;
- develop Victoria's knowledge economy capabilities, including through the promotion of information, communications and technology (ICT), science and technology, biotechnology and innovation across the economy;
- promote the development of small and medium sized firms;
- use major projects and infrastructure development as 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.

Departmental Objectives

As part of its commitment to responsible financial management and delivering improved services, the Government has introduced significant enhancements to its resource allocation framework. These enhancements include the introduction of a set of objectives for each Department which directly links to Departmental outputs. For the Department of State and Regional Development, the objectives to be achieved are:

- to encourage and support the development of a robust internationally competitive and diverse economic base for Victoria;
- to contribute to the development of Victoria as an innovative, technologically sophisticated and knowledge-based economy;
- to strengthen Victoria's regional economies and communities;
- to develop a fair and effective system of industrial relations for Victoria; and
- to strengthen Victoria's sport, recreation and tourism base.

Review of 2000-01

The Department performed well against its planned targets during 2000-01. Key achievements for 2000-01 include:

Investment Attraction

In an increasingly competitive environment, new investment attracted in 2000-01 is likely to total \$1.4 billion, with major contributions from the automotive, food and ICT sectors. The appointment of the Commissioner for Italy will assist in the promotion of Victorian trade and investment in Europe.

Regional Development

A comprehensive suite of regional development programs aimed at enhancing economic development were delivered including the approval of 20 grants totalling \$40 million in commitments, under the *Regional Infrastructure Development Fund* and 16 grants under the *Council and Regional Development Body Program* as at the end of March 2001. Since October 1999, the Government has facilitated new investment projects into Victoria valued at around \$2,600 million of which about \$650 million or around 25% has been in rural and regional Victoria. With the establishment of the Office of Rural Communities, 67 grants were made under the *Rural Community Development Program* as at 31 March 2001, the selection of 11 communities to participate in

the joint DSRD-DNRE *Community Capacity Building Initiative*, and assistance to local communities under the *Rural Leadership and Community Events Program* were delivered. The first *Annual Summit of Rural and Regional Mayors* was successfully held in Parliament House on 10-11 August 2000.

Manufacturing

The Office of Manufacturing and the Manufacturing Industry Consultative Council were established early in the year. Manufacturing investment facilitated during the year exceeded \$1,100 million creating 1,932 jobs and included the Holden V6 engine plant, Air International, GKN Engage and AIW Printing.

Science, Technology and Innovation

The first round of competitive Science, Technology and Innovation infrastructure grants were announced in November 2000 and the draft Biotechnology Strategic Plan was released for comment in April 2001. Professor Adrienne Clarke was appointed as Victoria's first Biotechnology Ambassador in February 2001. Ten international and ten local commercialisation experts addressed the Technology Commercialisation Forum at Marysville in October 2000.

Connecting Victoria

Implementation of the Government's Connecting Victoria policy continued with the launch of major State-wide strategies to improve public access to the Internet (Connecting Communities) and to bring Victorian communities online including the groundbreaking Access@Schools program, to increase the effectiveness of e-commerce (Victoria's E-commerce Advantage), to address skills needs of Victoria's ICT industry (Skills x Knowledge + Growth). This was accompanied by commencement of the Rural Communications Infrastructure Strategy and over \$269 million investment attracted, creating over 1,500 jobs in Victoria.

Small Business

The Ministerial direction statement, *Showcasing Small Business*, outlined the Government's vision to support and encourage small businesses to start and grow. The integration of the Victorian Business Line, Victorian Business Centres and the Business Channel including the newly launched VicExport site will provide small and medium enterprises with enhanced access to business information, referral and assistance. The Victorian Business Licence Information Service (BLIS) received a 'highly commended' award at the inaugural Ericsson Innovation 2001 awards.

Liquor Licensing Reform

A comprehensive review of the 8 per cent limit on holdings of packaged liquor licences was undertaken by the Department during 2000. In January 2001, the Government announced that the 8 per cent limit will be maintained until the end of 2003, after which it will be phased out. The outcome represents a balanced approach whereby small liquor retailers have time to adjust, while competition policy requirements are satisfied.

Strategic Audit of Victorian Industry

Eight audits of particular sectors are being undertaken during the year. These audits provide an understanding of the current state of the sector being examined and identify the key issues facing that sector's future competitiveness, as the basis for the development of sectoral plans of action.

Victorian Industry Participation Policy

The Victorian Industry Participation Policy (VIPP) was launched to increase the local benefits from major projects within the principle of best value for money. The policy aims to boost employment and business growth by expanding market opportunities for local companies. The policy will apply to large Government projects, industry grants and major events.

Industrial Relations

The comprehensive Industrial Relations Taskforce report was submitted, legislation (*Fair Employment Bill*) developed and introduced to Parliament, an organisational review and restructure effected and active investment attraction and dispute and grievance resolution services deployed.

Sport, Recreation and Racing

Successful hosting of matches and finals of the Sydney 2000 Olympic Football Tournament, completion and commissioning of the State Netball and Hockey Centre, the State Weightlifting and the State Gymnastics Centre, and development of a new governance structure for the thoroughbred racing industry.

Major Events

Major sporting events including the Olympic football, Formula One and Motorcycle Grands Prix, Superbikes, Rip Curl Pro and Sunsmart Classic, as well as 30 tourism events were facilitated and promoted during 2000-01.

Major Projects

The Melbourne Museum, State Archives and the Multipurpose Venue at Melbourne Park were completed and opened. Progress was made on other major infrastructure projects such as the National Gallery, Malthouse Plaza and Sidney Myer Music Bowl.

Tourism Victoria

Victoria maintained its solid performance in marketing the State as a domestic and international tourism destination. Part of this performance resulted from maximising the number of Olympic 'induced' visitors to Victoria. Significant progress has been made with the Victorian Tourism Online project, which aims to exploit the potential of the Internet and digital technology as a marketing tool for the State's tourism industry.

Variations from previous year

Following a review of the Department's output structure and performance indicators, its output groups for 2001-02 have been realigned. Key changes include the creation of new output groups for Innovation and Policy and Business and the consolidation of a number of smaller outputs. A new output for the Commonwealth Games has been created in the Sport, Recreation and Racing Output Group. A number of 2000-01 performance indicators have been replaced by new indicators that better reflect the Department's outputs.

2001-02 Outlook

During 2001-02 the Department will strengthen its emphasis on regional business support, innovation and developing an innovative and creative economy whilst reinforcing its commitment to industry and community development. Initiatives for 2001-02 include:

- development of industrial relations information, education and advisory services, promotion of high performance organisational change strategies in the public and private sectors and further enhancement of investment attraction in industrially sensitive areas;
- implementation of the enhanced business access model for small and medium-sized businesses particularly in rural and regional Victoria;
- actively pursuing science and innovation opportunities and the implementation of the Government's Biotechnology Strategic Plan;

- through the Regional Infrastructure Development Fund (RIDF) actively pursuing key infrastructure projects in rural and regional Victoria, to deliver on the Government's objectives of creating sustainable jobs, generating new investment and growing export/import replacement markets;
- development of the ICT Sector Plan, implementation of the e-commerce strategy and completion of the Rural Communications Infrastructure Strategy, implementation of the skills development strategy (Skills x Knowledge = Growth), maximising taxpayer value in Government communication networks and redevelopment of the vic.gov.au portal to improve public access to the Government's information and services, improving public Internet access and communities online through the Connecting Communities strategy and increased ICT investment and exports;
- maintenance of Victoria's tourism marketing impetus by provision of funds for both domestic and international tourism marketing and further development of the Victorian Tourism Online project;
- further progression of planning and facility provision for the 2006 Commonwealth Games;
- continued upgrading of community level sport and recreation facilities and financial support for peak sporting bodies, regional sports assemblies and organisations promoting sport and recreation access and opportunities for people with a disability;
- expansion of the Government's safer and improved aquatic recreation initiatives including the toddler drowning prevention program; and
- work with industry to identify appropriate sites for the development of a hazardous waste treatment and storage facility as part of the Government's Industrial Waste Strategy.

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)

| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
|-----------------------------|----------------------------------|--------------------|-------------------|-------------------------------|
| Innovation and Policy | 65.4 | 58.2 | 94.7 | 44.8 |
| Business ^(c) | 144.5 | 106.8 | 190.5 | 31.8 |
| Industrial Relations | 9.4 | 8.5 | 12.1 | 28.7 |
| Sport Recreation and Racing | 60.9 | 64.2 | 70.6 | 15.9 |
| Tourism ^(c) | 43.2 | 42.2 | 39.7 | -8.1 |
| Major Projects | 4.8 | 3.4 | 6.0 | 25.0 |
| Total | 328.2 | 283.3 | 413.6 | 26.0 |

Source: Department of Treasury and Finance

Notes:

- (a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.*
- (b) Variation between 2000-01 Budget and 2001-02 Budget.*
- (c) 2001-02 Budget incorporates the transfer of Grand Prix funding to the Sport and Major Event Facilitation Output.*

Innovation and Policy

Description of the Output Group:

Brings together the strategic leadership responsibilities for economic and regional development policies with the key areas of science, technology and innovation and information and communication technologies. Together these responsibilities largely define the future direction for the Victorian economy. In addition to the strong policy and strategy development role there is also a number of strategic programs delivered, including in the areas of biotechnology, STI and ICT infrastructure, e-commerce and e-government.

Departmental Objectives to which the Output Group contributes:

- To encourage and support the development of a robust, internationally competitive and diverse economic base for Victoria;
- To position Victoria as an innovative, technologically sophisticated and knowledge-based economy;
- To strengthen Victoria's regional economies and communities;
- To develop a fair and effective system of industrial relations for Victoria; and
- To strengthen Victoria's sport, recreation and tourism base.

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Strategic Policy – Identification of issues of key importance to the development of Victoria and shaping strategies to address them and delivery of advice to government on portfolio related issues, including policy papers, submissions and briefings and provision of Ministerial support for Parliament and Cabinet. ^(a) | | | | | |
| <i>Quantity</i> | | | | | |
| Strategic Audit of Victorian Industry | | | | | |
| • Sectoral analyses | number | na | 9 | 8 | 2 |
| <i>Quality</i> | | | | | |
| Policy advice which meets quality standards | per cent | 100 | 100 | 100 | 100 |
| Sectoral analyses identify strategic directions for sectoral plans – reports accepted by government | number | na | 9 | 8 | 2 |
| <i>Timeliness</i> | | | | | |
| Completion of Strategic Audit projects within agreed timelines | per cent | na | 100 | >90 | 100 |
| Agreed timelines or milestones met | per cent | 95 | >95 | >95 | >95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 8.3 | 7.7 | 7.3 |

Innovation and Policy – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

STI Policy, Advice and Awareness – Provides strategic advice and support for the Government's strategy to grow Victoria's STI capabilities, provides strategic policy coordination with the Federal Government and advocacy on national STI issues and promotes public awareness of STI and education activities. ^(b)

Quantity

| | | | | | |
|---|--------|----|----|----|----|
| Support for Knowledge, Innovation, Science and Engineering (KISE) Council | number | na | 4 | 4 | 16 |
| Policy advocacy on International, National or State issues | number | nm | nm | nm | 4 |
| Sponsored events | number | 12 | 12 | 12 | 12 |
| Coordination meetings with DEET | number | na | 4 | 4 | na |
| Infrastructure proposals submitted | number | na | 4 | 4 | na |
| CRC Support program | number | na | 6 | 6 | na |

Quality

| | | | | | |
|---|----------|----|----|----|-----|
| Policy advice which meets quality standards | per cent | nm | nm | nm | 100 |
|---|----------|----|----|----|-----|

Timeliness

| | | | | | |
|--|------|----|----------|----------|-------------------------|
| Victoria Prize and Fellowships awarded | date | na | Aug 2000 | Aug 2000 | 1 st Quarter |
| Support for Great Australian Science Show and Science Week | date | nm | nm | nm | 1 st Quarter |
| Biotechnology Strategy announcement | date | na | Jul 2000 | Apr 2001 | na |
| Biotechnology Strategy implementation | date | na | Jun 2001 | Jun 2001 | na |
| Support for STARS | date | nm | nm | nm | 2 nd Quarter |

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 4.0 | 4.9 | 3.4 |
|--------------------|------------|----|-----|-----|-----|

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 | na | 1 | 1 | na |
| Management of 1999-2000 grants to agencies | number | nm | nm | nm | 20 |

Innovation and Policy – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------|
| Performance Measures | | | | | |
| Management of STI grants from Round 1 | number | nm | nm | nm | 17 |
| STI projects facilitated | number | nm | nm | nm | 2 |
| <i>Timeliness</i> | | | | | |
| Program Evaluation Review | date | na | Jun 2001 | Jun 2001 | na |
| Management of Round 2 process: | | | | | |
| • Round 2 advertised | date | nm | nm | nm | 2 nd Quarter |
| • Grants awarded | date | nm | nm | nm | 4 th Quarter |
| Development of priorities framework: | | | | | |
| • Framework updated with 2 new areas of focus identified | date | nm | nm | nm | 4 th Quarter |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 16.8 | 13.6 | 48.1 |
| 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> | | | | | |
| Management of TCP Service Contracts | number | nm | nm | nm | 13 |
| Management of TCP grants | number | nm | nm | nm | 1 |
| Technology Commercialisation events | number | nm | 1 | 1 | 14 |
| Commercialisation Policy Frameworks | number | nm | nm | nm | 4 |
| Opportunities assessed | number | na | 50 | 50 | na |
| Opportunities selected | number | na | 12 | 12 | na |
| Commercialisation Audits | number | na | 4 | 4 | na |
| Businesses assisted | number | na | 120 | 120 | na |
| Business Plans developed | number | na | 27 | 27 | na |
| Businesses graduated from Incubators | number | na | 14 | 14 | na |

Innovation and Policy – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|--------------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| Commercial Negotiations | number | na | 9 | 9 | na |
| Incorporated Businesses established | number | na | 12 | 12 | na |
| Meetings/Workshops | number | na | 12 | 12 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.2 | 7.4 | 5.2 |
| ICT Industry Development and E Commerce – Delivers projects that build Victoria as a centre of excellence for emerging growth industries and addresses Victoria's ICT skills shortage, as well as delivering projects to promote the uptake of electronic commerce in business and the community. ^(c) | | | | | |
| <i>Quantity</i> | | | | | |
| Investment recruitment projects | number | 130 | 100 | 100 | 100 |
| Export Development projects | number | 39 | 30 | 30 | 30 |
| ICT skills projects | number | na | 4 | 4 | 6 |
| Policy review completed | number | na | 1 | 1 | 1 |
| Projects to increase business use of IT and electronic commerce | number | na | 8 | 8 | 16 |
| Policy review completed and report delivered to Minister | number | na | 1 | 1 | na |
| Post implementation review completed | number | na | 1 | 1 | na |
| Implementation progress review completed | number | nm | nm | nm | 1 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 7.8 | 6.6 | 8.4 |
| E-Government and ICT policy –Delivers project management, contract management, research and policy development to implement E-Government strategies and initiatives, plus projects designed to provide policy advice on ICT issues, particularly in relation to regional access to ICT. ^(d) | | | | | |
| <i>Quantity</i> | | | | | |
| Projects underway or completed | number | 10 | 8 | 8 | 9 |
| Post implementation review completed | number | na | 2 | 2 | na |
| Regional ICT projects assessed | number | na | 40 | 55 | 30 |
| Policy reviews conducted | number | na | 2 | 2 | 1 |
| <i>Quality</i> | | | | | |
| Advice meets quality standards | per cent | na | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 6.1 | 6.0 | 7.5 |
| Budget Estimates 2001-02 | State and Regional Development | | | | 291 |

Innovation and Policy – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|----------------------------|--------------------------------|-------------------|
| ICT Community Development – Delivers projects to promote effective use of information and communications services applications in the community. | | | | | |
| <i>Quantity</i> | | | | | |
| Community access projects underway or completed | number | 3 | 7 | 7 | 9 |
| Projects underway or completed in relation to cultural and research institutions | number | 3 | 1 | 1 | na |
| Policy review completed and report delivered to Minister | number | na | 1 | 1 | na |
| Post implementation review completed | number | na | 1 | 1 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 5.1 | 5.4 | 5.9 |
| ICT Infrastructure and Services – Whole-of-government management of key shared information and communications technology services, particularly VicOne, and the management of telecommunications contracts and telecommunications infrastructure. | | | | | |
| <i>Quantity</i> | | | | | |
| Projects underway or implemented | number | 7 | 8 | 8 | 8 |
| VicOne rollouts to Departments | number | 904 | 20 | 20 | na |
| Policy reviews completed | number | na | 2 | 2 | 2 |
| <i>Timeliness</i> | | | | | |
| Completion of VicOne rollout to all planned government sites | date | na | 1 st Quarter | 1 st Quarter | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 12.1 | 6.6 | 8.9 |

Source: Department of State and Regional Development

Notes:

- (a) Previously Policy Leadership and Policy Advice Outputs.
- (b) Previously STI Policy and Advisory Council, STI Awareness and Strategic Projects Outputs.
- (c) Previously ICT Industry Development and E-Commerce Outputs.
- (d) Previously Online Government & IT Policy and ICT Policy Outputs.

Business

Description of the Output Group:

Provision of an integrated business development model to deliver broadcast information services and business development programs to support industry development, manufacturing, regional development and small business growth. Key activities include:

- Attract and facilitate new investment into the State and improve the capacity of Victorian industry to compete internationally;
- Business improvement and export assistance services directed primarily at business in Victoria's manufacturing and trade services sectors and small and medium enterprises generally;
- Fund regional, community and business infrastructure;
- Increase the capacity of local industries to compete, grow and employ; and
- Development of online business services, liquor and trade measurement licensing and educational services.

Departmental Objectives to which the Output Group contributes:

- To encourage and support the development of a robust, internationally competitive and diverse economic base for Victoria;
- To position Victoria as an innovative, technologically sophisticated and knowledge-based economy; and
- To strengthen Victoria's regional economies and communities.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Investment Facilitation and Attraction – Incentives and facilitation services are offered to attract new international investment and encourage additional investment by companies already operating in Victoria.

Quantity

| | | | | | |
|--|------------|-------|----------------------|-------|-------|
| New investments facilitated and announced ^(a) | \$ million | 1 668 | 1 200 ^(b) | 1 400 | 1 200 |
| Investment attracted in rural Victoria ^(a) | \$ million | 457 | 300 ^(b) | 300 | 300 |
| Investment Projects under Investigation | \$ million | 4 674 | 5 000 ^(b) | 5 000 | 5 000 |
| Jobs derived from investments facilitated ^(a) | number | nm | nm | nm | 4 000 |
| Inbound investor visits supported | number | nm | nm | nm | 120 |
| Site packages prepared for potential investors | number | nm | nm | nm | 80 |

Business – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-------------------------|---------------------------------|-------------------------|
| Performance Measures | | | | | |
| New leads generated | number | nm | nm | nm | 100 |
| Number of interagency project facilitation meetings | number | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 27.2 | 28.0 | 41.2 |
| Business Development - Assistance is delivered to individual firms and at the sectoral level to improve business competitiveness, including information, subsidised consultancies and assistance to access export markets. | | | | | |
| <i>Quantity</i> | | | | | |
| Exports Facilitated ^(a) | \$ million | 861 | 600 ^(b) | 600 | 600 |
| Trade fairs and missions supported | number | nm | nm | nm | 25 |
| Industrial Supplies Office Import Replacement | \$ million | 83 | 66 | 90 | 88 |
| Enterprise Improvement Services directed to clients in rural Victoria | per cent | na | 25 | 25 | 25 |
| Enterprise Improvement Services directed to small and medium enterprises | per cent | nm | nm | nm | 50 |
| Business Events assisted | number | na | 5 | 5 | 5 |
| Visitations/Delegations to the Investment Centre | number | 13 54 | 8 000 | 14 000 | 12 000 |
| Overseas component | number | 2 15 | 1 500 | 2 600 | 2 000 |
| Overseas companies and other organisations visited | number | nm | nm | nm | 800 |
| Overseas public presentations | number | nm | nm | nm | 80 |
| <i>Timeliness</i> | | | | | |
| Governor's Export Award Presentation | date | Awards presented | 2 nd Quarter | 2 nd Quarter | 2 nd Quarter |
| Business Improvement Services – program fully contracted | date | na | Apr 2001 | Apr 2001 | Apr 2002 |
| Administration of business event funding – average response time/turnaround time | weeks | na | 8 | 8 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 28.7 | 25.5 | 24.9 |

Business – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|--------------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Regional Strategic Leadership – Program development, economic intelligence and policy development services that build the Department's capacity to take a leadership role in regional development. | | | | | |
| <i>Quantity</i> | | | | | |
| Programs delivered to local councils and regional development boards | number | nm | nm | nm | 12 |
| Support for Local Government Summit | number | na | 1 | 1 | 1 |
| <i>Quality</i> | | | | | |
| Policy advice which meets quality standards | per cent | nm | nm | nm | 100 |
| Satisfaction rating from Regional Development Victoria clients | per cent | na | >80 | >80 | na |
| <i>Timeliness</i> | | | | | |
| Regional Development funding guidelines available electronically | date | nm | nm | nm | Dec 2001 |
| Establishment of selection, management, performance monitoring and administrative systems for: | | | | | |
| • Regional economic development program | date | na | Jul 2000 | Jul 2000 | na |
| • Local economic development initiatives | date | na | Jul 2000 | Jul 2000 | na |
| • Regional grants for local government and regional development boards | date | na | Jul 2000 | Jul 2000 | na |
| Establish and launch Regional Development web site | date | na | Sept 2000 | Feb 2001 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 4.3 | 2.7 | 3.0 |
| 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 government and enhance their social, economic and commercial growth and development. | | | | | |
| <i>Quantity</i> | | | | | |
| Ministerial meetings supported | number | na | 10 | 12 | 10 |
| Local Leadership and community event grants | number | na | 40 | 25 | 25 |
| Budget Estimates 2001-02 | State and Regional Development | | | | 295 |

Business – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| Future Rural Leaders program – number of participants | number | na | 16 | na ^(c) | na |
| Rural Taskforce meeting in regional Victoria | number | nm | 1 | 1 | na |
| Rural Community Development Networks established and maintained | number | nm | nm | nm | 20 |
| <i>Quality</i> | | | | | |
| Satisfaction of Community Cabinet Meetings supported | per cent | na | >90 | >90 | 90 |
| <i>Timeliness</i> | | | | | |
| Agreed timelines for briefings for Community Cabinet Meetings met | per cent | na | 100 | 100 | 100 |
| Establish Rural Community Development Network | date | na | Sept 2000 | Sept 2000 | na |
| Briefs for Rural Ministerial Visits provided to agreed timelines | per cent | na | 100 | 100 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 9.9 | 4.5 | 10.7 |
| Regional Infrastructure Development – Capital works funds for infrastructure development projects in regional Victoria. | | | | | |
| <i>Quantity</i> | | | | | |
| Regional Infrastructure Development Fund – projects funded | number | na | 20 | 20 | 20 |
| Rural Community Development Program – projects funded ^(d) | number | 195 | 100 | 100 | 100 |
| Council and regional development projects assisted | number | nm | nm | nm | 30 |
| Priority Projects funded | number | 39 | 20 | 40 | na |
| <i>Quality</i> | | | | | |
| RIDF Committee recommendations accepted by Ministers | per cent | nm | nm | nm | 90 |
| <i>Timeliness</i> | | | | | |
| Advice to RIDF applicants - after close of funding round | days | na | 90 | 120 | 120 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 58.2 | 26.4 ^(e) | 91.2 |

Business – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

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.

Quantity

Living Regions, Living Suburbs Support fund

| | | | | | |
|---|--------|----|----|----------|----|
| • Projects supported | number | nm | nm | nm | 30 |
| • Implement one stop shops pilots | number | na | 4 | deferred | 4 |
| • Tourism Promotion - Major Events assisted | number | nm | 10 | 11 | na |

Timeliness

| | | | | | |
|--|------|----|-----------|-----------|----|
| Regional Economic Development program launched | date | nm | Sept 2000 | Sept 2000 | na |
|--|------|----|-----------|-----------|----|

Cost

| | | | | | |
|--------------------|------------|----|-----|-----|-----|
| Total output cost: | \$ million | na | 3.6 | 3.9 | 6.5 |
|--------------------|------------|----|-----|-----|-----|

Regulation Reform – Initiate and implement reforms that will enhance Victoria's business climate.

Quantity

| | | | | | |
|--|--------|----|----|----|----|
| Industry sector reviews | number | 1 | 8 | 8 | 8 |
| Industry sector review implementation coordination | number | 2 | 6 | 6 | na |
| Regulatory Impact Statements assessed | number | 11 | 15 | 15 | na |

Quality

| | | | | | |
|---|----------|-----|-----|-----|-----|
| Regulatory Impact Statements assessed according to requirements | per cent | 100 | >90 | >90 | na |
| Client satisfaction with regulation reform advice / processes | per cent | 100 | >90 | >90 | >90 |

Timeliness

| | | | | | |
|--|----------|-----|-----|-----|-----|
| Industry sector review implementation coordination within agreed timelines | per cent | 100 | 100 | 100 | 100 |
| Regulatory Impact Statements assessed within 5 days of receipt | per cent | 100 | 100 | 100 | 100 |

Cost

| | | | | | |
|--------------------|------------|----|-----|--------------------|-----|
| Total output cost: | \$ million | na | 2.1 | 3.6 ^(f) | 1.4 |
|--------------------|------------|----|-----|--------------------|-----|

Business – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| 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. | | | | | |
| <i>Quantity</i> | | | | | |
| General enquiries: | | | | | |
| • Victorian Business Line | number | 48 303 | 36 000 | 36 000 | 36 000 |
| • Business Channel | number | na | 36 000 | 36 000 | 60 000 |
| • Small Business Website | number | nm | nm | nm | 60 000 |
| BLIS enquires | | | | | |
| • Victorian Business Line | number | 18 761 | 16 500 | 16 500 | 16 500 |
| • Business Channel | number | nm | nm | nm | 10 000 |
| Business referrals | number | 26 058 | 33 000 | 33 000 | 33 000 |
| Initiative/events commenced or completed | number | 10 | 10 | 10 | 10 |
| Vic Export (internet) user visits | number | nm | nm | nm | 3000 |
| Maintain BLIS information resource | number of licences | nm | nm | nm | 6 000 |
| Maintain Business Channel information resource | number of documents | nm | nm | nm | 1 000 |
| <i>Quality</i> | | | | | |
| Small business information enquiries responded to within 2 days | per cent | na | 95 | 95 | 95 |
| StreetLife contracts signed | per cent | nm | nm | nm | 100 |
| StreetLife KPIs completed | per cent | nm | nm | nm | 90 |
| Inclusion of local government information on Business Channel | per cent | nm | nm | nm | 100 |
| Client satisfaction on small business information and referral services (survey) | per cent | 92 | >80 | >80 | >80 |
| <i>Timeliness</i> | | | | | |
| Initiative/events met appropriate timelines | per cent | na | 100 | 100 | na |
| Small Business State and Regional Awards presented | date | nm | nm | nm | 4 th quarter |

Business – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-------------------------|
| Performance Measures | | | | | |
| BLIS Level 3 internet service launch | date | nm | nm | nm | 1 st quarter |
| Vic Export Stage 3 launch | date | nm | nm | nm | 1 st quarter |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 3.3 | 4.6 | 4.0 |
| Trade Measurement Development and Services – Manage the delivery of services throughout rural and metropolitan Victoria 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 | 31 375 | 28 000 | 28 000 | na |
| Traders' premises inspected | number | 10 486 | 9 500 | 9 500 | 5 000 ⁽⁹⁾ |
| Servicing licensees assessed | number | 104 | 110 | 110 | 110 |
| Inspectorial and laboratory contracts renewed | per cent | 100 | 100 | 100 | na |
| Inspectorial and laboratory contracts managed | number | nm | nm | nm | 15 |
| <i>Quality</i> | | | | | |
| Contractors complying with performance specifications 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 | na |
| Correspondence / complaints responded to within 7 days | per cent | nm | nm | nm | 95 |
| Quality assurance / licence applications responded to within 2 weeks | per cent | nm | nm | nm | 95 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 2.0 | 2.2 | 2.1 |

Business – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Effective Management of the Sale of Liquor – Provides controls and management arrangements which ensure the community has confidence that liquor is supplied, and the liquor industry is developed, in a responsible manner that contributes to minimising harm arising from the abuse and misuse of liquor. ^(h) | | | | | |
| <i>Quantity</i> | | | | | |
| Capability to handle liquor licensing enquiries | number of enquiries | 61 520 | 65 000 | 52 000 | 55 000 |
| Applications for new licence, transfer and variation to licence determined | number | 13 186 | 13 200 | 12 700 | 13 000 |
| Liquor licences and permits renewed and managed | number | 12 480 | 12 500 | 13 000 | na |
| Responsible Serving of Alcohol training courses | number | 1 220 | 1 200 | 1 400 | na |
| Responsible Service of Alcohol trainees | number | 20 069 | 17 000 | 20 000 | 20 000 |
| Proof of Age Cards Issued | number | na | 9 600 | 10 500 | 10 000 |
| Complaints against licensees processed | number | 312 | 400 | 250 | na |
| Industry assistance, training and support initiatives | number | na | 3 800 | 3 800 | na |
| <i>Quality</i> | | | | | |
| Client satisfaction with Liquor Licensing Victoria (LLV) service | per cent | >89 | >90 | >90 | >90 |
| Satisfaction levels among participants of RSA training (survey) | per cent | 85 | >95 | >95 | na |
| Complaints resolved | per cent | 85 | >90 | >90 | na |
| Satisfaction regarding LLV's contributions to and performance at forums, trade shows, seminars, etc (survey) | per cent | na | >95 | >95 | na |
| <i>Timeliness</i> | | | | | |
| Applications determined within 3 working days of lodgement of final document / Panel recommendation | per cent | na | >90 | >90 | 90 |

Business – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Waiting time for RSA training - within 10 working days | per cent | na | 100 | 100 | na |
| Complaints referred to responsible enforcement agency within 5 days | per cent | na | 95 | 95 | 90 |
| Cost | | | | | |
| Total output cost: | \$ million | na | 5.2 | 5.4 | 5.5 |

Source: Department of State and Regional Development

Note:

- (a) Outcome measure - potentially affected by external factors.
- (b) Includes contribution from manufacturing sector.
- (c) Program superceded by other rural leadership initiatives.
- (d) Funding of \$5 million in 2000-01 from the Community Support Fund (CSF).
- (e) Includes the estimated expenditure of the RIDF for the year, which will be considerably lower than the level of funding already allocated from the fund.
- (f) Includes \$1.5 million to conduct reviews associated with the Strategic Audit of Victorian Industry.
- (g) Changes to performance indicators for 2001-02 due to new inspection services contracts requiring inspectors to broaden the parameters of their services thus reducing the emphasis previously placed on some listed indicators.
- (h) Previously Administration of Liquor Control Reform Act and Alcohol Harm Minimisation Program and Services to Industry.

Industrial Relations

Description of the Output Group:

Aims to develop and implement an industrial relations policy and legislative climate which promotes job growth and enhanced employment opportunities and assists in the development of co-operative relations between employers and employees and their representatives.

Departmental Objectives to which the Output Group contributes:

- To develop a fair and effective system of industrial relations for Victoria.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------|
| Industrial Relations Services – Aims to provide accessible and meaningful information, advice and assistance to all relevant stakeholders within Victoria. | | | | | |
| <i>Quantity</i> | | | | | |
| Industrial Roundtables | number | nm | nm | nm | 2 |
| Delivery of private sector industrial relations services to Government and client organisation | yes/no | yes | yes | yes | na ^(a) |
| <i>Quality</i> | | | | | |
| Ministerial satisfaction with the quality of advice and services | per cent | satisfied | 80 | 80 | na ^(a) |
| <i>Timeliness</i> | | | | | |
| Cooperative workplace relations advice provided within agreed timeframes | per cent | nm | nm | nm | 100 |
| Investment facilitation services to investors provided within agreed timeframes | per cent | nm | nm | nm | 100 |
| Advice on public sector employment conditions and partnership arrangements provided within agreed timeframes | per cent | nm | nm | nm | 100 |
| Strategic Industrial Relations reports delivered on time | per cent | nm | nm | nm | 100 |
| Education and communication strategies deployed within agreed timeframes | per cent | nm | nm | nm | 100 |
| Industry conspectus – system operational | date | nm | nm | nm | 4 th quarter |

Industrial Relations – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Performance Measures | | | | | |
| Ministerial satisfaction with the timely delivery of advice and services | per cent | satisfied | 80 | 80 | na ^(a) |
| Cost | | | | | |
| Total output cost: | \$ million | na | 2.6 | 4.8 | 6.7 |
| Industrial Relations Policy – Aims to develop a fair system of industrial relations for all Victorians, create an environment in Victoria where cooperative workplace practices are the norm and that contributes to the State's economic development. | | | | | |
| Quantity | | | | | |
| Victoria represented in major industrial relations cases | per cent | nm | nm | nm | 100 |
| Delivery of public sector employee relation services to Government and client organisations | yes/no | yes | yes | yes | na ^(a) |
| Quality | | | | | |
| Ministerial satisfaction with quality and timeliness of policy and advice provided | per cent | nm | nm | nm | 100 |
| Ministerial satisfaction with the quality of advice and services | per cent | satisfied | 80 | 80 | na ^(a) |
| Timeliness | | | | | |
| Industrial relations briefings provided within agreed timeframes | per cent | nm | nm | nm | 100 |
| Public sector industrial relations policy advice provided within agreed timeframes | per cent | nm | nm | nm | 100 |
| Mediation services – fully operational | date | nm | nm | nm | 4 th quarter |
| Ministerial satisfaction with the timely delivery of advice and services | per cent | satisfied | 80 | 80 | na ^(a) |
| Cost | | | | | |
| Total output cost: | \$ million | na | 6.8 | 3.7 | 5.4 |

Source: Department of State and Regional Development

(a) Following the restructure of Industrial Relations Victoria during 2000-01, a new set of performance indicators has been adopted for the Industrial Relations Outputs.

Sport, Recreation and Racing

Description of the Output Group:

Seeks to develop all facets of the sport, recreation and racing industries in accordance with identified priorities including facilitating sport and recreation opportunities for all within the community and maintaining quality sport and recreation infrastructure to support participation and events at all levels.

Departmental Objective to which the Output Group contributes:

- To strengthen Victoria's sport, recreation and tourism base.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Sport and Major Event Facilitation – The focus is on maintaining recognition of Victoria as the premier sporting State. This includes the attraction, planning and retention of major national and international sporting and other events that raise the profile of Victoria.

Quantity

International teams/sports:

| | | | | | |
|--|--------|----|-------|-------|-----|
| • Sports Visitations facilitated | number | nm | nm | nm | 180 |
| • Inspecting facilities | number | 24 | 2 | 12 | na |
| • Undertaking training/competition | number | 32 | 50-60 | 102 | na |
| • Athletes and official pre-Olympic training | number | na | 1 000 | 1 500 | na |

World Masters Games 2002 - participants:

| | | | | | |
|-------------------------------------|--------|----|--------|--------|--------|
| • Expressions of interest received | number | nm | 13 000 | 13 000 | 25 000 |
| • Registration secured by June 2002 | number | nm | nm | nm | 2 500 |

| | | | | | |
|--------------------------|--------|----|----|----|----|
| Major Events facilitated | number | nm | nm | nm | 10 |
|--------------------------|--------|----|----|----|----|

Timeliness

Project Management and Evaluation:

| | | | | | |
|--|------|----|-----------|--------------------------|----|
| • 2006 Commonwealth Games Budget plans completed | date | na | Sept 2000 | deferred until late 2002 | na |
| • Olympic football tournament completed | date | na | Sept 2000 | Sept 2000 | na |

Sport, Recreation and Racing – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|--|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Performance Measures | | | | | |
| Events Facilitated by Target Dates: | | | | | |
| • National Schools Volleyball Cup | date | Dec 1999 | Dec 2000 | Dec 2000 | na |
| • Rip Curl offshore festival (Bells Beach) | date | Apr 2000 | Apr 2001 | Apr 2001 | na |
| • Sail Melbourne (World Championships) | date | Jan 2000 | Jan 2001 | Jan 2001 | na |
| • Superbikes | date | na | Apr 2001 | Apr 2001 | na |
| Cost | | | | | |
| Total output cost: | \$ million | na | 25.2 | 37.7 | 19.0 |

Sport and Recreation Industry Development – Provides strategic leadership and facilitates 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. ^(a)

Quantity

| | | | | | |
|--|----------|-----|------|---------------------|------|
| Racing and Bookmakers Licences, permits, appeals and registrations processed | number | 619 | 500 | 1400 ^(b) | 450 |
| Key industry organisations providing strategic advice to Government | number | na | 6 | 6 | 5 |
| Community Based Organisations undertaking organisational development activities | number | na | 44 | 44 | na |
| Organisational development projects / activities undertaken | number | na | >50 | 59 | 76 |
| Athletes on Victorian Institute of Sport scholarships | number | 504 | >400 | 400 | >400 |
| Percentage of Victorian Institute of Sport scholarship holders on national teams/squads ^(c) | per cent | 55 | >32 | 28 | >55 |

Quality

| | | | | | |
|---|----------|----|-----------|-----------|-----------|
| Awards conducted | date | na | Sept 2000 | Sept 2000 | Sept 2001 |
| Outdoor Recreation Camps contract management KPIs met | per cent | 80 | >75 | 75 | >75 |

Sport, Recreation and Racing – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| <i>Timeliness</i> | | | | | |
| Sports Injury Prevention Program: | | | | | |
| • Program evaluation | date | Sept 1999 | Dec 2000 | Sept 2000 | na |
| • Revised sports injury prevention program implemented | date | na | na | na | Jun 2002 |
| Active Australia National Participation Framework Operational Plan developed and agreed | date | Sept 1999 | Mar 2001 | Mar 2001 | na |
| Country Action funding announced | date | Dec 1999 | Dec 2000 | May 2001 | na |
| Victalent funding announced | date | Jun 2000 | May 2001 | May 2001 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 17.5 | 18.2 | 19.5 |
| Sport and Recreation Facility Development – Provides funding, coordination and facilitation services that generate investment in developing, improving and extending sport and recreation facilities throughout Victoria ranging from community to State and international level. | | | | | |
| <i>Quantity</i> | | | | | |
| State level facilities: | | | | | |
| • Investigated | number | 6 | 4 | 4 | 2 |
| • Funded | number | 1 | 2 | 2 | na |
| • Under Construction | number | 5 | 5 | 4 | na |
| • Being designed or constructed | number | nm | nm | nm | 3 |
| • Constructed | number | 1 | 3 | 3 | 1 |
| Community Facilities Funded (part CSF funded): | | | | | |
| Minor works facilities funded (CSF) | number | 113 | 170-180 | 179 | >100 |
| Major planning projects funded | number | na | 55-60 | 58 | 20-40 |
| Major capital work projects funded | number | na | 10 | 10 | >5 |
| Aquatic facility projects funded (CSF) | number | na | 20-25 | 23 | >10 |
| Estimated value added expenditure on regional and community facilities above the State Government contribution | \$ million | 20 | 17 | 18 | na |

Sport, Recreation and Racing – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|--|--------------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| <i>Timeliness</i> | | | | | |
| Major Facilities planned and designed within agreed timeframes: | | | | | |
| • Netball and Hockey (Royal Park Sports Precinct) commissioned | date | na | Aug 2000 | Jan 2001 | na |
| • Water Sports Study – Completed | date | na | Apr 2001 | Apr 2001 | na |
| Expansion of Melbourne Sports and Aquatic Centre/Sports House (MSAC): | | | | | |
| • MSAC Masterplan completed | date | na | Sept 2000 | Sept 2000 | na |
| • design completed | date | nm | nm | nm | Jun 2002 |
| Melbourne and Olympic Park: | | | | | |
| • Masterplan completed | date | na | Sept 2000 | Sept 2000 | na |
| • first phase under construction | date | nm | nm | nm | Jun 2002 |
| • Training velodrome construction commenced | date | nm | nm | nm | Jun 2002 |
| International Lawn Bowls Centre: | | | | | |
| • works commenced | date | nm | nm | nm | Mar 2002 |
| Local Government Authority capital works completed within agreed timeframe | per cent | 75 | >75 | 75 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 18.2 | 8.3 | 18.9 |
| Melbourne 2006 Commonwealth Games – The focus is on providing planning, development and management services to ensure the successful preparation and staging of the Commonwealth Games in 2006. | | | | | |
| <i>Timeliness</i> | | | | | |
| Budget/Business Plan | | | | | |
| • Review of M2006 Business Plan and Budget completed | date | nm | nm | nm | Dec 2001 |
| • Submission of M2006 operational budget 2002-03 | date | nm | nm | nm | Jan 2002 |
| Budget Estimates 2001-02 | State and Regional Development | | | | 307 |

Sport, Recreation and Racing – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Strategic Plan | | | | | |
| • Finalisation of Government Service requirements for the Games | date | nm | nm | nm | Apr 2002 |
| Facility Development | | | | | |
| • Finalisation of scope of infrastructure requirements for the Games | date | nm | nm | nm | Jun 2002 |
| • Approval of site of the athletics track | date | nm | nm | nm | Feb 2002 |
| Games Village | | | | | |
| • Finalisation of scope and development strategy | date | nm | nm | nm | Jun 2002 |
| Legislation | | | | | |
| • Commence drafting of legislation for the Games | date | nm | nm | nm | Oct 2001 |
| Cost | | | | | |
| Total output cost: | \$ million | na | na | na | 13.2 |

Source: Department of State and Regional Development

Note:

- (a) *Previously Sport & Recreation Participation & Performance Facilitation, Sport & Recreation Industry Development and Sport and Recreation Organisation Development outputs*
- (b) *Triennial re-registration*
- (c) *Outcome measure - potentially affected by external factors*

Tourism

Description of the 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 for both domestic and international tourists as well as product development, leadership and coordination.

Departmental Objectives to which the Output Group contributes:

- To encourage and support the development of a robust, internationally competitive and diverse economic base for Victoria.
- To strengthen Victoria's sport, recreation and tourism base.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Tourism Marketing and Event Facilitation – 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. ^(a)

Quantity

| | | | | | |
|--|------------------|---------|---------|----------|---------|
| Visitor nights (Domestic) ^(b) | number (million) | 52.5 | 54-56 | 52-54 | 52-54 |
| Visitor nights (International) ^(b) | number (million) | 20.5 | 20-22 | 20-22 | 20-22 |
| Number of visitors (International) ^(b) | number (million) | 1.06 | 1.0-1.3 | 1.0-1.3 | 1.0-1.3 |
| Enquiries and phone responses handled by Victorian Tourism Information Service | number ('000) | 197 | 110 | 140 -160 | na |
| Domestic familiarisation participants | | | | | |
| • Trade | number | 540 | 300-400 | 250-350 | 250-350 |
| • Media | number | 185 | 120-130 | 130-150 | 130-150 |
| International familiarisation participants | | | | | |
| • Trade | number | 1 028 | 700-800 | 500-600 | 300-400 |
| • Media | number | 659 | 600-700 | 300-400 | 300-400 |
| Wholesale packages sold | number | 103 000 | 100 000 | 100 000 | na |
| Destinational Marketing Campaigns delivered | number | nm | nm | nm | 12 |
| Domestic and international trade shows participated in | number | nm | nm | nm | 12-15 |

Tourism – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Domestic and international trade missions organised | number | nm | nm | nm | 10-12 |
| Major events assisted | number | 19 | 15-20 | 19 | 30-35 |
| Hallmark and special events assisted | number | nm | nm | nm | 22 |
| <i>Quality</i> | | | | | |
| Awareness of advertising on Victoria: ^(b) | | | | | |
| • New South Wales | per cent | 18 | 18-22 | 18-22 | 18-22 |
| • South Australia | per cent | 17 | 18-26 | 16 | 10-16 |
| • Queensland | per cent | 20 | 18-22 | 18-22 | 18-22 |
| • Victoria | per cent | 11 | 12-16 | 11 | 8-12 |
| Value of free ink generated | | | | | |
| • Domestic | \$ million | 27 | 20-25 | 32 | 20-25 |
| • International | \$ million | 218 | 120-150 | 250 | 150-200 |
| Grants managed in accordance with published guidelines | per cent | na | 90 | 90 | na |
| <i>Timeliness</i> | | | | | |
| Marketing programs delivered according to milestones | per cent | na | 90 | 90 | 90 |
| Grant and cooperative programs delivered according to milestones | per cent | na | 90 | 90 | na |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 35.5 | 38.5 | 36.7 |
| Tourism Industry and Infrastructure Development – Facilitate private sector tourism investment, provide leadership and direction in line with the Tourism Victoria Strategic Business Plan and the Tourism Development Plans for each of Victoria's product regions and attract new carriers and air services to Melbourne. | | | | | |
| <i>Quantity</i> | | | | | |
| Number of consultative industry forums, seminars and workshops conducted. | number | na | 6-10 | 30 | 20-25 |
| Investment projects facilitated | number | na | 15-20 | 15-20 | 15-20 |

Tourism – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Quality</i> | | | | | |
| Service Level Agreements with major industry partners acquitted within agreed guidelines | per cent | na | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost: | \$ million | na | 7.7 | 3.7 | 3.0 |

Source: Department of State and Regional Development

Note:

- (a) Previously Tourism Marketing and Event Facilitation Outputs
- (b) Outcome measure - potentially affected by external factors.

Major Projects

Description of the Output Group:

This output manages and delivers land development projects and the coordination of development projects and associated feasibility studies. Major Projects also manages public construction projects nominated and funded by other Government agencies.^(a)

Departmental Objective to which the Output Group contributes:

- To encourage and support the development of a robust, internationally competitive and diverse economic base for Victoria.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

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.

Quantity

Project management

- Beacon Cove (ongoing) number nm nm nm 1

Project feasibility studies conducted number nm nm nm 5-10

Hazardous Waste Siting

- Public consultation process commenced date nm nm nm Jun 2002

- Establishment of soil recycling facility facilitated date nm nm nm Jun 2002

Timeliness

Royal Melbourne Showgrounds

- Facilities upgrade commenced date nm nm nm Jun 2002

Bonegilla Migrant Settlement Centre

- Scoping, design and tendering documentation finalised date nm nm nm Jun 2002

Bayside Land Development

- Commencement of Stage 2 date na Jul 2000 4th quarter na

Bundoora Land Development

- Commencement of housing construction date na Jul 2000 3rd quarter na

Jolimont/Eastside Rationalisation Program

- Sale of building lot date na Jul 2000 2nd quarter na

Major Projects – continued

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|----------------------------------|---|---------------------------|
| Kensington Banks Residential Program | | | | | |
| • Demolition of building and sale of land | date | na | Mar 3 rd quarter 2001 | | na |
| Parkville | | | | | |
| • Project management of site | date | na | Jul 1 st quarter 2000 | | na |
| Cost | | | | | |
| Total output cost: | \$ million | na | 4.8 | 3.4 | 6.0 |

Source: Department of State and Regional Development

Note:

(a) *The majority of Major Projects' activities relate to project management services provided on behalf of other Government agencies, the cost of which appears under the relevant output of the respective Department.*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 2.7.2 – Statement of Financial Performance** - 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 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) % |
|--|-------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 251.4 | 325.1 | 279.6 | 408.5 | 25.6 |
| Section 29 receipts - Commonwealth | 1.6 | 1.0 | 1.1 | 0.9 | -18.2 |
| -Other | .. | 0.3 | 0.3 | 0.3 | .. |
| Other Commonwealth grants | 0.6 | .. | .. | .. | .. |
| Other revenue ^(c) | 4.9 | 1.8 | 2.4 | 4.0 | na |
| Total | 258.4 | 328.2 | 283.3 | 413.6 | 26.0 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 52.7 | 57.0 | 63.1 | 64.1 | 12.4 |
| Purchases of supplies and services ^(e) | 73.4 | 88.6 | 84.9 | 73.6 | -16.9 |
| Depreciation and amortisation | 3.6 | 3.4 | 3.8 | 4.4 | 29.6 |
| Capital assets charge | 1.2 | 2.0 | 2.0 | 3.4 | 68.2 |
| Other expenses | 131.8 | 177.2 | 129.5 | 268.1 | 51.3 |
| Total | 262.8 | 328.2 | 283.3 | 413.6 | 26.0 |
| Operating surplus/deficit before revenue for increase in net assets | - 4.4 | .. | .. | .. | .. |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 0.7 | .. | 3.0 | 4.2 | .. |
| Section 29 Receipts - asset sales | .. | .. | .. | .. | .. |
| Operating surplus/deficit | - 3.7 | .. | 3.0 | 4.2 | .. |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 0.4 | 0.4 | 0.4 | 4.4 | na |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 8.9 | 5.6 | 33.7 | 17.9 | na |
| Less revenue transferred to Consolidated Fund | - 7.4 | - 5.6 | - 33.7 | - 17.9 | na |
| Total | 1.8 | 0.4 | 0.4 | 4.4 | na |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | .. | .. | .. | .. | .. |
| Purchases of supplies and services | .. | .. | .. | .. | .. |
| Other expenses | 0.8 | 0.4 | 0.4 | 4.4 | na |
| Total | 0.8 | 0.4 | 0.4 | 4.4 | na |
| Operating surplus/deficit | 1.0 | .. | .. | .. | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

The Department of State and Regional Development is expected to break even on its operations for 2001-02.

For controlled items, operating revenue and expenses for the Department are both expected to total \$413.6 million in 2001-02 (before the increase in net assets), reflecting an increase of \$85.4 million (26 per cent) in 2001-02 over the 2000-01 Budget estimate. This increase reflects the following changes:

- an increase of \$54.7 million in 2001-02 due to funds being carried over from the previous year's unspent budget allocation. A large part of this change in the Department's funding profile between 2000-01 and 2001-02 reflects revised timing of the commencement of projects committed under the Regional Infrastructure Development Fund (RIDF) in 2000-01;
- an increase of \$35.7 million in 2001-02 as a result of new spending initiatives outlined within *Budget Paper No. 2*, Appendix B;
- a net increase of \$8.4 million in 2001-02 for funds committed to the staging of major events;
- an increase of \$3.8 million in 2001-02 to meet the costs of additional salary supplementation for public sector employees governed by the VPS and s170 MX award system;

These upward movements in revenue and expenses are expected to be offset partly by lower expenses of \$17.2 million in 2001-02 resulting from the cessation of some policy initiatives (involving one-off funding allocations) in 2000-01.

The Department is anticipating lower operating revenue and expenses for the budget outcome in 2000-01 since publication of the 2000-01 Budget. Estimated revised operating revenue and expenses for 2000-01 is expected to be \$283.3 million, reflecting a decrease of \$44.9 million since the previous budget. This decrease in the Department's operating position is principally due to:

- a net decrease of \$49.9 million in unapplied appropriations in 2000-01, largely due to lower RIDF expenditure in that year, as described above;
- a transfer of approximately \$3.0 million from operating revenue and expenses into capital investment to fund further asset investment in innovation, technology upgrades across the Department as well as infrastructure improvements of sport and recreation camps across the State;

- these changes are expected to be offset by a number of factors comprising:
 - a net increase of \$3.2 million in committed funds for meeting the cost of staging major sporting events in 2000-01;
 - an increase of \$3.8 million in 2000-01 in appropriation revenue to meet the costs of additional salary supplementation, consistent with the increase in 2001-02 which is described above; and
 - an increase of \$1.0 million due to the effect of other policy decisions, namely machinery of government changes.

For administered items, the Department administers activities on behalf of the Government, with revenue and expenses both expected to total \$4.4 million in 2001-02.

- This represents a total increase of \$4 million in 2001-02 since the 2000-01 Budget estimate. This reflects a payment by the State Government to racing clubs following the Government's decision to increase the Health Benefit Levy.

At a more detailed level, Other Revenue collections are expected to increase by \$28.1 million by the end of 2000-01 and by \$12.3 million in 2001-02 since the 2000-01 Budget.

- This increase reflects a machinery of government transfer relating to the Office of Major Projects (OMP) which transferred from the Department of Infrastructure to the Department of State and Regional Development during 2000-01. This transfer of OMP operations will not increase the Department's administered operating position as the additional revenue collected by OMP is returned to the Government's Consolidated Fund.

Table 2.7.3: Statement of Financial Position

(\$ thousand)

| | <i>Estimated as at 30 June</i> | | | | <i>Variation ^(a)</i> |
|--------------------------------------|--------------------------------|---------------|----------------|---------------|---------------------------------|
| | <i>2000</i> | <i>2001</i> | <i>2001</i> | <i>2002</i> | |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | <i>%</i> |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | - 894 | - 894 | - 894 | - 894 | .. |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 1 404 | 1 404 | 3 860 | 3 860 | na |
| Prepayments | 2 664 | 2 664 | 2 664 | 2 664 | .. |
| Inventories | .. | .. | .. | .. | .. |
| Other Assets | .. | .. | .. | .. | .. |
| Total Current Assets | 3 174 | 3 174 | 5 630 | 5 630 | 77.4 |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables ^(b) | 8 927 | 8 357 | 6 220 | 5 720 | -31.6 |
| Fixed Assets | 20 332 | 20 902 | 23 893 | 28 543 | 36.6 |
| Other Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 29 259 | 29 259 | 30 113 | 34 263 | 17.1 |
| Total Assets | 32 433 | 32 433 | 35 743 | 39 893 | 23.0 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 4 798 | 4 798 | 4 798 | 4 798 | .. |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 6 575 | 6 575 | 6 575 | 6 575 | .. |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | 2 446 | 2 446 | 2 765 | 2 765 | 13.0 |
| Total Current Liabilities | 13 819 | 13 819 | 14 138 | 14 138 | 2.3 |
| Non-Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 8 652 | 8 652 | 8 652 | 8 652 | .. |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 8 652 | 8 652 | 8 652 | 8 652 | .. |
| Total Liabilities | 22 471 | 22 471 | 22 790 | 22 790 | 1.4 |
| Net Assets | 9 962 | 9 962 | 12 953 | 17 103 | 71.7 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | .. | .. | .. | .. | .. |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 6 445 | 6 445 | 6 445 | 6 445 | .. |
| Total Current Assets | 6 445 | 6 445 | 6 445 | 6 445 | .. |

Table 2.7.3: Statement of Financial Position – continued

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|----------------|-----------------|----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 19 649 | 14 749 | 14 749 | 14 726 | -0.2 |
| Fixed Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 19 649 | 14 749 | 14 749 | 14 726 | -0.2 |
| Total Assets | 26 094 | 21 194 | 21 194 | 21 171 | -0.1 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Total Current Liabilities | .. | .. | .. | .. | .. |
| Non-Current Payables | .. | - 4 900 | - 4 900 | - 4 923 | 0.5 |
| Total Non-Current Liabilities | .. | - 4 900 | - 4 900 | - 4 923 | 0.5 |
| Total Liabilities | .. | - 4 900 | - 4 900 | - 4 923 | 0.5 |
| Net Assets | 26 094 | 26 094 | 26 094 | 26 094 | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

The Department's net assets position is expected to increase marginally in 2001-02 since publication of the 2000-01 Budget, due solely to changes in controlled items. For administered items, the Department's net assets position is expected to remain unchanged, with a total value of \$26.1 million in June 2002.

A small increase of \$7.1 million to the Department's controlled net asset base is expected by June 2002 reflecting:

- \$3.6 million of new asset investment in 2001-02 associated with redevelopment of the vic.gov.au portal site and upgrade of the Bonegilla Migrant Settlement Centre. These asset investment initiatives are detailed within *Budget Paper No 2*, Appendix B; and
- A transfer of funds totalling \$3 million from operating funding to asset investment during 2000-01 in order to contribute to the Department's capital works program across two of its output groups, Innovation and Policy as well as Sport, Recreation and Racing, discussed previously; and
- an increase of \$0.5 million to further improve the working condition of Victoria's Sport and Recreation Camps. This increase reflects a change in the investment profile by bringing forward funds from 2002-03 into 2001-02.

Table 2.7.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|--------------|--------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 251.4 | 325.1 | 279.6 | 408.5 | 25.6 |
| Receipts from State Government - increase in net asset base | 0.7 | .. | 3.0 | 4.2 | .. |
| Section 29 Receipts - Commonwealth | 1.6 | 1.1 | 1.2 | 0.9 | -25.4 |
| - Other | .. | 0.3 | 0.3 | 0.3 | .. |
| - Asset Sales | .. | .. | .. | .. | .. |
| Other Commonwealth grants | 0.6 | .. | .. | .. | .. |
| Other | 7.0 | 1.8 | .. | 4.0 | na |
| | 261.1 | 328.3 | 284.0 | 417.8 | 27.2 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | - 51.6 | - 57.0 | - 63.1 | - 64.1 | 12.4 |
| Purchases of Supplies and Services | - 73.6 | - 88.6 | - 84.6 | - 73.6 | -16.9 |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Capital Assets Charge | - 1.2 | - 2.0 | - 2.0 | - 3.4 | 68.2 |
| Current grants and transfer payments | - 102.5 | - 177.2 | - 129.5 | - 268.1 | 51.3 |
| Capital grants and transfer payments | - 31.0 | .. | .. | .. | .. |
| Net Cash flows from operating activities | 1.1 | 3.5 | 4.8 | 8.6 | na |
| 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 | - 4.4 | - 4.0 | - 7.4 | - 9.1 | na |
| Net Cash flows from investing activities | - 4.4 | - 4.0 | - 7.4 | - 9.1 | 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 | .. | 0.6 | 2.7 | 0.5 | -12.3 |
| Net borrowings and advances | .. | .. | .. | .. | .. |
| Net Cash flows from financing activities | .. | 0.6 | 2.7 | 0.5 | -12.3 |
| Net Increase/Decrease in Cash Held | - 3.3 | 0.1 | 0.1 | .. | na |
| Cash at beginning of period | 2.4 | - 0.8 | - 0.8 | - 0.7 | -16.7 |
| Cash at end of period | - 0.8 | - 0.7 | - 0.7 | - 0.7 | .. |

Table 2.7.4: Statement of Cash Flows – continued

| | (\$ million) | | | | Variation ^(a) |
|--|-------------------|-------------------|--------------------|-------------------|--------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | 0.4 | 0.4 | 0.4 | 4.4 | na |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 7.3 | 5.6 | 5.6 | 5.6 | .. |
| | 7.6 | 6.0 | 6.0 | 10.0 | 66.7 |
| <i>Operating payments</i> | | | | | |
| Purchases of Supplies and Services | - 25.2 | - 4.9 | - 4.9 | .. | .. |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Current grants and transfer payments | - 0.4 | - 0.4 | - 0.4 | - 4.4 | na |
| Capital grants and transfer payments | .. | .. | .. | .. | .. |
| Other | - 7.4 | - 5.6 | - 33.7 | - 17.9 | na |
| Net Cash flows from operating activities | - 25.4 | - 4.9 | - 33.0 | - 12.3 | na |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.1 | .. | 28.1 | 12.3 | .. |
| Net Movement In Investments | 0.2 | 4.9 | 4.9 | .. | na |
| Purchases of Non-Current Assets | 25.0 | .. | .. | .. | .. |
| Net Cash flows from investing activities | 25.3 | 4.9 | 33.0 | 12.3 | na |
| 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 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

The Department's Statement of Cash Flows for controlled items in 2001-02 reflects no material change since the 2000-01 Budget.

For administered items, net cash flows from operating and investing activities are expected to increase during 2001-02 from the 2000-01 Budget. This primarily reflects the machinery of government transfer of OMP from the Department of Infrastructure, previously mentioned. Other Operating Payments and Receipts from the Sales of Land and Fixed Assets are likely to increase by \$28.1 million for the revised outcome in 2000-01 and by \$12.3 million in 2001-02 as a result of this transfer.

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) | | | Variation ^(a) | |
|--|-------------------|--------------------|-------------------|--------------------------|-------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | | % |
| Annual appropriations ^(b) | 317.7 | 270.4 | 362.3 | | 14.1 |
| Receipts credited to appropriations | 1.3 | 1.3 | 1.1 | | - 14.7 |
| Unapplied previous years appropriation | 7.3 | 12.1 | 54.7 | | na |
| Accumulated surplus - previously applied appropriation | .. | .. | .. | | .. |
| Gross Annual appropriation | 326.3 | 283.8 | 418.1 | | 28.2 |
| Special appropriations | 0.5 | 0.5 | .. | | na |
| Trust funds | 0.3 | 0.9 | 2.5 | | na |
| Non public account and other sources | 1.5 | 1.5 | 1.5 | | .. |
| Total Authority | 328.6 | 286.7 | 422.2 | | 28.5 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 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 2.3.6: Payments made on behalf of the State

| <i>Accounts</i> | <i>(\$ million)</i> | | | <i>Variation</i> ^(a) | |
|---|---------------------------|----------------------------|---------------------------|---------------------------------|-----------|
| | <i>2000-01 Budget</i> | <i>2000-01 Revised</i> | <i>2001-02 Budget</i> | | <i>%</i> |
| Health Benefit Levy transitional payment to Racing Clubs | .. | .. | 4.0 | | .. |
| ANZAC Day administered trust | 0.4 | 0.4 | 0.4 | | .. |
| Total | 0.4 | 0.4 | 4.4 | | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

DEPARTMENT OF TREASURY AND FINANCE

PART 1: OUTLOOK AND OUTPUTS

Overview

In 2001-02 the Department of Treasury and Finance (DTF) will continue to pursue its mission of providing leadership in economic, financial and resource management. This leadership focus is reflected in the Department's three to five year operational objectives of:

- providing sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial budget surplus;
- guiding Government actions to best increase living standards for all Victorians through the provision of innovative policy advice; and
- championing an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians.

Outputs provided to Government are budgeted to fall from \$275 million in 2000-01 to \$239 million in 2001-02. This is due to productivity gains within DTF and ongoing redirection of effort to areas of greatest importance to Government; in particular, innovative and strategic policy advice.

Scope and Coverage

Financial information for DTF 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; and
- Victorian Casino and Gaming Authority.

Collectively, these entities form the 'Department' for the purposes of budget appropriations.

In addition, there are a number of statutory authorities and Government Business Enterprises which, while not directly budget funded and therefore not included in the following financial information, are nevertheless accountable to the above mentioned portfolio Ministers.

Review of 2000-01

In 2000-01, the Department's focus was on the development and implementation of Government policies centred on responsible financial management, promoting growth across the whole State, delivering improved services and restoring democracy.

Key initiatives successfully completed or significantly progressed included:

- supporting Government in the delivery of this Budget;
- development of the Government's business tax package, **Better Business Taxes: Lower, Fewer, Simpler**;
- production of the first Quarterly and the first Half Yearly Financial Report for the Victorian State Sector;
- launch of guidance material for Partnerships Victoria, the Government's public private partnerships policy;
- public consultation to progress the establishment of the Essential Services Commission and Essential Services Ombudsman;
- agreement on restoring environmental flows to the Snowy River;
- the introduction of regional caps for gaming machines;
- implementation of a Beneficiary Choice program as part of superannuation reform; and
- introduction of a national football tipping competition.

2001-02 Outlook

In 2001-02 the activities of the Department will focus on the provision of innovative policy solutions to deliver the Government's economic, social and environmental outcomes. To meet this requirement the Department has redirected resources to strengthen its research and development capability.

The Department will play a lead role, sometimes in conjunction with other Departments, in the delivery of major projects including:

- regional fast rail and other Partnership Victoria projects;
- full retail competition proposals for all Victorian gas and electricity customers;
- establishment of the Essential Services Commission and Essential Services Ombudsman;
- electronic commerce for procurement (EC4P); and
- implementing the Government's business tax package, **Better Business Taxes: Lower, Fewer, Simpler**.

Effectiveness, efficiency and transparency in resource management will be further enhanced with the introduction of service strategy and output pricing reviews across government. New IT based initiatives under the Management Reform Program will be implemented within the Department and on a whole-of-government basis.

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 collection and regulation of gaming and the gas and electricity markets in Victoria. Particular attention will be paid to the active management of risks arising from core and other business.

Output Information

The following section provides details of the outputs to be provided to Government.

The Department has refined its output structure to better reflect Government priorities and requirements. Some performance measures have also changed, reflecting a shift in emphasis from policy development to policy implementation. A further driver has been the Department's desire to improve its performance measures to provide a more accurate and transparent account of outputs delivered.

The following table summarises the total cost for each output group. The overall cost of outputs delivered to Government is budgeted to fall by \$36 million (13.1 per cent) to \$239 million. This owes to productivity gains within DTF and, as projects are completed, the redirection of effort to areas of greatest importance to Government. Changes to particular output groups include:

- reprioritisation of funding to increase the provision of *Strategic Policy Advice* and enhance the Department's research and development capability;
- reduction in expenditure on *Reform Services* reflecting the completion of major activities under Superannuation Reform and the transfer of some energy related functions to the Department of Natural Resources and Environment;
- reduction of expenditure on *Resource Management Services* reflecting the cessation of the Victorian Accelerated Infrastructure Program (VAIP) building finance leases;
- increase in expenditure on *Regulatory Services* to establish the Essential Services Commission and to prepare for full retail competition for all Victorian gas and electricity customers; and
- an increase in *Revenue Management Services* to fund the possible relocation of components of the State Revenue Office to a regional location. This is dependent on a feasibility study to be completed in May 2001.

As detailed above there have been a number of changes in the outputs to be delivered in 2001-02 and this has resulted in the Output Group costs for 2000-01 being no longer directly comparable to those for the 2001-02 Budget.

Table 2.8.1: Output group summary

| | (\$ million) | | | |
|-------------------------------|----------------------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
| Strategic Policy Advice | 19.9 | 19.5 | 25.3 | 27.4 |
| Financial Management Services | 25.3 | 18.3 | 21.7 | - 14.2 |
| Risk Management Services | 12.0 | 16.4 | 10.0 | - 16.5 |
| Reform Services | 39.3 | 29.2 | 1.9 | - 95.1 |
| Resource Management Services | 94.8 | 185.2 | 78.9 | - 16.8 |
| Regulatory Services | 28.3 | 31.6 | 37.9 | 34.2 |
| Revenue Management Services | 55.6 | 55.3 | 63.3 | 13.9 |
| Total | 275.1 | 355.5 | 239.1 | - 13.1 |

Source: Department of Treasury and Finance

Notes:

(a) 2000-01 Output Group Budget incorporates changes to Output Group structure and organisational restructuring and therefore may differ from figures published in the 2000-01 Budget.

(b) Variation between 2000-01 Budget and 2001-02 Budget.

Financial Management Services

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.

Departmental Objectives to which the Output Group contributes:

- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus; and
- Champion an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians.

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|

Financial Reporting and Control

Quantity

| | | | | | |
|---|--------|----|----|-------|-------|
| 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 | nm | 52 | 52 | 52 |
| Ensure credit card users are aware of compliance requirements through distribution of credit card compliance letters to credit card user organisations | number | nm | nm | 134 | 134 |
| AFR | number | 1 | 1 | 1 | 1 |
| Half Yearly AFR | number | nm | 1 | 1 | 1 |
| Quarterly Financial Reports | number | nm | 4 | 3 | 4 |
| Monthly Reports | number | 11 | 10 | 10 | 10 |
| Ensure total estimated unclaimed money claims are processed per year | number | nm | nm | 6 300 | 6 300 |

Quality

| | | | | | |
|--|------------|-----|-----|-----|-----|
| Management of the average daily balances within the set-up pool <\$10m per annum | \$ million | 8.9 | <10 | <10 | <10 |
|--|------------|-----|-----|-----|-----|

Financial Management Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------|---|---|---|---|
| Receipt of Authorised Credit Card Acceptance Letters | per cent | nm | nm | 90 | 100 |
| Unqualified AFR Audit Opinion | yes/no | yes | yes | yes | yes |
| Material weaknesses in systems reporting by the Auditor-General | number | nm | 0 | 0 | 0 |
| Compliance with procedures for processing and assessing unclaimed money claims | per cent | 100 | 100 | 100 | 100 |
| Customer satisfaction with unclaimed money service delivery | per cent | 95 | 95 | 95 | 95 |
| <i>Timeliness</i> | | | | | |
| Ensure STL service standards for unclaimed moneys are within the target period | working days | 3 | 3 | 3-5 | 3-5 |
| Daily management of the Public Account bank account and set-off pool balances | daily | nm | daily | daily | daily |
| Receipt of Credit Card Compliance Letters | date | nm | nm | 30/09/01 | 30/09/01 |
| AFR | date | 93 days from end of period | 27/10/00 | 24/10/00 | 27/10/01 |
| Half Yearly AFR | date | nm | 15/03/01 | 15/03/01 | 15/03/02 |
| Quarterly Financial Report Qtr 4 (2000-01) | date | nm | 27/10/01 | 27/10/01 | 27/10/01 |
| Quarterly Financial Report Qtr 1 | date | nm | 30/11/00 | 30/11/00 | 30/11/01 |
| Quarterly Financial Report Qtr 2 | date | nm | 15/03/01 | 15/03/01 | 15/03/02 |
| Quarterly Financial Report Qtr 3 | date | nm | 31/05/01 | 31/05/01 | 31/05/02 |
| Monthly Reports | working days | 15 th working day of the following month | 15 th working day of the following month | 15 th working day of the following month | 15 th working day of the following month |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 7.9 | 4.3 | 7.0 |
| Financial Assets and Liabilities Management Services | | | | | |
| <i>Quantity</i> | | | | | |
| Production of inputs to meet Government's financial reporting requirements ^(a) | number | nm | 100% | 100% | 12 |
| 330 | Treasury and Finance | | Budget Estimates 2001-02 | | |

Financial Management Services – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| Production of forecasts and sensitivities for Budget forward estimates | number | nm | nm | 2 | 2 |
| Provision of analysis and commentary of reported levels and movements in financial assets and financial liabilities | number | nm | nm | 4 | 4 |
| Contingent liability management, guarantee applications and oversight of the reporting | number | nm | nm | 4 | 4 |
| <i>Quality</i> | | | | | |
| Meet the Loan Council reporting requirements and ensure Victoria's reporting is accurate | number | nm | nm | 4 | 4 |
| <i>Timeliness</i> | | | | | |
| Timely completion of annual and ad hoc borrowing approvals with no complaints from the entities | number | nm | nm | 26+ | 26 |
| Timely processing of Investment and Financial Arrangement approvals and associated research, with no complaints from the entities | number | nm | nm | 4 | 12 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.9 | 1.2 | 1.7 |

Taxation (State Revenue) Monitoring and Forecasting Services

| | | | | | |
|---|--------|----|----|----|----|
| <i>Quantity</i> | | | | | |
| Taxation (state revenue) items monitored and forecast | number | nm | nm | 26 | 26 |
| Contribution to the following DTF deliverables: | | | | | |
| • Annual Report | number | nm | nm | 1 | 1 |
| • Budget update | number | nm | 1 | 1 | 1 |
| • Annual Financial Report | number | nm | 1 | 1 | 1 |
| • Mid year financial report | number | nm | 1 | 1 | 1 |
| • Quarterly Financial Report (draft) | number | nm | nm | 4 | 4 |
| • Monthly Financial Report (draft) | number | nm | 12 | 10 | 10 |

Financial Management Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------|--------------------|--------------------------|--------------------------------|----------------------------|
| Delivery of following projects: | | | | | |
| • Coordinate State Treasuries Tax Forecasting Group meeting | number | nm | nm | nm | 1 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | 80 | 80 | 80 | 85 |
| Significant weaknesses in tax monitoring and forecasting reported by AG and Internal Auditors | number | nm | 0 | 0 | nil quali- fications |
| Accuracy of estimating quarterly taxation revenue | per cent | nm | nm | nm | within 10 |
| Accuracy of estimating state taxation revenue (budget to AFR) | per cent | nm | within 10 | within 10 | within 5 |
| <i>Timeliness</i> | | | | | |
| Delivery of key projects according to timetable agreed: | | | | | |
| • State Treasuries Tax Forecasting Group | date | nm | nm | nm | Sept 2001 |
| • Service Provision Rating (Ministerial survey data) | per cent | 90 | 80 | 80 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.2 | 0.6 | 0.7 |
| Budget Development and Production | | | | | |
| <i>Quantity</i> | | | | | |
| Budget | number | 1 | 1 | 1 | 1 |
| Budget update | number | nm | 1 | 1 | 1 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | 100 | 80 | 80+ | 80 |
| Positive review by Auditor-General under s16 (b) of Audit Act | yes/no | nm | yes | yes | yes |
| <i>Timeliness</i> | | | | | |
| Qtr 4 (budget) | yes/no | 100% | yes | yes | yes |
| 15 January (budget update) | yes/no | nm | yes | yes | yes |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.9 | 4.5 | 4.9 |
| 332 | Treasury and Finance | | Budget Estimates 2001-02 | | |

Financial Management Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|----------------------|-------------------|--------------------------------|-------------------|
| Portfolio Performance Review | | | | | |
| <i>Quantity</i> | | | | | |
| Quarterly Output Performance and Certification report per portfolio (4 per portfolio) | number | 4 | 32 | 32 | 36 |
| Quarterly Financial Performance reports for Parliament (contribution) | number | nm | nm | nm | 4 |
| Departmental reviews (1 per portfolio) | number | 8 | 8 | 8 | 8 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | 100 | 80 | 80 | 80 |
| ERC Satisfaction | per cent | nm | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Quarterly certifications provided to the Minister 20 working days after the quarter | per cent | 95 | 100 | 100 | 100 |
| Quarterly Financial Performance report – contribution completed 12 days after quarter end | per cent | nm | nm | nm | 100 |
| Departmental performance reviews completed within Qtr 1 | per cent | 95 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.7 | 2.2 | 3.5 |
| GBE Performance Monitoring Services | | | | | |
| <i>Quantity</i> | | | | | |
| GBE corporate plans reviewed and assessed | number | 15 | 13 | 16 | 16 |
| Critical review and assessment of TCV/RFC/VFMC corporate and business plans | number | nm | nm | 3 | 3 |
| GBE quarterly performance analysed | number | 15 | 13 | 16 | 16 |
| GBE Annual Reports tabled | number | nm | 13 | 13 | 9 |
| Board appointments | number | nm | nm | 46 | 31 |
| GBE policy advice provided as required | per cent | nm | nm | nm | 100 |
| GBE dividends negotiated | number | nm | nm | 26 | 26 |
| Budget Estimates 2001-02 | | Treasury and Finance | | | 333 |

Financial Management Services – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Monitoring and assessing Public Authority Income | number | nm | nm | nm | 10 |
| Monthly cashflow forecasting | number | nm | nm | nm | 12 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Analysis provided to agreed schedule | per cent | 70 | 90 | 90 | 90 |
| Target dates met for GBE dividend payments | per cent | 100 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.0 | 1.6 | 1.3 |
| Taxation Compliance Services | | | | | |
| <i>Quantity</i> | | | | | |
| Implementation of the Tax Compliance Framework: | per cent | nm | nm | nm | 100 |
| Maintenance of a Taxation Education and Awareness Program and facility (including maintenance of a tax knowledge base website and training and briefing sessions to be conducted on a regular and as required basis). | per cent | nm | nm | nm | 100 |
| Delivery of quarterly Taxation Bulletins/Guides | number | nm | 4 | 4 | 4 |
| Maintain and review of taxation compliance policies and Issues Management | per cent | nm | 5 (number) | 5 (number) | 100 |
| Development of taxation review packages | number | nm | 1 | 2 | 1 |
| Conduct taxation compliance reviews of strategic portfolios and agencies throughout the year | number | nm | 20 | 20-25 | 25 |
| Preparation of Quarterly reports outlining the level of taxation compliance of the VPS | number | nm | 1 | 1 | 4 |

Financial Management Services – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <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 | yes | yes | yes |
| Ensuring that lodgement deadlines for Department's Statutory obligations are met | per cent | nm | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Taxation Review 2001-02 package developed by Q2 | yes/no | nm | nm | yes | yes |
| Bulletins published quarterly | yes/no | nm | yes | yes | yes |
| Compliance Policies reviewed in Quarter 3 | yes/no | nm | nm | yes (q1) | yes |
| Taxation Advice provided within five working days | yes/no | nm | yes | yes | yes |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 3.6 | 2.9 | 2.6 |

Source: Department of Treasury and Finance

Note:

(a) *This measure was previously measured as a percentage. To more accurately reflect the activity it will now be measured as the number of inputs to whole-of-government reports.*

Reform Services

Description of the Output Group:

Provision of advice and developing and implementing continuous improvements in resource management.

Departmental Objectives to which the Output Group contributes:

- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus; and
- Champion an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|---|------------------------|-----------------------|---------------------------------|-----------------------|
| Resource Management Reform | | | | | |
| <i>Quantity</i> | | | | | |
| Policy reviews and refinements | number | 3 | 4 | 4 | 4 |
| ERC reports on progress against departmental and WOG MRP improvement strategies | number | nm | nm | 3 | 4 |
| Documented case studies on MRP principles/practice applied | number | nm | nm | 2 | 6 |
| <i>Quality</i> | | | | | |
| Achieved measurable progress in the implementation of MRP across Departments (c/f results of the evaluation framework – completed by July 2000) | MRP Evaluation Framework Rating ^(a) | nm | 50 | 60 | 25 |
| Measurable improvements in knowledge/understanding of the reform framework by all stakeholders (over June 2000 benchmark) | Self Assessment of surveyed stakeholders ^(b) | nm | 50% | 45% | >5 |
| DTF satisfaction with internal support for MRP implementation | per cent satisfaction | nm | nm | 85 | 85 |
| <i>Timeliness</i> | | | | | |
| Deliverables completed by: | | | | | |
| • Ownership interest framework | date | nm | June 2001 | June 2001 | Sept 2002 |
| • MRP improvement strategies (ERC) report | date | nm | nm | End month after Qtr | End month after Qtr |

Reform Services – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|---|
| Performance Measures | | | | | |
| • IGP updates | date | nm | Dec 2000 | Dec 2000 | By end Qtr |
| • Case studies – launch dates | date | nm | nm | End Apr, Jun | End Jul End Sept End Nov End Jan End Apr End Jun |
| Cost | | | | | |
| Total output cost | \$ million | na | 2.5 | 2.4 | 1.9 |

Source: Department of Treasury and Finance

Notes:

- (a) *Target Annual: All Departmentts (on average) achieve final stages of 'capability' for all MRP elements.*
- (b) *Previously measured as a percentage improvement based on an annual survey conducted from 30 June 2000 to 30 June 2001. In 2001-02 the measure has been changed to a rating scale out of 10.*

Regulatory Services

Description of the Output Group:

Regulation of gaming and utilities in Victoria.

Departmental Objectives to which the Output Group contributes:

- Guide Government actions to best increase living standards for all Victorians through the provision of innovative policy advice; and
- Champion an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians.

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| Regulation of Gaming | | | | | |
| <i>Quantity</i> | | | | | |
| Licences | number | 19 535 | 23 126 | 19 858 | 22 173 |
| Compliance Services (audits, inspections, investigation, revenue verification, operator procedures and rule approvals) | number | 7 868 | 9 535 | 9 046 | 7 745 |
| <i>Quality</i> | | | | | |
| Licences – licences cancelled following disciplinary action as a proportion of active licences | per cent | nm | <0.1 | <0.1 | <0.1 |
| Compliance services – accuracy of compliance activities | per cent | nm | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Licences – processed within target time | per cent | 93.75 | 80 | 80 | 80 |
| Compliance services – performed within target time | per cent | nm | 95 | 95 | 95 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 14.3 | 14.7 | 17.3 |

Economic Regulatory Services

Quantity

Major projects:

- Preparation for contestable gas market^(a) number 1 1 1 1
- Preparation for contestable electricity market number 1 1 1 1
- Gas distribution price review – draft implementation^(b) number 1 1 1 1

Regulatory Services – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| Regular Services: | | | | | |
| • Company service reviews and audits | number | 3 | 12 | 12 | 26 |
| • New or revised regulatory guidelines | number | 4 | 4 | 4 | 6 |
| • Price approvals | number | nm | 3 | 14 | 22 |
| • Licences – new, amended, exemptions ^(c) | number | 14 | nm | nm | 10 |
| <i>Quality</i> | | | | | |
| Regulatory decisions upheld | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Deadlines met for major projects | per cent | 100 | 99 | 99 | 95 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 11.1 | 14.1 | 20.6 |

Source: Department of Treasury and Finance

Notes:

- (a) *The Office of the Regulator General acts to facilitate the introduction of retail competition in gas and electricity supply, but does not control the rate or extent of preparation by the respective industries, nor the commencement date. The currently expected commencement date for electricity and gas are 01/01/2002 and 01/07/2002 respectively.*
- (b) *2001-02 will include the majority of the effort in the leadup to a final determination on gas prices in 2002-03.*
- (c) *The number of new and amended licences, and licence exemptions, depends on requests from companies in regulated industries.*

Resource Management Services

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.

Departmental Objective to which the Output Group contributes:

- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|---------------------------|------------------------|---------------------------------------|---------------------------------------|---------------------------|
| Procurement Services | | | | | |
| <i>Quantity</i> | | | | | |
| Implementation of recommendations of Ministerial Review of Government Purchasing Arrangements | per cent | nm | 100 | 100 | 100 |
| Increase use of whole-of-government Common Use Arrangements through wider application across public sector from base of \$599 million in 1999-00 | per cent increase of base | nm | nm | nm | 5 or \$30m |
| Co-ordination of Government E-commerce project for Government | number | 1 | 8 Departments assisted, 3 implemented | 8 Departments assisted, 3 implemented | 5 Departments implemented |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | 80 | 80 | 80 | 85 |
| CFOs in Departments satisfied with co-ordination role of E-commerce | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Continued implementation of Ministerial review of Government Purchasing Arrangements to agreed timetable | per cent | nm | nm | 35 | 85 |

Resource Management Services – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Other key deliverables managed on time – in line with planned and agreed project timetables | per cent | 80 | 100 | - | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 4.1 | 3.4 | 4.3 |

Government Accommodation Services

Quantity

Management and co-ordination of office accommodation for Departments, including:

- Provision of floor space square metres 423 000 361 000 420 000 420 000
- Delivery of all approved government accommodation projects to agreed timeframe per cent nm 90 70 90

Quality

CFOs in Departments highly satisfied with accommodation services per cent nm 70 60 70

Occupancy in all office accommodation per cent nm nm nm 95

Timeliness

Accommodation available for clients within agreed timeframes per cent 100 90 70 90

Cost:

Total output cost \$ million na 41.8 32.9 38.7

Government Land and Property Services

Quantity

Implementation of Government policy on land and property management per cent yes 100 100 90

Revenue from sale of surplus Crown land \$ million 87 50 50 40

Quality

Service Provision Rating (Ministerial survey data) per cent 100 80 90 90

Resource Management Services – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Performance Measures</i> | | | | | |
| <i>Timeliness</i> | | | | | |
| Key deliverables managed on time – in line with planned and agreed project timetables | per cent | 100 | 80 | 90 | 80 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 6.2 | 6.2 | 5.8 |
| Management of Motor Vehicle Leases | | | | | |
| <i>Quantity</i> | | | | | |
| Management and co-ordination of leased motor vehicles for Departments, including: | | | | | |
| • Motor vehicles financed | number | 7607 | 8000 | 8100 | 8 000 |
| • Implementation of initiatives relating to Greener Cities Policy application to Government motor vehicle fleet | number | nm | 2 | 2 | 2 |
| <i>Quality</i> | | | | | |
| CFOs in Departments satisfied with vehicle fleet services | per cent | nm | 75 | 75 | 75 |
| <i>Timeliness</i> | | | | | |
| Key deliverables 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 | 27.8 | 28.6 | 30.0 |

Source: Department of Treasury and Finance

Risk Management Services

Description of the Output Group:

Provision of project risk advice on infrastructure and other partnership models. 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.

Departmental Objectives to which the Output Group contributes:

- Champion an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians; and
- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|---|--------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Infrastructure Project Management | | | | | |
| <i>Quantity</i> | | | | | |
| Provision of leadership as chair of a Public/Private Partnership Committee established by the Heads of Treasuries | meeting number | nm | nm | 2 | 4 |
| Steering Committee participation in the development of a Victorian Centre of Competence in Public Private partnerships in conjunction with Melbourne University Private | meeting number | nm | nm | 4 | 10 |
| Development of a contract management policy to manage 'commercially closed' public infrastructure | meeting number | nm | nm | nm | 1 |
| Provision of commercial and risk management advice on public private partnership (and other) projects to facilitate new infrastructure and minimise government's exposure to risk | number of milestones met | nm | 20 | 40 | 65 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | 80 | 80 | 80 | 80 |

Risk Management Services – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Key deliverables and projects managed on a timely basis. Ad hoc requests from Treasurer delivered on time as required. Respond to agencies' requests on complex project documentation within 2 working days of a request and provide initial advice within 10 working days | per cent | 80 | 80 | 80 | 80 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 4.0 | 4.2 | 5.5 |
| Commercial Project Management | | | | | |
| <i>Quantity</i> | | | | | |
| Capability (knowledge and resources) to undertake additional unforeseen projects as requested by Ministers during the year | per cent | nm | nm | nm | 80 |
| Windup of SECV non-trading activities | number | nm | nm | nm | 1 |
| Implementation of the Snowy River Water Inquiry | number | nm | nm | nm | 1 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Projects managed in line with planned and agreed project timetables | per cent | nm | 80 | 80 | 90 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 16.7 | 5.0 | 3.7 |
| Prudential Supervision | | | | | |
| <i>Quantity</i> | | | | | |
| Public Financial Institutions quarterly reports to the Balance Sheet Management Committee | number | nm | 4 | 4 | 4 |
| Instances of non-compliance with prudential framework | number | nm | 0 | 0 | 0 |

Risk Management Services – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 100 | 100 | 80 |
| <i>Timeliness</i> | | | | | |
| Key deliverables and projects managed on time – in line with planned and agreed project timetables | per cent | 80 | 100 | 100 | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 8.0 | 8.3 | 0.8 |

Source: Department of Treasury and Finance

Strategic Policy Advice

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.

Departmental Objectives to which the Output Group contributes:

- Champion an integrated whole-of-government approach to ensure optimal service delivery and provision of world class infrastructure to benefit all Victorians.
- Guide Government actions to best increase living standards for all Victorians through the provision of innovative policy advice.
- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|------------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Financial Management Regulation and Compliance | | | | | |
| <i>Quantity</i> | | | | | |
| Maintenance of accounting policy and compliance function | per cent | nm | 100 | 100 | 100 |
| Accounting policy advice provided as required | number | nm | nm | nm | 200 |
| <i>Quality</i> | | | | | |
| Accounting and compliance framework advice assessed better than satisfactory by departments, agencies and VAGO | per cent | nm | satisfactory or better | satisfactory or better | 90 |
| Number of gaps in compliance framework identified by VAGO as requiring rectification | number | nm | nil | nil | nil |
| Service Provision Rating (Ministerial survey data) | 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 | 100 | 100 | 100 |

Strategic Policy Advice – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| 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 | 100 | 100 | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.8 | 3.7 | 2.9 |
| Strategic Policy and Research | | | | | |
| <i>Quantity</i> | | | | | |
| Development and implementation of a program of long-term strategic research and policy advice | number | nm | nm | nm | 1 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Key deliverables and projects managed on time – in line with planned and project timetables agreed by Minister | per cent | nm | 100 | 50 | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 1.1 | 1.3 | 1.4 |
| Financial and Risk Management Policy Advice | | | | | |
| <i>Quantity</i> | | | | | |
| Delivery of the following: | | | | | |
| <ul style="list-style-type: none"> Ongoing advice to Government on the management of the State's financial assets and financial liabilities (including debts, unfunded superannuation and contingent liabilities) as required | per cent responded to | nm | nm | 100 | 100 |
| <ul style="list-style-type: none"> Termination of Structured Finance transactions removing or minimising contingent liabilities of the State in a cost effective manner | number completed | nm | nm | 1 | 1 |

Strategic Policy Advice – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | nm | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Key deliverables and projects managed on time – in line with planned and agreed project timetables (allowing for events outside of Department's control) | per cent | nm | 100 | 100 | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 0.8 | 1.0 | 1.1 |

Economic, Regulatory, Environmental and Social Policy Advice

Quantity

Provision of ongoing strategic
advice and policies on key
initiatives:

| | | | | | |
|---|--------------------------------------|----|------|-----|-----|
| • Briefs on regulatory framework for utilities | number | nm | nm | nm | 32 |
| • Briefs on macroeconomic issues | number | nm | nm | nm | 100 |
| • Victorian Economic News | number | nm | 4 | 4 | 4 |
| • Forecast Updates | number | nm | 4 | 4 | 4 |
| • Economic policy briefings on Cabinet submissions | number | nm | 250 | 564 | 250 |
| • Ministerial correspondence on Economic, Regulatory, Environmental and Social Policy issues | number | nm | 20 | 5 | 60 |
| • Briefings on social policy indicators | number | nm | 10 | 12 | 10 |
| • Response to 3 rd tranche report | number | nm | nm | nm | 12 |
| • Completion of legislation review program | number | nm | 4 | 70 | 24 |
| • Operation of Victoria's Competitive Neutrality Complaints Unit (CNCU) | number of complaints processed | - | 100% | 10 | 20 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
|---|----------|----|----|----|----|

Strategic Policy Advice – *continued*

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Timeliness</i> | | | | | |
| Key initiatives managed within planned timeframes as agreed with Treasurer and relevant Ministers | per cent | nm | 100 | 100 | 90 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | na | na | 3.8 |

Inter Government Financial Relations Policy Advice

| | | | | | |
|---|------------|----|-----|-----|----------|
| <i>Quantity</i> | | | | | |
| Provision of ongoing strategic industry advice including: | | | | | |
| • Strategy developed | number | nm | nm | nm | 1 |
| • Ministerial Council Meetings | number | nm | 2 | 1 | 2 |
| • Heads of Treasuries meetings | number | nm | 3 | 3 | 4 |
| • Grants Commission papers and reports | number | nm | 5 | 10 | 10 |
| • Specific Purpose Arrangements | number | nm | 12 | 12 | 12 |
| • Intergovernmental issues (COAG, CRR, etc.) | number | nm | nm | nm | 8 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 85 |
| <i>Timeliness</i> | | | | | |
| Draft strategy | date | nm | nm | nm | Mar 2002 |
| Strategy approved by Treasurer | date | nm | nm | nm | Jun 2002 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 2.2 | 1.4 | 1.7 |

Taxation (State Revenue) Policy Advice

| | | | | | |
|---|--------|----|----|----|----|
| <i>Quantity</i> | | | | | |
| Implementation of Better Business Taxes: Lower, Fewer, Simpler | number | nm | nm | nm | 1 |
| Provision of Ministerial Briefs on taxation policy | number | nm | 22 | 20 | 30 |

Strategic Policy Advice – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Implementation plan approved by Treasurer | month | nm | nm | nm | Sept 2001 |
| Implementation completed | month | nm | nm | nm | Jun 2002 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 1.6 | 2.7 | 1.3 |

Budget Formulation Advice

| | | | | | |
|--|------------|----|-----|-----|-----|
| <i>Quantity</i> | | | | | |
| Delivery of budget formulation advice including: | | | | | |
| Expenditure Review Committee briefs | number | nm | 33 | 90 | 100 |
| Cabinet briefs | number | nm | 416 | 650 | 600 |
| Ministerial briefs (related to Budget issues) | number | nm | 200 | 200 | 200 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| Expenditure Review Committee satisfaction with briefs | per cent | nm | 90 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Delivery to agreed timelines | per cent | nm | 100 | 100 | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 2.9 | 3.4 | 2.9 |

Gaming Policy Advice

| | | | | | |
|---|--------|----|-----|-----|-----|
| <i>Quantity</i> | | | | | |
| Briefings on gambling policy issues | number | nm | 30 | 28 | 30 |
| Ministerial correspondence on Gaming Policy | number | nm | 200 | 124 | 200 |
| Briefings on gaming indicators | number | nm | 10 | 4 | 10 |
| Ministerial Council of Gaming Ministers (Meetings) | number | nm | 2 | 2 | 2 |

Strategic Policy Advice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Ad hoc policy advice requests delivered as required – with initial advice and estimated date of completion of advice within timelines agreed with requestor | per cent | nm | 100 | 100 | 100 |
| Key deliverables and projects managed on time – in line with planned and project timetables agreed by Minister | per cent | nm | 100 | 100 | 100 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 3.7 | 3.8 | 1.6 |
| Statutory Insurance Advice | | | | | |
| <i>Quantity</i> | | | | | |
| Provision of strategic advice on State Insurance Schemes including the following deliverables: | | | | | |
| Quarterly review of Victorian WorkCover Authority, Transport Accident Commission, and Victorian Managed Insurance Authority | number | nm | 4 | 4 | 4 |
| Review of major hazard regulation | number | nm | nm | nm | 1 |
| Establishment of funding agreement with VWA for public safety activities | number | nm | nm | nm | 1 |
| <i>Quality</i> | | | | | |
| Service Provision Rating (Ministerial survey data) | per cent | nm | 80 | 85 | 80 |
| Reported satisfaction levels of trustee companies and cooperatives | per cent | nm | nm | nm | 80 |

Strategic Policy Advice – *continued*

| Major Outputs/Deliverables Performance Measures | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|----------------------------|----------------------------|---------------------------|---|---------------------------|
| <i>Timeliness</i> | | | | | |
| Key deliverables managed on time – in line with planned and agreed project timetables | per cent | nm | 80 | 70 | 80 |
| Ad hoc policy advice requests delivered as required within timeframes agreed with requestors | per cent | nm | nm | nm | 80 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | 0.9 | 1.0 | 8.6 |

Source: Department of Treasury and Finance

Revenue Management Services

Description of the Output Group:

Management of state taxation and subsidy schemes by providing:

- Taxation collection and disbursement systems;
- Taxation policy and technical advice, support and determinations; and
- Compliance activities.

Departmental Objective to which the Output Group contributes:

- Sound financial management of the State's fiscal resources with an emphasis on maintenance of a substantial Budget surplus.

| <i>Major Outputs/Deliverables</i> | <i>Unit of measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target</i> |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Revenue Management Services to Government | | | | | |
| <i>Quantity</i> | | | | | |
| Revenue collected within agreed budget target | per cent | 12.6 | +/- 5 | +5.25 | +/- 5 |
| Revenue disbursed (rebates paid) | per cent | nm | nm | nm | +/- 5 |
| Revenue banked on day of receipt | per cent | 99 | 99 | 99 | 99 |
| <i>Quality</i> | | | | | |
| Customer satisfaction level | per cent | 95.66 | nm | nm | ≥75 |
| Maintain ISO 9001 certification (Biannual) | yes/no | nm | nm | nm | yes |
| Ratio of outstanding debt to total revenue (as at the last day of quarter) | per cent | 0.96 | <2 | <2 | <2 |
| Reduce percentage of public ruling files more than 90 days old | per cent | nm | nm | nm | 5 |
| <i>Timeliness</i> | | | | | |
| Revenue received within three business days of due date | per cent | 97 | 90 | 90 | ≥90 |
| Meet cabinet and parliament time frames | per cent | 100 | 100 | 100 | 100 |
| Timely handling of objections within 60 days | per cent | 95.75 | 95 | 90 | ≥90 |
| <i>Cost:</i> | | | | | |
| Total output cost | \$ million | na | na | 52.4 | 63.3 |

Source: Department of Treasury and Finance

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Department's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows 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 made on behalf of the State.

The following three financial statements are presented in the format consistent with the Australian Accounting Standard 29 (AAS29). 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 – Statement of Financial Performance** - 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 the financial health of the Department; and
- **Table 2.8.4 – Statement of Cash Flows** – 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: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) |
|--|----------------|----------------|----------------|----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | % |
| | Actual | Budget | Revised | Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 272.0 | 238.8 | 232.6 | 219.4 | -8.1 |
| Section 29 receipts - Commonwealth | .. | .. | .. | .. | .. |
| -Other | 2.4 | 2.6 | 2.6 | 2.7 | 4.3 |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 17.4 | -7.3 | 21.7 | -10.6 | 45.5 |
| Total | 291.8 | 234.0 | 256.9 | 211.4 | -9.7 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 75.2 | 73.1 | 73.3 | 72.6 | -0.7 |
| Purchases of supplies and services ^(e) | 115.8 | 96.7 | 99.8 | 81.2 | -16.0 |
| Depreciation and amortisation | 29.9 | 32.6 | 30.1 | 31.6 | -3.2 |
| Capital assets charge | 42.1 | 41.8 | 37.9 | 34.3 | -18.1 |
| Other expenses | 47.2 | 30.8 | 114.4 | 19.5 | -36.9 |
| Total | 310.1 | 275.1 | 355.5 | 239.1 | -13.1 |
| Operating surplus/deficit before revenue for increase in net assets | -18.3 | -41.1 | -98.5 | -27.7 | -32.5 |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | 6.1 | 42.1 | 19.0 | 105.8 | na |
| Section 29 Receipts - asset sales | .. | 1.0 | 1.0 | .. | na |
| Operating surplus/deficit | -12.2 | 2.0 | -78.5 | 78.1 | na |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 1 398.8 | 2 303.0 | 1 967.4 | 2 171.4 | -5.7 |
| Other Commonwealth grants | 3 644.8 | 5 862.9 | 5 905.9 | 6 615.4 | 12.8 |
| Other revenue ^(c) | 12 050.1 | 10 026.3 | 10 663.3 | 9 695.0 | -3.3 |
| Less revenue transferred to Consolidated Fund | -15 837.0 | -16 124.9 | -16 698.2 | -16 433.5 | 1.9 |
| Total | 1 256.7 | 2 067.3 | 1 838.4 | 2 048.2 | -0.9 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 1 313.1 | 978.8 | 734.7 | 1 004.8 | 2.7 |
| Depreciation and amortisation | 0.0 | 0.0 | 0.0 | 0.0 | .. |
| Purchases of supplies and services | 47.1 | 396.3 | 297.0 | 351.1 | -11.4 |
| Other expenses | 809.2 | 1 008.2 | 1 104.2 | 840.1 | -16.7 |
| Total | 2 169.4 | 2 383.3 | 2 135.9 | 2 196.0 | -7.9 |
| Operating surplus/deficit | -912.6 | -316.0 | -297.5 | -147.7 | -53.3 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

The Department's controlled operating revenue is budgeted to decline in 2001-02 by \$22.6 million (9.7 per cent) from that estimated for the 2000-01 Budget. This decrease is almost entirely due to a decrease in revenue from State Government, which is budgeted to fall by \$19.4 million.

The decrease in revenue reflects the completion of the superannuation reform program, the cessation of the Victorian Accelerated Infrastructure Program (VAIP) and transfer of some energy-related functions to the Department of Natural Resources and Environment. However, the reduction in revenue is partially offset by new initiatives announced as part of the 2001-02 Budget:

- the establishment of the Essential Services Commission which will involve transforming the Office of the Regulator-General into an independent regulatory authority to regulate utilities to protect the interest of consumers and ensure high quality, equitable and reliable supplies; and
- an output evaluation review program to enhance alignment of departmental outputs with Government objectives and to ensure value for money.

Details of these initiatives are outlined in *Budget Paper No. 2*, Appendix B.

A similar decline in expenses between Budgets reflects the net impact of the above factors.

The larger than budgeted expenses in 2000-01 is due principally to the impact on the Government's motor vehicle lease liability of the GST related decline in used car markets. The Department will be funded for this expense in 2001-02, however this delay results in a large deficit in 2000-01 of \$78.5 million, matched by a large surplus in the following year of \$78.1 million.

The controlled statement shows an increase in revenue, between Budgets, for net assets of \$63.7 million, mainly due to:

- the above-mentioned provision of funding to discharge the liability associated with the Government's motor vehicle lease facility;
- the refurbishment of 3 Treasury Place to complete the restoration and refurbishment of the State Government-owned buildings on the Treasury Reserve;

- funding for the restoration of the slate roof of the Old Treasury Building in Spring Street; and
- the replacement of the Department's existing Forward Estimates System that is used to prepare and manage the State Budget.

DTF conducts a large number of transactions on behalf of the State for which it can not exercise direct control, for example, the collection of State Taxation revenue.

For administered operations, the Department's Statement of Financial Performance is showing a deficit. However, the deficit is estimated to fall from \$316 million for 2000-01 to a budgeted \$147.7 million in 2001-02.

Administered operating expenses are estimated to decrease by \$187.3 million between the 2000-01 and 2001-02 Budgets. The main reasons for this decrease are:

- the cessation of the Winter Power Bonus (\$117.3 million);
- reduced administrative costs associated with the GST (\$75.2 million);
- finalisation of the remediation of the West Melbourne Gasworks site (\$21.9 million);
- reduction in funding associated with the wind-up of the Public Transport Corporation following completion of the rail franchisee processes (\$38.9 million);
- cessation of the projects funded from the Microeconomic Reform Program (\$36.1 million); and
- a reduction in the level of expenses associated with Public Debt (\$38.5 million).

However, the reduction in expenses have been partly offset by:

- increased expenses for superannuation contributions of \$85.9 million; and
- expenses associated with the new First Home Owners Grant for new home purchasers of \$26 million.

Table 2.8.3: Statement of Financial Position

(\$ thousand)

| | <i>Estimated as at 30 June</i> | | | | <i>Variation^(a)</i> |
|--------------------------------------|--------------------------------|----------------|----------------|----------------|--------------------------------|
| | <i>2000</i> | <i>2001</i> | <i>2001</i> | <i>2002</i> | |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | <i>%</i> |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | -13 242 | -13 892 | -13 892 | -14 492 | 4.3 |
| Investments | 40 | 40 | 40 | 40 | .. |
| Receivables | 1 163 | 1 163 | 1 163 | 1 163 | .. |
| Prepayments | 1 577 | 1 577 | 1 577 | 1 577 | .. |
| Inventories | 32 734 | 32 734 | 32 734 | 32 734 | .. |
| Total Current Assets | 22 272 | 21 622 | 21 622 | 21 022 | -2.8 |
| Non-Current Assets | | | | | |
| Investments | 132 974 | 132 974 | 132 974 | 132 974 | .. |
| Receivables ^(b) | 43 182 | 37 836 | 43 803 | 52 292 | 38.2 |
| Fixed Assets | 466 331 | 455 412 | 341 541 | 304 892 | -33.1 |
| Total Non-Current Assets | 642 487 | 626 222 | 518 318 | 490 158 | -21.7 |
| Total Assets | 664 759 | 647 844 | 539 940 | 511 180 | -21.1 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 11 054 | 11 054 | 11 054 | 11 054 | .. |
| Borrowings | 12 680 | 12 680 | 99 919 | 9 080 | -28.4 |
| Employee Entitlements | 9 986 | 9 170 | 8 401 | 7 269 | -20.7 |
| Other Liabilities | 1 891 | 891 | 891 | -109 | na |
| Total Current Liabilities | 35 611 | 33 795 | 120 265 | 27 294 | -19.2 |
| Non-Current Liabilities | | | | | |
| Borrowings | 262 729 | 255 820 | 162 820 | 158 540 | -38.0 |
| Employee Entitlements | 10 107 | 10 923 | 11 692 | 12 824 | 17.4 |
| Other Liabilities | 33 | 33 | 33 | 33 | .. |
| Total Non-Current Liabilities | 272 869 | 266 776 | 174 545 | 171 397 | -35.8 |
| Total Liabilities | 308 480 | 300 571 | 294 810 | 198 691 | -33.9 |
| Net Assets | 356 279 | 347 273 | 245 130 | 312 489 | -10.0 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | 119 464 | 119 877 | 119 877 | 120 290 | 0.3 |
| Investments | 7 820 | 4 639 | 4 639 | 1 676 | -63.9 |
| Receivables | 371 732 | 214 622 | 256 250 | 239 445 | 11.6 |
| Prepayments | 28 | 28 | 28 | 28 | .. |
| Inventories | 9 297 | 9 297 | 9 297 | 9 297 | .. |
| Total Current Assets | 508 341 | 348 463 | 390 091 | 370 736 | 6.4 |

Table 2.8.3: Statement of Financial Position – continued

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|--------------------|--------------------|--------------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Non-Current Assets | | | | | |
| Investments | 1 070 127 | 1 744 626 | 2 205 974 | 2 052 225 | na |
| Receivables | -733 875 | -1 441 997 | -1 889 760 | -1 756 819 | na |
| Fixed Assets | 68 610 | 87 485 | 123 385 | 198 669 | na |
| Other | .. | 73 300 | .. | .. | na |
| Total Non-Current Assets | 404 862 | 463 414 | 439 599 | 494 075 | 6.6 |
| Total Assets | 913 203 | 811 877 | 829 690 | 864 811 | 6.5 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 36 891 | 37 891 | 37 891 | 38 891 | 2.6 |
| Borrowings | 36 851 | 36 851 | 502 674 | 499 864 | na |
| Employee Entitlements | 1 | 1 | 1 | 1 | .. |
| Superannuation | 277 370 | 328 453 | 628 844 | 682 195 | na |
| Other Current Liabilities | 46 860 | 46 860 | 47 245 | 47 245 | 0.8 |
| Total Current Liabilities | 397 973 | 450 056 | 1 216 655 | 1 268 196 | na |
| Non-Current Liabilities | | | | | |
| Borrowings | 5 712 958 | 5 749 332 | 5 301 587 | 5 312 003 | -7.6 |
| Employee Entitlements | .. | .. | 34 740 | 71 650 | .. |
| Superannuation | 11 456 736 | 11 577 953 | 11 202 067 | 11 281 284 | -2.6 |
| Other | 163 596 | 157 596 | 157 596 | 151 596 | -3.8 |
| Total Non-Current Liabilities | 17 333 290 | 17 484 881 | 16 695 990 | 16 816 533 | -3.8 |
| Total Liabilities | 17 731 263 | 17 934 937 | 17 912 645 | 18 084 729 | 0.8 |
| Net Assets | -16 818 060 | -17 123 060 | -17 082 955 | -17 219 918 | 0.6 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

Controlled net assets are budgeted to fall by \$34.8 million. This is mainly brought about by:

- expected property sales which reduces non-current assets by \$40 million (and for which the proceeds are recorded in the Department's Administered Statement of Financial Performance);
- the cessation of the Victorian Accelerated Infrastructure Program (VAIP) property lease which reduced non-current assets by \$99 million and non-current liabilities by \$95.4 million; and

- an overall decrease of \$9 million in the provision for amortisation partly as a result of the cessation of the VAIP property lease.

The Administered Statement of Financial Position shows an unfavourable movement in net assets of \$96.9 million (0.6 per cent) between the 2001 and 2002 Budgets. This reflects an increase in total liabilities of \$149.8 million associated with movements in employee entitlements (\$71.6 million), superannuation (\$57.1 million) and borrowings (\$25 million) partially offset by a \$52.9 million increase in total assets (mainly investments and fixed assets).

Statement of Cash Flows

The Statement of Cash Flows reflects the cash impact of those changes to the estimated Statement of Financial Performance and Statements of Financial Position previously discussed.

Table 2.8.4: Statement of Cash Flows

| | (\$ million) | | | | Variation ^(a) % |
|---|-------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 1999-00 Actual | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 272.0 | 238.8 | 232.6 | 219.4 | -8.1 |
| Receipts from State Government - increase in net asset base | 6.1 | 42.1 | 19.0 | 105.8 | na |
| Section 29 Receipts | | | | | |
| - Commonwealth | .. | .. | .. | .. | .. |
| - Other | 2.3 | 2.6 | 2.6 | 2.7 | 4.3 |
| - Asset Sales | .. | 1.0 | 1.0 | .. | na |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 91.0 | 40.7 | 69.7 | 29.4 | -27.8 |
| | 371.6 | 325.1 | 324.9 | 357.3 | 9.9 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -74.0 | -73.1 | -73.3 | -72.6 | -0.7 |
| Purchases of Supplies and Services | -137.9 | -97.7 | -100.8 | -82.2 | -15.8 |
| Interest and finance expenses | -16.5 | -16.3 | -16.3 | -103.1 | 532.1 |
| Finance Lease Liability | -27.0 | -6.9 | -103.5 | -4.3 | -38.1 |
| Capital Assets Charge | -68.5 | -41.8 | -37.9 | -34.3 | -18.1 |
| Current grants and transfer payments | -26.9 | -14.5 | -7.2 | -7.2 | -50.2 |
| Other | -13.0 | -11.0 | -32.6 | -10.8 | -2.1 |
| Net Cash flows from operating activities | 7.7 | 63.8 | -46.7 | 42.8 | -32.8 |

Table 2.8.4: Statement of Cash Flows – continued

| | (\$ million) | | | | Variation ^(a) |
|--|----------------------|-----------------|-----------------|-----------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | % |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | |
| Cash flows from investing activities | | | | | |
| Purchases of investments | 2.9 | .. | .. | .. | .. |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | .. | 1.0 | 1.0 | .. | na |
| Purchases of non-current assets | -10.8 | -70.7 | 45.6 | -34.9 | -50.6 |
| Net Cash flows from investing activities | -7.8 | -69.7 | 46.6 | -34.9 | -49.9 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations – increase in net asset base | 12.7 | .. | .. | .. | .. |
| Capital repatriation to Government | -41.9 | .. | .. | .. | .. |
| Net increases in balances held with Government | 33.5 | 5.3 | -0.6 | -8.5 | na |
| Net borrowings and advances | .. | -0.0 | -0.0 | .. | na |
| Net Cash flows from financing activities | 4.2 | 5.3 | -0.6 | -8.5 | na |
| Net Increase/Decrease in Cash Held | 4.1 | -0.7 | -0.7 | -0.6 | na |
| Cash at beginning of period | -17.4 | -13.2 | -13.2 | -13.9 | na |
| Cash at end of period | -13.2 | -13.9 | -13.9 | -14.5 | na |
| <i>Administered Items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | 1 398.8 | 2 303.0 | 1 967.4 | 2 171.4 | -5.7 |
| Other Commonwealth grants | 3 644.8 | 5 863.1 | 5 906.1 | 6 615.6 | 12.8 |
| Other | 11 966.3 | 10 098.5 | 10 645.0 | 9 653.1 | -4.4 |
| | 17 010.0 | 18 264.6 | 18 518.4 | 18 440.0 | 1.0 |
| <i>Operating payments</i> | | | | | |
| Purchases of Supplies and Services | -9.8 | -396.3 | -296.6 | -351.1 | -11.4 |
| Employee Related Expenses | -642.5 | -879.8 | -603.2 | -835.3 | -5.1 |
| Interest and finance expenses | -426.6 | -454.8 | -421.9 | -444.1 | -2.4 |
| Capital Assets Charge | -0.0 | -0.0 | -0.0 | -0.0 | .. |
| Current grants and transfer payments | -269.2 | -485.8 | -548.5 | -378.2 | -22.2 |
| Capital grants and transfer payments | -29.7 | -29.5 | -10.9 | -7.6 | -74.4 |
| Other | -15 829.0 | -16 114.1 | -16 665.8 | -16 422.9 | 1.9 |
| Net Cash flows from operating activities | -196.9 | -95.6 | -28.4 | 0.9 | na |
| Budget Estimates 2001-02 | Treasury and Finance | | | | 361 |

Table 2.8.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|----------------|---------------|-----------------|---------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 76.7 | 49.0 | 49.0 | 40.0 | -18.4 |
| Net Movement In Investments | -951.2 | -607.8 | -1 001.9 | 227.2 | na |
| Purchases Of Non-Current Assets | -27.6 | -18.9 | -54.8 | -75.3 | na |
| Net Cash flows from investing activities | -902.1 | -577.7 | -1 007.7 | 191.9 | na |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations - increase in net asset base | 0.5 | .. | .. | .. | .. |
| Capital Repatriated to Government | 41.9 | .. | .. | .. | .. |
| Net increases in balances held with Government | 1 971.2 | 674.5 | 1 040.6 | -190.7 | na |
| Net Borrowings And Advances | -794.7 | -0.7 | -4.1 | -1.7 | na |
| Net Cash flows from financing activities | 1 218.4 | 673.8 | 1 036.5 | -192.4 | na |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 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) | | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Annual appropriations ^(b) | 1 857.3 | 1 493.9 | 1 759.2 | - 5.3 |
| Receipts credited to appropriations | 3.6 | 3.6 | 2.7 | - 24.8 |
| Unapplied previous years appropriation | 79.9 | 64.4 | 43.1 | - 46.1 |
| Accumulated surplus - previously applied appropriation | .. | .. | .. | .. |
| Gross Annual appropriation | 1 940.7 | 1 562.0 | 1 805.0 | - 7.0 |
| Special appropriations | 646.7 | 660.7 | 694.3 | 7.4 |
| Trust funds | 19.3 | 20.5 | 19.0 | - 1.6 |
| Non public account and other sources | .. | .. | .. | .. |
| Total Authority | 2 606.7 | 2 243.1 | 2 518.2 | - 3.4 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 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 2.8.6: Payments made on behalf of the State

| (\$ million) | | | | |
|---|----------------------------------|--------------------|-------------------|-------------------------------|
| Accounts | 2000-01 Budget ^(a) | 2000-01 Revised | 2001-02 Budget | Variation ^(b) % |
| Tattersalls duty payments to other jurisdictions | 37.5 | 37.6 | 39.4 | 5.1 |
| Superannuation and pension payments | 16.4 | 16.4 | 17.4 | 6.1 |
| Interest | 446.3 | 410.3 | 430.6 | - 3.5 |
| Current and capital grants ^(c) | 319.1 | 349.0 | 285.7 | - 10.5 |
| Operating supplies and consumables ^(d) | 37.6 | 37.6 | 1.5 | - 96.0 |
| Other | 381.2 | 455.1 | 261.5 | - 31.4 |
| Total | 1 238.1 | 1 306.0 | 1 036.1 | - 16.3 |

Source: Department of Treasury and Finance

Notes:

(a) 2000-01 Budget estimates differ from published estimates due to reclassification of controlled and administered items.

(b) Variation between 2000-01 Budget and 2001-02 Budget.

(c) 2000-01 Budget estimates include the impact of the First Home Owners Scheme from 1 July 2000.

(d) 2000-01 Budget estimates 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 whose 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 legislator.

The Legislative Council comprises 44 Members representing 22 provinces, while 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 is the primary authority for authorising the Government's expenditure. The 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 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 the Department of 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 Joint Investigatory Committees. Their role is to inquire, investigate and report upon proposals or matters referred to them by either House or by the Governor in Council or, in certain circumstances, upon a self initiated reference.

The *Audit (Amendment) Act 1999*, effective from 1 January 2000, restored the discretionary power of the Auditor-General to carry out audits in whatever manner he or she deemed appropriate. The amended legislation also strengthened in several ways the relationship of the Auditor-General with Parliament and the accountability of the Auditor-General to Parliament.

Objectives

For 2001-02, the Parliament and the Auditor-General's Office have formulated a set of objectives. The objectives for the Parliament are as follows:

- to ensure optimal use of human, financial and physical resources;
- to improve community perceptions and understanding of the Parliament;
- to ensure a high level of customer satisfaction;
- to ensure provision of information in a timely and cost effective manner;
- to ensure effective communication to the broader community; and
- to provide innovative and practical technological solutions.

The Auditor-General's Office has adopted the following objectives for 2001-02:

- to deliver value adding reports to Parliament;
- to undertake high quality independent audit activities;
- to meet the needs and expectations of our stakeholders;
- to be identified as a preferred employer; and
- to manage our business with maximum efficiency and effectiveness.

Review of 2000-01

During 2000-01, the focus of the Parliament was on improving the facilities of the Parliament and electorate offices in order to assist the parliamentary departments and Members of Parliament to efficiently carry out their duties.

The Parliamentary departments spent considerable time concentrating on issues relating to the implementation of the GST with special focus on recouping potential embedded tax savings. The Parliament has successfully implemented all components necessary to ensure a smooth transition necessary to cope with changes in tax reform.

The 2000-01 year was a period of great change for the Victorian Auditor-General's Office. It was a year that involved a major restructuring and relocation of the Office following the significant legislative changes that became effective from 1 January 2000 and the resultant re-absorption of the former Audit Victoria into the Office.

Further, a key focus of the Office during 2000-01 was to strengthen its strategic audit planning function in order to facilitate better-informed decisions when identifying potential areas for audit examination.

2001-02 Outlook

For 2001-02, the Parliament will again focus on improving the facilities of the Parliament. In this regard the Parliament has secured additional premises and certain parliamentary departments will be moving to these premises in the latter part of 2001. This move will in turn provide more space for Members of Parliament to enable them to be more effective in carrying out their duties. In addition, this Budget has provided the Parliament with additional funding to improve the accommodation of Legislative Council staff and for refurbishment of the Legislative Assembly Chamber.

The Parliamentary departments will continue to seek ongoing improvements in the facilities of the Members of Parliament, which they rely upon to service their electorates.

The Victorian Auditor-General's Office has adopted a new corporate plan that sets out the objectives, strategies, performance measures and targets to guide its work over the 3 year period July 2001 to June 2004. This new corporate plan has established a sound foundation for the Office to pursue its vision of recognised excellence in public sector auditing. The strategic directions underpinning the corporate plan are premised on having an objective, competent and accountable organisation.

Planned initiatives of the Office for 2001-02 include:

- a review of audit methodologies to meet medium term requirements;
- progressive improvements to management information systems;
- broadening of strategic audit planning processes to incorporate greater stakeholder input to identification of potential audit topics; and
- re-assessment of Parliamentary reporting practices aimed at providing more timely information to the Parliament.

Output Information

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

Table 2.9.1: Output group summary

| | (\$ million) | | | Variation ^(a) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Legislative Council | 13.3 | 11.8 | 11.9 | -10.9 |
| Legislative Assembly | 23.1 | 20.2 | 21.1 | -8.4 |
| Parliamentary Library | 1.7 | 1.7 | 1.8 | 5.3 |
| Parliamentary Debates | 2.2 | 2.2 | 2.3 | 4.1 |
| Parliamentary and Electorate Support Services | 36.8 | 35.4 | 38.9 | 5.9 |
| Auditor General's Office | 22.1 | 22.3 | 22.5 | 1.8 |
| Total | 99.1 | 93.7 | 98.5 | - 0.7 |

Source: Department of Treasury and Finance

Notes:

(b) Variation between 2000-01 Budget and 2001-02 Budget.

Legislative Council

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.

Objectives to which the Output Group contributes:

- To ensure optimal use of human, financial and physical resources;
- To improve community perceptions and understanding of the Parliament;
- To ensure a high level of customer satisfaction; and
- To ensure provision of information in a timely and cost effective manner.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Procedural Support, Documentation Preparation and Provision of Information | | | | | |
| <i>Quantity</i> | | | | | |
| House related documents produced | number | 232 | 130 | 135 | 130 |
| Papers tabled | number | 316 | 1 000 | 1 230 | 1 000 |
| Questions processed | number | 731 | 1 500 | 1 400 | 1 500 |
| Bills and amendments processed | number | 80 | 120 | 130 | 120 |
| Visitors received | number | 80 000 | 80 000 | 90 000 | 90 000 |
| Committee meetings serviced | number | 85 | 130 | 140 | 130 |
| <i>Quantity</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 |
| Minutes and Notice Papers produced and made available within deadlines | per cent | 100 | 98 | 100 | 98 |
| Budget Estimates 2001-02 | | Parliament | | | 369 |

Legislative Council – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 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 | 13.3 | 11.8 | 11.9 |

Source: Parliament

Legislative Assembly

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.

Objectives to which the Output Group contributes:

- To ensure optimal use of human, financial and physical resources;
- To improve community perceptions and understanding of the Parliament;
- To ensure a high level of customer satisfaction; and
- To ensure provision of information in a timely and cost effective manner.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Procedural Support, Documentation Preparation and Provision of Information | | | | | |
| <i>Quantity</i> | | | | | |
| House related documents produced | number | 135 | 180 | 200 | 210 |
| Papers tabled | number | 1 115 | 1 600 | 1 460 | 1 600 |
| Questions processed | number | 211 | 400 | 150 | 200 |
| Bills and amendments processed | number | 76 | 160 | 180 | 180 |
| Visitors received | number | 80 000 | 80 000 | 90 000 | 90 000 |
| Committee meetings serviced | number | 85 | 150 | 250 | 200 |
| <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 | 100 |
| Budget Estimates 2001-02 | | Parliament | | | 371 |

Legislative Assembly – continued

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Performance Measures | | | | | |
| Clients requests responded to within acceptable deadlines | per cent | 100 | 98 | 100 | 100 |
| Committee inquiries completed within deadlines | per cent | 100 | 100 | 100 | 100 |
| Cost | | | | | |
| Total output cost | \$ million | na | 23.1 | 20.2 | 21.1 |

Source: Parliament

Parliamentary Library

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.

Objectives to which the Output Group contributes:

- To ensure optimal use of human, financial and physical resources;
- To provide innovative and practical technological solutions;
- To improve community perceptions and understanding of the Parliament;
- To ensure a high level of customer satisfaction; and
- To ensure provision of information in a timely and cost effective manner.

| Major Outputs/Deliverables | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|-----------------------------------|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Information Provision – Delivery of services whereby information is collated for a client in response to a specific request.

Quantity

| | | | | | |
|--------------------------------|--------|--------|--------|--------|--------|
| Service requests satisfied | number | 11 000 | 10 000 | 10 000 | 10 000 |
| Pages of information delivered | number | 43 000 | 45 000 | 45 000 | 45 000 |

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Clients rating service at expected level or above | per cent | 80 | 85 | 85 | 85 |
| Questions successfully answered | per cent | 95 | 95 | 95 | 95 |

Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Jobs completed within agreed client timeframes | per cent | 92 | 92 | 92 | 92 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|-----|-----|-----|
| Total output cost | \$ million | na | 0.3 | 0.3 | 0.3 |
|-------------------|------------|----|-----|-----|-----|

Information Access – Creation of services to enable clients to access information themselves, both physically and electronically.

Quantity

| | | | | | |
|--------------------------------------|--------|--------|--------|--------|--------|
| Items processed for retrieval | number | 35 000 | 45 000 | 45 000 | 45 000 |
| Client visits to the Library | number | 29 000 | 50 000 | 30 000 | 30 000 |
| Searches on databases | number | 8 500 | 10 100 | 10 100 | 10 100 |
| Electronic Hansard records processed | number | 60 000 | 60 000 | 60 000 | 60 000 |

Quality

| | | | | | |
|---------------------------|----------|----|----|----|----|
| Availability of databases | per cent | 90 | 90 | 90 | 90 |
|---------------------------|----------|----|----|----|----|

Parliamentary Library – continued

| <i>Major Outputs/Deliverables</i> Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|--------------------|--------------------|-------------------|--------------------------------|-------------------|
| <i>Timeliness</i> | | | | | |
| Availability of Daily Hansard by 10am following day of sitting | per cent | 95 | 85 | 85 | 85 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 1.2 | 1.2 | 1.2 |
| Research – Provision of statistical, analytical and research briefings and publications in support or anticipation of Members' parliamentary responsibilities. | | | | | |
| <i>Quantity</i> | | | | | |
| Briefings provided | number | 70 | 70 | 70 | 70 |
| <i>Quality</i> | | | | | |
| Clients rating service at expected level or above | per cent | 70 | 80 | 80 | 80 |
| <i>Timeliness</i> | | | | | |
| Requests completed within agreed timeframe | per cent | 90 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 0.2 | 0.2 | 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 | 30 500 | 37 000 | 37 000 | 32 000 |
| Student visitors to Parliament | number | 23 000 | 23 000 | 23 000 | 23 000 |
| Teachers provided with in-service training | number | 210 | 220 | 210 | 210 |
| Teacher consultancies provided | number | 580 | 600 | 600 | 600 |
| Eligible interns placed with Members | per cent | 95 | 95 | 95 | 95 |
| PR events hosted/facilitated | number | 15 | 15 | 15 | 15 |
| Members' guest visitors received | number | 300 | 250 | 250 | 250 |
| <i>Quality</i> | | | | | |
| Clients rating education service as satisfactory | per cent | 90 | 90 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 0.1 | 0.1 | 0.1 |

Source: Parliament

Parliamentary Debates (Hansard)

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.

Objectives to which the Output Group contributes:

- To ensure optimal use of human, financial and physical resources;
- To ensure effective communication to the broader community;
- To provide innovative and practical technological solutions;
- To ensure a high level of customer satisfaction; and
- To ensure provision of information in a timely and cost effective manner.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| Hansard, Sessional Indexes and Committee Transcripts | | | | | |
| <i>Quantity</i> | | | | | |
| Total number of printed pages | number | 13 499 | 15 188 | 16 000 | 16 000 |
| <i>Quality</i> | | | | | |
| Accuracy and legibility of printed pages and appropriately edited transcript. | per cent | 98 | 100 | 100 | 100 |
| <i>Timeliness</i> | | | | | |
| Pages produced within agreed timeframe | per cent | 100 | 100 | 100 | 100 |
| PDF version of daily and weekly Hansard available on intranet and internet within agreed timeframe | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 2.2 | 2.2 | 2.3 |

Source: Parliament

Parliamentary Services

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.

Objectives to which the Output Group contributes:

- To ensure optimal use of human, financial and physical resources;
- To ensure effective communication to the broader community;
- To provide innovative and practical technological solutions;
- To ensure a high level of customer satisfaction; and
- To ensure provision of information in a timely and cost effective manner.

| Major Outputs/Deliverables Performance Measures | Unit of Measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
|---|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|

Financial Management – Provision of financial management and accounting services.

Quantity

| | | | | | |
|----------------------------|--------|--------|--------|--------|--------|
| Accounts processed | number | 21 500 | 24 000 | 27 000 | 30 000 |
| Financial reports produced | number | 2 400 | 2 500 | 2 600 | 2 600 |

Quality

| | | | | | |
|-----------------------------------|----------|----|----|----|----|
| Accounts paid within credit terms | per cent | 97 | 98 | 98 | 98 |
|-----------------------------------|----------|----|----|----|----|

Timeliness

| | | | | | |
|--|----------|----|----|----|----|
| Reports prepared within required timelines | per cent | 93 | 94 | 95 | 95 |
|--|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 15.5 | 15.1 | 16.4 |
|-------------------|------------|----|------|------|------|

Property Management – Management of the property and service related issues of the State Electorate Offices.

Quantity

| | | | | | |
|----------------|--------|----|----|----|----|
| Leases current | number | 95 | 97 | 93 | 95 |
|----------------|--------|----|----|----|----|

Quality

| | | | | | |
|---|----------|----|----|----|----|
| Electorate Offices property and infrastructure requests satisfactorily resolved | per cent | 85 | 90 | 88 | 88 |
|---|----------|----|----|----|----|

Timeliness

| | | | | | |
|---|----------|----|----|----|----|
| Electorate Office fitouts completed on time and within budget | per cent | 97 | 95 | 90 | 90 |
|---|----------|----|----|----|----|

Cost

| | | | | | |
|-------------------|------------|----|------|------|------|
| Total output cost | \$ million | na | 10.9 | 10.1 | 11.7 |
|-------------------|------------|----|------|------|------|

Parliamentary Services – continued

| <i>Major Outputs/Deliverables</i> | <i>Unit of Measure</i> | <i>1999-00 Actuals</i> | <i>2000-01 Target</i> | <i>2000-01 Expected Outcome</i> | <i>2001-02 Target Outcome</i> |
|---|------------------------|------------------------|-----------------------|---------------------------------|-------------------------------|
| Performance Measures | | | | | |
| Grounds and Facilities Maintenance – Maintenance of the grounds and facilities of Parliament of Victoria. | | | | | |
| <i>Quantity</i> | | | | | |
| Users rating the grounds and facilities as excellent | per cent | 85 | 85 | 90 | 90 |
| <i>Timeliness</i> | | | | | |
| Users requests satisfied on time | per cent | 85 | 85 | 90 | 90 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 5.1 | 5.1 | 5.4 |
| Personnel Services – Provision of personnel services to the Parliament of Victoria and State Electorate Offices. | | | | | |
| <i>Quantity</i> | | | | | |
| Payroll adjustments processed | number | 7 800 | 6 000 | 7 000 | 7 000 |
| <i>Quality</i> | | | | | |
| Corrections required to salaries payments | number | 85 | <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 | 5.2 | 5.1 | 5.4 |

Source: Parliament

Victorian Auditor-General's Office

Description of the Output Group:

- The Auditor-General, an independent officer of the Parliament, has responsibility for the audit of public sector agencies and reporting the results to the Parliament. These audits include financial statement audits and a range of discretionary audits including major audits studies and special investigations.
- The format of the Office's output statement has been revised to more clearly differentiate between output prepared for the Parliament and those relating to annual financial statement audits.

Objectives to which the Output Group contributes:

- To deliver value adding reports to Parliament;
- To undertake high quality independent audit activities;
- To meet the needs and expectations of our stakeholders;
- To be identified as a preferred employer; and
- To manage our business with maximum efficiency and effectiveness.

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target Outcome |
|--|------------------------|--------------------------|-----------------------|---------------------------------|-------------------------------|
| Reports to Parliament Provision of value-adding audit reports to the Parliament on significant resource management issues in the Victorian public sector ^(a) . | | | | | |
| <i>Quantity</i> | | | | | |
| Reports to be tabled in Parliament | number | 8 | 8 | 9 | 12 |
| <i>Quality</i> | | | | | |
| Overall level of external satisfaction with reports | per cent | 77 | 75 | 75 | 80 |
| <i>Timeliness</i> | | | | | |
| Reports completed within planned timeframes agreed with Parliament | per cent | 100 | 95 | 95 | 100 |
| <i>Cost</i> | | | | | |
| Delivery of reports within total output cost | \$ million | na | 10.1 | 10.1 | 9.8 |
| Reports on Financial Statements Expression of audit opinions on the financial statements of audited agencies and on the annual financial report of the State. | | | | | |
| <i>Quantity</i> | | | | | |
| Audit opinions issued to agencies | number | 530 | 522 | 548 | 548 |
| Audit opinion on State's Annual Financial Report | number | 1 | 1 | 1 | 1 |
| Review of the Estimated Financial Statements forming part of the State Budget | number | 1 | 1 | 1 | 1 |
| 378 | Parliament | Budget Estimates 2001-02 | | | |

Victorian Auditor-General's Office – *continued*

| Major Outputs/Deliverables | Unit of measure | 1999-00 Actuals | 2000-01 Target | 2000-01 Expected Outcome | 2001-02 Target |
|--|------------------------|------------------------|-----------------------|---------------------------------|-----------------------|
| <i>Quality</i> | | | | | |
| Overall level of external satisfaction with financial statement audits | per cent | 71 | 70 | 70 | 75 |
| <i>Timeliness</i> | | | | | |
| Audits opinions issued within statutory deadlines | per cent | 91 | 95 | 98 | 100 |
| Management letters and reports to Ministers issued within established timeframes | per cent | nm | nm | nm | 100 |
| <i>Cost</i> | | | | | |
| Total output cost | \$ million | na | 12.0 | 12.1 | 12.6 |

Source: Parliament

Notes:

(a) *Performance measures and targets have been amended to include all audit reports presented to Parliament by the Auditor-General.*

PART 2: FINANCIAL INFORMATION

Part 2 provides the financial statements that support the Parliament's provision of outputs. The information provided includes the Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows for the Parliament as well as the authority for resources.

The total resources made available to the Parliament are applied to two uses:

- the provision of outputs; or
- asset investment.

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 Parliament cannot exercise direct control. 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 Parliament's financial performance and use of resources.

- **Table 2.9.2 – Statement of Financial Performance** - provides details of the Parliament'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 Parliament. The difference between these represents the net assets position, which is an indicator of the financial health of the Parliament; and
- **Table 2.9.4 – Statement of Cash Flows** – shows all movements of cash, that is cash received and paid. The cash impact of financing and investment activities on parliamentary resources is highlighted in this statement.

Table 2.9.2: Statement of Financial Performance

| | (\$ million) | | | | Variation ^(a) % |
|--|--------------|--------------|-------------|-------------|-------------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | |
| | Actual | Budget | Revised | Budget | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | 87.0 | 97.9 | 93.7 | 98.5 | 0.6 |
| Section 29 receipts - Commonwealth | .. | .. | .. | .. | .. |
| -Other | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 4.8 | .. | .. | .. | .. |
| Total | 91.8 | 97.9 | 93.7 | 98.5 | 0.6 |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | 52.3 | 66.1 | 62.9 | 63.4 | - 4.0 |
| Purchases of supplies and services ^(e) | 29.9 | 28.8 | 26.6 | 29.9 | 3.8 |
| Depreciation and amortisation | 3.3 | 2.6 | 2.6 | 3.8 | 46.7 |
| Capital assets charge | 0.8 | 0.8 | 0.8 | 0.8 | .. |
| Other expenses | 4.5 | 0.8 | 0.8 | 0.5 | - 38.1 |
| Total | 90.8 | 99.1 | 93.7 | 98.5 | - 0.7 |
| Operating surplus/deficit before revenue for increase in net assets | 1.0 | - 1.2 | .. | .. | na |
| <i>Add:</i> | | | | | |
| Revenue for increase in net assets | .. | 3.9 | 1.5 | 4.6 | 16.8 |
| Section 29 Receipts - asset sales | .. | .. | .. | .. | .. |
| Operating surplus/deficit | 1.0 | 2.7 | 1.5 | 4.6 | 68.3 |
| <i>Administered items</i> | | | | | |
| Operating revenue | | | | | |
| Revenue from State Government ^(b) | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other revenue ^(c) | 13.7 | 13.6 | 13.7 | 14.4 | 5.6 |
| Less revenue transferred to Consolidated Fund | - 13.6 | - 13.6 | - 13.7 | - 14.4 | 5.6 |
| Total | 0.1 | .. | .. | .. | .. |
| Operating expenses | | | | | |
| Employee related expenses ^(d) | .. | .. | .. | .. | .. |
| Purchases of supplies and services | .. | .. | .. | .. | .. |
| Other expenses | .. | .. | .. | .. | .. |
| Total | .. | .. | .. | .. | .. |
| Operating surplus/deficit | 0.1 | .. | .. | .. | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) Includes estimated carryover of 2000-01 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.

Statement of Financial Performance

Parliament's financial performance is estimated to show an improvement from the 2000-01 Budget to the 2001-02 Budget moving from a deficit of \$1.2 million to a balanced budget. This is the result of a slight increase in operating revenue of \$0.6 million in combination with a decrease in operating expenses of \$0.6 million.

Operating revenue has increased as a result of additional revenue from the State Government mainly for initiatives included in this Budget offset by a decrease of \$4.7 million in revenue associated with Members' superannuation as a result of actuarial review of their contributions.

The Parliament received an additional \$3.5 million of additional revenue for the following initiatives announced as part of this Budget:

- motor vehicle lease costs;
- electorate office budgets and allowances;
- maintenance work on 157 Spring Street secured as additional accommodation for the Parliament of Victoria;
- additional rental income to cover the ongoing tenancy costs of the 157 Spring Street accommodation; and
- operating costs associated with elements of Parliament's Information Technology Strategy.

Details of these initiatives are outlined in *Budget Paper No. 2, Appendix B*.

Parliament also received additional revenue for award related salary increases of approximately \$0.6 million and for increased depreciation expenses following the re-valuation of some of Parliament's assets, most notably the Library Collection and PARLYNET.

The movement in operating expenses reflects the decreased Member's superannuation expenses partly offset by an increase in employee-related expenses due to wage award increases and the impact of the Budget initiatives outlined above.

As can be seen from the Statement, the actuary's downward revaluation of Member's superannuation contributions has offset the additional revenue and expenses due to the 2001-02 Budget initiatives resulting in the operations of the Parliament remaining basically static over the last three financial years with only a minor improvement in the operating balance.

Table 2.9.3: Statement of Financial Position

(\$ thousand)

| | <i>Estimated as at 30 June</i> | | | | |
|--------------------------------------|--------------------------------|----------------|----------------|----------------|--------------------------|
| | 2000 | 2001 | 2001 | 2002 | Variation ^(a) |
| | <i>Actual</i> | <i>Budget</i> | <i>Revised</i> | <i>Budget</i> | % |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | - 77 | - 77 | - 77 | - 77 | .. |
| Receivables | 130 | 130 | 130 | 260 | na |
| Prepayments | 876 | 876 | 876 | 876 | .. |
| Inventories | 50 | 50 | 50 | 50 | .. |
| Total Current Assets | 979 | 979 | 979 | 1 109 | 13.3 |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables ^(b) | 6 954 | 8 533 | 9 733 | 11 812 | 38.4 |
| Fixed Assets | 145 416 | 147 250 | 144 827 | 147 494 | 0.2 |
| Total Non-Current Assets | 152 370 | 155 783 | 154 560 | 159 306 | 2.3 |
| Total Assets | 153 349 | 156 762 | 155 539 | 160 415 | 2.3 |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | 2 268 | 2 408 | 2 408 | 2 408 | .. |
| Employee Entitlements | 3 063 | 2 927 | 2 927 | 2 927 | .. |
| Other Liabilities | 151 | 151 | 151 | 151 | .. |
| Total Current Liabilities | 5 482 | 5 486 | 5 486 | 5 486 | .. |
| Non-Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Borrowings | .. | .. | .. | .. | .. |
| Employee Entitlements | 3 317 | 4 006 | 4 006 | 4 305 | 7.5 |
| Superannuation | .. | .. | .. | .. | .. |
| Other Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | 3 317 | 4 006 | 4 006 | 4 305 | 7.5 |
| Total Liabilities | 8 799 | 9 492 | 9 492 | 9 791 | 3.2 |
| Net Assets | 144 550 | 147 270 | 146 047 | 150 624 | 2.3 |
| <i>Administered items</i> | | | | | |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash | .. | .. | .. | .. | .. |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 4 018 | 4 018 | 4 018 | 4 018 | .. |
| Total Current Assets | 4 018 | 4 018 | 4 018 | 4 018 | .. |
| Non-Current Assets | | | | | |
| Investments | .. | .. | .. | .. | .. |
| Receivables | 8 | 8 | 8 | 8 | .. |
| Fixed Assets | .. | .. | .. | .. | .. |
| Total Non-Current Assets | 8 | 8 | 8 | 8 | .. |
| Total Assets | 4 026 | 4 026 | 4 026 | 4 026 | .. |

Table 2.9.3: Statement of Financial Position

(\$ thousand)

| | Estimated as at 30 June | | | | Variation ^(a) % |
|--------------------------------------|-------------------------|----------------|-----------------|----------------|-------------------------------|
| | 2000 Actual | 2001 Budget | 2001 Revised | 2002 Budget | |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Payables | .. | .. | .. | .. | .. |
| Total Current Liabilities | .. | .. | .. | .. | .. |
| Non-Current Liabilities | .. | .. | .. | .. | .. |
| Total Non-Current Liabilities | .. | .. | .. | .. | .. |
| Total Liabilities | .. | .. | .. | .. | .. |
| Net Assets | 4 026 | 4 026 | 4 026 | 4 026 | .. |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

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

Statement of Financial Position

Parliament's net asset position has improved from the 2001 Budget to the 2002 Budget from \$147.3 million to \$150.6 million. This improvement has been caused by an increase in non-current assets (receivables). Due to the impact of the revaluation of a number of Parliament's assets including the library collection and PARLYNET, which has resulted in more depreciation than is required to fund the Parliament's current asset investment program receivables have increased by \$3.3 million.

Table 2.9.4: Statement of Cash Flows

| | (\$ million) | | | | |
|--|--------------|--------------|-------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - provision of outputs | 87.0 | 97.9 | 93.7 | 98.5 | 0.6 |
| Receipts from State Government - increase in net asset base | .. | 3.9 | 1.5 | 4.6 | 16.8 |
| Section 29 Receipts - Commonwealth | .. | .. | .. | .. | .. |
| - Other | .. | .. | .. | .. | .. |
| - Asset Sales | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 3.5 | .. | .. | -0.1 | .. |
| | 90.6 | 101.8 | 95.2 | 102.9 | 1.1 |
| <i>Operating payments</i> | | | | | |
| Employee Related Expenses | -51.8 | -65.5 | -62.3 | -63.1 | -3.6 |
| Purchases of Supplies and Services | -32.9 | -28.7 | -26.5 | -29.9 | 4.3 |
| Interest and finance expenses | .. | .. | .. | .. | .. |
| Capital Assets Charge | -0.8 | -0.8 | -0.8 | -0.8 | .. |
| Current grants and transfer payments | -0.2 | -0.8 | -0.8 | -0.5 | -38.1 |
| Capital grants and transfer payments | .. | .. | .. | .. | .. |
| Net Cash flows from operating activities | 4.8 | 6.0 | 4.8 | 8.5 | 42.3 |
| 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 | -2.5 | -4.4 | -2.0 | -6.4 | 46.2 |
| Net Cash flows from investing activities | -2.5 | -4.4 | -2.0 | -6.4 | 46.2 |
| Cash flows from financing activities | | | | | |
| Receipts from appropriations -increase in net asset base | .. | .. | .. | .. | .. |
| Capital repatriation to Government | .. | .. | .. | .. | .. |
| Net increases in balances held with Government | -3.1 | -1.6 | -2.8 | -2.1 | .. |
| Net borrowings and advances | .. | .. | .. | .. | .. |
| Net Cash flows from financing activities | -3.1 | -1.6 | -2.8 | -2.1 | 0.0 |
| Net Increase/Decrease in Cash Held | -0.8 | .. | .. | .. | .. |
| Cash at beginning of period | 0.8 | .. | .. | .. | .. |
| Cash at end of period | .. | .. | .. | .. | .. |

Table 2.9.4: Statement of Cash Flows – continued

| | (\$ million) | | | | |
|--|--------------|--------------|--------------|--------------|--------------------------|
| | 1999-00 | 2000-01 | 2000-01 | 2001-02 | Variation ^(a) |
| | Actual | Budget | Revised | Budget | % |
| <i>Administered items</i> | | | | | |
| Cash flows from operating activities | | | | | |
| <i>Operating receipts</i> | | | | | |
| Receipts from State Government - payments on behalf of state | .. | .. | .. | .. | .. |
| Other Commonwealth grants | .. | .. | .. | .. | .. |
| Other | 13.6 | 13.6 | 13.7 | 14.4 | 5.6 |
| | 13.6 | 13.6 | 13.7 | 14.4 | 5.6 |
| <i>Operating payments</i> | | | | | |
| Purchases of Supplies and Services | .. | .. | .. | .. | .. |
| Employee Related Expenses | -0.1 | .. | .. | .. | .. |
| Current grants and transfer payments | .. | .. | .. | .. | .. |
| Capital grants and transfer payments | .. | .. | .. | .. | .. |
| Other | -13.6 | -13.6 | -13.7 | -14.4 | 5.6 |
| Net Cash flows from operating activities | -13.8 | -13.6 | -13.7 | -14.4 | 5.6 |
| Cash flows from investing activities | | | | | |
| Receipts from sale of land, fixed assets and investments (incl. S29 FMA) | 0.1 | .. | .. | .. | .. |
| Net Cash flows from investing activities | 0.1 | .. | .. | .. | .. |
| 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 2000-01 Budget and 2001-02 Budget.

Statement of Cash Flows

Parliament's Statement of Cash Flows shows the net cash flows from operating activities increased from \$6.0 million in 2000-01 to \$8.5 million in 2001-02. This is the result of an increase in operating receipts of \$1.1 million, which are primarily due to additional output and asset funding for budget initiatives. At the same time the movement in operating payments and receipts have been mainly offset by the downward revision of Members' Superannuation contributions.

Authority for Resources

This section shows the Parliamentary authority for the resources provided to the Parliament 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) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Annual appropriations ^(b) | 68.3 | 65.0 | 71.0 | 4.0 |
| Receipts credited to appropriations | .. | .. | .. | .. |
| Unapplied previous years appropriation | 3.3 | 4.4 | 5.2 | 55.7 |
| Accumulated surplus - previously applied appropriation | .. | .. | .. | .. |
| Gross Annual appropriation | 71.6 | 69.4 | 76.2 | 6.4 |
| Special appropriations | 30.2 | 25.7 | 26.8 | - 11.2 |
| Trust funds | .. | .. | .. | .. |
| Non public account and other sources | .. | .. | .. | .. |
| Total Authority | 101.8 | 95.2 | 103.0 | 1.2 |

Source: Department of Treasury and Finance

Notes:

(a) Variation between 2000-01 Budget and 2001-02 Budget.

(b) For 2000-01 Revised, includes the impact of approved Treasurer's Advances.

STATEMENT 3

STATE REVENUE

STATE REVENUE

SUMMARY OF GENERAL GOVERNMENT SECTOR STATE REVENUE

In this statement, State Revenue includes both state-sourced revenue and Commonwealth grants. The point of comparison adopted in this statement is the 2001-02 budget estimate against the revised estimate for 2000-01.

As shown in Table 3.1, general government sector revenue and grants received are expected to be relatively unchanged in 2001-02 compared with the revised estimate for 2000-01. This is due to declines in taxation revenue resulting from tax cuts and a return to trend levels of activity in property markets together with a fall in investment income.

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, affect importantly the composition of State Revenue, particularly the increasing relative importance of Commonwealth Grants in State Revenue.

Taxation revenue is expected to be 6.5 per cent lower in 2001-02. The fall in taxation is due mainly to lower property tax revenue, a reduction in business taxes under the Government's **Better Business Taxes: Lower, Fewer, Simpler** package and the abolition of financial institutions duty and stamp duty on quoted marketable securities from 1 July 2001 which have more than offset taxation revenue growth. Details on the Government's **Better Business Taxes: Lower, Fewer, Simpler** package are presented in Chapter 5, *Growing the Whole State*, Budget Paper No. 2.

Commonwealth grants are expected to increase by 9.7 per cent compared with the revised estimate for 2000-01. This is due mainly to the increase in GST revenue grants reflecting increased GST revenue, a higher GST transitional grant to compensate for State taxes abolished as agreed under the Intergovernmental Agreement and increased national competition policy payments.

Regulatory fees and fines are expected to rise by 1.4 per cent in 2001-02 reflecting, among other things, increased traffic penalties and enforcement partly offset by the cessation of electricity licence fees.

Investment income is expected to fall from \$1 383 million in 2000-01 to \$938 million in 2001-02. The decrease is primarily in public authority income and is due mainly to the expected end of a profitable gas supply arrangement with ESSO/BHPP in September 2001, weaker investment returns and an increase in the valuation of claims liabilities in 2000-01 reducing the Transport Accident Commission distributions in 2001-02 and the expected return to long term climatic and more subdued land development activity reducing distributions from the metropolitan water sector.

Proceeds from the sale of goods and services are expected to grow by 3.1 per cent to \$2 112 million, while other revenue is expected to fall by 8.8 per cent to \$753 million.

Table 3.1: General government sector revenue and grants received

| | (\$ million) | | | Variation ^(a) | |
|----------------------------|-------------------|--------------------|-------------------|--------------------------|------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | | % |
| Taxation | 8 063.6 | 8 530.4 | 7 976.5 | | -6.5 |
| Regulatory fees and fines | 273.3 | 369.2 | 374.2 | | 1.4 |
| Sale of goods and services | 1 985.1 | 2 048.3 | 2 111.6 | | 3.1 |
| Investment income | 1 192.4 | 1 383.1 | 938.2 | | -32.2 |
| Other revenue | 746.9 | 825.6 | 753.2 | | -8.8 |
| Grants received | 10 223.5 | 10 310.2 | 11 311.7 | | 9.7 |
| Total | 22 484.8 | 23 466.8 | 23 465.5 | | 0.0 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

REVENUE

Taxation

This section describes the structure of the most significant items of taxation.

Taxation revenue is projected to fall by 6.5 per cent in 2001-02 relative to the revised estimate for 2000-01. This projected fall is due mainly to lower collections of property taxes, reduced business taxes (see **Better Business Taxes: Lower, Fewer, Simpler**) and the abolition of financial institutions duty and stamp duty on quoted marketable securities from 1 July 2001. These have more than offset growth in other tax revenue sources.

Table 3.2: Taxation estimates

| | (\$ million) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Payroll tax | 2 459.0 | 2 544.0 | 2 607.2 | 2.5 |
| Taxes on property | | | | |
| Land tax | 489.4 | 516.3 | 567.0 | 9.8 |
| Stamp duty on financial transactions | | | | |
| Land transfers | 1 040.0 | 1 260.0 | 1 150.0 | - 8.7 |
| Marketable securities | 215.1 | 276.7 | 12.1 | - 95.6 |
| Other property stamp duty | 190.8 | 215.9 | 169.1 | - 21.7 |
| Financial institutions duty | 364.3 | 382.5 | 32.8 | - 91.4 |
| Debits tax | 253.2 | 251.3 | 250.0 | - 0.5 |
| Metropolitan improvement levy | 70.8 | 70.8 | 72.7 | 2.6 |
| Property owners contribution to fire brigades | 20.6 | 19.5 | 20.1 | 3.1 |
| Financial accommodation levy | 3.6 | 4.1 | 4.1 | .. |
| Gambling taxes | | | | |
| Private lotteries | 279.2 | 282.5 | 287.3 | 1.7 |
| Electronic gaming machines | 780.0 | 785.9 | 894.9 | 13.9 |
| Casino | 80.3 | 91.8 | 93.1 | 1.4 |
| Racing | 93.0 | 93.9 | 96.0 | 2.2 |
| Other | 2.6 | 2.5 | 2.8 | 12.0 |
| Taxes on insurance | 640.0 | 638.0 | 695.8 | 9.1 |
| Motor vehicle taxes | | | | |
| Vehicle registration fees | 449.5 | 458.2 | 468.5 | 2.2 |
| Stamp duty on vehicle transfers | 409.4 | 422.3 | 438.6 | 3.9 |
| Other motor vehicle taxes | 69.7 | 67.8 | 82.8 | 22.2 |
| Safety net revenues/franchise fees | | | | |
| Safety net revenues | 87.6 | 98.2 | 7.0 | - 92.9 |
| Electricity franchise fees | 24.7 | 24.7 | .. | - 100.0 |
| Other taxes | 40.8 | 23.6 | 24.7 | 4.9 |
| Total | 8 063.6 | 8 530.4 | 7 976.5 | - 6.5 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 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 payroll tax rate is to be reduced to 5.45 per cent from 1 July 2001 and to 5.35 per cent from 1 July 2003. The payroll tax threshold will be increased from \$515 000 to \$550 000 with effect from 1 July 2003. From 1 July 2001 concessions for fringe benefits, eligible termination payments and accrued leave will be removed.

As a result of the change in the payroll tax rate, revenue is expected to rise by only 2.5 per cent in 2001-02, well below the expected 4 per cent growth in the payroll tax base which reflects employment and wages growth.

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 several 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 2001 land tax assessments are based on estimated site values as at 30 June 1999. The 2002 land tax assessments will be based on the actual site value of land as at 1 January 2000 across the whole State.

Table 3.3 shows the rates which will apply to the year 2002 land tax assessments. These rates reflect the decision to increase the tax free threshold from \$85 000 to \$125 000 for the 2002 land tax year.

Table 3.3: Land tax rates

| <i>Unimproved Value (\$)</i> | <i>2002 Land Tax Payable</i> |
|----------------------------------|---|
| up to \$124 999 | Nil |
| \$125 000 – \$199 999 | \$125 plus 0.1% for each dollar over \$125 000 |
| \$200 000 – \$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

Land tax revenue is expected to rise by 9.8 per cent in 2001-02. Increases in land tax revenue are solely the result of continued growth in unimproved values between 30 June 1999 and 1 January 2000. Revenue gains resulting from this growth in unimproved values more than offsets revenue losses due to disaggregation of land holdings, changes in use and the Government's decision to increase the land tax threshold.

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.

For purchases 'off the plan', stamp duty is based on the value of work completed at the time of entering into the contract, as opposed to the total value of the project at the time of occupation. This concession is unique to Victoria.

Stamp duty on land transfers is expected to fall by 8.7 per cent in 2001-02 reflecting activity in the property market returning to long term trend levels.

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 quoted marketable securities will cease to apply from 1 July 2001. Victoria has already enacted legislation to give effect to this measure. It should be noted that transfers of shares in unlisted companies remain dutiable until 1 July 2003.

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) | | | |
|----------------------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Duty on mortgages/debentures | 104.0 | 126.0 | 116.5 | - 7.5 |
| Duty on rental business | 46.7 | 45.1 | 47.0 | 4.2 |
| Duty on leases | 35.3 | 38.5 | .. | - 100.0 |
| Other miscellaneous stamp duties | 4.8 | 6.3 | 5.6 | - 11.9 |
| Total | 190.8 | 215.9 | 169.1 | - 21.7 |

Source: Department of Treasury and Finance.

Notes:

(a) Variation between 2000-01 Revised and 2001-02 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.

Mortgage duty is expected to decline by 7.5 per cent in 2001-02 relative to the revised estimate for 2000-01 reflecting activity in the property market returning to long term trend levels.

The Government has announced that duty on mortgages will be abolished from 1 July 2004.

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 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

The Government abolished stamp duty on non-residential leases with effect from 26 April 2001. Stamp duty was imposed on all leases and assignments of leases on all property, other than property used solely for residential purposes. The rate of duty varied, depending on whether the lease was for a definite or an indefinite term. The rate of duty for a definite term lease exceeding \$130 per annum was 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

Under the Intergovernmental Agreement, Financial Institutions Duty (FID) will cease to apply from 1 July 2001. The Government has enacted legislation to give effect to this measure.

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.

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. The rate of the levy is set each year with regard to expected disbursements from the Trust and also with regard to the inflation rate, hence revenue growth is lower than underlying growth in the value of land.

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 the 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 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.

Gambling taxes are expected to grow by 9.3 per cent in 2001-02 boosted by the Health Benefit Levy, to provide additional revenue to the Hospitals and Charities Fund, as well as player loss as a relatively constant share of household consumption and a continued trend increase in the share of player loss accounted for by electronic gaming machines.

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 31.66 per cent of subscriptions following adjustment for the GST. Sixty per cent of total subscriptions is returned to players as prizes. The soccer pools duty rate is 28.76 per cent of subscriptions following adjustment for the GST. 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 Australian Capital Territory and various foreign countries as part of the Victorian lottery pool. The Victorian Government collects and remits taxes on behalf of these jurisdictions.

The *Public Lotteries Act 2000* will come into effect no later than 1 July 2001, and will replace the *Tattersall Consultations Act 1958*. New tax rates will apply under the new Act, including 58.41 per cent of player loss in respect of the Tipstar AFL footy tipping competition, 57.52 per cent of player loss on soccer pools and 79.40 per cent of player loss on all other public lotteries. The 10 cent ticket levy will also be abolished.

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 Crown 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 gaming operators and the venues each receive 33.33 per cent, with the GST accounting for 9.09 per cent and the State Government receiving the remaining 24.24 per cent. In the case of hotels, the net cash balance is similarly divided up except that the venue operator's share is 25 per cent, with 8.33 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 was converted into a higher tax rate. Tattersall's pays an additional 7 per cent of its net cash balance to the Government in tax in place of the previous arrangements.

In 2000-01 the Government introduced a levy of \$333.33 per year to apply to each of the 30 000 electronic gambling machines operating in Victoria. The levy is payable by the three gambling operators and will raise about \$10 million per year for spending on drug and alcohol programs. From 2001-02 this levy has been increased by \$1 200 to \$1 533.33 per machine with the additional revenue directed to the Hospitals and Charities Fund.

Casino

The total tax rate on ordinary players in Crown Casino 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 required to be 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 varied 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 practical 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.

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 19.11 per cent of the amount of

commission deducted. The Government also receives 19.11 per cent of fractions, whereby fractions of 10 cents in a dividend calculation are rounded down to the nearest five cents.

The Government abolished the bookmakers' turnover tax from 3 July 2000.

Other gambling

Other gambling taxes consist principally of:

- club keno, where gross gaming revenue is split equally between the Government (with the GST accounting for 9.09 per cent and the State Government receiving 24.24 per cent), 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 10.91 per cent of net investments.

Taxes on insurance

Duty is payable on the value of premiums including GST 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.

Insurance companies and Melbourne metropolitan local government authorities are required to make contributions towards the availability of the two fire services in Victoria. Currently Victoria, like New South Wales, is on an insurance based funding model with no direct contributions from either landowners or ratepayers. However, both insurance companies and local

government authorities can recover the required contributions in the form of fire services levies, from both property owners and ratepayers.

The level of required contributions to the operating expenses of the Victorian fire services is prescribed under section 37 of the *Metropolitan Fire Brigades Act 1958* (87.5 per cent) and section 76 of the *Country Fire Authority Act 1958* (77.5 per cent). The remainder of the operating expenses is met through state government contributions and direct charges by the brigades for attending fires on behalf of property owners who elect to not insure their properties.

Taxes on insurance are expected to increase by 9.1 per cent in 2001-02 relative to the revised estimate for 2000-01 reflecting mainly a rise in insurance premiums.

Motor vehicle taxes

Motor vehicle tax revenue is expected to rise by 4.4 per cent in 2001-02 reflecting the population driven growth in motor vehicle registration fees and the general demand and price driven growth in stamp duty revenue on motor vehicle transfers. The 22.2 per cent increase in other motor vehicle tax revenue reflects mainly the first full year of renewal of ten year licences as well as the normal issuance of driver licences.

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 (for example, 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 collected replacement revenues on those products previously covered by State franchise fees, and remitted 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 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, ceased from 1 July 2000, with some minor residual payments being received in 2000-01.

Electricity franchise fees

Franchise fees have been payable by the electricity distribution companies which are licensed to retail electricity to franchise customers. These fees were designed to capture the economic rent that would otherwise have accrued to retailers as a result of maximum uniform tariffs being greater than the cost of supplying franchise customers. Electricity franchise fees ceased to become payable in January 2001 in accordance with the agreed timetable for market contestability.

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.

Regulatory fees and fines

Revenue from regulatory fees and fines is expected to rise by \$5 million to \$374.2 million in 2001-02 reflecting mainly an increase in traffic penalties and enforcement and a rise in other regulatory fees which have more than offset the cessation of electricity sector licence fees.

Table 3.8 Regulatory fees and fines

| | (\$ million) | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Regulatory fees | | | | |
| Electricity sector licence fees | 40.0 | 40.0 | .. | - 100.0 |
| Wildlife licences | 6.4 | 6.2 | 6.3 | 0.3 |
| Environment protection fees | 9.3 | 18.4 | 16.9 | - 8.2 |
| Business names and associated searches | 7.7 | 8.4 | 8.4 | .. |
| Occupational based licence fees | 11.2 | 10.6 | 10.4 | - 2.0 |
| Other regulatory fees | 57.8 | 69.7 | 84.1 | 20.6 |
| Fines | | | | |
| Police fines | 103.8 | 177.5 | 206.1 | 16.2 |
| Court and other fines | 37.2 | 38.3 | 42.0 | 9.5 |
| Total regulatory fees and fines | 273.3 | 369.2 | 374.2 | 1.4 |

Source: Department of Treasury and Finance.

Notes:

(a) Variation between 2000-01 Revised and 2001-02 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 were payable by PowerNet, which owns and maintains Victoria's high voltage electricity transmission network and has a licence to transmit electricity. Electricity sector licence fees ceased to be payable in January 2001. However, part of the operating costs of the Essential Services Commission will be funded through a continuation of regulatory cost recovery by a fee applied to the electricity industry and other regulated sectors.

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).

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.

The measures in the integrated road safety package are expected to increase revenue from fines by \$30 million in 2001-02 due to increased traffic penalties and speed camera enforcement as part of an effort to reduce Victoria's road toll.

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 \$63 million higher in 2001-02 than the revised estimate of \$2 048 million for 2000-01. Most of this increase is due to the increase in the cost of delivering goods and services to take into account such factors as inflation. The following reflects specific areas of increase in sale of goods and services:

- hospital, nursing homes and ambulance fees (\$12 million);
- Title Office revenue for land transactions and forest contract logging revenue (\$9 million);
- \$8 million resulting from a full year effect of entrance fees for the new museum at the Carlton Gardens and associated expanded services and programs; and
- fees for the opening of the Museum of Australian Art at Federation Square of \$3 million.

Investment Income

Investment income includes interest, royalties, dividends and other investment income. Dividends and other investment income consists primarily of the dividends and tax and rate equivalent payments made to the State by government business enterprises (GBEs). Table 3.9 contains information on the estimates of investment income in 2001-02. The \$445 million decrease in investment income in 2001-02 reflects a one-off revenue boost in 2000-01 of \$60 million in relation to realised investment gains on retirement of Victorian Accelerated Infrastructure Program bonds and a \$353 million reduction in investment income from dividends and rate equivalents. The latter reflects mainly, the expected conclusion of a profitable gas supply arrangement with ESSO/BHPP in September 2001, a return to longer term climatic conditions and more subdued land development activity affecting distributions from the metropolitan water

sector and weaker investment returns and an increase in the valuation of claim liabilities in 2000-01 producing a reduction in distributions from the Transport Accident Commission.

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 cash flow 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 2001-02, the dividend payments are expected to be \$498 million.

Tax and rate equivalents

The Victorian income tax equivalent regime, currently covering fifteen GBEs, ensures competitive neutrality of GBEs with competing private sector firms and strengthens the financial discipline of GBEs by factoring income tax equivalent payments into their business decisions. In 2001-02, income tax equivalent payments are expected to be \$118 million. Significant land-holding GBEs (including the Melbourne Water Corporation and Urban Land Corporation) are also subject to a local government rate equivalent system. In 2001-02, local government rate equivalent payments are expected to be \$2 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 proposed NTER arrangements covering the policy framework and operating principles were put to the Ministerial Council in March 2001 for endorsement. The NTER is targeted to commence on 1 July 2001.

Table 3.9 Investment income

| | (\$ million) | | | Variation ^(a) % |
|---|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Interest received | 123.4 | 204.9 | 206.7 | 0.9 |
| Investment gain/loss | .. | 67.9 | .. | - 100.0 |
| Brown coal royalties | 14.2 | 13.7 | 14.6 | 6.0 |
| Other royalties | 34.0 | 30.0 | 27.4 | - 8.6 |
| Land rent | 26.2 | 23.3 | 23.9 | 2.6 |
| Dividends and other investment income | | | | |
| Gas industry | 353.3 | 351.0 | 110.0 | - 68.7 |
| Electricity industry | 21.9 | 21.9 | .. | - 100.0 |
| Water industry | 273.5 | 313.9 | 265.9 | - 15.3 |
| Port authorities | 27.4 | 22.8 | 24.6 | 7.9 |
| Public financial institutions | 248.4 | 232.0 | 191.1 | - 17.6 |
| Other | 70.0 | 101.8 | 74.1 | - 27.3 |
| Total dividends and other investment income | 994.5 | 1 043.4 | 665.6 | - 36.2 |
| Total investment income | 1 192.4 | 1 383.1 | 938.2 | - 32.2 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget

Other revenue

The 2001-02 Budget estimate of other revenue is around \$72 million lower than the 2000-01 revised estimate. This is largely due to:

- lower revenue collections expected in 2001-02 due to the timing of the sale of land by the Office of Major Projects (\$16 million);
- the one-off \$15 million for buildings received free of charge within the Department of Human Services portfolio in 2000-01;
- a reduction in vehicle lease revenue of approximately \$20 million; and
- a decline in the rental payments received under the Victorian Accelerated Infrastructure Program due to payments being completed in 2000-01.

These decreases are partly offset by an increase in capital assets charges revenue receivable from VicTrack (\$12 million).

Table 3.10: Other revenue

| | (\$ million) | | | |
|--------------------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Disposal of physical assets | 32.4 | 29.8 | 13.2 | - 55.7 |
| Assets received free of charge | .. | 15.8 | .. | - 100.0 |
| Capital asset charge | 477.0 | 477.0 | 489.0 | 2.5 |
| Other | 237.5 | 302.9 | 251.0 | - 17.1 |
| Total | 746.9 | 825.6 | 753.2 | - 8.8 |

Source: Department of Treasury and Finance

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget

Grants received

Summary information on the amounts budgeted to be received under these categories (excluding grants for on-passing) in 2000-01 and 2001-02 is set out below.

Table 3.11: Commonwealth grants

| | (\$ million) | | | |
|-----------------------------|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Current Grants | | | | |
| GST Grants | 5 061.1 | 5 533.8 | 5 933.1 | 7.2 |
| GST Transitional Grants | 681.5 | 236.4 | 472.9 | 100.0 |
| National Competition Policy | 114.6 | 114.7 | 177.7 | 55.0 |
| General purpose grants | 5 857.2 | 5 884.9 | 6 583.7 | 11.9 |
| Specific purpose grants | 2 760.5 | 2 758.0 | 2 939.4 | 6.6 |
| Grants for onpassing | 1 084.7 | 1 119.0 | 1 146.1 | 2.4 |
| Other current grants | 25.4 | 11.8 | 10.2 | -12.9 |
| Total current grants | 9 727.8 | 9 773.6 | 10 679.4 | 9.3 |
| Capital Grants | | | | |
| Specific purpose grants | 387.6 | 428.5 | 521.6 | 21.7 |
| Grants for onpassing | 108.1 | 108.2 | 110.7 | 2.4 |
| Total capital grants | 495.7 | 536.6 | 632.3 | 17.8 |
| Total grants | 10 223.5 | 10 310.2 | 11 311.7 | 9.7 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

General purpose grants

General Purpose grants are made up of GST grants, GST transitional grants and national competition policy payments.

GST Grants

Under the Intergovernmental Agreement, which was signed by the previous Government in mid-1999, the States have been receiving all GST revenue since the GST commenced on 1 July 2000. However, the payments of financial assistance grants (FAGs) and revenue replacement payments (RRPs) to the States ceased from 1 July 2000, and the States have also adjusted their gambling taxes to take into account the impact of the GST.

In addition, the States are required under the Intergovernmental Agreement to compensate the Commonwealth for the cost of Australian Taxation Office administration of the GST, and to pay for the First Home Owner Grant (FHOG) scheme. The Commonwealth is funding the separate, temporary scheme which will provide an additional \$7,000 grant to first home buyers of new homes between 9 March 2001 and 31 December 2001. Furthermore, from 1 July 2001, the States will abolish the financial institutions duty (FID) and stamp duty on quoted marketable securities (SDQMS). All of these changes mean that the States will rely on so-called transitional support ('budget balancing assistance') for a number of years – in the case of Victoria and NSW, probably until 2007-08.

The GST revenue that is distributed to the States in the form of GST grants, is centrally pooled and distributed on the basis of horizontal fiscal equalisation principles that applied prior to 1 July 2000 to the distribution of FAGs. The Commonwealth Grants Commission (CGC) recommends two sets of relativities to the Commonwealth Government each year: one relating to GST revenue, and one relating to forgone financial assistance grants. It is the latter set of relativities which are important, as they comprise a very important component of the Guaranteed Minimum Amount (GMA). It is the GMA for each State which the Commonwealth has undertaken to ensure each State receives during the transitional period.

It is estimated that the relativities recommended by the CGC in its February 2001 Update will result in the following differences between the distribution of GST revenue to the States and an equal per capita distribution in 2001-02:

- New South Wales: - \$995 million;
- Victoria: - \$968 million;
- Queensland: \$93 million;
- Western Australia: -\$188 million;
- South Australia: \$537 million;

- Tasmania: \$418 million;
- Australian Capital Territory: \$78 million; and
- Northern Territory: \$1024 million.

Transitional Assistance

As noted in the previous section, the Intergovernmental Agreement provided that no State's budget will be worse off as a result of the national tax change. Commonwealth legislation has provided each State with an entitlement to additional Commonwealth funding ('budget balancing assistance') to offset any shortfall between its GST revenue grants and the GMA. The GMA estimates the revenues forgone by the States under the national tax changes (mainly the forgone FAGs, RRP, gambling taxes, FID and SDQMS), and the net impact of the new expenditures by the States arising from the FHOG scheme, the requirement for the States to pay for the ATO's GST administration costs, and the fact that the IGA also resulted in the States no longer providing subsidies for off-road use of diesel.

Victoria and New South Wales are likely to require budget balancing assistance (BBA) until 2007-08. The amount of BBA expected in 2001-02 is around \$480 million, compared with around \$240 million in 2000-01.

National Competition Policy payments

The *Agreement to Implement National Competition Policy and Related Reforms 1995* provides for a series of competition payments to States and Territories from the Commonwealth. The competition payments are in exchange for implementation of reform commitments contained in this and other Agreements that are collectively known as the National Competition Policy (NCP) Agreements (*Agreements*). The criteria for receipt of the full amount of competition payments by the States and Territories relate to satisfactory progress in implementing these commitments.

The competition payments are designed to return to States and Territories the benefits of their reforms that are disproportionately realised by the Commonwealth through revenue and expenditure effects on the Commonwealth Budget.

Victoria is currently receiving the second tranche of competition payments worth \$115 million per annum. From July 2001 the third tranche of competition payments will commence, increasing the total payment to \$177 million per annum, provided Victoria satisfies all the criteria. Since the commencement of competition payments in July 1996, Victoria has received the full amount of competition payments.

The Commonwealth Treasurer allocates competition payments on the basis of advice from the National Competition Council (NCC) following an assessment of State and Territory progress. The NCC may recommend that the Treasurer reduce the competition payments where a State or Territory has not met the criteria contained in the *Agreement*.

On 3 November 2000, the Council of Australian Governments provided guidance to the NCC on assessment of State and Territory entitlements. In making a recommendation that a reduction or suspension be applied to a particular State or Territory, the NCC must take into account:

- the extent of overall commitment to the implementation of NCP by the relevant jurisdiction;
- the effect of one jurisdiction's reform efforts on other jurisdictions; and
- the impact of failure to undertake a particular reform.

The *NCP – Third Tranche Assessment Framework*, 5 February 2001, sets out the NCC's intended approach to the Third Tranche Assessment. The NCC has indicated that it will recommend reductions in competition payments only as a last resort, that is, where no satisfactory path to dealing with implementation issues can be agreed.

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) | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Grants for Government programs: current | | | | |
| Education, Employment and Training | 570.8 | 540.6 | 553.5 | 2.4 |
| Human Services | 2 046.1 | 2 061.9 | 2 215.0 | 7.4 |
| Infrastructure | 2.8 | 2.8 | 2.8 | .. |
| Justice | 68.4 | 68.8 | 69.6 | 1.1 |
| Natural Resources and Environment | 50.1 | 53.3 | 56.0 | 5.0 |
| Premier and Cabinet | 15.5 | 8.5 | 10.0 | 17.6 |
| State and Regional Development | 0.9 | 1.0 | 0.9 | -10.6 |
| Treasury and Finance | 5.7 | 21.0 | 31.7 | 50.6 |
| Total current grants | 2 760.5 | 2 758.0 | 2 939.4 | 6.6 |
| Grants for Government programs: capital | | | | |
| Education, Employment and Training | 96.9 | 94.6 | 95.6 | 1.1 |
| Human Services | 182.9 | 184.5 | 172.8 | -6.4 |
| Infrastructure | 107.7 | 110.3 | 242.2 | 119.5 |
| Premier and Cabinet | .. | 39.0 | 11.0 | -71.8 |
| Total capital grants | 387.6 | 428.5 | 521.6 | 21.7 |
| Total grants | 3 148.0 | 3 186.5 | 3 461.0 | 8.6 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 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 22 May 2001 and, as a result, there may 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 2000*, flow to government and non-government schools via a number of programs including the *Strategic Assistance for Improving Learning Outcomes* program which addresses literacy and numeracy and special learning needs.

Table 3.13: Department of Education, Employment and Training - Commonwealth specific purpose grants

| | (\$ million) | | | Variation ^(a) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Current grants | | | | |
| General Recurrent -Assistance to Government Schools ^(b) | 312.2 | 295.5 | 310.3 | 5.0 |
| Commonwealth TAFE | 172.4 | 177.0 | 177.0 | .. |
| Literacy and Numeracy Program for Government Schools | 31.1 | 34.8 | 33.6 | -3.4 |
| Special Learning Needs - Special Education | 11.9 | 15.4 | 15.8 | 2.5 |
| Special Learning Needs - ESL New Arrivals | 7.7 | 9.1 | 8.9 | -1.6 |
| Special Commonwealth Projects | .. | 5.8 | 5.8 | .. |
| Indigenous Education Strategic Initiatives for Government Schools | 4.8 | 2.4 | 2.1 | -14.3 |
| Targeted and Joint Programs for Government Schools ^(c) | 30.8 | 0.6 | .. | -100.0 |
| Total current grants | 570.8 | 540.6 | 553.5 | 2.4 |
| Capital grants | | | | |
| Government Schools | 54.4 | 52.1 | 53.1 | 2.0 |
| Commonwealth TAFE | 42.5 | 42.5 | 42.5 | .. |
| Total capital grants | 96.9 | 94.6 | 95.6 | 1.1 |
| Total specific purpose grants | 667.6 | 635.1 | 649.1 | 2.2 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

(b) 2000-01 Budget was overstated due to a miscalculation of Commonwealth supplementation.

(c) Variation between 2000-01 Budget and 2001-02 Budget is due to an overstatement of the 2000-01 Budget and reclassification of programs at Commonwealth and State levels. These funds are now largely classified in other grant lines or have ceased.

General Recurrent – Assistance to Government schools

This program provides funds under the *State Grants (Primary and Secondary Education Assistance) Act 2000* to help government schools with the recurrent costs of school education.

| | | |
|--------------------------|---------------|-----|
| Budget Estimates 2001-02 | State Revenue | 415 |
|--------------------------|---------------|-----|

Since 1997 (calendar year), this program has been subject to a Commonwealth initiative known as the Enrolment Benchmark Adjustment (EBA). 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 Commonwealth has now offered to return this money to states, however not through the abolition of the EBA. Instead the Commonwealth has proposed the money be returned as a special purpose payment for use on public education within Commonwealth priority criteria.

The Quadrennial Agreement which relates to the application of the General Recurrent funds is still being negotiated between the Victorian Government and the Commonwealth. The proposed agreement for the current period is to commence in 2001 and will expire on 31 December 2004.

Commonwealth TAFE Current and Capital - Vocational Education and Training

Commonwealth funding for TAFE institutes 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 to Victoria have been made directly to the State Training Agency (currently the Learning and Employment Skills Commission) 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 the Commonwealth Department of Education, Training and Youth Affairs programs.

The latest Commonwealth/State Agreement (ANTA Agreement) expired on 31 December 2000. States and Territories and the Commonwealth have been unable to agree on the terms of a new Agreement. This is primarily due to the fact that the quantum of additional funding offered by the Commonwealth to meet increased demand, while providing quality training, is unacceptable to most States and Territories, including Victoria.

Victoria will continue to seek a new Agreement that reflects a true partnership between the Commonwealth and States in seeking to achieve national goals and provides for Commonwealth growth funding to enable these goals to be met. Pending a new Agreement, most provisions of the previous Agreement, including Commonwealth funding, have been rolled over.

Literacy and Numeracy Program for Government Schools - Strategic Assistance for Improving Learning Outcomes

This Commonwealth program commencing in 2001 combines funding provided under the former Literacy and Numeracy Program – grants to schools, the special education school support fixed grants program and the special education school support per capita grants program. The Victorian Government uses the resources provided through the program to improve learning outcomes of educationally disadvantaged students, particularly in literacy and numeracy and the educational participation and outcomes of students with disabilities. The program is available for school students from Prep to Year 12 who are educationally disadvantaged due to a range of factors including disability, a language background other than English, Aboriginal and Torres Strait Islander background, low socio-economic background and learning difficulties.

Special Learning Needs – Special Education

Funding is provided through the *Strategic Assistance for Improving Learning Outcomes* Program to improve the educational opportunities, learning outcomes and personal development of children within Government special education schools. Funding is also provided for capital facilities development for special education schools through this program.

Special Learning Needs – English Second Language (ESL) New Arrivals

Victoria receives resources through the Commonwealth to improve the educational opportunities and outcomes of newly arrived students of non-English speaking backgrounds by developing their English language competence and facilitating their participation in mainstream education activities. The program is targeted to students whose first language is not English or whose language commonly spoken in the home is not English, and whose proficiency in the English language is determined to require intensive assistance to enable those students to participate fully in mainstream classroom activities.

Special Commonwealth Projects

The program area incorporates the National Asian Languages and Studies in Australian Schools (NALSAS), Languages other than English (LOTE) and the Country Areas Program. The NALSAS Strategy involves the provision of Commonwealth resources to foster the learning of Asian languages and studies. The LOTE program brings together the former Commonwealth Priority Languages and Community Languages programs. The new LOTE program provides assistance for students undertaking a study of a language other than English. The Commonwealth resources the educational participation, learning outcomes and personal development of rural and isolated students through the Country Areas program. Victoria uses these resources to improve the educational

opportunities and outcomes of students who are educationally disadvantaged by geographic isolation.

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 (DEET) which then has the responsibility for the implementation of the National Aboriginal and Torres Strait Islander Educational Policy in Victoria. The funding is through a separate Agreement and Guidelines. DEET is involved in separate negotiations with the Commonwealth over the Indigenous Education Strategic Initiatives Program (IESIP) Agreement.

Targeted and Joint Programs for Government schools

These programs provide assistance for the learning of languages, school to work transition, full service schools and improving student learning outcomes in schools. The Commonwealth has reclassified these programs for the 2001-2004 Quadrennium and as a consequence, funds provided in this area are now classified in other grant lines or have ceased. The \$0.6 million is for the Full Service Schools program, the funding for which ceased in December 2000.

Capital grants program – Government schools

This program is funded under the *State Grants (Primary and Secondary Education Assistance) Act 2000*. 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.

Table 3.14: Department of Human Services - Commonwealth specific purpose grants

| | (\$ million) | | | Variation ^(a) |
|--|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Current grants | | | | |
| Health Care Grant | 1 500.7 | 1 522.2 | 1 619.0 | 6.4 |
| Home and Community Care | 159.9 | 159.9 | 166.7 | 4.2 |
| Disability Services | 94.5 | 95.1 | 112.1 | 17.9 |
| High Cost Drugs Program | 65.0 | 65.0 | 67.0 | 3.1 |
| Public Housing - Untied Grants | 47.3 | 45.7 | 55.1 | 20.6 |
| Compensation for the Extension of Pensioner Benefits | 39.1 | 40.7 | 42.2 | 3.7 |
| Public Health Outcomes Funding Agreement | 34.9 | 37.9 | 38.6 | 1.8 |
| Supported Accommodation Assistance | 34.1 | 33.0 | 33.7 | 1.9 |
| National Health Development Fund | 20.6 | 8.6 | 19.3 | 125.1 |
| Blood Transfusion Services | 15.0 | 15.0 | 18.7 | 24.4 |
| Aged Care Assessment Services | 9.8 | 10.3 | 10.5 | 2.5 |
| COAG Drug Diversion Initiative | 3.8 | 5.3 | 8.5 | 59.2 |
| Immunisation Program | 5.9 | 5.9 | 6.1 | 3.3 |
| Special Education Program | 4.4 | 4.7 | 4.7 | .. |
| Cytology and Gynaecological Services | 4.3 | 4.2 | 4.3 | 2.4 |
| Factor VII - Specialist Blood Products | 2.1 | 3.3 | 3.5 | 6.3 |
| Public Housing - Interest Assistance | 1.3 | 1.3 | 1.3 | .. |
| National Public Health Partnership | 1.2 | 1.2 | 1.2 | .. |
| Child Care Services | 0.9 | 0.9 | 0.9 | .. |
| Innovative Health Services for Homeless Youth | 0.6 | 0.6 | 0.6 | .. |
| Aboriginal Pre-School Services | 0.5 | 0.4 | 0.5 | 1.8 |
| Midwifery Up-skilling Agreement | .. | 0.3 | 0.3 | .. |
| Domestic Violence | .. | 0.2 | 0.2 | .. |
| National Salmonella Surveillance Scheme | 0.1 | 0.1 | 0.1 | .. |
| Unattached Refugee Children | 0.1 | 0.1 | 0.1 | .. |
| Total current grants | 2 046.1 | 2 061.9 | 2 215.0 | 7.4 |
| Capital Grants | | | | |
| Public Housing - Untied Grants | 167.1 | 168.7 | 156.9 | -7.0 |
| Public Housing - Crisis Accommodation | 9.9 | 9.9 | 9.9 | .. |
| Public Housing - Aboriginal | 3.6 | 3.6 | 3.6 | .. |
| Australian Red Cross Building | 2.4 | 2.4 | 2.4 | .. |
| Total capital grants | 182.9 | 184.5 | 172.8 | -6.4 |
| Total specific purpose grants | 2 229.1 | 2 246.4 | 2 387.8 | 6.3 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

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 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 Commonwealth has rejected cost indexation of CPI plus 0.5 of a percentage point as recommended by the independent arbiter and has instead adopted Wage Cost Index 1 (WCI-1) as the basis to measure changes in hospital output costs.

Home and Community Care (HACC)

The agreement commenced in 1985 and has been revised from time to time. Victoria entered into the most recent agreement in 1998. There is no end date for the Agreement.

The aim of this program is to develop and deliver a range of integrated home and community care services to frail older people, people with disabilities and their carers. Services funded by the program include home care, respite, nursing, allied health, personal care, social support and meals. Local governments, district nursing services, community health centres and non-government organisations deliver these services either in the home or in community centres.

Under the Commonwealth-State HACC Agreement, the availability of additional Commonwealth funding requires the State to maintain existing levels of expenditure. Funds for expansion are provided by the Commonwealth on the basis that the State will provide matching funds based on an agreed ratio of 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 State and Territory Governments to enter into bilateral agreements with the Commonwealth Government 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 that 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 (Commonwealth State Housing Agreement), with requirements for the States to match certain Commonwealth assistance.

The 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 bilateral agreement for this period was signed in May 2000. In addition, a core set of nationally consistent indicators and data for benchmarking purposes has been established by a National Housing Data Agreement.

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.

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.

Victoria signed a new SAAP multilateral framework in December 1999. Victoria signed a bilateral agreement in October 2000 which took effect on 1 July 2000 and will 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 Victorian projects are designed around 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 Ltd 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, while capital funds are costs shared 50:50.

Aged Care Assessment Services (ACAS)

The Victorian ACAS is a joint Commonwealth and State funded program within the National Aged Care Assessment Program. The service assesses frail older people's care needs and consequently eligibility for admission to Commonwealth funded residential aged care. It also 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.

COAG Drug Diversion Initiative

The National Framework for Drug Diversion provides for a range of drug diversion initiatives. Programs cover education, drug diversion from the criminal system, support for families, strengthening needle and syringe exchange and prevention activities.

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-government centres.

These funds are targeted to:

- children with severe disabilities below school age level, to prepare them for integration into regular pre-schools or schools;
- school aged children with severe disabilities, aimed at improving their access to educational programs; and
- assist children and young people with disabilities in residential care.

Cytology and Gynaecological Services

The Victorian Cytology Services program supports free cervical cancer screening. The Commonwealth has proposed to roll this grant into the Public Health Outcome Funding Agreement (PHOFA) which is currently under consideration by the State Government.

Factor VII - 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.

Public Housing - Assistance for people in Crisis or Homelessness and for Aboriginal people (Tied Grants)

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 Rental 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.

The CSHA provides for the 'untying' of the Community and Crisis Housing funds subject to joint Ministerial agreement, where States provide funds which exceed the tied funding allocation. Victoria has previously agreed with the Commonwealth arrangements whereby only the Aboriginal Rental Housing Program retains separate planning and reporting requirements tied to the funding.

Infrastructure

Table 3.15: Department of Infrastructure - Commonwealth specific purpose grants

| | (\$ million) | | | Variation ^(a) % |
|---|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Current grants | | | | |
| Interstate Road Transport | 2.8 | 2.8 | 2.8 | .. |
| Capital grants | | | | |
| Australian Land Transport Development Program | 107.7 | 110.3 | 242.2 | 119.5 |
| Total specific purpose grants | 110.5 | 113.1 | 245.0 | 116.6 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 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.

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.

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 RONIs.

Justice

Table 3.16: Department of Justice - Commonwealth specific purpose grants

| | (\$ million) | | | Variation ^(a) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Current grants | | | | |
| Compensation For Revenue Forgone-Office of Fair Trading and Business Affairs | 40.0 | 40.4 | 41.2 | 2.0 |
| Legal Aid | 27.5 | 27.5 | 27.5 | .. |
| Emergency Management Council | 0.8 | 0.8 | 0.8 | .. |
| Film and Literature Classifications | 0.1 | 0.1 | 0.1 | .. |
| Total specific payment grants | 68.4 | 68.8 | 69.6 | 1.1 |

Source: Department of Treasury and Finance.

Notes:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

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.

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 Community Legal Centres are paid as a separate grant for distribution to the relevant centres.

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.

Film and Literature Classifications

Funding for Film and Literature Classifications commenced in 1999-2000. 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) | | | Variation ^(a) | % |
|----------------------------|-------------------|--------------------|-------------------|--------------------------|---|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | | |
| Current grants | | | | | |
| Natural Heritage Trust | | | | | |
| National Landcare Program | 20.2 | 20.2 | 14.6 | -27.7 | |
| Murray Darling 2001 | 21.9 | 22.0 | 9.5 | -56.6 | |
| Bushcare | 1.1 | 1.1 | 8.7 | 716.1 | |
| National Rivercare Program | 1.2 | 1.2 | 1.7 | 41.7 | |
| Farm Forestry Program | 2.1 | 2.1 | 0.6 | -71.4 | |
| Coastal Action Program | 0.6 | 0.6 | 0.6 | .. | |
| Endangered Species Program | 0.6 | 0.6 | 0.6 | .. | |
| Waterwatch Australia | 0.5 | 0.5 | 0.5 | .. | |
| Fisheries Action Program | 0.3 | 0.4 | 0.4 | .. | |
| National Wetlands Program | 0.3 | 0.3 | 0.3 | .. | |
| Coasts & Clean Seas | 0.5 | 0.5 | .. | -100.0 | |
| <hr/> | | | | | |
| Budget Estimates 2001-02 | State Revenue | | | 427 | |

Table 3.17: Department of Natural Resources and Environment - Commonwealth specific purpose grants – *continued*

| | (\$ million) | | | Variation ^(a) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| National Action Plan for Salinity and Water Quality | .. | .. | 10.0 | .. |
| Forest Industry Structural Adjustment Program | .. | 3.0 | 6.3 | 110.0 |
| Regional Flood Mitigation Program | .. | .. | 1.0 | .. |
| Domestic Animals Act | 0.8 | 0.8 | 0.8 | .. |
| Natural Disaster Risk Management Studies in Victoria | .. | .. | 0.5 | .. |
| Regional Development Programs | 0.2 | 0.2 | .. | -100.0 |
| Total specific payment grants | 50.1 | 53.3 | 56.0 | 5.0 |

Source: Department of Treasury and Finance.

Notes:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

Natural Heritage Trust (NHT)

The NHT is the Commonwealth Government's natural resources and environmental management program. The main 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 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.

- *National Landcare Program*

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.

- *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.

- *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.
- *National Rivercare Program*
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.
- *Farm Forestry Program*
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.
- *Coastal Action Program*
This program 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.
- *Endangered Species Program*
An initiative to accelerate the protection and conservation of Australia's native species and ecological communities in the wild.
- *Waterwatch Australia*
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.
- *Fisheries Action Program*
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 Wetlands Program*

An initiative to promote the conservation, repair and wise use of wetlands across Australia.

- *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.

National Action Plan for Salinity and Water Quality

Under the Action Plan, the Commonwealth will match State funding over the next seven years to prevent, stabilise and reverse trends in salinity, particularly dryland salinity, conserve biological diversity and improve water quality. Implementation of the plan will also secure reliable water allocations for human uses, industry and the environment.

Forest Industry Structural Adjustment Program

The program aims to help the forest industry adjust to impacts resulting from the Regional Forest Agreement (RFA) process and support development initiatives which enhance the responsible, sustainable and productive use of our hardwood forest resources. The RFA process will provide industry with greater resource security and provide a response to the challenges of changing markets and community interests in native forest production. Financial assistance is available for initiatives that will support priority areas for industry development.

Regional Flood Mitigation Program

This program is aimed at assisting State and local agencies to address priority flood-mitigation needs in rural and regional Australia on an ecologically sustainable basis. In particular, the program aims to:

- promote community safety and protect community infrastructure through flood mitigation works and measures;
- achieve complementary environmental enhancement of the floodplain ecological systems; and
- implement flood mitigation projects in accordance with the principles of total or integrated catchment management and ecologically sustainable development and in accordance with established best practice.

Domestic (Feral and Nuisance) Animals Act

Revenue is received from Local Governing authorities to implement the *Domestic (Feral and Nuisance) Animals Act 1994*. The Department uses funds for the promotion of responsible dog and cat ownership as well as animal welfare and the administration of the Act.

Natural Disaster Risk Management Studies Program

In order to take a more proactive and preventative approach to disaster management the Commonwealth, in association with the States, has implemented the Natural Disaster Risk Management Studies Program (NDRMS). This program will fund up to one third of the cost of approved projects to undertake risk management studies identifying, evaluating and addressing the risks presented by natural disasters.

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.

Premier and Cabinet

Table 3.18: Department of Premier and Cabinet - Commonwealth specific purpose grants

| | (\$ million) | | | Variation ^(a) % |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | |
| Current grants | | | | |
| National Gallery of Victoria - Federation Funding | 14.0 | 7.0 | 10.0 | 42.9 |
| Miscellaneous | 1.5 | 1.5 | .. | -100.0 |
| Total current grants | 15.5 | 8.5 | 10.0 | 17.6 |
| Capital grants | | | | |
| Federation Square - Australian Centre for Moving Image | .. | 39.0 | 11.0 | -71.8 |
| Total specific payment grants | 15.5 | 47.5 | 21.0 | -55.8 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

National Gallery of Victoria – Federation Funding

The Commonwealth Government is providing a grant from the Centenary of Federation Fund to the National Gallery of Victoria to assist their building redevelopment project.

Miscellaneous

The majority of the \$1.5 million grant was 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 was for information technology initiatives associated with Libraries Online program.

Federation Square – Australian Centre for Moving Image

The Commonwealth is contributing \$50 million towards the Federation Square project, for the development of the Australian Centre for Moving Image - \$39 million in 2000-01 and \$11 million in 2001-02. The Memorandum of Understanding with the Commonwealth was signed in October 2000.

State and Regional Development

Table 3.19: Department of State and Regional Development - Commonwealth specific purpose grants

| | <i>(\$ million)</i> | | | |
|---|---------------------------|----------------------------|---------------------------|--------------------------------------|
| | <i>2000-01 Budget</i> | <i>2000-01 Revised</i> | <i>2001-02 Budget</i> | <i>Variation^(a) %</i> |
| Current grants | | | | |
| Australian Sports Commission Organisation Development Program ^(b) | 0.7 | 0.8 | 0.8 | .. |
| Indigenous Sports Program | 0.2 | 0.2 | 0.1 | -50.0 |
| Total specific payment grants | 0.9 | 1.0 | 0.9 | -10.6 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

(b) The 2000-01 Budget figure includes funding for the National Volunteers Involvement Program.

Australian Sports Commission Organisation Development 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 and includes volunteer initiatives.

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.

Treasury and Finance

Table 3.20: Department of Treasury and Finance - Commonwealth specific purpose grants

| | (\$ million) | | | |
|--|-------------------|--------------------|-------------------|-------------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | Variation ^(a) % |
| Current grants | | | | |
| Commonwealth New First Home Owner Grant | .. | 15.3 | 26.0 | 70.0 |
| Debt Redemption Assistance | 5.3 | 5.3 | 5.2 | -1.0 |
| Natural Disaster Relief | 0.3 | 0.3 | 0.3 | .. |
| Commonwealth Contribution to the Debt Retirement Reserve Trust Account | 0.2 | 0.2 | 0.2 | .. |
| Total specific payment grants | 5.7 | 21.0 | 31.7 | 50.6 |

Source: Department of Treasury and Finance.

Note:

(a) Variation between 2000-01 Revised and 2001-02 Budget.

Commonwealth New First Home Owners Grant

These payments are to first homebuyers of new homes who meet the Commonwealth specifications of a 'new' home. This additional grant applies to purchases of 'new' homes from 9 March 2001 until 31 December 2001.

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. The Debt Redemption Assistance grant is scheduled to cease at the end of the financial year 2003-04.

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.

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.

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 ^(a)

| | (\$ million) | | | Variation ^(b) |
|---|-------------------|--------------------|-------------------|--------------------------|
| | 2000-01 Budget | 2000-01 Revised | 2001-02 Budget | % |
| Current grants | | | | |
| Education, Employment and Training - | | | | |
| Assistance to Non Government Schools | 859.2 | 888.7 | 907.0 | 2.1 |
| Advanced English for Migrants | 1.6 | 1.6 | 1.6 | .. |
| Infrastructure - Local Government | 223.9 | 228.7 | 237.5 | 3.9 |
| Total current grants | 1 084.7 | 1 119.0 | 1 146.1 | 2.4 |
| Capital grants | | | | |
| Education, Employment and Training - | | | | |
| Assistance to Non Government Schools | 25.8 | 25.7 | 26.2 | |
| Infrastructure - Local Government | 82.4 | 82.4 | 84.5 | 2.5 |
| Total capital grants | 108.2 | 108.1 | 110.7 | 2.4 |
| Total specific payment grants for on-passing | 1 192.8 | 1 227.1 | 1 256.8 | 2.4 |

Source: Department of Treasury and Finance.

Note:

(a) In previous years this table was not split between current and capital grants.

(b) Variation between 2000-01 Revised and 2001-02 Budget.

Education, Employment and Training

Current Grants Program - Assistance to Non Government schools

General Recurrent Grants

The Commonwealth's Grants for Non-government Schools Program provides funds to help non-government schools and systems with the recurrent and capital costs of school education. It is a major revenue source for a large proportion of non-government schools. In the 2001-2004 quadrennium, the Commonwealth has abolished the Education Resources Index as its basis for the needs-based recurrent funding of non-government schools and replaced it with a purpose-built model based on the relative socio-economic status (SES) of school communities. Under the new SES model, the minimum funding entitlement on a per student basis is set at 13.7 per cent of the Average Government School Recurrent Costs (AGSRC) and payable to schools with an SES score of 130 or more. The maximum payment is set at 70 per cent of the AGSRC and payable to schools with SES scores of 85 or below.

Targeted Programs

The Commonwealth's Grants for Commonwealth Targeted Programs provide assistance to both government and non-government schools and systems. For the 2001-2004 quadrennium, the two priorities for targeted assistance are:

- improving learning outcomes for educationally disadvantaged students; and
- improving outcomes in specific targeted teaching and learning areas.

The program includes support in areas including English as a Second Language, National Asian Languages and Studies in Australian Schools, disability, geographic disadvantage (country areas), human services and other strategic assistance.

Advanced English for Migrants

The aim of this program is to assist migrant job-seekers to improve English language skills to overcome barriers to employment and participation in vocational education and training.

Capital Grants Program – Assistance to Non Government Schools

Commonwealth grants for capital expenditure for non-government schools are provided under the Non-Government component of the General Element of the Capital Grants Program. The assistance is provided in the form of block grants which aim to improve educational outcomes by assisting in the provision of school facilities.

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 Victoria Grants Commission.

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 2000 and for the year ended 30 June 2001
(\$ million)

| | 2000-01 Budget | 2001-02 Budget | Variation % |
|--|-------------------|-------------------|----------------|
| Receipts | | | |
| Taxation | 8 027 | 7 937 | -1.1 |
| Fines and regulatory fees | 256 | 344 | 34.3 |
| Grants received | 8 716 | 9 768 | 12.1 |
| Sales of goods and services (including S.29 FMA annotated) | 424 | 472 | 11.5 |
| Interest received | 76 | 127 | 68.0 |
| Public authority income | 1 083 | 636 | -41.2 |
| Other receipts | 1 752 | 1 867 | 6.5 |
| Total operating activities | 20 333 | 21 151 | 4.0 |
| Total cash inflows from investing and financing | 199 | 175 | -11.8 |
| Total receipts | 20 531 | 21 326 | 3.9 |
| Payments - | | | |
| Special Appropriations | 1 935 | 2 088 | 7.9 |
| Appropriations ^(a) | | | |
| Provision of Outputs | 15 039 | 16 083 | 6.9 |
| Additions to Net Asset Base | 478 | 714 | 49.4 |
| Payments made on behalf of State | 1 721 | 1 530 | -11.1 |
| Receipts credited to appropriation ^(b) | | | |
| Provision of Outputs | 1 133 | 1 346 | 18.9 |
| Additions to Net Asset Base | 37 | 22 | -39.0 |
| Payments made on behalf of State | .. | .. | .. |
| Sub total | 20 341 | 21 784 | 7.1 |
| less accrued appropriations | | | |
| Total payments | 20 341 | 21 784 | 7.1 |

Source: Department of Treasury and Finance

Table 4.2: Consolidated Fund Receipts

(\$ thousand)

| | 2000-01 Budget | 2001-02 Budget | Variation % |
|---|-------------------|-------------------|----------------|
| Operating receipts | | | |
| Taxation | | | |
| Payroll tax | 2 757 721 | 2 906 969 | 5.4 |
| Property tax | 489 400 | 567 500 | 16.0 |
| Stamp duty | | | |
| Financial and capital transactions | 1 255 100 | 1 162 100 | -7.4 |
| Stamp duties | 189 800 | 166 700 | -12.2 |
| Financial accommodation levy | 3 561 | 4 089 | 14.8 |
| Financial transaction taxes | 617 500 | 282 800 | -54.2 |
| Other property taxes | 20 | .. | -100.0 |
| Gambling | | | |
| Private lotteries | 316 700 | 326 700 | 3.2 |
| Electronic gaming machines | 780 000 | 894 900 | 14.7 |
| Casino taxes | 80 300 | 91 800 | 14.3 |
| Racing | 93 000 | 96 000 | 3.2 |
| Other gambling | 2 600 | 2 800 | 7.7 |
| Insurance | 429 100 | 465 300 | 8.4 |
| Motor Vehicle | | | |
| Road Safety Act (Registration Fees) | 451 000 | 470 100 | 4.2 |
| Stamp duty on vehicle transfers | 409 400 | 438 600 | 7.1 |
| Other drivers licences | 39 791 | 52 380 | 31.6 |
| Franchise Fees | | | |
| Petroleum | 46 000 | .. | -100.0 |
| Tobacco | 14 100 | .. | -100.0 |
| Liquor | 27 500 | 7 000 | -74.5 |
| Energy (Electricity) | 24 652 | .. | -100.0 |
| Total | 8 027 245 | 7 935 738 | -1.1 |
| Fines and regulatory fees | | | |
| Fines | 135 196 | 231 903 | 71.5 |
| Regulatory fees | 120 969 | 112 043 | -7.4 |
| Total | 256 165 | 343 946 | 34.3 |
| Grants received | | | |
| Grants received - current | | | |
| <i>General Commonwealth -current</i> | 5 857 200 | 6 583 700 | 12.4 |
| <i>Commonwealth specific purpose grants - current</i> | | | |
| Education, Employment and Training | 367 566 | 367 985 | 0.1 |
| Human Services | 2 046 138 | 2 215 055 | 8.3 |
| Infrastructure | 2 800 | 2 800 | 0.0 |
| Justice | 40 863 | 42 063 | 2.9 |
| Natural Resources and Environment | 50 128 | 55 959 | 11.6 |
| State and Regional Development | 1 040 | 851 | -18.2 |
| Treasury and Finance | 5 296 | 31 243 | 489.9 |
| <i>Other government entities</i> | | | |

Table 4.2: Consolidated Fund Receipts – continued

(\$ thousand)

| | 2000-01 Budget | 2001-02 Budget | Variation % |
|---|-------------------|-------------------|----------------|
| Grants received - capital | | | |
| <i>Commonwealth specific purpose grants - capital</i> | | | |
| Education, Employment and Training | 54 359 | 53 107 | -2.3 |
| Human Services | 182 948 | 172 772 | -5.6 |
| Infrastructure | 107 748 | 242 230 | 124.8 |
| Total | 8 716 086 | 9 767 765 | 12.1 |
| Sales of goods and services (including S.29 FMA annotated) | | | |
| Sales of goods and services | 423 670 | 472 371 | |
| Total | 423 670 | 472 371 | 11.5 |
| Interest received | 75 529 | 126 891 | 68.0 |
| Public authority income | | | |
| Public authority dividends | 772 683 | 498 228 | -35.5 |
| Public authorities income tax equivalent receipts | 307 921 | 135 626 | -56.0 |
| Public authorities local government tax equivalent receipts | 2 000 | 2 200 | 10.0 |
| Total | 1 082 604 | 636 054 | -41.2 |
| Other receipts | | | |
| Land rent received | 19 035 | 16 281 | -14.5 |
| Royalties received | 48 210 | 41 659 | -13.6 |
| Other | 1 684 780 | 1 808 562 | 7.3 |
| Total | 1 752 025 | 1 866 502 | 6.5 |
| Total operating activities | 20 333 324 | 21 149 267 | 4.0 |
| Cash inflows from investing and financing | | | |
| Loans to GBE's | 66 606 | 87 548 | 31.4 |
| Other loans | 5 177 | 291 | -94.4 |
| Proceeds From Sale Of Property, Plant & Equipment | 126 805 | 87 234 | -31.2 |
| Total cash inflows from investing and financing | 198 588 | 175 073 | -11.8 |
| Total Consolidated Funds receipts | 20 531 912 | 21 324 340 | 3.9 |

Source: Department of Treasury and Finance

Table 4.3: Consolidated Fund payments: summary

| | (\$ million) | | |
|---|-------------------|-------------------|----------------|
| | 2000-01 Budget | 2001-02 Budget | Variation % |
| Education, Employment and Training | | | |
| Special Appropriations ^(a) | 30 250 | 250 | -99.2 |
| Annual Appropriations ^(b) | 5 051 370 | 5 248 983 | 3.9 |
| Total | 5 081 620 | 5 249 233 | 3.3 |
| Human Services | | | |
| Special Appropriations ^(a) | 1 039 500 | 1 140 100 | 9.7 |
| Annual Appropriations ^(b) | 5 836 099 | 6 373 864 | 9.2 |
| Total | 6 875 599 | 7 513 964 | 9.3 |
| Infrastructure | | | |
| Special Appropriations | .. | .. | .. |
| Annual Appropriations ^(b) | 2 269 210 | 2 584 140 | 13.9 |
| Total | 2 269 210 | 2 584 140 | 13.9 |
| Justice | | | |
| Special Appropriations | 73 897 | 97 668 | 32.2 |
| Annual Appropriations ^(b) | 1 627 568 | 1 816 900 | 11.6 |
| Total | 1 701 465 | 1 914 568 | 12.5 |
| Natural Resources And Environment | | | |
| Special Appropriations ^(a) | 8 000 | 10 100 | 26.3 |
| Annual Appropriations ^(b) | 851 213 | 925 712 | 8.8 |
| Total | 859 213 | 935 812 | 8.9 |
| Premier And Cabinet | | | |
| Special Appropriations | 105 822 | 119 214 | 12.7 |
| Annual Appropriations ^(b) | 432 407 | 446 644 | 3.3 |
| Total | 538 229 | 565 858 | 5.1 |
| State and Regional Development | | | |
| Special Appropriations | 505 | .. | -100.0 |
| Annual Appropriations ^(b) | 326 293 | 418 149 | 28.2 |
| Total | 326 798 | 418 149 | 28.0 |
| Treasury And Finance | | | |
| Special Appropriations | 646 678 | 694 250 | 7.4 |
| Annual Appropriations ^(b) | 1 940 724 | 1 804 989 | -7.0 |
| Total | 2 587 402 | 2 499 239 | -3.4 |
| Parliament | | | |
| Special Appropriations | 30 209 | 26 824 | -11.2 |
| Annual Appropriations ^(b) | 71 619 | 76 211 | 6.4 |
| Total | 101 828 | 103 035 | 1.2 |
| Total Special Appropriations | 1 934 861 | 2 088 406 | 7.9 |
| Total Annual Appropriations | 18 406 503 | 19 695 592 | 7.0 |
| Total Appropriations | 20 341 364 | 21 783 998 | 7.1 |

Source: Department of Treasury and Finance

Notes:

- (a) Includes accumulated departmental surplus (previously applied appropriation under S.33 of 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) | | |
|--|-------------------|--------------------------|----------------|
| | 2000-01 Budget | 2001-02 Budget | Variation % |
| Education, Employment and Training | | | |
| Education Act No. 6240, Section 34 – Volunteer Workers Compensation | 250 | 250 | n.a |
| Financial Management Act No.18/1994, Section 33 | 30 000 | .. | n.a |
| | 30 250 | 250 | -99.2 |
| Human Services | | | |
| Gaming and Betting Act No. 37 of 1994 Section 80 - Hospitals and Charities Fund | 93 500 | 96 700 | 3.4 |
| Casino Control Act No. 47 of 1991, Section 114 - Hospitals and Charities Fund | 4 200 | 8 600 | 104.8 |
| Casino Control Act No. 47 of 1991, Section 114B - Hospitals and Charities Fund | .. | 3 800 | n.a |
| Gaming Machine Control Act No. 53 of 1991, Sections 137 & 138 - Hospitals and Charities Fund | 563 400 | 622 300 | 10.5 |
| Gaming Machine Control Act No. 53 of 1991, Sec 135B -Hospitals and Charities Fund | .. | 42 200 | n.a |
| Club Keno Act No. 56 of 1993, Section 7(5) - Hospitals and Charities Fund | 1 700 | 1 700 | n.a |
| Tattersall Consultations - Act No. 6390 | 316 700 | 326 700 | 3.2 |
| Financial Management Act No.18/1994, Section 33 | 60 000 | 38 100 | -36.5 |
| | 1 039 500 | 1 140 100 | 9.7 |
| Justice | | | |
| Magistrates Court - Act No. 51 of 1989 | 17 412 | 17 361 | -0.3 |
| Constitution Act No. 8750 - Judges of the Court of Appeal | 2 690 | 2 760 | 2.6 |
| Victims of Crime Assistance Act No. 81 of 1996, Section 69 Expenses | 1 130 | 1 344 | 18.9 |
| Constitution Act No. 8750 - President of the Court of Appeal | 250 | 257 | 2.8 |
| Defence Reserves Re-Employment Act No. 1 of 1995 | 42 | 46 | 9.5 |
| Patriotic Funds Act No. 6331 | 178 | 182 | 2.2 |
| Melbourne City Link, Act No. 107 of 1995, Section 14(4) | 200 | 1 700 | 750.0 |
| Compensation to Jurors - Act No. 7651 | 17 | 17 | n.a |
| Crown Proceedings - Act No. 6232 | 2 000 | 4 000 | 100.0 |
| The Constitution Act Amendment Act No. 6224, Section 315 - Electoral Expenses | 10 900 | 17 994 | 65.1 |
| Victims of Crime Assistance Act No. 81 of 1996, Section 69 Awards | 21 100 | 33 100 | 56.9 |
| Victorian State Emergency Service Act No. 57 of 1987 - Volunteer Workers Compensation | 237 | 300 | 26.6 |
| Constitution Act No. 8750 - Chief Justice | 286 | 293 | 2.4 |
| County Court Act No. 6230 – Judges | 11 820 | 12 539 | 6.1 |
| Constitution Act No. 8750 - Puisine Judges | 5 635 | 5 775 | 2.5 |
| | 73 897 | 97 668 | 32.2 |
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**Table 4.4: Consolidated Fund payments: Special Appropriations -
continued**

| (\$ thousand) | | | |
|---|-------------------|-------------------|----------------|
| | 2000-01 Budget | 2001-02 Budget | Variation % |
| Natural Resources and Environment | | | |
| Financial Management Act No.18/1994, Section 33 | 8 000 | 10 100 | 26.3 |
| | 8 000 | 10 100 | 26.3 |
| Premier and Cabinet | | | |
| Gaming Machine Control Act No. 53 of 1991, Sec.137 & 138 –Community Support Fund | 101 500 | 114 700 | 13.0 |
| Constitution Act No. 8750 - Executive Council | 50 | 50 | n.a |
| Constitution Act No. 8750 - Governor's Salary | 109 | 113 | 3.7 |
| Ombudsman - Act No. 8414 | 197 | 205 | 4.1 |
| Parliamentary Salaries and Superannuation - Act No. 7723 | 3 966 | 4 146 | 4.5 |
| | 105 822 | 119 214 | 12.7 |
| State and Regional Development | | | |
| Racing Act No. 6353, Section 119 - Direct Drawdowns | 505 | .. | -100.0 |
| | 505 | .. | -100.0 |
| Treasury and Finance | | | |
| Constitution Act No. 8750 - Judges of the Supreme Court | 3 224 | 3 432 | 6.5 |
| County Court Act No. 6230 - Judges | 4 138 | 4 456 | 7.7 |
| Constitution Act No. 8750 - Governor's Pension | 390 | 460 | 17.9 |
| Gaming & Betting Act No. 37 of 1994, Section 94 - Expenses of the Victorian Casino and Gaming Authority | 18 000 | 17 575 | -2.4 |
| Co-Operative Housing Societies Act No. 6226, Section 77(2) - Indemnities | 1 800 | 1 900 | 5.6 |
| Business Franchise (Petroleum Products) Act No. 9272, Section 17(2) | 36 300 | 33 600 | -7.4 |
| Liquor Control Reform Act No. 94 of 1998, Section 177(2) | 23 000 | 24 000 | 4.3 |
| Magistrates Court Act No. 51 of 1989 - Chairman, General Sessions | 41 | 42 | 2.4 |
| State Superannuation Act No. 50 of 1988, Section 90(2) - contributions | 554 000 | 603 000 | 8.8 |
| Financial Management Act No.18 of 1994, Section 39 - Interest on advances | 4 000 | 4 000 | n.a |
| Taxation (Interest on Overpayments) Act No. 35 of 1986, Section 11 | 1 000 | 1 000 | n.a |
| Treasury Corporation of Victoria Act No. 80 of 1992, Section 38 - Debt Retirement | 695 | 695 | n.a |
| The Mint - Act No. 6323, Section 3 | 90 | 90 | n.a |
| | 646 678 | 694 250 | 7.4 |
| <hr/> | | | |
| Budget Estimates 2001-02 | Public Account | | 445 |

**Table 4.4: Consolidated Fund payments: Special Appropriations -
continued**

| | (\$ thousand) | | |
|---|-------------------|-------------------|----------------|
| | 2000-01 Budget | 2001-02 Budget | Variation % |
| Parliament | | | |
| Audit Act No. 2 of 1994, Part 4 - Audit of the Auditor- General's Office | 10 | 10 | n.a |
| Auditor General - Act No. 2 of 1994 | 218 | 226 | 3.7 |
| Constitution Act No. 8750 - Clerk of the Parliaments | 1 | 1 | n.a |
| Constitution Act No. 8750 - Legislative Assembly | 275 | 275 | n.a |
| Constitution Act No. 8750 - Legislative Council | 100 | 100 | n.a |
| Parliamentary Committees - Act No. 7727 | 3 783 | 3 890 | 2.8 |
| Parliamentary Salaries and Superannuation Act No. 7723, Section 13 (1) (c) - contributions | 10 600 | 6 000 | -43.4 |
| Parliamentary Salaries and Superannuation Act No. 7723 - salaries and allowances | 15 222 | 16 322 | 7.2 |
| Financial Management Act No.18/1994, Section 33 | .. | .. | n.a |
| | 30 209 | 26 824 | -11.2 |
| Total Special Appropriations | 1 934 861 | 2 088 406 | 7.9 |

Table 4.5: Consolidated Fund payments – Total Annual Appropriations

Details of total annual appropriations for 2001-02, including amounts of estimates of unspent 2000-01 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 2001-02 Budget, **Black** figures; Estimates for 2000-01 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 ^(a)</i> |
|--|---------------------------------|--|---|-----------------------------|
| Education, Employment and Training | | | | |
| Appropriation ^(a) | 5 183 788 | .. | .. | 5 183 788 |
| | <i>4 960 439</i> | <i>11 446</i> | .. | <i>4 971 885</i> |
| Receipts credited to appropriation ^(b) | 46 345 | 18 850 | .. | 65 195 |
| | <i>45 205</i> | <i>24 180</i> | .. | <i>69 385</i> |
| Unspent previous year appropriation carried over ^(c) | .. | .. | .. | .. |
| | <i>10 100</i> | .. | .. | <i>10 100</i> |
| Total Appropriation | 5 230 133 | 18 850 | .. | 5 248 983 |
| | <i>5 015 744</i> | <i>35 626</i> | .. | <i>5 051 370</i> |
| Human Services | | | | |
| Appropriation ^(a) | 5 405 206 | 61 337 | .. | 5 466 543 |
| | <i>4 930 799</i> | <i>40 374</i> | .. | <i>4 971 173</i> |
| Receipts credited to appropriation ^(b) | 880 871 | 3 250 | .. | 884 121 |
| | <i>818 676</i> | <i>6 250</i> | .. | <i>824 926</i> |
| Unspent previous year appropriation carried over ^(c) | 1 500 | 21 700 | .. | 23 200 |
| | .. | <i>40 000</i> | .. | <i>40 000</i> |
| Total Appropriation | 6 287 577 | 86 287 | .. | 6 373 864 |
| | <i>5 749 475</i> | <i>86 624</i> | .. | <i>5 836 099</i> |
| Infrastructure | | | | |
| Appropriation ^(a) | 2 101 532 | 208 701 | 11 383 | 2 321 616 |
| | <i>2 020 796</i> | <i>124 343</i> | <i>11 176</i> | <i>2 156 315</i> |
| Receipts credited to appropriation ^(b) | 247 337 | .. | .. | 247 337 |
| | <i>112 895</i> | .. | .. | <i>112 895</i> |
| Unspent previous year appropriation carried over ^(c) | 9 287 | 5 900 | .. | 15 187 |
| | .. | .. | .. | .. |
| Total Appropriation | 2 358 156 | 214 601 | 11 383 | 2 584 140 |
| | <i>2 133 691</i> | <i>124 343</i> | <i>11 176</i> | <i>2 269 210</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) | 1 590 749 | 125 654 | .. | 1 716 403 |
| | 1 485 243 | 52 417 | .. | 1 537 660 |
| Receipts credited to appropriation ^(b) | 77 616 | 300 | .. | 77 916 |
| | 70 041 | 300 | .. | 70 341 |
| Unspent previous year appropriation carried over ^(c) | 15 700 | 6 881 | .. | 22 581 |
| | 6 621 | 12 946 | .. | 19 567 |
| Total Appropriation | 1 684 065 | 132 835 | .. | 1 816 900 |
| | 1 561 905 | 65 663 | .. | 1 627 568 |
| Natural Resources and Environment | | | | |
| Appropriation ^(a) | 758 703 | 39 457 | 19 188 | 817 348 |
| | 696 672 | 21 848 | 28 127 | 746 647 |
| Receipts credited to appropriation ^(b) | 89 928 | .. | .. | 89 928 |
| | 81 440 | 5 000 | .. | 86 440 |
| Unspent previous year appropriation carried over ^(c) | 13 770 | 4 666 | .. | 18 436 |
| | 6 300 | 5 226 | 6 600 | 18 126 |
| Total Appropriation | 862 401 | 44 123 | 19 188 | 925 712 |
| | 784 412 | 32 074 | 34 727 | 851 213 |
| Premier and Cabinet | | | | |
| Appropriation ^(a) | 318 131 | 83 981 | .. | 402 112 |
| | 297 609 | 109 265 | .. | 406 874 |
| Receipts credited to appropriation ^(b) | 533 | .. | .. | 533 |
| | 533 | .. | .. | 533 |
| Unspent previous year appropriation carried over ^(c) | 3 005 | 40 994 | .. | 43 999 |
| | 11 000 | 14 000 | .. | 25 000 |
| Total Appropriation | 321 669 | 124 975 | .. | 446 644 |
| | 309 142 | 123 265 | .. | 432 407 |

**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> |
|--|---------------------------------|--|---|-----------------------------|
| State and Regional Development | | | | |
| Appropriation ^(a) | 353 798 | 4 150 | 4 400 | 362 348 |
| | 317 293 | .. | 400 | 317 693 |
| Receipts credited to appropriation ^(b) | 1 101 | .. | .. | 1 101 |
| | 1 290 | .. | .. | 1 290 |
| Unspent previous year appropriation carried over ^(c) | 54 700 | .. | .. | 54 700 |
| | 7 310 | .. | .. | 7 310 |
| Total Appropriation | 409 599 | 4 150 | 4 400 | 418 149 |
| | 325 893 | .. | 400 | 326 293 |
| Treasury and Finance | | | | |
| Appropriation ^(a) | 196 818 | 90 839 | 1 471 587 | 1 759 244 |
| | 190 934 | 30 932 | 1 635 428 | 1 857 294 |
| Receipts credited to appropriation ^(b) | 2 687 | .. | .. | 2 687 |
| | 2 575 | 1 000 | .. | 3 575 |
| Unspent previous year appropriation carried over ^(c) | 4 964 | 14 994 | 23 100 | 43 058 |
| | 29 830 | 11 125 | 38 900 | 79 855 |
| Total Appropriation | 204 469 | 105 833 | 1 494 687 | 1 804 989 |
| | 223 339 | 43 057 | 1 674 328 | 1 940 724 |
| Parliament | | | | |
| Appropriation ^(d) | 69 184 | 1 857 | .. | 71 041 |
| | 65 379 | 2 920 | .. | 68 299 |
| Receipts credited to appropriation ^(b) | .. | .. | .. | .. |
| | .. | .. | .. | .. |
| Unspent previous year appropriation carried over ^(c) | 2 450 | 2 720 | .. | 5 170 |
| | 2 320 | 1 000 | .. | 3 320 |
| Total Appropriation | 71 634 | 4 577 | .. | 76 211 |
| | 67 699 | 3 920 | .. | 71 619 |

Source: Department of Treasury and Finance

Notes:

(a) Appropriation (2001/2002) Act.

(b) Financial Management Act, 1994 Section 29.

(c) Financial Management Act, 1994 Section 32.

(d) Appropriation (Parliament 2001/2002) Act.

Table 4.6: The Trust Fund

| | (\$ thousand) | | |
|---|-------------------|-------------------|-----------------|
| | 2000-01 Budget | 2001-02 Budget | Variation % |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts | | | |
| Taxation | 82 725 | 87 016 | 5.2 |
| Regulatory Fees and Fines | 12 639 | 25 679 | 103.2 |
| Grants Received | 2 231 248 | 2 288 111 | 2.5 |
| Sale of Goods and Services | 177 986 | 189 823 | 6.7 |
| Interest Received | 41 153 | 44 090 | 7.1 |
| Other Receipts | 4 625 056 | 5 165 328 | 11.7 |
| Payments | | | |
| Employee Entitlements | - 37 354 | - 29 678 | -20.5 |
| Superannuation | - 5 438 | - 5 751 | 5.8 |
| Interest Paid | - 200 | - 8 | -96.0 |
| Grants Paid | -5 506 575 | -5 969 861 | 8.4 |
| Supplies and Consumables | -1 412 396 | -1 514 684 | 7.2 |
| Capital Asset Charge Paid | - 36 | - 36 | .. |
| Other Payments | - 80 | - 1 234 | .. |
| NET CASH FLOWS FROM OPERATING ACTIVITIES | 208 728 | 278 795 | 33.6 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Net Proceeds from/(Purchases of) Investments | - 50 | - 50 | .. |
| Term and Fixed Deposits | - 570 | - 45 | -92.1 |
| Proceeds from Sale of Property, Plant & Equipment | 200 | 200 | .. |
| Purchases of Property, Plant & Equipment | 92 723 | 4 075 | -95.6 |
| Other Investing Activities | - 20 683 | - 6 915 | -66.6 |
| NET CASH FLOWS FROM INVESTING ACTIVITIES | 71 620 | - 2 735 | -103.8 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Net Proceeds from/(Repayment of) Borrowings | .. | .. | na |
| Other | | | |
| NET CASH FLOWS FROM FINANCING ACTIVITIES | .. | .. | na |
| NET CASH INFLOW/(OUTFLOW) | 280 348 | 276 060 | -1.5 |
| Represented By: | | | |
| Cash and Deposits Held at Beginning of Reporting Period | | | na |
| Cash and Deposits Held at 30 June 1999 | 280 348 | 276 060 | -1.5 |
| <i>Source:</i> | <i>Department</i> | <i>of</i> | <i>Treasury</i> |
| | | <i>and</i> | <i>Finance</i> |

ABBREVIATIONS AND ACRONYMS

| | |
|--------|--|
| AAS | Australian Accounting Standard |
| AAV | Aboriginal Affairs Victoria |
| ACAS | Aged Care Assessment Services |
| ACE | Adult and Community Education |
| ACMI | Australian Centre for the Moving Image |
| AEIP | Adult Employment Incentive Program |
| AFR | Annual Financial Report |
| AGSRC | Average Government School Recurrent Costs |
| AHBV | Aboriginal Housing Board Victoria |
| AHCA | Australian Health Care Agreement |
| ALTD | Australian Land Transport Development Program |
| AMES | Adult Multicultural and Education Services |
| ANTA | Australian National Training Authority |
| ASC | Australian Securities Commission |
| ASIC | Australian Securities and Investments Commission |
| ASX | Australian Stock Exchange |
| ATO | Australian Taxation Office |
| | |
| BBA | Budget Balancing Assistance |
| BLIS | Business Licence Information Service |
| | |
| CAC | Capital Asset Charge |
| CBD | Central Business District |
| CFA | Country Fire Authority |
| CGC | Commonwealth Grants Commission |
| CMA | Catchment Management Authority |
| CNCU | Competitive Neutrality Complaints Unit |
| COAG | Council of Australian Governments |
| CRICOS | Commonwealth Register of Institutions and Courses for International Students |
| 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 |
| DPEC | Drug Policy Expert Committee |
| DSRD | Department of State and Regional Development |
| DTF | Department of Treasury and Finance |
| EBA | Enrolment Benchmark Adjustment |
| EC4P | Electronic Commence for Procurement |
| ECC | Environment Conservation Council |
| EGMs | Electronic Gaming Machines |
| EMA | Emergency Management Australia |
| EPA | Environment Protection Authority |
| ERC | Expenditure Review Committee |
| ESL | English Second Language |
| FAGs | Financial Assistance Grants |
| FFYA | Futures for Young Adults |
| FHOG | First Home Owner Grant |
| FID | Financial Institutions Duty |
| FIRS | Federal Interstate Registration Scheme |
| FMA | Financial Management Act 1994 |
| FMA | Forest Management Areas |
| FoI | Freedom of Information |
| FreeZA | Drug and Alcohol Free Zone |
| FTE | Full-Time Equivalent |
| GBE | Government Business Enterprise |
| GMA | Guaranteed Minimum Amount |
| GSERP | Government Sector Executive Remuneration Panel |
| GSP | Gross State Product |
| GST | Goods and Services Tax |
| HACC | Home and Community Care |
| ICT | Information, Communications and Technology |
| IESIP | Indigenous Education Strategic Initiatives Program |
| ILUA | Indigenous Land Use Agreements |
| IT | Information Technology |
| KISE | Knowledge, Innovation, Science and Engineering |

| | |
|---------|--|
| LLENS | Local Learning and Employment Networks |
| LLV | Liquor Licensing Victoria |
| LM | Land Management |
| LOTE | Languages other than English |
| MCLA | Melbourne City Link Authority |
| MDBC | Murray Darling Basin Agreement |
| MFESB | Metropolitan Fire and Emergency Services Board |
| MoU | Memorandum of Understanding |
| MSAC | Melbourne Sports and Aquatic Centre |
| NALSAS | National Asian Languages and Studies in Australian Schools |
| NCC | National Competition Council |
| NCP | National Competition Policy |
| NCSC | National Companies and Securities Commission |
| NDRA | Natural Disaster Relief |
| NDRMS | Natural Disaster Risk Management Studies Program |
| NEIP | Environment Improvement Plans |
| NHT | Natural Heritage Trust |
| NRTC | National Road Transport Commission |
| NTER | National Tax Equivalent Regime |
| OMP | Office of Major Projects |
| OWP | Office of Women's Policy |
| PHOFA | Public Health Outcome Funding Agreement |
| ResCode | Residential Development |
| RFA | Regional Forest Agreement |
| RFC | Rural Finance Corporation |
| RIDF | Regional Infrastructure Development Fund |
| RINA | Revenue for Increase in Net Assets |
| RONI | Roads of National Importance |
| RRPs | Revenue Replacement Payments |
| SAAP | Supported Accommodation Assistance Program |
| SDQMS | Stamp Duty on Quoted Marketable Securities |
| SES | Socio-Economic Status |
| STI | Science Technology Innovation |
| TAFE | Technical and Further Education (post-secondary colleges) |
| TCP | Technology Commercialisation Program |
| TCV | Treasury Corporation of Victoria |
| TEC | Total Estimated Cost |

| | |
|----------|---|
| VACS | Victorian Ambulatory Classification System |
| VAGO | Victorian Auditor-General's Office |
| VAIP | Victorian Accelerated Infrastructure Program |
| VBL | Victorian Business Line |
| VCAA | Victorian Curriculum and Assessment Authority |
| VCAT | Victorian Civil and Administrative Tribunal |
| VCE | Victorian Certificate of Education |
| VET | Vocational Education and Training |
| VFMC | Victorian Funds Management Corporation |
| VGSO | Victorian Government Solicitor's Office |
| VicRoads | Roads Corporation |
| VicSES | Victorian State Emergency Services |
| VicTrack | Victorian Rail Track Corporation |
| VIMP | Victorian Initiative for Minerals and Petroleum |
| VIPP | Victorian Industry Participation Policy |
| VLA | Victorian Legal Aid |
| VLESC | Victorian Learning and Employment Skills Commission |
| VPS | Victorian Public Service |
| VPSN | Victorian Public Service Notices |
| VQA | Victorian Qualifications Authority |
| VSFIC | Victorian Sea Freight Industry Council |
| VYDP | Victorian Youth Development Program |
| WCI | Wage Cost Index |
| WIES | Weighted Inlier Equivalent Separations |

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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