

AUSTRALIAN COMPETITION AND CONSUMER COMMISSION

Section 1: Entity overview and resources	37
1.1 Strategic direction statement.....	37
1.2 Entity resource statement.....	37
1.3 Entity measures.....	39
1.4 Additional estimates and variations.....	40
1.5 Breakdown of additional estimates by appropriation bill	41
Section 2: Revisions to outcomes and planned performance	42
2.1 Outcomes and performance information.....	42
Section 3: Explanatory tables and budgeted financial statements	44
3.1 Explanatory tables.....	44
3.2 Budgeted financial statements	44

AUSTRALIAN COMPETITION AND CONSUMER COMMISSION

Section 1: Entity overview and resources

1.1 STRATEGIC DIRECTION STATEMENT

The Australian Competition and Consumer Commission (ACCC) is seeking an additional \$2.5 million in departmental outputs through Appropriation Bill (No. 3) 2015-16 and \$11.6 million in equity injections through Appropriation Bill (No. 4) 2015-16.

These relate to measures outlined in the *Mid-Year Economic and Fiscal Outlook 2015-16* for the Agriculture New Policy Proposal *Stronger Farmers, Stronger Economy – a fairer go for farm business*, and the reappropriation of 2013-14 equity related to the ACCC's Litigation Contingency Fund.

Accordingly, whilst there has been no significant change to the strategic direction of the ACCC from that outlined in the *Portfolio Budget Statements 2015-16* (pages 89-91), an additional priority for 2015-16 is compliance with, and enforcement of, the *Competition and Consumer Act 2010* in the agriculture sector.

1.2 ENTITY RESOURCE STATEMENT

The Entity Resource Statement details the resourcing for the ACCC at Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2015-16 budget year, including variations through Appropriation Bill Nos. 3 and 4, Special Appropriations and Special Accounts.

Table 1.1: Australian Competition and Consumer Commission resource statement — Additional Estimates for 2015-16 as at Additional Estimates February 2016

	<i>Actual available appropriation</i>	Estimate as at Budget	Proposed Additional Estimate	Total estimate at Additional Estimates
	<i>2014-15 \$'000</i>	2015-16 \$'000	2015-16 \$'000	2015-16 \$'000
Ordinary annual services (a)				
Departmental appropriation				
Prior year departmental appropriation (b)	12,833	21,582	-	21,582
Departmental appropriation (c)	169,459	164,815	2,524	167,339
s.74 Retained Revenue Receipts (d)	5,458	2,764	857	3,621
Total	187,750	189,161	3,381	192,542
Total ordinary annual services [A]	187,750	189,161	3,381	192,542
Other services (e)				
Departmental non-operating				
Prior year departmental appropriation (b)	12,592	14,296	-	14,296
Equity injections	2,700	1,300	11,596	12,896
Total	15,292	15,596	11,596	27,192
Total other services [B]	15,292	15,596	11,596	27,192
Total available annual appropriations	203,042	204,757	14,977	219,734
Special appropriations				
Special appropriations limited by criteria/entitlement				
<i>Public Governance, Performance and Accountability Act 2013 - s.77 (f)</i>	12	20	11,000	11,020
Total special appropriations [C]	12	20	11,000	11,020
Total appropriations excluding Special Accounts	203,054	204,777	25,977	230,754
Total resourcing [A+B+C]	203,054	204,777	25,977	230,754
Total net resourcing for ACCC	203,054	204,777	25,977	230,754

Third party payments from and on behalf of other entities

	Estimate at Budget	Estimate at Additional Estimates
	2015-16 \$'000	2015-16 \$'000
Payments made on behalf of the National Competition Council (NCC)	1,740	1,740

(a) Appropriation Act (No. 1) 2015-16 and Appropriation Bill (No. 3) 2015-16.

(b) Estimated adjusted balance carried from previous year for annual appropriations.

(c) Includes an amount of \$1.993m in 2015-16 for the Departmental Capital Budget (refer to table 3.2.5 for further details). For accounting purposes this amount has been designated as 'contributions by owners'.

(d) Estimated retained revenue receipts under s.74 of the *Public Governance, Performance and Accountability Act 2013* (PGPA Act).

(e) Appropriation Act (No. 2) 2015-16 and Appropriation Bill (No. 4) 2015-16.

(f) Repayments not provided for under other appropriations.

Note: The ACCC provides financial services to the NCC and has drawdown access to manage the NCC's finances.

Reader note: All figures are GST exclusive. These figures may not match figures in the cash flow statement.

1.3 ENTITY MEASURES

Table 1.2 summarises new Government measures taken since the 2015-16 Budget. The table presents expense measures, with the affected programme identified.

Table 1.2: Entity 2015-16 measures since Budget

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
Expense measures					
Stronger Farmers, Stronger Economy -					
A fairer go for farm businesses					
Departmental expenses(a)	1.1	2,591	2,737	3,025	3,054
Public Sector Superannuation					
Accumulation Plan administration fees					
Departmental expenses(b)	1.1	(56)	(56)	(56)	(56)
Departmental expenses(b)	1.2	(11)	(11)	(11)	(11)
Public Sector Savings - Enterprise					
Resource Planning Systems					
Departmental expenses(c)	1.1	-	-	(75)	(91)
Departmental expenses(c)	1.2	-	-	(19)	(23)
Total measures		2,524	2,670	2,864	2,873

Prepared on a Government Financial Statistics (fiscal) basis.

- (a) This measure was included in the *Mid-Year Economic and Fiscal Outlook 2015-16*, and forms part of the Commonwealth Government's White Paper on Agricultural Competitiveness.
- (b) This measure was announced in the *Mid-Year Economic and Fiscal Outlook 2014-15* as a cross portfolio measure and has not previously appeared in a portfolio statement.
- (c) This measure was announced in the 2015-16 Budget as a cross-portfolio measure and has not previously appeared in a portfolio statement.

1.4 ADDITIONAL ESTIMATES AND VARIATIONS

The following tables detail the changes to the resourcing for the ACCC at Additional Estimates, by outcome. Table 1.3 details the Additional Estimates and variations resulting from new measures since the 2015-16 Budget in Appropriation Bills Nos. 3 and 4. Table 1.4 details Additional estimates or variations through other factors, such as parameter adjustments.

Table 1.3: Additional estimates and variations to outcomes from measures since 2015-16 Budget

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
Outcome 1					
Increase in estimates (departmental)					
Stronger Farmers, Stronger Economy - A fairer go for farm businesses					
Departmental expenses	1.1	2,591	2,737	3,025	3,054
Decrease in estimates (departmental)					
Public Sector Superannuation (a)					
Accumulation Plan administration fees					
Departmental expenses	1.1	(56)	(56)	(56)	(56)
Departmental expenses	1.2	(11)	(11)	(11)	(11)
Public Sector Savings - Enterprise Resource Planning Systems (b)					
Departmental expenses	1.1	-	-	(75)	(91)
Departmental expenses	1.2	-	-	(19)	(23)
Net impact on estimates for Outcome 1 (departmental)		2,524	2,670	2,864	2,873

(a) This measure was announced in the *Mid-Year Economic and Fiscal Outlook 2014-15* as a cross portfolio measure and has not previously appeared in a portfolio statement.

(b) This measure was announced in the 2015-16 Budget as a cross-portfolio measure and has not previously appeared in a portfolio statement.

Prepared on a Government Financial Statistics (fiscal) basis.

Table 1.4: Additional estimates and variations to outcomes from other variations

	Programme	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
Outcome 1					
Increase in estimates (departmental)					
Movement of Funds - Equity	1.1	11,596	-	-	-
Decrease in estimates (departmental)					
Adjustment to reflect movement in indices relating to prices and wages					
Departmental expenses	1.1	-	-	(130)	(261)
Departmental expenses	1.2	-	-	(33)	(66)
Departmental capital	1.1	-	-	(2)	(4)
Net impact on estimates for Outcome 1 (departmental)		11,596	-	(165)	(331)

1.5 BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The following tables detail the Additional Estimates sought for the ACCC through Appropriation Bills Nos. 3 and 4.

Table 1.5: Appropriation Bill (No. 3) 2015-16

	2014-15 Available \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Departmental programmes					
Outcome 1 - Lawful competition, consumer protection, and regulated national infrastructure markets and services through regulation, including enforcement, education, price monitoring and determining the terms of access to infrastructure services.	169,459	164,815	167,339	2,524	-
Total	169,459	164,815	167,339	2,524	-

Table 1.6: Appropriation Bill (No. 4) 2015-16

	2014-15 Available \$'000	2015-16 Budget \$'000	2015-16 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
Non-operating					
Equity injections	2,700	1,300	12,896	11,596	-
Total	2,700	1,300	12,896	11,596	-

Section 2: Revisions to outcomes and planned performance

2.1 OUTCOMES AND PERFORMANCE INFORMATION

The additional priority of compliance and enforcement of the *Competition and Consumer Act 2010* (CCA) in the agriculture sector will be achieved through increased engagement with the agriculture sector, increased investigations of possible breaches of the CCA and, as appropriate, enforcement action and outcomes. Accordingly, there is no change to the ACCC's outcome statement, objectives, outcome strategies and deliverables, and the performance information included in the Portfolio Budget Statements 2015-16 (pages 94-102) will require the ACCC to report on the additional work that the ACCC undertakes and the outcomes achieved.

Table 2.1 Budgeted expenses for Outcome 1

Outcome 1: Lawful competition, consumer protection, and regulated national infrastructure markets and services through regulation, including enforcement, education, price monitoring and determining the terms of access to infrastructure services.	2014-15 Actual expenses \$'000	2015-16 Revised estimated expenses \$'000
Programme 1.1: Australian Competition and Consumer Commission		
Departmental expenses		
Departmental appropriation(a)	134,363	137,219
Expenses not requiring appropriation in the Budget year(b)	5,870	6,276
Total for Programme 1.1	140,233	143,495
Program 1.2: Australian Energy Regulator		
Departmental expenses		
Departmental appropriation(a)	36,299	33,567
Total for Programme 1.2	36,299	33,567
Outcome 1 Totals by appropriation type		
Departmental expenses		
Departmental appropriation(a)	170,662	170,786
Expenses not requiring appropriation in the Budget year(b)	5,870	6,276
Total expenses for Outcome 1	176,532	177,062
Average staffing level (number)	716	739

(a) Departmental Appropriation combines 'Ordinary annual services (Appropriation Act No. 1 and Bill No. 3)' and 'Retained Revenue Receipts under s.74 of the PGPA Act 2013'.

(b) Expenses not requiring appropriation in the Budget year is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Programme objective 1.1: Australian Competition and Consumer Commission

Other than the additional priority focus in the agricultural sector, there is no change to programme objectives, deliverables or key performance indicators for the ACCC from that included in the *Portfolio Budget Statements 2015-16*.

Programme expenses 1.1

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward year 1 \$'000	2017-18 Forward year 2 \$'000	2018-19 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	134,363	137,219	134,278	133,811	134,572
Expenses not requiring appropriation in the Budget year(a)	5,870	6,276	6,379	5,659	5,075
Total programme expenses	140,233	143,495	140,657	139,470	139,647

(a) Expenses not requiring appropriation in the Budget year is made up of depreciation expense, amortisation expense, makegood expense and audit fees.

Programme objective 1.2: Australian Energy Regulator

There has been no change to programme objectives, deliverables or key performance indicators for the Australian Energy Regulator from that included in the *Portfolio Budget Statements 2015-16*.

Programme expenses 1.2

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward year 1 \$'000	2017-18 Forward year 2 \$'000	2018-19 Forward year 3 \$'000
Annual departmental expenses:					
Departmental items	36,299	33,567	33,009	33,184	33,374
Total programme expenses	36,299	33,567	33,009	33,184	33,374

Section 3: Explanatory tables and budgeted financial statements

3.1 EXPLANATORY TABLES

Estimates of special account flows

There has been no change to the estimates of special account flows and balances from that included in the *Portfolio Budget Statements 2015-16* (page 103).

3.2 BUDGETED FINANCIAL STATEMENTS

3.2.1 Analysis of budgeted financial statements

The ACCC is budgeting for a departmental breakeven operating result for 2015-16 after adjusting for non-appropriated expenses of depreciation and amortisation.

3.2.2 Budgeted financial statements

Table 3.2.1: Comprehensive income statement (showing net cost of services) for the period ended 30 June.

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
EXPENSES					
Employee benefits	97,372	101,110	97,700	96,542	96,512
Suppliers	72,470	69,708	69,600	70,461	71,428
Depreciation and amortisation	5,779	6,185	6,288	5,568	4,984
Finance costs	88	59	78	83	97
Write-down and impairment of assets	673	-	-	-	-
Other expenses	150	-	-	-	-
Total expenses	176,532	177,062	173,666	172,654	173,021
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Sale of goods and rendering of services	1,189	4,437	1,250	1,250	1,250
Rental income	-	1,003	1,003	1,003	1,003
Other revenue	1,432	-	-	-	-
Total own-source revenue	2,621	5,440	2,253	2,253	2,253
Gains					
Other	91	91	91	91	91
Total gains	91	91	91	91	91
Total own-source income	2,712	5,531	2,344	2,344	2,344
Net cost of (contribution by) services	173,820	171,531	171,322	170,310	170,677
Revenue from Government	167,446	165,346	165,034	164,742	165,693
Surplus/(deficit) attributable to the Australian Government	(6,374)	(6,185)	(6,288)	(5,568)	(4,984)
OTHER COMPREHENSIVE INCOME					
Changes in asset revaluation surplus	247	-	-	-	-
Total other comprehensive income	247	-	-	-	-
Total comprehensive income/(loss)	(6,127)	(6,185)	(6,288)	(5,568)	(4,984)

Note: Impact of net cash appropriation arrangements

	2014-15 \$'000	2015-16 \$'000	2016-17 \$'000	2017-18 \$'000	2018-19 \$'000
Total comprehensive income/(loss) excluding depreciation/amortisation expenses previously funded through revenue appropriations	(6,127)	(6,185)	(6,288)	(5,568)	(4,984)
less depreciation/amortisation expenses previously funded through revenue appropriations(a)					
Total comprehensive income/(loss) - as per the Statement of Comprehensive Income	(6,127)	(6,185)	(6,288)	(5,568)	(4,984)

(a) From 2010-11, the Government introduced net cash appropriation arrangements where Appropriation Act No. 1 or Bill No. 3 revenue appropriations for the depreciation/amortisation expenses of non-corporate Commonwealth entities were replaced with a separate capital budget (the departmental capital budget, or DCB) provided through Appropriation Act No. 1 or Bill No. 3 equity appropriations. For information regarding DCBs, please refer to Table 3.2.5 Departmental capital budget statement.

Prepared on Australian Accounting Standards basis.

Table 3.2.2: Budgeted departmental balance sheet (as at 30 June)

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	1,083	2,000	2,000	2,000	2,000
Trade and other receivables	36,576	30,600	31,225	23,301	22,434
Total financial assets	37,659	32,600	33,225	25,301	24,434
Non-financial assets					
Land and buildings	12,643	10,031	7,389	11,040	9,889
Property, plant and equipment	5,020	4,696	4,614	4,191	3,514
Intangibles	3,839	3,383	2,410	2,522	1,986
Inventories	-	-	-	-	-
Other non-financial assets	1,039	999	997	1,010	1,024
Total non-financial assets	22,541	19,109	15,410	18,763	16,413
Total assets	60,200	51,709	48,635	44,064	40,847
LIABILITIES					
Payables					
Suppliers	8,644	8,377	8,455	8,650	8,860
Other payables	16,389	10,368	11,601	10,446	9,163
Total payables	25,033	18,745	20,056	19,096	18,023
Provisions					
Employee provisions	26,178	27,193	26,311	26,015	26,033
Other provisions	5,906	5,580	5,274	4,419	4,121
Total provisions	32,084	32,773	31,585	30,434	30,154
Liabilities included in disposal groups held for sale					
Total liabilities	57,117	51,518	51,641	49,530	48,177
Net assets	3,083	191	(3,006)	(5,466)	(7,330)
EQUITY*					
Parent entity interest					
Contributed equity	68,331	71,624	74,715	77,823	80,943
Reserves	3,967	3,967	3,967	3,967	3,967
Retained surplus/(accumulated deficit)	(69,215)	(75,400)	(81,688)	(87,256)	(92,240)
Total parent entity interest	3,083	191	(3,006)	(5,466)	(7,330)
Total equity	3,083	191	(3,006)	(5,466)	(7,330)

*Equity is the residual interest in assets after the deduction of liabilities.
Prepared on Australian Accounting Standards basis.

Table 3.2.3: Departmental statement of changes in equity — summary of movement (Budget year 2015-16)

	Retained earnings	Asset revaluation reserve	Other reserves	Contributed equity/ capital	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance as at 1 July 2015					
Balance carried forward from previous period	(69,215)	3,967	-	68,331	3,083
Adjustment for changes in accounting policies	-	-	-	-	-
Adjusted opening balance	(69,215)	3,967	-	68,331	3,083
Comprehensive income					
Other comprehensive income	-	-	-	-	-
Surplus/(deficit) for the period	(6,185)	-	-	-	(6,185)
Total comprehensive income	(6,185)	-	-	-	(6,185)
of which:					
Attributable to the Australian Government	(6,185)	-	-	-	(6,185)
Transactions with owners					
Distributions to owners					
Returns of capital:					
Other				(11,596)	(11,596)
Contributions by owners					
Equity Injection - Appropriation	-	-	-	12,896	12,896
Departmental Capital Budget (DCB)	-	-	-	1,993	1,993
Sub-total transactions with owners	-	-	-	3,293	3,293
Transfers between equity components					-
Estimated closing balance as at 30 June 2016	(75,400)	3,967	-	71,624	191
Closing balance attributable to the Australian Government	(75,400)	3,967	-	71,624	191

Prepared on Australian Accounting Standards basis.

Table 3.2.4: Budgeted departmental statement of cash flows (for the period ended 30 June)

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	165,238	174,943	166,848	175,103	168,999
Sale of goods and rendering of services	1,621	3,621	2,438	2,438	2,438
Net GST received	6,456	6,857	6,934	7,652	7,120
Other	3,804	-	-	-	-
Total cash received	177,119	185,421	176,220	185,193	178,557
Cash used					
Employees	94,685	103,353	98,207	96,849	96,494
Suppliers	77,515	78,030	76,075	80,106	80,125
s.74 Retained Revenue Receipts transferred to OPA	5,458	3,621	2,438	2,438	2,438
Other	150	-	-	-	-
Total cash used	177,808	185,004	176,720	179,393	179,057
Net cash from/(used by) operating activities	(689)	417	(500)	5,800	(500)
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant, equipment and intangibles	3,178	2,793	2,591	8,908	2,620
Total cash used	3,178	2,793	2,591	8,908	2,620
Net cash from/(used by) investing activities	(3,178)	(2,793)	(2,591)	(8,908)	(2,620)
FINANCING ACTIVITIES					
Cash received					
Contributed equity	3,009	3,293	3,091	3,108	3,120
Total cash received	3,009	3,293	3,091	3,108	3,120
Net cash used by financing activities	3,009	3,293	3,091	3,108	3,120
Net increase/(decrease) in cash held	(858)	917	-	-	-
Cash and cash equivalents at the beginning of the reporting period	1,941	1,083	2,000	2,000	2,000
Cash and cash equivalents at the end of the reporting period	1,083	2,000	2,000	2,000	2,000

Prepared on Australian Accounting Standards basis.

Table 3.2.5: Departmental capital budget statement (for the period ended 30 June)

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
NEW CAPITAL APPROPRIATIONS					
Capital budget - Act No. 1 (DCB)	2,013	1,993	1,991	2,008	2,020
Equity injections - Act No. 2	2,700	12,896	1,100	1,100	1,100
Total new capital appropriations	4,713	14,889	3,091	3,108	3,120
Provided for:					
Purchase of non-financial assets	3,713	2,793	2,591	2,608	2,620
Other Items	1,000	12,096	500	500	500
Total items	4,713	14,889	3,091	3,108	3,120
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriations (a)	1,868	800	600	600	600
Funded by capital appropriation - DCB (b)	2,013	1,993	1,991	2,008	2,020
Funded internally from departmental resources (c)	-	-	-	6,300	-
TOTAL AMOUNT SPENT	3,881	2,793	2,591	8,908	2,620
RECONCILIATION OF CASH USED TO ACQUIRE ASSETS TO ASSET MOVEMENT TABLE					
Total purchases	3,178	2,793	2,591	8,908	2,620
TOTAL CASH REQUIRED TO ACQUIRE ASSETS	3,178	2,793	2,591	8,908	2,620

- (a) Includes both current and prior Act 3 and Bills 4-6 appropriations and special capital appropriations.
 (b) Does not include annual finance lease costs. Includes purchases from current and previous years' departmental capital budgets (DCBs).
 (c) Includes current and prior year Act (No. 1) and Bills 3/5 appropriations (excluding amounts from the DCB).

Prepared on Australian Accounting Standards basis.

Table 3.2.6: Statement of asset movements (2015-16 Budget year)

	Buildings	Other property, plant and equipment	Computer software and intangibles	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2015				
Gross book value	12,643	5,020	12,851	30,514
Accumulated depreciation/amortisation and impairment	-	-	(9,012)	(9,012)
Opening net book balance	12,643	5,020	3,839	21,502
Capital asset additions				
Estimated expenditure on new or replacement assets				
By purchase - appropriation equity(a)	30	-	770	800
By purchase - appropriation ordinary annual services(b)	-	1,392	601	1,993
Total additions	30	1,392	1,371	2,793
Other movements				
Depreciation/amortisation expense	(2,642)	(1,716)	(1,827)	(6,185)
Total other movements	(2,642)	(1,716)	(1,827)	(6,185)
As at 30 June 2016				
Gross book value	12,673	6,412	14,222	33,307
Accumulated depreciation/amortisation and impairment	(2,642)	(1,716)	(10,839)	(15,197)
Closing net book balance	10,031	4,696	3,383	18,110

(a) 'Appropriation equity' refers to equity injections or Administered Assets and Liabilities appropriations provided through Appropriation Act (No.2) 2015-16 and Bill (No.4) 2015-16, including CDABs.

(b) 'Appropriation ordinary annual services' refers to funding provided through Appropriation Act (No.1) 2015-16 and Bill (No.3) 2015-16 for depreciation/amortisation expenses, DCBs or other operational expenses.

Prepared on Australian Accounting Standards basis.

Table 3.2.7: Schedule of budgeted income and expenses administered on behalf of Government (for the period ended 30 June)

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Write-down and impairment of assets	2,262	-	-	-	-
Other expenses	11,000	-	-	-	-
Total expenses administered on behalf of Government	13,262	-	-	-	-
LESS:					
OWN-SOURCE INCOME					
Own-source revenue					
Non-taxation revenue					
Fees and fines	34,050	40,000	40,000	40,000	40,000
Other revenue	-	-	-	-	-
Total non-taxation revenue	34,050	40,000	40,000	40,000	40,000
Total own-source revenue administered on behalf of Government	34,050	40,000	40,000	40,000	40,000
Total own-source income administered on behalf of Government	34,050	40,000	40,000	40,000	40,000
Net cost of/(contribution by) services	(20,788)	(40,000)	(40,000)	(40,000)	(40,000)

Prepared on Australian Accounting Standards basis.

Table 3.2.8: Schedule of budgeted assets and liabilities administered on behalf of Government (as at 30 June)

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
ASSETS					
Financial assets					
Cash and cash equivalents	-	-	-	-	-
Trade and other receivables	5,252	5,252	5,252	5,252	5,252
Total financial assets	5,252	5,252	5,252	5,252	5,252
Total assets administered on behalf of Government	5,252	5,252	5,252	5,252	5,252
LIABILITIES					
Payables					
Other payables	11,000	-	-	-	-
Total payables	11,000	-	-	-	-
Total liabilities administered on behalf of Government	11,000	-	-	-	-
Net assets/(liabilities)	(5,748)	5,252	5,252	5,252	5,252

Prepared on Australian Accounting Standards basis.

**Table 3.2.9: Schedule of budgeted administered cash flows
(for the period ended 30 June)**

	2014-15 Actual \$'000	2015-16 Revised budget \$'000	2016-17 Forward estimate \$'000	2017-18 Forward estimate \$'000	2018-19 Forward estimate \$'000
OPERATING ACTIVITIES					
Cash received					
Fees	32,581	40,000	40,000	40,000	40,000
Other	240	11,000	-	-	-
Total cash received	32,821	51,000	40,000	40,000	40,000
Cash used					
Other	32,830	51,000	40,000	40,000	40,000
Total cash used	32,830	51,000	40,000	40,000	40,000
Net cash from/(used by) operating activities	(9)	-	-	-	-
Net increase/(decrease) in cash held	(9)	-	-	-	-
Cash and cash equivalents at beginning of reporting period	9	-	-	-	-
Cash and cash equivalents at end of reporting period	-	-	-	-	-

Prepared on Australian Accounting Standards basis.

Notes to the financial statements

Accounting policy

The budgeted financial statements have been prepared on an accrual accounting basis having regard to statements of accounting concepts, and in accordance with:

- the Government's financial budgeting and reporting framework; and
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board.

Departmental and administered items

Entity assets, liabilities, revenues and expenses are those items that are controlled by the ACCC that are used by the ACCC in producing its programme and include:

- computers, plant and equipment and building fitout used in providing goods and services;
- liabilities for employee entitlements;
- revenue from appropriations or independent sources in payment for the departmental programme; and
- employee, supplier and depreciation expenses incurred in providing entity programme.

Administered items are those items incurred in providing programmes that are controlled by the Government and managed, or oversighted by the ACCC on behalf of the government. Administered revenues include fees and fines.

Departmental revenue

Revenue from government represents the purchase of outputs from the ACCC by the Government and is recognised to the extent that it has been received into the ACCC's bank account.

Revenue from other sources, representing sales from goods and services, is recognised at the time that it is imposed on customers.

Departmental expenses — employees

Payments and net increases in entitlements to employees for services rendered in the financial year.

Departmental expenses — suppliers

Payments to suppliers for goods and services used in providing entity programmes.

Departmental expenses — depreciation and amortisation

Depreciable property, plant and equipment, buildings and intangible assets are written-off to their estimated residual values over their estimated useful life, using the straight-line calculation method.

Departmental assets — financial assets

The primary financial asset relates to receivables. Financial assets are used to fund the ACCC's capital programme, employee entitlements, creditors and to provide working capital.

Departmental assets — non-financial assets

These items represent future benefits that the ACCC will consume in producing outputs. The reported value represents the purchase paid less depreciation incurred to date in using the asset.

Departmental liabilities — provisions and payables

Provision has been made for the ACCC's liability for:

- employee entitlements arising from services rendered by employees. The liability includes unpaid annual leave and long service leave;
- making good leased premises and lease incentives;
- onerous lease for the Nishi building in New Acton, Canberra; and
- unpaid expenses and unearned revenue as at balance date.