Capital Measures

Table 3: Capital measures since the 2011-12 Budget[(a)]

Page		2010-11 $m	2011-12 $m	2012-13 $m	2013-14 $m	2014-15 $m
	ATTORNEY-GENERAL'S					
	Attorney-General's Department					
297	Personal Property Securities Register – additional funding	-	1.8	-	-	-
	Australian Federal Police					
203	Alice Springs Airport – withdrawal of the Australian Federal Police(b)	-	-6.6	-	-	-
	Insolvency and Trustee Service Australia					
299	Personal Property Securities Register – additional funding	-	1.0	-	-	-
	Portfolio total	**-**	**-3.8**	**-**	**-**	**-**
	CLIMATE CHANGE AND ENERGY EFFICIENCY					
	Clean Energy Regulator					
	Clean Energy Future					
210	– Governance – Clean Energy Regulator(b)	-	30.0	17.7	7.2	0.8
269	– Supporting Jobs – Steel Transformation Plan(b)	-	-	-	-	-
	Department of Climate Change and Energy Efficiency					
300	Clean Energy Future – cancellation of Kyoto units	-	*	*	*	*
	Portfolio total	**-**	**30.0**	**17.7**	**7.2**	**0.8**
	CROSS PORTFOLIO					
	Various Agencies					
301	Departmental Capital Budgets – Savings	-	-	-230.0	-230.0	-250.0
	Portfolio total	**-**	**-**	**-230.0**	**-230.0**	**-250.0**
	DEFENCE					
	Department of Defence					
171	Philanthropy – updating the list of specifically listed deductible gift recipients(c)	-	-	-0.8	-0.8	-0.8
	Portfolio total	**-**	**-**	**-0.8**	**-0.8**	**-0.8**
	EDUCATION, EMPLOYMENT AND WORKPLACE RELATIONS					
	Department of Education, Employment and Workplace Relations					
222	Digital productivity – enabled education and skills services(b)	-	-	-	-	-

Table 3: Capital measures since the 2011-12 Budget[(a)] (continued)

Page		2010-11 $m	2011-12 $m	2012-13 $m	2013-14 $m	2014-15 $m
	EDUCATION, EMPLOYMENT AND WORKPLACE RELATIONS (continued)					
262	Early intervention to prevent debts for customers commencing employment(b)	-	-	-	-	-
	Portfolio total	**-**	**-**	**-**	**-**	**-**
	FAMILIES, HOUSING, COMMUNITY SERVICES AND INDIGENOUS AFFAIRS					
	Department of Families, Housing, Community Services and Indigenous Affairs					
262	Early intervention to prevent debts for customers commencing employment(b)	-	-	-	-	-
	Portfolio total	**-**	**-**	**-**	**-**	**-**
	FOREIGN AFFAIRS AND TRADE					
	Australian Centre for International Agricultural Research					
250	Official development assistance – Commonwealth Heads of Government Meeting – Australia Africa Food Security Initiative(b)	-	0.2	-	-	-
	Portfolio total	**-**	**0.2**	**-**	**-**	**-**
	HEALTH AND AGEING					
	Department of Health and Ageing					
260	Therapeutic products – establishment of the Australia New Zealand Therapeutic Products Agency(b)	-	nfp	-	-	-
	Portfolio total	**-**	**-**	**-**	**-**	**-**
	HUMAN SERVICES					
	Department of Human Services					
240	Better Targeting of Immunisation Incentives(b)	-	-	0.2	-	-
159	Clean Energy Future – Helping Households – tax cuts and increased payments(c)	-	1.8	3.7	3.2	0.7
262	Early intervention to prevent debts for customers commencing employment(b)	-	-	2.6	-	-
254	Herceptin Program – additional vial size(b)	-	0.4	-	-	-
258	Pharmaceutical Benefits Scheme – new and amended listings(b)	-	0.2	-	-	-
229	Stronger Futures in the Northern Territory – expansion of the School Enrolment and Attendance Measure(b)	-	2.1	0.1	-	-

Table 3: Capital measures since the 2011-12 Budget[(a)] (continued)

Page		2010-11 $m	2011-12 $m	2012-13 $m	2013-14 $m	2014-15 $m
	HUMAN SERVICES (continued)					
263	Student Income Support – administrative costs(b)	-	1.5	-	-	-
	Portfolio total	**-**	**6.1**	**6.6**	**3.2**	**0.7**
	IMMIGRATION AND CITIZENSHIP					
	Department of Immigration and Citizenship					
154	Visa Pricing Transformation(c)	-	9.3	24.5	5.8	0.8
	Portfolio total	**-**	**9.3**	**24.5**	**5.8**	**0.8**
	INNOVATION, INDUSTRY, SCIENCE AND RESEARCH					
	Department of Innovation, Industry, Science and Research					
270	Clean Energy Future – Supporting Jobs – Steel Transformation Plan(b)	-	0.3	-	-	-
300	Howe Leather – loan	-	-	-	-	-
	Portfolio total	**-**	**0.3**	**-**	**-**	**-**
	RESOURCES, ENERGY AND TOURISM					
	Geoscience Australia					
204	Flood Risk Information – enhancement(b)	-	-	0.2	0.2	..
	Portfolio total	**-**	**-**	**0.2**	**0.2**	**..**
	SUSTAINABILITY, ENVIRONMENT, WATER, POPULATION AND COMMUNITIES					
	Department of Sustainability, Environment, Water, Population and Communities					
155	Clean Energy Future – Putting a Price on Pollution – synthetic greenhouse gases and ozone depleting substances(c)	-	..	-	-	-
	Portfolio total	**-**	**..**	**-**	**-**	**-**
	TREASURY					
	Australian Taxation Office					
	Personal income tax					
169	– 50 per cent tax discount for interest income – deferral(c)	-	-	-4.3	4.3	-
170	– standard deduction for work-related expenses and the cost of managing tax affairs – deferral(c)	-	-	-11.4	11.4	-
176	Tax compliance – increased data matching resources(c)	-	-	-	0.6	-
	Portfolio total	**-**	**-**	**-15.7**	**16.3**	**-**
	VETERANS' AFFAIRS					
	Department of Veterans' Affairs					
159	Clean Energy Future – Helping Households – tax cuts and increased payments(c)	-	4.5	-	-	-

Table 3: Capital measures since the 2011-12 Budget[(a)] (continued)

Page		2010-11	2011-12	2012-13	2013-14	2014-15
		$m	$m	$m	$m	$m
	VETERANS' AFFAIRS (continued)					
232	Student Income Support – Relocation Scholarship – increased payments for regional students(b)	-	0.5	-	-	-
	Portfolio total	**-**	**5.0**	**-**	**-**	**-**
	Decisions taken but not yet announced	**-**	**-222.5**	**-224.8**	**-**	**-**
	Depreciation expense	**-**	**-**	**-1.3**	**-1.9**	**-2.1**
	Total capital measures(d)	**-**	**-175.5**	**-423.6**	**-200.1**	**-250.6**

* The nature of the measure is such that a reliable estimate cannot be provided.

.. Not zero, but rounded to zero.

\- Nil.

nfp not for publication.

(a) A minus sign before an estimate indicates a reduction in capital, no sign before an estimate indicates increased capital.
(b) These measures can also be found in the expense measures summary table.
(c) These measures can also be found in the revenue measures summary table.
(d) Measures may not add due to rounding.

ATTORNEY-GENERAL'S

Personal Property Securities Register — additional funding

Capital ($m)

	2010-11	2011-12	2012-13	2013-14	2014-15
Attorney-General's Department	-	1.8	-	-	-
Insolvency and Trustee Service Australia	-	1.0	-	-	-
Total - Capital	-	2.8	-	-	-
Related revenue ($m)					
Attorney-General's Department	-	-	-	-	-
Insolvency and Trustee Service Australia	-	-3.5	0.6	0.6	8.1
Total - Revenue	-	-3.5	0.6	0.6	8.1
Related expense ($m)					
Attorney-General's Department	-	1.4	-	-	-
Insolvency and Trustee Service Australia	-	-0.4	-	-	-
Total - Expense	-	1.0	-	-	-

The Government will provide $7.5 million in 2011-12 (including capital of $2.8 million) to support the finalisation of the Personal Property Securities Register (PPSR). The additional funding will support a delay to the commencement date of the PPSR to allow for further testing and capability upgrades to ensure the PPSR and other necessary systems meet stakeholder expectations. This delay will result in a $3.5 million reduction of revenue in 2011-12.

The costs of this measure will be offset from an increase to the existing cost recovery arrangements of the PPSR.

CLIMATE CHANGE AND ENERGY EFFICIENCY

Clean Energy Future — cancellation of Kyoto units

Capital ($m)

	2010-11	2011-12	2012-13	2013-14	2014-15
Department of Climate Change and Energy Efficiency	-	*	*	*	*

The Government will cancel a total of approximately 6.3 million Kyoto units, including cancelling Kyoto units for GreenPower purchases from 1 January 2010 until the commencement of the carbon price mechanism on 1 July 2012. This will ensure that abatement from current GreenPower purchases can be accounted for as voluntary action that is in addition to abatement to meet Australia's Kyoto target.

The Government will also cancel Kyoto units for Greenhouse Friendly™ abatement achieved during the Kyoto commitment period. This will enable Greenhouse Friendly™ credits to be included as an eligible source of offset credits under the National Carbon Offset Standard.

The units slated for cancellation represent between 10 and 20 per cent of Australia's currently projected surplus Kyoto units and their cancellation is not expected to affect Australia's ability to meet its Kyoto target.

At present, the financial impact of cancelling these units cannot be reliably quantified.

Savings from this measure will be redirected to support other Government priorities.

CROSS PORTFOLIO

Departmental Capital Budgets — Savings

Capital ($m)

	2010-11	2011-12	2012-13	2013-14	2014-15
Various Agencies	-	-	-230.0	-230.0	-250.0

The Government will deliver savings of $710 million over three years by reducing departmental capital funding by 20 per cent in those agencies that are subject to departmental capital budgeting arrangements. This reduction will take effect from the 2012-13 financial year onwards.

Funding provided under departmental capital budget arrangements is intended to meet the costs associated with the replacement of minor assets (assets valued at $10 million or less) and costs that are eligible to be capitalised. Affected agencies will accommodate the reduction in funding by reprioritising the replacement or maintenance of IT systems or by delaying activities such as property, plant and equipment works and replacement.

Large capital projects valued at more than $10 million (including large building and construction works and large IT projects) are not subject to departmental capital budgeting arrangements and are not affected by this measure.

INNOVATION, INDUSTRY, SCIENCE AND RESEARCH

Howe Leather — loan

Capital ($m)	2010-11	2011-12	2012-13	2013-14	2014-15
Department of Innovation, Industry, Science and Research	-	-	-	-	-
Related revenue ($m)					
Department of Innovation, Industry, Science and Research	*-*	*-*	*2.2*	*1.9*	*1.7*

The Government will provide a loan of $25.0 million to Howe and Company Proprietary Limited and its parent company Howe Automotive Limited (collectively Howe Leather). The loan is to be fully repaid over ten years with annual interest and principal payments. The provision of the loan is conditional upon Howe Leather repaying two existing loans to the Government, involving principal repayments totalling $30.7 million and an interest payment of approximately $2.0 million.

The Government previously provided Howe Leather with a $25.0 million loan in 1996, followed by an additional $13.7 million loan in 2000 as part of the company's exclusion from the automotive and textile, clothing and footwear industry support schemes. The existing loans are to be repaid by February 2012.

The provision of loans from the Budget and their repayment affect only the composition of Government assets and as such this loan component has no impact on the fiscal balance. Forecast loan interest payments will have a positive impact on fiscal balance of $5.8 million over the forward estimates.