

APPENDIX D: 2004-05 BUDGET - SUMMARY OF VARIATIONS

<i>Category/Agency</i>	<i>Budget</i>	<i>Revised</i>	<i>Variation</i>	<i>Comment on Major Variations</i>
	<i>\$m</i>	<i>\$m</i>	<i>\$m</i>	
STATE REVENUES				
Taxation				
Stamp Duty:				
Transfer duty	3,880	3,370	(510)	Higher than expected cost of vendor duty exemptions and weaker property market.
Motor Vehicle Registrations	609	575	(34)	Lower than expected new vehicle registrations.
Mortgage Duty	372	330	(42)	Weaker than expected property market.
Other Duties	690	697	7	Higher unlisted share transfer duty, partly offset by lower insurance duty.
Payroll Tax	5,375	5,536	161	Stronger than expected wage and employment growth within firms that are liable for payroll tax.
RTA Taxes	1,243	1,264	21	Motor Vehicle Weight tax revenue higher.
Land Tax	1,450	1,593	143	Higher than expected land values.
Gaming and Racing Taxes	1,023	1,061	38	Higher than expected turnover impacting club and hotel gaming device duty.
WorkCover Authority	182	203	21	Increase in levies due to higher premiums charged by insurers.
Government guarantee of debt levy	134	117	(17)	Revised methodology for calculating payments from commercial entities.
Other Taxes	562	560	(2)	Aggregated net minor variations.
Total Taxation	15,520	15,306	(214)	
Commonwealth Grants				
General Purpose:				
GST Revenue Grants	9,744	9,920	176	Upward revision on Commonwealth estimates of GST revenue.
National Competition Payments	260	234	(26)	Penalties imposed by the Commonwealth.

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Specific Purpose:				
Rural Assistance Authority	9	52	43	Specific payment for Advancing Australian Agriculture - exceptional circumstances.
Roads & Traffic Authority	529	556	27	Increased funding for national highways development and new bridges.
Department of Education & Training	1,189	1,196	7	Increase in school grants.
Immunisation Program	56	64	8	Increased funding for for immunisation programs
Salinity Programs	20	14	(6)	Decrease in funding due to deferral of some programs by the Catchment Management Authorities.
Other	3,953	3,966	13	Aggregated net minor variations.
Total Commonwealth Grants	15,760	16,002	242	
Financial Distributions	1,670	1,644	(26)	
Fines, Regulatory Fees & Other				
Motor Traffic Fines	207	237	30	Adjustment to projected receivables within the State Debt Recovery Office.
Drivers and Riders Licences	153	132	(21)	Decrease in 5-year drivers licence renewals.
Mining Royalties	300	360	60	Higher than expected coal prices.
Other	319	330	11	Aggregated net minor variations.
Total Fines, Regulatory Fees & Other	979	1,059	80	
TOTAL STATE REVENUES	33,929	34,011	82	
OPERATING REVENUES				
Sales of Goods and Services				
Agencies did not have significant variations				
Total Sales of Goods and Services	2,729	2,733	4	

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Investment Income				
NSW Self Insurance Corporation	314	402	88	Higher than projected financial market returns.
Liability Management Ministerial Corporation	165	179	14	Higher than projected financial market returns.
Building and Construction Industry Long Service Leave Payments Corporation	25	40	15	Higher than projected financial market returns.
Department of Health	34	44	10	Higher than projected financial market returns.
Other	240	259	19	Aggregated net minor variations.
Total Investment Income	778	924	146	
Grants and Contributions				
Roads & Traffic Authority	7	26	19	Further capital grants from Commonwealth for works under the Hawkesbury Nepean Flood Strategy, and also grants from local government and external bodies for specific roadworks.
Department of Energy, Utilities and Sustainability	6	45	39	Change in accounting treatment of grants for the Country Towns Program offset by similar increase in expenses item.
NSW Maritime Authority	23	...	(23)	Deferral of developer contributions in respect of King Street Wharf development.
Department of Education and Training	269	255	(14)	Reduction in school generated revenue from community sources.
Other	296	300	4	Aggregated net minor variations.
Total Grants and Contributions	601	626	25	
Other Revenue				
Crown Leaseholds Entity	...	49	49	Transfers from Reserve Trusts of land that will be leased to other Government agencies or for private or commercial purposes. These transfers were not anticipated in the budget.
Sydney Olympic Park Authority	1	18	17	Change in accounting treatment of long term leases, resulting in an increase in non-cash revenue.
Other	237	324	87	Aggregated net minor variations.
Total Other Revenue	238	391	153	
TOTAL OPERATING REVENUES	4,346	4,674	328	

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EXPENSES				
Department of Health	9,402	9,718	316	Includes additional funding for urgent acute overnight beds and other initiatives to improve patient flow in emergency departments, increases to the general bed capacity, improving access to renal care in hospitals and homes and strategies to reduce the waiting period for elective surgery. Funds were also provided for the buyout of the operating agreement for the Port Macquarie Hospital to return the facilities and management to public ownership, and for award increases for Career Medical Officers and Nurse Qualification Allowances. In addition, there was a reclassification of capital expenditure to expenses, and increases in leave and superannuation provisions to reflect award increases.
Roads & Traffic Authority	1,988	2,161	173	Includes increases in the road safety program, traffic and transport management, driver and vehicle management and additional maintenance works, funded by increased Motor Vehicle Weight taxes and Commonwealth and other grants. Also increase in depreciation following asset valuation review.
Ministry of Transport	2,632	2,808	176	Additional grants to RailCorp to meet operating costs, payments to private bus service operators and to meet management costs associated with the reform of Sydney metropolitan bus services and subsidies to STA and Sydney Ferries to meet redundancy payments associated with the restructures.
Department of Infrastructure, Planning and Natural Resources	259	330	71	Increase in funding for operating expenses following a post restructure review, additional planning work, and costs associated with new land releases.
Department of Energy, Utilities and Sustainability	36	80	44	Change in accounting treatment of grants for the Country Towns Program, offset by similar increase in grants received.
Rural Assistance Authority	25	64	39	Reflects increased payments made to farmers for drought relief and initiatives under the Commonwealth's Advancing Australian Agriculture scheme.
Department of Primary Industries	312	359	47	Includes additional funding for the continuation of drought assistance and drought initiative programs, funding for plague locust control and eradication of red fire ants. The locust control program is funded from industry levies raised in previous years, and further levies to be raised in future years to recover the costs.

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Crown Leaseholds Entity	...	34	34	Lands transferred to Aboriginal communities under the Aboriginal Act and to local government. Also lands transferred to Reserve Trusts that are no longer required for leasing and are more suitably managed as reserves. These transfers were not
Building and Construction Industry Long Service Leave Payments Corporation	73	105	32	Upward revision of long service leave liabilities in line with latest actuarial assessment.
NSW Police	1,577	1,604	27	Mainly costs associated with police numbers above authorised strength.
Department of Community Services	816	842	26	Mainly due to Out of Home Care cost overruns for high-needs children and capital grants to expedite ICT projects.
Department of Ageing, Disability & Home Care	1,108	1,134	26	Includes increased funding for the Adult Training Learning and Support program and additional costs associated with delays in restructuring services in group homes and other accommodation facilities. These increases are partly offset by delays in the Home and Community Care program expenditure.
Department of Corrective Services	611	632	21	Mainly cost overruns caused by delays in implementing workplace reforms and increased costs arising from the transfer of administration of the Kariong Juvenile Justice Centre from the Department of Juvenile Justice.
NSW Maritime Authority	74	91	17	Mainly Homebush Bay remediation expenses brought forward from future years .
Attorney General's Department	488	507	19	Includes additional costs associated with the inquiry into the Waterfall train accident, increased payments to victims of crime, costs of additional core work being undertaken by the Crown Solicitor's Office and increased salaries for Statutory and Other Officers (Judges and Magistrates).
Coal Compensation Board	4	(58)	(62)	A downward revision of the compensation liability.
Catchment Management Authorities	125	106	(19)	A lower level of grants to Catchment Management Authorities than expected for native vegetation and salinity. The responsibility was transferred to Catchment Management Authorities and some delays have occurred as a result of the restructure.

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Treasurer's Advance	240	...	(240)	Increased expenses included in agency data.
NSW Self Insurance Corporation	1,253	1,164	(89)	Significant reduction in claims payments offset by a minor upward revision of liabilities for outstanding claims.
Other	16,415	16,435	20	Aggregated net minor variations.
TOTAL EXPENSES	37,438	38,116	678	
BUDGET RESULT - SURPLUS/(DEFICIT)	837	569	-268	
Capital Expenditure				
Ministry of Transport	16	49	33	Purchase of assets for the Integrated Ticketing project.
Department of Education and Training	389	409	20	Purchase of computers under the procurement policy, funding transferred from Crown Finance Entity, offset by deferral of other IT projects pending further review.
Roads and Traffic Authority	1,212	1,235	23	Additional works funded from increased Commonwealth grants, offset by reclassification of capital expenditure to expenses.
NSW Police	94	119	25	Mainly upgrades to the Police IT Network, as the first stage of the Information Management and Technology strategy.
Crown Finance Entity	73	21	(52)	Provision for the purchase of computers, the increased expenditure included in agency data.
Department of Corrective Services	110	70	(40)	Planning and contractual delays on the Long Bay Hospital development and Western Region Correction Centre, and construction delays on the Mulawa Correctional Centre redevelopment.
Department of Health	600	568	(32)	Reclassification of capital works to expenses and underexpenditure on various projects, mainly the Local Initiatives program and Minor Works.
Treasurer's Advance	60	...	(60)	Increased expenditure included in agency data.
Other	1,060	1,118	58	Aggregated net minor variations.
Total Capital Expenditure	3,614	3,589	(25)	

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Depreciation				
Roads and Traffic Authority	586	700	114	Due to asset revaluation review.
Other	1,275	1,291	16	Aggregated net minor variations.
Total Depreciation	1,861	1,991	130	
Asset Sales				
NSW Maritime Authority	115	1	(114)	Deferral of the sale of the Maritime Centre.
Department of Education and Training	86	35	(51)	Deferral of the sale of Peter Board and Seaforth high schools.
Crown Property Portfolio	43	1	(42)	Deferral of the sale of Fish Markets Pyrmont and Wool Sheds at Alexandria.
Department of Health	50	27	(23)	Delays in sales of the David Madison, Queen Victoria Maternity Hospital Picton, Gladesville Hospital and the Dudley Nursing Home.
Service Improvement and Procurement	30	51	21	Additional fleet vehicles sold and higher prices than expected.
Crown Leaseholds Entity	...	20	20	Sales to the Crown Land Development to be used for residential or commercial purposes. Not previously included in the budget.
Crown Finance Entity	191	206	15	Higher proceeds from sale of motor vehicles.
Department of Ageing, Disability & Home Care	...	11	11	Unbudgeted asset sales.
Other Asset Sales & Movements	72	83	11	Aggregated net minor variations.
Total Asset Sales	587	487	(100)	
Other Movements in Non-Financial Assets	50	69	19	
NET LENDING	(379)	(611)	(232)	