

APPENDIX D: 2003-04 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:				
Contracts and conveyances	3,373	3,890	517	Stronger than expected property market in the first half of the financial year.
Motor Vehicle Registrations	548	580	32	Higher than expected new vehicle registrations.
Mortgage Duty	372	399	27	Stronger property market in the first half of the financial year.
Other Duties	257	234	(23)	Reductions in unlisted share transfer and lease duties.
Payroll Tax	4,388	4,439	51	Stronger than expected employment growth and earnings.
Land Tax	1,251	1,360	109	Higher land values.
Other Taxes	4,009	4,030	21	Aggregated net minor variations.
Total Taxation	14,198	14,932	734	
Commonwealth Grants				
General Purpose:				
First Home Owners Grant (FHOG)	231	238	7	Increase in claims associated with stronger than expected property market.
GST Revenue Grants (other than FHOG)	9,551	9,499	(52)	Revised CPI and population estimates.
National Competition Payments	257	204	(53)	Penalties imposed by the Commonwealth.
Specific Purpose:				
Natural Disasters Assistance	40	60	20	Increased assistance for drought and flood affected areas.
Rural Assistance Authority	10	60	50	Specific payment for Advancing Australian Agriculture.
Roads & Traffic Authority	446	490	44	Increased funding for national highways development.
Department of Education & Training	1,091	1,121	30	Increase in school grants offset by reduction in TAFE grants.

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Department of Infrastructure, Planning & Natural Resources	62	97	35	Increased funding for water quality and environmental improvement in rural areas.
Other	3,809	3,826	17	Aggregated net minor variations.
Total Commonwealth Grants	15,497	15,595	98	
Financial Distributions	1,496	1,567	71	Increased energy sector dividends due to higher average spot market prices.
Fines, Regulatory Fees & Other				
Motor Traffic Fines	182	192	10	Adjustment to projected receivables within the State Debt Recovery Office.
Other	660	667	7	Aggregated net minor variations.
Total Fines, Regulatory Fees & Other	842	859	17	
TOTAL STATE REVENUES	32,033	32,953	920	
OPERATING REVENUES				
Sales of Goods and Services				
Department of Education & Training	249	276	27	Higher overseas student and other TAFE course enrolments.
Roads & Traffic Authority	226	238	12	Higher registration plate and other general sales.
Department of Commerce	202	156	(46)	Reductions in administrative cost recoveries and project management fees.
Other	1,994	1,986	(8)	Aggregated net minor variations.
Total Sales of Goods and Services	2,671	2,656	(15)	
Investment Income				
NSW Insurance Ministerial Corporation	259	300	41	Higher than projected equity market returns.
Other	390	436	46	Aggregated net minor variations.
Total Investment Income	649	736	87	

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Grants and Contributions				
Waterways Authority	21	...	(21)	Deferral of developer contributions towards King Street Warf development.
Other	585	594	9	Aggregated net minor variations.
Total Grants and Contributions	606	594	(12)	
Other Revenue				
Roads & Traffic Authority	45	131	86	Developer contributions in relation to Lane Cove Tunnel.
Other	219	296	77	Aggregated net minor variations.
Total Other Revenue	264	427	163	
TOTAL OPERATING REVENUES	4,190	4,413	223	
EXPENSES				
Department of Education & Training	7,435	7,653	218	Due to Teachers Award variation, additional expenses funded by the Commonwealth and unbudgeted user charges. Partly offset by a reduction in depreciation expense due to property asset revaluations.
Roads and Traffic Authority	1,752	1,941	189	Projected increases in maintenance, road safety, traffic and transport management programs and revised depreciation road cost indexes. Funded from increased RTA revenues and a re-allocation of funds from the capital program.
Department of Infrastructure, Planning & Natural Resources	491	595	104	Resulting from higher Specific Purpose Payments from the Commonwealth, increased support by the Government for the Australian Technology Park, higher salaries due to delays in implementing of the Department's restructure and higher operating expenses flowing from additional revenues.
Department of Health	8,702	8,919	217	Largely due to the in-year Award decisions for nurses and other selected health service occupations. Other increases from long service leave calculation changes, increased payments for blood transfusion services and additional Area Health Service costs.

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Ministry of Transport	2,463	2,556	93	Reflects additional grants to the State Rail Authority to meet operating costs, funding for private transport operators to meet the costs of subsidy schemes including school student transport; the establishment of the Independent Transport Safety and Reliability Regulator and transport costs associated with major sporting events (partially offset by fare revenues).
NSW Treasury - Office of State Revenue	332	379	47	Mainly caused by costs associated with the transfer of the Infringement Processing Bureau to the OSR and a projected increase in First Home Owners Scheme claims.
NSW Police	1,499	1,542	43	Due to additional police officers, operational costs associated with the information technology network upgrade, the new Recovered Assets Pool and Operation Gain activities in south western Sydney.
Rural Assistance Authority	31	73	42	Increased expenditure due to the drought - partly funded through higher Commonwealth grant receipts.
Department of Community Services	765	799	34	Increase mainly due to Out of Home Care cost overruns for high-needs children. Other increases relate to foster care support allowances and other recurrent costs.
Department of Ageing, Disability & Home Care	1,038	1,071	33	Increases include funding for the Department's Service Access System, accommodation services for people with disabilities and the Adult Training Learning and Support program. These increases partly offset by delays in Home and Community Care program expenditure.
Attorney General's Department	467	499	32	Includes funding of operating costs for the Office of the Protective Commissioner, salary increases determined by the Statutory and Other Offices Remuneration Tribunal, increased costs associated with Court operations and from core legal work undertaken by the Crown Solicitor's Office.
Ministry for the Arts	90	120	30	Includes additional funding for Sydney Opera House security and an increase in payments under the Cultural Grants Program.

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Treasurer's Advance	240	...	(240)	Due to increased expenses included in agency data.
NSW Insurance Ministerial Corporation	1,177	1,121	(56)	Revised claims experience assessment within the Treasury Managed Fund.
Other	8,717	8,807	90	Aggregated net minor variations.
TOTAL EXPENSES	35,199	36,075	876	
NET OPERATING SURPLUS	1,024	1,291	267	
Asset Acquisitions				
Department of Health	457	490	33	Additional expenditure relating to the Health Super Growth Fund and additional capital expenditure announced by the Premier in January 2004.
Department of Ageing, Disability & Home Care	14	33	19	Additional funding in support of increased service delivery through the Devolution Program.
NSW Police	257	271	14	Relates mainly to approved funding for the Police IT Network upgrade.
Roads and Traffic Authority	1,209	1,189	(20)	Due to delays in obtaining planning approvals and in acquiring properties on some projects.
Department of Corrective Services	110	90	(20)	Due to delays in development decisions in relation to the Western Region Correctional Centre and Long Bay Prison Hospital construction projects.
Treasurer's Advance	60	...	(60)	Due to increased expenditure included in agency data.
Other	1,392	1,344	(48)	Aggregated net minor variations.
Total Asset Acquisitions	3,499	3,417	(82)	
Depreciation				
Roads and Traffic Authority	512	588	76	Due to revised road cost indexes.
Department of Education & Training	330	274	(56)	Resulting from a downward revaluation of property assets.
Other	949	954	5	Aggregated net minor variations.
Total Depreciation	1,791	1,816	25	

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Asset Sales				
Waterways Authority	136	2	(134)	Mainly due to deferral in sale of the Maritime Centre.
Crown Property Portfolio	39	1	(38)	Deferral in sale of Sydney Fish Markets and Sheas Creek site at Alexandria.
Department of Health	85	55	(30)	Deferral of surplus property sales into 2004-05.
Office of Government Procurement	23	2	(21)	Revised projection of motor vehicle sales.
Roads & Traffic Authority	37	28	(9)	Deferral of surplus property sales into 2004-05.
Other Asset Sales & Movements	362	345	(17)	Aggregated net minor variations.
Total Asset Sales	682	433	(249)	
Other Movements in Non-Financial Assets	45	(86)	(131)	Includes \$110m reversal of right-to-receive income on non-current fixed assets - change in accounting treatment implemented to align with GFS reporting requirements.
BUDGET RESULT	43	37	(6)	