

APPENDIX B: EXPENSES BY FUNCTION AND SUB-FUNCTION

Table B1 sets out Australian Government general government sector expenses by function and sub-function for 2004-05. This table has been prepared in accordance with the Government Finance Statistics accounting framework.

Table B1: Australian Government general government sector expenses by function and sub-function

	2003-04 Outcome	2004-05 Estimate at 2005-06 Budget	2004-05 Outcome
	\$m	\$m	\$m
General public services			
Legislative and executive affairs	732	850	728
Financial and fiscal affairs	3,522	3,730	5,189
Foreign affairs and economic aid	2,162	2,936	2,844
General research	1,910	2,206	2,157
General services	453	539	631
Government superannuation benefits	2,069	2,487	2,386
Total general public services	10,848	12,748	13,935
Defence	12,937	14,190	14,346
Public order and safety			
Courts and legal services	549	663	656
Other public order and safety	1,837	1,828	1,689
Total public order and safety	2,386	2,490	2,345
Education			
Higher education	4,549	4,735	4,910
Vocational and other education	1,332	1,425	1,444
Non-government schools	4,452	5,091	4,990
Government schools	2,284	2,595	2,404
<i>Schools</i>	6,735	7,686	7,393
Student assistance	650	569	509
General administration	0	1	0
School education - specific funding	130	118	106
Total education	13,398	14,533	14,362
Health			
Medical services and benefits	12,897	14,672	14,890
Hospital services	1,599	1,663	1,386
Health care agreements	7,512	8,008	7,989
<i>Hospital services and health care agreements</i>	9,110	9,671	9,375
Pharmaceutical services and benefits	6,752	7,214	7,073
Aboriginal and Torres Strait Islander health	255	312	286
Health services	963	1,218	1,401
Other health services	1,149	1,566	1,713
<i>Other health services</i>	2,111	2,784	3,114
General administration	506	633	566
Health assistance to the aged	139	254	257
Total health	31,771	35,541	35,561
Social security and welfare			
Assistance to the aged	27,164	28,220	28,092
Assistance to veterans and dependents	5,737	6,017	5,982
Assistance to people with disabilities	10,694	11,658	11,453
Assistance to families with children	24,600	25,458	25,181

Table B1: Australian Government general government sector expenses by function and sub-function (continued)

	2003-04 Outcome	2004-05 Estimate at 2005-06 Budget	2004-05 Outcome
	\$m	\$m	\$m
Social security and welfare (continued)			
Assistance to the unemployed	5,443	5,181	5,128
Assistance to the sick	86	87	91
<i>Assistance to the unemployed and the sick</i>	5,529	5,269	5,219
Common youth allowance	2,248	2,219	2,213
Other welfare programmes	303	1,273	1,141
Aboriginal advancement nec	1,429	1,367	1,336
General administration	2,398	2,333	2,346
Total social security and welfare(a)	80,103	83,814	82,962
Housing and community amenities			
Housing	1,247	1,457	1,432
Urban and regional development	138	155	192
Environment protection	250	274	388
Total housing and community amenities	1,634	1,887	2,012
Recreation and culture			
Broadcasting	1,097	1,191	1,153
Arts and cultural heritage	679	825	686
Sport and recreation	207	217	194
National estate and parks	185	240	212
Total recreation and culture	2,168	2,473	2,246
Fuel and energy	3,494	3,871	4,369
Agriculture, forestry and fishing			
Wool industry	57	54	56
Grains industry	129	125	124
Dairy industry(b)	114	326	98
Cattle, sheep and pig industry	130	121	130
Fishing, horticulture and other agriculture	168	229	188
General assistance not allocated to specific industries	384	370	411
Rural assistance	452	457	321
Natural resources development	423	404	312
General administration	181	177	173
Total agriculture, forestry and fishing	2,038	2,263	1,813
Mining, manufacturing & construction	1,589	1,754	1,702
Transport and communication			
Communication	529	525	508
Rail transport	450	15	174

Table B1: Australian Government general government sector expenses by function and sub-function (continued)

	2003-04 Outcome	2004-05 Estimate at 2005-06 Budget	2004-05 Outcome
	\$m	\$m	\$m
Transport and communication (continued)			
Air transport	176	156	139
Road transport	1,356	1,682	1,629
Sea transport	204	213	194
Other transport and communication	101	131	124
Total Transport and Communication	2,816	2,723	2,769
Other economic affairs			
Tourism and area promotion	135	216	216
Vocational and industry training	624	617	610
Labour market assistance to job seekers and industry	1,750	1,940	2,168
Industrial relations	277	381	388
Immigration	753	808	757
<i>Total labour and employment affairs</i>	<i>3,403</i>	<i>3,746</i>	<i>3,922</i>
Other economic affairs nec	748	820	757
Total other economic affairs(a)	4,286	4,782	4,895
Other purposes			
Interest on Australian Government's behalf	3,982	3,896	3,869
Interest on behalf of States and Territories	19	11	11
Interest received on Australian Government stock	0	0	0
<i>Public debt interest</i>	<i>4,001</i>	<i>3,907</i>	<i>3,880</i>
Nominal superannuation interest	4,898	4,882	5,005
General revenue assistance - States and Territories	647	794	739
General capital assistance - States and Territories	0	0	0
Debt assistance	37	33	0
Local government assistance	1,511	1,556	1,554
Revenue assistance to the States and Territories	171	160	160
Assistance to other governments	409	493	551
<i>General purpose inter-government transactions</i>	<i>2,775</i>	<i>3,034</i>	<i>3,003</i>
Natural disaster relief	62	84	77
Contingency reserve(c)	35	36	11
Total other purposes	11,771	11,943	11,975
Total expenses	181,238	195,012	195,293

(a) There has been some reclassification of expenditure that was misclassified in Budget 2005-06 under the Social Security and Welfare function, that is now being reported in the Other Economic Affairs function.

(b) Expenses in the Dairy Industry sub-function were overstated at Budget due to a change in accounting policy, which has now been amended.

(c) Asset Sale related expenses are treated as a component of the Contingency Reserve.