

## **APPENDIX B: EXPENSES BY FUNCTION AND SUB-FUNCTION**

Table B1 sets out Australian Government general government sector expenses by function and sub-function for 2005-06. 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**

	2004-05 Outcome	2005-06 Estimate at 2006-07 Budget	2005-06 Outcome
	\$m	\$m	\$m
<b>General public services</b>			
Legislative and executive affairs	733	737	768
Financial and fiscal affairs	5,201	4,048	3,958
Foreign affairs and economic aid	2,863	2,929	2,955
General research	2,162	2,324	2,346
General services	638	524	560
Government superannuation benefits	2,386	2,472	2,203
<b>Total general public services</b>	<b>13,983</b>	<b>13,033</b>	<b>12,790</b>
<b>Defence</b>	<b>14,635</b>	<b>15,802</b>	<b>16,194</b>
<b>Public order and safety</b>			
Courts and legal services	660	741	612
Other public order and safety	1,689	2,063	1,945
<b>Total public order and safety</b>	<b>2,349</b>	<b>2,804</b>	<b>2,558</b>
<b>Education</b>			
Higher education	4,910	5,199	5,362
Vocational and other education	1,446	1,543	1,617
Non-government schools	4,990	5,393	5,414
Government schools	2,404	2,898	2,910
<i>Schools</i>	<i>7,394</i>	<i>8,290</i>	<i>8,324</i>
Student assistance	509	475	467
General administration	0	1	0
School education - specific funding	107	114	112
<b>Total education</b>	<b>14,365</b>	<b>15,622</b>	<b>15,883</b>
<b>Health</b>			
Medical services and benefits	14,891	16,329	16,398
Hospital services	1,386	1,588	1,540
Health care agreements	7,989	8,385	8,369
<i>Hospital services and health care agreements</i>	<i>9,375</i>	<i>9,974</i>	<i>9,909</i>
Pharmaceutical services and benefits	7,073	7,108	7,130
Aboriginal and Torres Strait Islander health	286	347	323
Health services	1,402	1,481	1,436
Other health services	1,713	1,572	1,526
<i>Other health services</i>	<i>3,116</i>	<i>3,054</i>	<i>2,962</i>
General administration	566	586	599
Health assistance to the aged	257	224	227
<b>Total health</b>	<b>35,564</b>	<b>37,620</b>	<b>37,549</b>
<b>Social security and welfare</b>			
Assistance to the aged	28,094	29,776	29,839
Assistance to veterans and dependants	5,982	5,625	5,588
Assistance to people with disabilities	11,453	12,365	12,316
Assistance to families with children	25,182	26,407	26,219

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

	2004-05 Outcome	2005-06 Estimate at 2006-07 Budget	2005-06 Outcome
	\$m	\$m	\$m
<b>Social security and welfare (continued)</b>			
Assistance to the unemployed	5,128	4,857	4,844
Assistance to the sick	91	86	85
<i>Assistance to the unemployed and the sick</i>	<i>5,219</i>	<i>4,942</i>	<i>4,929</i>
Common youth allowance	2,213	2,190	2,102
Other welfare programmes	1,141	1,525	1,629
Aboriginal advancement nec	1,336	1,389	1,403
General administration	2,346	2,153	2,193
<b>Total social security and welfare</b>	<b>82,966</b>	<b>86,372</b>	<b>86,219</b>
<b>Housing and community amenities</b>			
Housing	1,432	1,629	1,634
Urban and regional development	192	202	175
Environment protection	388	491	439
<b>Total housing and community amenities</b>	<b>2,012</b>	<b>2,321</b>	<b>2,248</b>
<b>Recreation and culture</b>			
Broadcasting	1,163	1,251	1,245
Arts and cultural heritage	692	857	812
Sport and recreation	196	355	314
National estate and parks	214	236	213
<b>Total recreation and culture</b>	<b>2,264</b>	<b>2,699</b>	<b>2,585</b>
<b>Fuel and energy</b>	<b>4,369</b>	<b>4,013</b>	<b>4,046</b>
<b>Agriculture, forestry and fishing</b>			
Wool industry	56	49	49
Grains industry	124	153	130
Dairy industry	98	111	105
Cattle, sheep and pig industry	130	135	145
Fishing, horticulture and other agriculture	188	285	300
General assistance not allocated to specific industries	412	414	399
Rural assistance	321	674	570
Natural resources development	312	395	886
General administration	174	196	194
<b>Total agriculture, forestry and fishing</b>	<b>1,816</b>	<b>2,412</b>	<b>2,780</b>
<b>Mining, manufacturing &amp; construction</b>	<b>1,707</b>	<b>1,847</b>	<b>1,905</b>
<b>Transport and communication</b>			
Communication	510	622	636
Rail transport	174	301	305
Air transport	141	175	155
Road transport	1,629	1,619	1,616
Sea transport	194	217	198
Other transport and communication	124	170	165
<b>Total transport and communication</b>	<b>2,773</b>	<b>3,104</b>	<b>3,075</b>

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

	2004-05 Outcome	2005-06 Estimate at 2006-07 Budget	2005-06 Outcome
	\$m	\$m	\$m
<b>Other economic affairs</b>			
Tourism and area promotion	218	212	209
Vocational and industry training	610	650	648
Labour market assistance to job seekers and industry	2,168	2,058	1,919
Industrial relations	388	368	355
Immigration	757	905	903
<i>Total labour and employment affairs</i>	<i>3,922</i>	<i>3,980</i>	<i>3,825</i>
Other economic affairs nec	759	908	840
<b>Total other economic affairs</b>	<b>4,899</b>	<b>5,101</b>	<b>4,874</b>
<b>Other purposes</b>			
Interest on Australian Government's behalf	3,869	3,629	3,627
Interest on behalf of States and Territories	11	1	1
Interest received on Australian Government stock	0	0	0
<i>Public debt interest</i>	<i>3,880</i>	<i>3,629</i>	<i>3,628</i>
Nominal superannuation interest	5,005	5,583	5,582
General revenue assistance - States and Territories	739	975	1,258
General capital assistance - states and territories	0	0	0
Debt assistance	0	220	220
Local government assistance	1,554	1,629	1,630
Revenue assistance to the States and Territories	160	164	164
Assistance to other governments	551	668	664
<i>General purpose inter-government transactions</i>	<i>3,003</i>	<i>3,655</i>	<i>3,936</i>
Natural disaster relief	77	359	211
Contingency reserve(a)	12	42	36
<b>Total other purposes</b>	<b>11,977</b>	<b>13,269</b>	<b>13,393</b>
<b>Total expenses</b>	<b>195,680</b>	<b>206,018</b>	<b>206,096</b>

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