

APPENDIX B: EXPENSES BY FUNCTION AND SUB-FUNCTION

Table B1 sets out Australian Government general government sector expenses by function and sub-function for 2006-07. 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

| | 2005-06 Outcome | 2006-07 Estimate at 2007-08 Budget | 2006-07 Outcome |
|---|--------------------|---|--------------------|
| | \$m | \$m | \$m |
| General public services | | | |
| Legislative and executive affairs | 768 | 881 | 870 |
| Financial and fiscal affairs | 3,958 | 4,991 | 4,641 |
| Foreign affairs and economic aid | 2,955 | 3,183 | 3,282 |
| General research | 2,346 | 2,457 | 2,476 |
| General services | 560 | 655 | 667 |
| Government superannuation benefits(a) | 2,203 | 2,371 | 2,679 |
| Total general public services | 12,790 | 14,539 | 14,615 |
| Defence | 16,194 | 17,358 | 16,854 |
| Public order and safety | | | |
| Courts and legal services | 612 | 833 | 841 |
| Other public order and safety | 1,945 | 2,481 | 2,477 |
| Total public order and safety | 2,558 | 3,314 | 3,318 |
| Education | | | |
| Higher education | 5,362 | 5,372 | 5,839 |
| Vocational and other education | 1,617 | 1,617 | 1,592 |
| Non-government schools | 5,414 | 5,772 | 5,743 |
| Government schools | 2,910 | 3,103 | 3,127 |
| <i>Schools</i> | <i>8,324</i> | <i>8,874</i> | <i>8,870</i> |
| Student assistance | 467 | 486 | 456 |
| General administration | 0 | 2 | 0 |
| School education - specific funding | 112 | 199 | 140 |
| Total education | 15,883 | 16,549 | 16,898 |
| Health | | | |
| Medical services and benefits | 16,398 | 17,215 | 17,213 |
| Hospital services | 1,540 | 1,549 | 1,549 |
| Health care agreements | 8,369 | 8,865 | 8,867 |
| <i>Hospital services and health care agreements</i> | <i>9,909</i> | <i>10,414</i> | <i>10,416</i> |
| Pharmaceutical services and benefits | 7,130 | 7,669 | 7,634 |
| Aboriginal and Torres Strait Islander health | 323 | 352 | 397 |
| Health services | 1,436 | 1,493 | 1,320 |
| Other health services | 1,526 | 2,304 | 2,302 |
| <i>Other health services</i> | <i>2,962</i> | <i>3,797</i> | <i>3,622</i> |
| General administration | 599 | 594 | 576 |
| Health assistance to the aged | 227 | 61 | 89 |
| Total health | 37,549 | 40,102 | 39,948 |
| Social security and welfare | | | |
| Assistance to the aged | 29,839 | 32,722 | 32,437 |
| Assistance to veterans and dependants | 5,588 | 6,172 | 6,244 |
| Assistance to people with disabilities | 12,316 | 12,730 | 12,826 |
| Assistance to families with children | 26,219 | 28,522 | 27,810 |

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

| | 2005-06 Outcome | 2006-07 Estimate at 2007-08 Budget | 2006-07 Outcome |
|--|--------------------|---|--------------------|
| | \$m | \$m | \$m |
| Social security and welfare (continued) | | | |
| Assistance to the unemployed | 4,844 | 4,773 | 4,713 |
| Assistance to the sick | 85 | 84 | 85 |
| <i>Assistance to the unemployed and the sick</i> | 4,929 | 4,857 | 4,799 |
| Common youth allowance | 2,102 | 2,128 | 2,074 |
| Other welfare programmes | 1,629 | 2,446 | 2,201 |
| Aboriginal advancement nec | 1,403 | 1,244 | 1,304 |
| General administration | 2,193 | 2,393 | 2,380 |
| Total social security and welfare | 86,219 | 93,215 | 92,075 |
| Housing and community amenities | | | |
| Housing | 1,634 | 1,731 | 1,679 |
| Urban and regional development | 175 | 181 | 151 |
| Environment protection | 439 | 1,160 | 1,079 |
| Total housing and community amenities | 2,248 | 3,072 | 2,909 |
| Recreation and culture | | | |
| Broadcasting | 1,245 | 1,310 | 1,226 |
| Arts and cultural heritage | 812 | 873 | 829 |
| Sport and recreation | 314 | 267 | 273 |
| National estate and parks | 213 | 223 | 232 |
| Total recreation and culture | 2,585 | 2,673 | 2,561 |
| Fuel and energy | 4,046 | 4,711 | 4,635 |
| Agriculture, forestry and fishing | | | |
| Wool industry | 49 | 67 | 58 |
| Grains industry | 130 | 116 | 110 |
| Dairy industry | 105 | 103 | 81 |
| Cattle, sheep and pig industry | 145 | 156 | 168 |
| Fishing, horticulture and other agriculture | 300 | 545 | 483 |
| General assistance not allocated to specific industries | 399 | 119 | 137 |
| Rural assistance | 570 | 760 | 856 |
| Natural resources development | 886 | 394 | 405 |
| General administration | 194 | 613 | 532 |
| Total agriculture, forestry and fishing | 2,780 | 2,873 | 2,831 |
| Mining, manufacturing & construction | 1,905 | 1,884 | 1,920 |
| Transport and communication | | | |
| Communication | 636 | 671 | 546 |
| Rail transport | 305 | 32 | 51 |
| Air transport | 155 | 149 | 143 |
| Road transport | 1,616 | 2,151 | 2,173 |
| Sea transport | 198 | 236 | 226 |
| Other transport and communication | 165 | 161 | 157 |
| Total transport and communication | 3,075 | 3,400 | 3,296 |

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

| | 2005-06 Outcome | 2006-07 Estimate at 2007-08 Budget | 2006-07 Outcome |
|--|--------------------|---|--------------------|
| | \$m | \$m | \$m |
| Other economic affairs | | | |
| Tourism and area promotion | 209 | 193 | 196 |
| Vocational and industry training | 648 | 698 | 704 |
| Labour market assistance to job seekers and industry | 1,919 | 1,889 | 1,924 |
| Industrial relations | 355 | 465 | 303 |
| Immigration | 903 | 1,088 | 1,105 |
| <i>Total labour and employment affairs</i> | <i>3,825</i> | <i>4,139</i> | <i>4,035</i> |
| Other economic affairs nec | 840 | 990 | 934 |
| Total other economic affairs | 4,874 | 5,322 | 5,165 |
| Other purposes | | | |
| Interest on Australian Government's behalf | 3,627 | 3,596 | 3,592 |
| Interest on behalf of States and Territories | 1 | 0 | 0 |
| Interest received on Australian Government stock | 0 | 0 | 0 |
| <i>Public debt interest</i> | <i>3,628</i> | <i>3,596</i> | <i>3,592</i> |
| Nominal superannuation interest | 5,582 | 5,730 | 5,470 |
| General revenue assistance - States and Territories | 1,258 | 0 | 0 |
| General capital assistance - States and Territories | 0 | 0 | 0 |
| Debt assistance | 220 | 0 | 0 |
| Local government assistance | 1,630 | 1,703 | 1,704 |
| Revenue assistance to the States and Territories | 164 | 169 | 170 |
| Assistance to other governments | 664 | 725 | 699 |
| <i>General purpose inter-government transactions</i> | <i>3,936</i> | <i>2,597</i> | <i>2,573</i> |
| Natural disaster relief | 211 | 113 | 115 |
| Contingency reserve(b) | 36 | 578 | 589 |
| Total other purposes | 13,393 | 12,613 | 12,338 |
| Total expenses | 206,096 | 221,625 | 219,362 |

(a) Government superannuation benefits differs from superannuation expense disclosed in the operating statement for the 2006-07 outcome (Table 8 and Table 12) due to the revised treatment of the accumulated superannuation scheme whereby superannuation expenses are now allocated to the function of the agency concerned.

(b) Asset sale related expenses are treated as a component of the contingency reserve.