

PORTFOLIO SUPPLEMENTARY ADDITIONAL ESTIMATES STATEMENTS 2008-09

Appropriation (Nation Building and Jobs)
Bill (No. 1) 2008-09

And

Appropriation (Nation Building and Jobs)
Bill (No. 2) 2008-09

TREASURY PORTFOLIO

EXPLANATION OF SUPPLEMENTARY
ADDITIONAL ESTIMATES 2008-09

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President of the Senate
Australian Senate
Parliament House
CANBERRA ACT 2600

Speaker
House of Representatives
Parliament House
CANBERRA ACT 2600

Dear Mr President
Dear Mr Speaker

I hereby submit Portfolio Supplementary Additional Estimates Statements in support of the supplementary appropriations being sought for the Treasury Portfolio through the Appropriation (Nation Building and Jobs) Bills (No. 1) and (No. 2) 2008-09.

These statements have been developed, and are submitted to the Parliament, as a statement on the funding requirements being sought for the Portfolio.

I present these statements by virtue of my ministerial responsibility for accountability to the Parliament and, through it, the public.

Yours sincerely

SIGNED

WAYNE SWAN

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USER GUIDE

The purpose of the Portfolio Supplementary Additional Estimates Statements (PSAES) is to explain Appropriation (Nation Building and Jobs) Bills (No. 1) and (No. 2) 2008-09. This document serves to inform senators and members of parliament and the public of the proposed allocation of supplementary appropriations to Government outcomes by agencies within the Treasury portfolio.

The PSAES are declared by the Appropriation (Nation Building and Jobs) Bills (No. 1) and (No. 2) to be a 'relevant document' to the interpretation of the Bill according to section 15AB of the *Acts Interpretation Act 1901*.

Whereas the PSAES are focused on explaining the supplementary additional estimates appropriations, information on total 2008-09 Budget resourcing, planned performance, and a full set of agency budgeted financial statements can be found in the 2008-09 Portfolio Budget Statements which accompanied the 2008-09 annual appropriation Bills and the 2008-09 Portfolio Additional Estimates Statements which accompanied the 2008-09 annual Appropriation Bills (No. 3) and (No. 4).

TREASURY PORTFOLIO

**SUPPLEMENTARY ADDITIONAL
ESTIMATES STATEMENTS**

AUSTRALIAN TAXATION OFFICE

1.1 OVERVIEW OF SUPPLEMENTARY ADDITIONAL APPROPRIATIONS SOUGHT

The Australian Taxation Office (ATO) is seeking \$50 million in 2008-09 to implement the Nation Building and Jobs Plan – Tax Bonus for working Australians measure.

The Government will provide \$8.2 billion to eligible taxpayers as a Tax Bonus.

The Bonus of up to \$950 will be available from April 2009 to eligible Australian resident taxpayers who paid tax for the 2007-08 financial year after taking into account available tax offsets and imputation credits. It is expected that around 8.7 million taxpayers will receive the Bonus.

The Bonus is subject to an income threshold. A \$950 Bonus will be paid to eligible taxpayers with a taxable income in 2007-08 of up to \$80,000. A \$650 Bonus will be paid to eligible taxpayers with a taxable income in 2007-08 exceeding \$80,000 to \$90,000, and a \$300 Bonus will be paid to eligible taxpayers with a taxable income in 2007-08 exceeding \$90,000 to and including \$100,000.

In the majority of cases the Tax Bonus for working Australians will be paid before 30 June 2009, at an estimated cost of \$6.9 billion in 2008-09 on an underlying cash basis. Remaining amounts will be paid in 2009-10 at an estimated cost of \$1.2 billion on an underlying cash basis.

Taxpayers should lodge their 2007-08 tax return by 30 June 2009 to be eligible for the bonus. The Government will provide the ATO with additional funding of \$50 million in 2008-09 to implement this measure.

1.2 AGENCY RESOURCE STATEMENT

The Agency Resource Statement details the resourcing for the ATO at Supplementary Additional Estimates. Table 1.1 outlines the total resourcing available from all sources for the 2008-09 Budget year, including variations through Appropriation (Nation Building and Jobs) Bills No. 1, special appropriations and special accounts.

Table 1.1: Agency resource statement — Supplementary Additional Estimates through Appropriation (Nation Building and Jobs) Bills No. 1

	Estimate as at Budget	Proposed + Supplementary Estimates	Total Estimate at Supplementary Estimates	Total Available Appropriation
	2008-09 \$'000	2008-09 \$'000	2008-09 \$'000	2007-08 \$'000
Ordinary annual services				
Departmental outputs				
Prior year amounts available	177,385	-	177,385	-
Departmental outputs	2,861,097	38,500 ¹	2,899,597	2,793,733
Receipts from other sources	62,038	-	62,038	52,525
Total departmental outputs	3,100,520	38,500	3,139,020	2,846,258
Administered expenses				
Outcome 1	-	11,500 ¹	11,500	677
Total administered outputs	-	11,500	11,500	677
Total ordinary annual services	A 3,100,520	50,000	3,150,520	2,846,935
Other services				
Departmental non-operating				
Equity injections	79,729	-	79,729	56,471
Previous years' outputs	2,886	-	2,886	-
Total other services	B 82,615	-	82,615	56,471
Total available annual appropriations (A+B)	3,183,135	50,000	3,233,135	2,903,406
Special appropriations				
<i>A New Tax System (Family Assistance) (Administration) Act 1999 (s233)</i>	-	-	-	2,278,462
<i>Product Grants and Benefits Administration Act 2000 - cleaner fuel grants</i>	101,000	-	101,000	111,582
<i>Product Grants and Benefits Administration Act 2000 Product Stewardship Waste (Oil) Scheme</i>	21,000	-	21,000	36,531
<i>Superannuation Guarantee (Administration) Act 1992</i>	255,000	-	255,000	352,312
<i>Taxation Administration Act 1953 s16 (Non-refund items)</i>	8,269,700	8,100,000	16,369,700	7,856,762
Total special appropriations	C 8,646,700	8,100,000	16,746,700	10,635,649
Total appropriations excluding special accounts (A+B+C)	11,829,835	8,150,000	19,979,835	13,539,055

Table 1.1: Agency resource statement — Supplementary Additional Estimates through Appropriation (Nation Building and Jobs) Bills No. 1 and No. 2 (continued)

	Estimate as at Budget	+ Supplementary Estimates	= Total Estimate at Supplementary Estimates	Total Available Appropriation
	2008-09 \$'000	2008-09 \$'000	2008-09 \$'000	2007-08 \$'000
Special accounts				
Opening balance	159,626	-	159,626	52,687
Non-appropriation receipts to special accounts	81,900	-	81,900	108,506
Total special account	241,526	-	241,526	161,193
Total resourcing (A+B+C+D)	12,071,361	8,150,000	20,221,361	13,700,248
Less receipts from other sources credited to special accounts	28,900	-	28,900	34,425
Total net resourcing for the ATO	12,042,461	8,150,000	20,192,461	13,665,823

1. Appropriation (Nation Building and Jobs) Bill (No. 1) 2008-09.

1.3 AGENCY MEASURES TABLE

Table 1.2 summarises new Government measures funded through the Appropriation (Nation Building and Jobs) Bill No. 1, with the affected output group identified.

Table 1.2: Agency measures through Appropriation (Nation Building and Jobs) Bill No. 1

Output Group	2008-09 \$'000	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000
Expense measure				
Nation Building and Jobs Plan - Tax Bonus for working Australians				
Administered expense	1.1	11,500	-	-
Departmental outputs	1.1	38,500	-	-
Total		50,000	-	-

1.4 SUPPLEMENTARY ADDITIONAL ESTIMATES AND VARIATIONS

Table 1.3 details the changes to the resourcing for the ATO resulting from Appropriation (Nation Building and Jobs) Bill No. 1, by Outcomes, Administered Items and Departmental outputs.

Table 1.3: Supplementary Additional Estimates and variations to outcomes — measures

	Output Group	2008-09 \$'000	2009-10 \$'000	2010-11 \$'000	2011-12 \$'000
Outcome 1					
Increase in estimates (administered)					
Nation Building and Jobs - Tax					
	Bonus for working Australians	1.1	11,500	-	-
Increase in estimates (departmental)					
Nation Building and Jobs - Tax					
	Bonus for working Australians	1.1	38,500	-	-
Net Impact on estimates for Outcome 1		50,000	-	-	-

1.5 BREAKDOWN OF SUPPLEMENTARY ADDITIONAL ESTIMATES BY APPROPRIATION BILL, OF FUNDING SOUGHT

The following table details the Supplementary Additional Estimates sought for the ATO through Appropriation (Nation Building and Jobs) Bill No. 1.

Table 1.4: Appropriation (Nation Building and Jobs) Bill (No. 1) 2008-09

	Actual 2007-08 \$'000	Budget 2008-09 \$'000	Supplementary additional estimates \$'000	Reduced estimates 2008-09 \$'000	Revised 2008-09 \$'000
ADMINISTERED ITEMS					
Outcome 1					
Effectively managed and shaped systems that support and fund services for Australians and give effect to social and economic policy through the tax, superannuation, excise and other related systems	-	-	11,500	-	11,500
Total	-	-	11,500	-	11,500
DEPARTMENTAL OUTPUTS					
Outcome 1					
Effectively managed and shaped systems that support and fund services for Australians and give effect to social and economic policy through the tax, superannuation, excise and other related systems	2,793,733	2,861,097	38,500	-	2,899,597
Total	2,793,733	2,861,097	38,500	-	2,899,597
Total administered and departmental	2,793,733	2,861,097	50,000	-	2,911,097

