

BUDGET

2015-16

Federal Financial Relations

Budget Paper No. 3

2015-16

Circulated by

The Honourable J. B. Hockey MP
Treasurer of the Commonwealth of Australia

and

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Minister for Finance of the Commonwealth of Australia

For the information of honourable members
on the occasion of the Budget 2015-16

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FOREWORD

This Budget Paper presents information on the Commonwealth's financial relations with state, territory and local governments. This includes an overview of major Australian Government reforms and new developments, as well as information on payments to the states and analysis of fiscal developments in the public sector.

Notes

- (a) The following definitions are used in this Budget Paper:
- Budget year refers to 2015-16, while the forward years refer to 2016-17, 2017-18 and 2018-19; and
 - one billion is equal to one thousand million.
- (b) Figures in tables and the text have generally been rounded. Discrepancies in tables between totals and sums of components reflect rounding unless otherwise noted.
- estimates of \$100,000 and over are generally rounded to the nearest tenth of a million;
 - estimates midway between rounding points are rounded up; and
 - percentage changes in tables are based on the underlying unrounded amounts.
- (c) Tables use the following notations:
- | | |
|-----|-------------------------------|
| - | nil |
| na | not applicable |
| \$m | millions of dollars |
| \$b | billions of dollars |
| nfp | not for publication |
| 0 | zero |
| * | unquantifiable |
| .. | not zero, but rounded to zero |
| ~ | allocation not yet determined |

- (d) This Budget Paper uses the following conventions.
- The Australian Capital Territory and the Northern Territory of Australia are referred to as ‘the territories’.
 - References to the ‘states’ or ‘each state’ include the state governments and territory governments. The state and local government sector is denoted as the ‘state/local sector’.
 - References to the ‘state/local sector’ include the territory governments unless otherwise stated.
 - Local governments are instrumentalities of state governments. Consequently, payments made to the state government sector include payments made to the local government sector unless otherwise specified.
 - The following abbreviations are used, where appropriate:
 - NSW New South Wales
 - VIC Victoria
 - QLD Queensland
 - WA Western Australia
 - SA South Australia
 - TAS Tasmania
 - ACT Australian Capital Territory
 - NT Northern Territory
 - GST Goods and services tax
- (e) The term ‘Commonwealth’ refers to the Commonwealth of Australia. The term is used when referring to the legal entity of the Commonwealth of Australia.

The term ‘Australian Government’ is used when referring to the Government of, and the decisions and activities made by the Government on behalf of, the Commonwealth of Australia.

Budget Paper No. 3, *Federal Financial Relations 2015-16*, is one of a series of Budget Papers that provides information to supplement the Budget Speech. A full list of the series is printed on the inside cover of this paper. Appendix B: Total Payments to the States by Government Finance Statistics (GFS) Function, Appendix C: Supplementary Tables and Appendix D: Debt Transactions of this paper are only available online at: www.budget.gov.au.

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EXECUTIVE SUMMARY

- The 2015-16 Budget is focused on building jobs, growth and opportunity, while making progress in restoring Australia's budget position.
- In 2015-16, the Commonwealth will provide the states with \$107.7 billion in total payments, including payments for specific purposes of \$50.0 billion and general revenue assistance of \$57.7 billion. This contribution represents approximately 24.8 per cent of total Commonwealth expenditure in 2015-16. Total payments to the states from 2014-15 to 2017-18 have increased by \$268 million since the *Mid-Year Economic and Fiscal Outlook 2014-15*.
- The GST entitlement to the states is projected to increase by over \$3 billion in each year over the forward estimates, in part due to policy decisions to extend the Australian Taxation Office's GST compliance programme and apply GST to digital products and services imported by consumers. These measures are discussed in Budget Paper No. 2, *Budget Measures 2015-16*.
- This Budget is delivering on the Infrastructure Growth Package, through a substantial programme of transport infrastructure investment, with total infrastructure funding of \$33.3 billion from 2014-15 to 2018-19.
- This investment includes the \$5 billion Asset Recycling Initiative, which creates an incentive for the states to unlock funds from existing state-owned assets to invest in additional infrastructure that will support economic growth and enhance productivity. To date the Commonwealth has committed to provide \$2 billion to New South Wales and \$60 million to the Australian Capital Territory for investment in crucial infrastructure projects.
- This Budget includes decisions to continue funding for critical frontline services to reduce homelessness rates, improve access to legal assistance and provide high-quality early childhood education. This will provide certainty to service providers and ensure services continue to be delivered.
- The Commonwealth will also continue to work closely with the states in the development of the Reform of the Federation White Paper and the White Paper on the Reform of Australia's Tax System.

PART 1: AUSTRALIA'S FEDERAL RELATIONS

OVERVIEW

The 2015-16 Budget is focused on building jobs, growth and opportunity, while making progress in restoring Australia's budget position.

This Budget provides a sound basis from which longer-term arrangements with the states can be considered in both the Reform of the Federation White Paper, and the White Paper on the Reform of Australia's Tax System.

The Commonwealth is ensuring certainty in service provision in the following key areas:

- a new two year *National Partnership on homelessness* to maintain critical frontline homelessness services with a particular focus on women and children experiencing domestic violence, and homeless youth;
- a two year extension to the *National Partnership on universal access to early childhood education* to provide affordable, quality early childhood education programmes for all children; and
- a new five year *National Partnership on legal assistance services* which extends the current arrangements for Legal Aid Commissions and will provide Commonwealth funding for Community Legal Centres.

This Budget also details the Commonwealth's ongoing commitment to expedite investment in high quality economic infrastructure.

The Commonwealth is continuing its investment in the Northern Territory to address Indigenous disadvantage through an eight year *National Partnership on Northern Territory remote Aboriginal investment*.

TOTAL PAYMENTS TO THE STATES

The Commonwealth provides substantial levels of funding to the states, in key sectors such as health, education, community services and affordable housing, and continues to support important productivity-enhancing projects and reforms in the skills and workforce development and infrastructure sectors.

In 2015-16, the Commonwealth will provide the states with payments totalling \$107.7 billion. This represents a \$6.0 billion increase compared to 2014-15. Total payments to the states from 2014-15 to 2017-18 have increased by \$268 million since the *Mid-Year Economic and Fiscal Outlook 2014-15*. Total payments to the states as a proportion of Commonwealth expenditure are estimated to be 24.8 per cent in 2015-16.

Payments for specific purposes

In 2015-16, the Commonwealth will provide the states with \$50.0 billion in payments for specific purposes, an increase of \$3.4 billion compared with \$46.5 billion in 2014-15. Payments for specific purposes as a proportion of Commonwealth expenditure are estimated to be 11.5 per cent in 2015-16.

National Specific Purpose Payments (National SPPs), along with National Health Reform and Students First funding are expected to total \$36.4 billion in 2015-16, a change of \$2.1 billion from \$34.3 billion in 2014-15.

National Partnership payments are expected to be \$13.6 billion in 2015-16, a change of \$1.3 billion from \$12.3 billion in 2014-15.

Part 2 of this Budget Paper provides further information on payments to the states for specific purposes.

General revenue assistance

General revenue assistance, which principally comprises GST entitlements, provides an untied funding base to support the delivery of state services.

In 2015-16, the states are expected to receive \$57.7 billion in general revenue assistance, comprising GST payments of \$57.1 billion and other general revenue assistance of \$698.9 million. This is an increase of \$2.6 billion from \$55.2 billion in 2014-15. Payments for general revenue assistance are estimated to be 13.3 per cent of Commonwealth expenditure in 2015-16.

Part 3 of this Budget Paper provides further information on general revenue assistance to the states, including GST.

Table 1.1: Commonwealth payments to the states

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
Payments for specific purposes(a)	14,324	10,928	9,482	5,817	3,122	1,028	782	1,029	46,530
General revenue assistance(b)	16,942	11,925	11,746	2,289	4,986	1,928	1,136	3,199	55,178
Total payments to the States	31,267	22,853	21,229	8,106	8,109	2,956	1,918	4,227	101,708
2015-16									
Payments for specific purposes(a)	14,973	11,659	10,064	5,479	3,516	1,159	786	1,261	49,962
General revenue assistance(b)	17,345	12,755	12,990	1,944	5,518	2,236	1,071	3,335	57,749
Total payments to the States	32,318	24,414	23,054	7,423	9,034	3,394	1,857	4,596	107,711
2016-17									
Payments for specific purposes(a)	16,792	11,399	11,399	5,591	3,726	1,188	837	1,073	53,520
General revenue assistance(b)	18,067	13,360	14,946	1,677	6,151	2,336	1,124	3,432	61,660
Total payments to the States	34,859	24,760	26,344	7,269	9,877	3,524	1,961	4,505	115,180
2017-18									
Payments for specific purposes(a)	16,219	11,475	11,290	5,761	3,539	1,072	825	962	52,549
General revenue assistance(b)	19,070	14,135	16,483	1,366	6,565	2,450	1,219	3,351	65,149
Total payments to the States	35,289	25,610	27,773	7,127	10,104	3,523	2,044	4,314	117,698
2018-19									
Payments for specific purposes(a)	16,602	11,744	10,609	5,786	3,744	1,080	810	748	52,220
General revenue assistance(b)	20,235	15,075	17,346	1,626	6,797	2,516	1,282	3,459	68,745
Total payments to the States	36,836	26,819	27,955	7,412	10,541	3,595	2,091	4,207	120,964

(a) As state allocations for a small number of programmes have yet to be determined, these payments are not reflected in state totals. As such, total payments for specific purposes may not equal the sum of state totals.

(b) As state allocations for royalties are not published due to commercial sensitivities, these payments are not reflected in state totals. As such, total general revenue assistance will not equal the sum of the state totals.

For 2015-16, total payments to the states as a proportion of GDP are estimated to be 6.5 per cent, with payments for specific purposes estimated to be 3.0 per cent and general revenue assistance estimated to be 3.5 per cent.

Table 1.2: Total Commonwealth payments to the states as a proportion of GDP

\$million	National SPPs	National	Students	National	GST entitlement	Other	Total	Per cent change from prior year	Per cent of GDP
		Health Reform funding (a)	First funding (b)	Partnership payments (c)		general revenue assistance			
2014-15	4,135	15,459	14,664	12,272	54,000	1,178	101,708	-	6.3
2015-16	4,222	16,441	15,743	13,557	57,050	699	107,711	5.9	6.5
2016-17	4,318	17,382	17,012	14,807	60,950	710	115,180	6.9	6.6
2017-18	4,423	18,103	18,031	11,992	64,500	649	117,698	2.2	6.4
2018-19	4,534	18,873	18,760	10,052	68,200	545	120,964	2.8	6.2

(a) New indexation arrangements for public hospital funding will apply from July 2017.

(b) New indexation arrangements for schools funding will apply from January 2018.

(c) Includes financial assistance grants for local government and payments direct to local government.

PART 2: PAYMENTS FOR SPECIFIC PURPOSES

OVERVIEW OF PAYMENTS

The Commonwealth provides payments to the states for specific purposes in areas administered by the states. These payments cover most functional areas of state and local government activity, including health, education, skills and workforce development, community services, housing, Indigenous affairs, infrastructure and the environment.

The Commonwealth currently supports the states in certain service delivery sectors through three National Specific Purpose Payments (National SPPs) – Skills and Workforce Development, Disability Services and Affordable Housing. The states are required to spend each National SPP in the relevant sector.

The National SPPs are ongoing and are indexed each year by growth factors specified in the *Intergovernmental Agreement on Federal Financial Relations* (the Intergovernmental Agreement). They are distributed amongst the states in accordance with population shares based on the Australian Statistician's determination as at 31 December of that year.

The Commonwealth also supports the states through the provision of public hospitals funding. This funding is currently calculated by reference to the level of estimated efficient growth in hospital activity in each state. From 1 July 2017, public hospitals funding will be indexed by Consumer Price Index (CPI) and population growth. Further details are included in the Health section of this Part.

The Commonwealth further supports the states through the provision of recurrent funding for all government and non-government schools. From 1 January 2018, recurrent schools funding will be indexed by CPI, with an allowance for changes in enrolments. Further details are included in the Education section of this Part.

Under the Intergovernmental Agreement, National Partnership payments to the states are the key vehicle to facilitate reforms or support the delivery of specified projects. National Partnerships are typically entered into for a fixed period of time, reflecting the nature of the project or reform involved.

To the fullest extent possible, payments are aligned with the achievement of project milestones and are made after the states have achieved the outcomes or outputs specified in the relevant National Partnership.

National Partnership agreements are publicly available at:
www.federalfinancialrelations.gov.au.

Total payments for specific purposes

Total payments for specific purposes by category are shown in Table 2.1.

Table 2.1: Total payments for specific purposes by category, 2014-15 to 2018-19

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2014-15									
National Specific Purpose									
Payments	1,323	1,029	831	455	296	90	68	43	4,135
National Health Reform funding	4,878	3,848	3,057	1,756	1,125	334	305	158	15,459
Students First funding	4,539	3,670	3,040	1,474	1,075	350	253	260	14,664
National Partnership payments(b)	3,585	2,381	2,554	2,132	627	255	156	567	12,272
Total payments for specific purposes	14,324	10,928	9,482	5,817	3,122	1,028	782	1,029	46,530
2015-16									
National Specific Purpose									
Payments	1,346	1,052	850	471	299	91	69	44	4,222
National Health Reform funding	5,243	4,104	3,229	1,823	1,198	349	321	175	16,441
Students First funding	4,826	3,932	3,329	1,591	1,141	370	268	284	15,743
National Partnership payments(b)	3,557	2,572	2,657	1,594	878	349	127	758	13,557
Total payments for specific purposes	14,973	11,659	10,064	5,479	3,516	1,159	786	1,261	49,962
2016-17									
National Specific Purpose									
Payments	1,372	1,077	870	488	304	91	71	45	4,318
National Health Reform funding	5,553	4,316	3,408	1,955	1,253	359	344	194	17,382
Students First funding	5,250	4,226	3,628	1,702	1,212	397	286	310	17,012
National Partnership payments(b)	4,617	1,780	3,493	1,446	957	340	137	524	14,807
Total payments for specific purposes	16,792	11,399	11,399	5,591	3,726	1,188	837	1,073	53,520
2017-18									
National Specific Purpose									
Payments	1,401	1,104	892	506	309	92	72	47	4,423
Public hospitals funding	5,735	4,518	3,649	2,072	1,265	378	296	190	18,103
Students First funding	5,552	4,472	3,808	1,900	1,287	407	299	304	18,031
National Partnership payments(b)	3,530	1,381	2,941	1,283	679	196	158	421	11,992
Total payments for specific purposes	16,219	11,475	11,290	5,761	3,539	1,072	825	962	52,549

Table 2.1: Total payments for specific purposes by category, 2014-15 to 2018-19 (continued)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2018-19									
National Specific Purpose									
Payments	1,432	1,133	915	526	314	93	74	48	4,534
Public hospitals funding	5,960	4,714	3,808	2,187	1,308	388	308	199	18,873
Students First funding	5,705	4,675	3,916	2,093	1,356	409	313	292	18,760
National Partnership payments(b)	3,505	1,222	1,971	980	765	190	114	209	10,052
Total payments for specific purposes	16,602	11,744	10,609	5,786	3,744	1,080	810	748	52,220

(a) As state allocations for a small number of programmes have yet to be determined, these payments are not included in state totals. As such, total payments may not equal the sum of state totals.

(b) Includes financial assistance grants for local government and payments direct to local government.

Total payments for specific purposes by sector are shown in Table 2.2.

Table 2.2: Total payments for specific purposes by sector, 2014-15 to 2018-19

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
Health	16,804	17,184	17,690	18,308	19,045
Education	15,450	16,365	17,585	18,458	18,800
Skills and workforce development	1,835	1,833	1,996	1,504	1,529
Community services	2,344	2,511	1,907	2,131	3,722
Affordable housing	1,973	1,858	1,916	1,780	1,392
Infrastructure	4,901	6,823	9,245	7,436	4,860
Environment	599	775	590	267	111
Contingent	37	33	5	-1	-1
Other(a)	2,585	2,580	2,586	2,666	2,762
Total payments for specific purposes	46,530	49,962	53,520	52,549	52,220

(a) Includes financial assistance grants for local government.

Total payments for specific purposes by sector and category are shown in Table 2.3.

Table 2.3: Total payments for specific purposes by sector and category, 2014-15 to 2018-19

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
<i>Health</i>					
National Health Reform funding	15,459	16,441	17,382	-	-
Public hospitals funding	-	-	-	18,103	18,873
National Partnerships	1,345	743	308	205	172
Total health payments	16,804	17,184	17,690	18,308	19,045
<i>Education</i>					
Students First funding	14,664	15,743	17,012	18,031	18,760
National Partnerships	786	623	573	427	40
Total education payments	15,450	16,365	17,585	18,458	18,800
<i>Skills and workforce development</i>					
National Skills and Workforce Development SPP	1,435	1,455	1,480	1,504	1,529
National Partnerships	400	377	516	-	-
Total skills and workforce development payments	1,835	1,833	1,996	1,504	1,529
<i>Community services</i>					
National Disability SPP(a)	1,394	1,442	1,493	1,552	1,617
National Partnerships	951	1,069	413	579	2,105
Total community services payments	2,344	2,511	1,907	2,131	3,722
<i>Affordable housing</i>					
National Affordable Housing SPP	1,306	1,324	1,345	1,367	1,389
National Partnerships	668	534	571	413	4
Total affordable housing payments	1,973	1,858	1,916	1,780	1,392
<i>Infrastructure</i>					
National Partnerships	4,901	6,823	9,245	7,436	4,860
<i>Environment</i>					
National Partnerships	599	775	590	267	111
<i>Contingent payments</i>					
National Partnerships	37	33	5	-1	-1
<i>Other</i>					
National Partnerships(b)	2,585	2,580	2,586	2,666	2,762
Total payments for specific purposes	46,530	49,962	53,520	52,549	52,220

(a) Does not include National Disability SPP adjustments to achieve budget neutrality as this is still subject to negotiation (see footnotes to Table 2.7 in this Part for further details).

(b) Includes financial assistance grants for local government.

Further information on each of these payments is contained in this Part. New measures associated with payments to the states are included in Budget Paper No. 2, *Budget Measures 2015-16*.

Total payments to the states for specific purposes, as categorised by Government Finance Statistics function, are set out in Appendix B, which is available online.

HEALTH

In 2015-16, the Commonwealth will provide funding of \$17.2 billion to support state health services, including \$16.4 billion in National Health Reform funding and \$742.8 million in National Partnership payments, as detailed in Table 2.4.

This funding will account for approximately 34.4 per cent of the Commonwealth's \$50.0 billion in total payments for specific purposes.

Table 2.4: Payments to support state health services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Health Reform funding	15,459.4	16,440.9	17,382.4	-	-
Public hospitals funding	-	-	-	18,103.3	18,873.1
National Partnership payments					
Health infrastructure	736.3	318.3	96.5	29.5	-
Health services	88.8	72.6	55.1	23.2	17.1
Indigenous health	61.0	12.9	12.9	6.2	6.4
Other health payments	458.6	339.1	143.3	146.3	148.1
Total	16,804.2	17,183.7	17,690.2	18,308.5	19,044.8

National Health Reform and public hospitals funding

In 2015-16, National Health Reform funding is estimated to be \$16.4 billion. This is an estimated increase in funding of 6.3 per cent compared to 2014-15.

National Health Reform and public hospitals funding^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
National Health Reform									
Hospital services	4,769.6	3,764.1	2,988.8	1,718.4	1,100.5	326.3	299.1	154.5	15,121.4
Public health	108.2	84.1	68.0	37.2	24.2	7.4	5.5	3.5	338.0
Total	4,877.7	3,848.2	3,056.7	1,755.6	1,124.7	333.7	304.6	158.0	15,459.4
2015-16									
National Health Reform									
Hospital services	5,129.6	4,014.8	3,156.7	1,782.8	1,172.8	340.8	315.6	171.0	16,084.0
Public health	113.8	88.9	71.8	39.8	25.3	7.7	5.9	3.7	356.9
Total	5,243.4	4,103.7	3,228.5	1,822.6	1,198.1	348.5	321.4	174.7	16,440.9
2016-17									
National Health Reform									
Hospital services	5,433.1	4,222.4	3,331.9	1,912.0	1,226.8	351.5	337.7	190.0	17,005.3
Public health	119.8	94.0	75.9	42.6	26.5	8.0	6.2	4.0	377.0
Total	5,552.9	4,316.4	3,407.8	1,954.6	1,253.3	359.4	343.9	194.0	17,382.4
2017-18									
Public hospitals funding	5,735.2	4,518.0	3,649.4	2,072.0	1,264.6	377.6	296.1	190.3	18,103.3
2018-19									
Public hospitals funding	5,960.0	4,714.1	3,807.7	2,187.3	1,308.5	388.1	308.4	199.0	18,873.1

(a) The efficient growth funding component of National Health Reform funding in 2014-15, 2015-16 and 2016-17 is indicative only. The distribution of efficient growth funding will be determined by efficient growth in each state.

(b) State allocations of public hospitals funding for 2017-18 and 2018-19 are shown on the basis of state population shares of total funding and are not adjusted for cross-border activity.

Budget Paper No. 3

From July 2014 to June 2017, National Health Reform funding is linked to the level of services delivered by public hospitals as provided under the *National Health Reform Agreement*. During this period, each state's entitlement is directly linked to the growth in public hospital activity provided in that jurisdiction and the National Efficient Price determined by the Independent Hospital Pricing Authority.

From 1 July 2017, the Commonwealth will index its contribution for public hospitals funding by the Consumer Price Index and population growth. This approach ensures public hospitals funding growth is more sustainable. State funding entitlements are reported on an equal per capita basis.

Final entitlement of National Health Reform funding

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2013-14									
National Health Reform	4,333.9	3,475.4	2,800.8	1,511.2	1,007.2	298.4	278.2	136.1	13,841.2

The final entitlements for 2013-14 National Health Reform funding were determined by the Treasurer as per the Administrator of the National Health Funding Body's advice in line with the *Federal Financial Relations Act 2009*.

National Partnership payments for health

A total of \$742.8 million will be provided to the states in 2015-16 under the following health categories:

- health infrastructure;
- health services;
- Indigenous health; and
- other health payments.

Health infrastructure

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Health and Hospitals Fund					
Hospital infrastructure and other projects of national significance					
	66.4	0.6	-	-	-
National cancer system	112.4	63.1	1.5	1.6	-
Regional priority round	471.4	176.0	93.5	27.9	-
Albury-Wodonga Cardiac Catheterisation Laboratory					
	-	3.5	1.5	-	-
Bright Hospital – feasibility study	0.1	0.1	-	-	-
Cancer Support Clinic in Katherine	0.5	-	-	-	-
Construction of Palmerston Hospital	20.0	20.0	-	-	-
Improving local access to health care on Phillip Island					
	-	2.5	-	-	-
Oncology Day Treatment Centre at Frankston Hospital					
	0.7	-	-	-	-
Redevelopment of the Royal Victorian Eye and Ear Hospital					
	50.0	50.0	-	-	-
Upgrade of Ballina Hospital	1.9	2.6	-	-	-
Upgrade of the Casino and District Memorial Hospital					
	3.0	-	-	-	-
Warrnambool Integrated Cancer Care Centre					
	10.0	-	-	-	-
Total	736.3	318.3	96.5	29.5	-

Health and Hospitals Fund

These projects are under the *National Partnership for Health Infrastructure Projects* or Project Agreements.

Hospital infrastructure and other projects of national significance component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	15.0	50.0	-	1.0	-	0.4	66.4
2015-16	-	-	-	0.6	-	-	-	-	0.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding from the Health and Hospitals Fund to support the development of health infrastructure projects of national significance. The Commonwealth will collaborate with the states to expand and modernise key public hospitals across Australia to improve hospital care.

National cancer system component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	70.5	34.4	5.4	0.4	1.1	-	0.6	112.4
2015-16	-	50.5	0.4	4.5	-	7.6	0.1	-	63.1
2016-17	-	-	-	-	-	1.5	-	-	1.5
2017-18	-	-	-	1.6	-	-	-	-	1.6
2018-19	-	-	-	-	-	-	-	-	-

Budget Paper No. 3

The Commonwealth is providing funding from the Health and Hospitals Fund to support infrastructure to deliver a world class cancer care system in Australia. This funding will help modernise cancer services and improve detection, survival and treatment outcomes, particularly for patients in regional and rural Australia.

Regional priority round component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	310.8	56.6	36.1	10.5	27.8	-	0.2	29.3	471.4
2015-16	1.8	42.7	35.7	27.1	1.0	-	-	67.6	176.0
2016-17	13.9	-	5.0	7.8	-	35.0	-	31.9	93.5
2017-18	-	-	2.0	2.9	-	15.0	-	8.0	27.9
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding from the Health and Hospitals Fund to invest in regional Australia. Regional priority funding will improve access to essential health services for Australians living in rural, regional and remote areas.

National Partnership on the Albury-Wodonga Cardiac Catheterisation Laboratory

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	3.5	-	-	-	-	-	-	3.5
2016-17	-	1.5	-	-	-	-	-	-	1.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on the Albury-Wodonga Cardiac Catheterisation Laboratory*. This new laboratory will enable local residents suffering from heart conditions to access quality care, without the need to travel long distances to capital cities.

National Partnership on Bright Hospital — feasibility study

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	0.1	-	-	-	-	-	-	0.1
2015-16	-	0.1	-	-	-	-	-	-	0.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on Bright Hospital — feasibility study*. This study will examine the feasibility of redeveloping the Bright Hospital.

National Partnership for the Cancer Support Clinic in Katherine

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	0.5	0.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the Cancer Support Clinic in Katherine* to support the purchase and installation of a chemotherapy chair and associated minor building modification to improve delivery of cancer support services in Katherine Hospital.

National Partnership on construction of Palmerston Hospital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	20.0	20.0
2015-16	-	-	-	-	-	-	-	20.0	20.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on construction of Palmerston Hospital*. The new hospital will provide a full emergency department, a paediatrics ward, and medical and surgical services. Additional funding is being provided for Palmerston Hospital from the Health and Hospitals Fund.

National Partnership on improving local access to health care on Phillip Island

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	2.5	-	-	-	-	-	-	2.5
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on improving local access to health care on Phillip Island* to upgrade healthcare infrastructure on Phillip Island.

National Partnership on Oncology Day Treatment Centre at Frankston Hospital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	0.7	-	-	-	-	-	-	0.7
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on Oncology Day Treatment Centre at Frankston Hospital* for the expansion and enhancement of the Oncology Day Treatment Centre at Frankston Hospital.

National Partnership on redevelopment of the Royal Victorian Eye and Ear Hospital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	50.0	-	-	-	-	-	-	50.0
2015-16	-	50.0	-	-	-	-	-	-	50.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on redevelopment of the Royal Victorian Eye and Ear Hospital* for the completion of the development of the Royal Victorian Eye and Ear Hospital.

National Partnership for the upgrade of Ballina Hospital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	1.9	-	-	-	-	-	-	-	1.9
2015-16	2.6	-	-	-	-	-	-	-	2.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the upgrade of Ballina Hospital* for the construction of a second operating theatre and upgrade of the medical imaging department at Ballina Hospital. This will improve the delivery of services in the hospital and enable an increase in the operating theatre capacity. The upgrade will improve the flow of patients between the emergency department and the medical imaging department.

National Partnership for the upgrade of the Casino and District Memorial Hospital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	3.0	-	-	-	-	-	-	-	3.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the upgrade of the Casino and District Memorial Hospital* towards the upgrade of the emergency department at the Casino District and Memorial Hospital.

National Partnership on Warrnambool Integrated Cancer Care Centre

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	10.0	-	-	-	-	-	-	10.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

Part 2: Payments for Specific Purposes

The Commonwealth is providing funding for the *National Partnership on Warrnambool Integrated Cancer Care Centre* towards the construction of the Regional Cancer Centre in Warrnambool to provide cancer services to people in southwest Victoria.

Health services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Canberra Hospital – dedicated paediatric emergency care	5.0	-	-	-	-
Expansion of the BreastScreen Australia programme	12.4	13.6	15.8	-	-
Health care grants for the Torres Strait Hummingbird House	4.5	4.6	4.7	-	-
Hummingbird House	1.5	0.8	0.8	0.8	0.8
Improving Health Services in Tasmania					
Better access to community based palliative care services	1.7	1.7	-	-	-
Cradle Coast Connected Care clinical repository	0.3	0.3	-	-	-
Improving patient pathways through clinical and system redesign	5.3	9.0	-	-	-
Innovative flexible funding for mental health	1.0	1.0	-	-	-
Reducing elective surgery waiting lists in Tasmania	19.3	10.9	-	-	-
National Bowel Cancer Screening Programme – participant follow-up function	1.9	2.4	4.7	6.4	-
National Perinatal Depression Initiative	8.3	nfp	nfp	-	-
OzFoodNet	1.7	1.7	1.7	nfp	nfp
Royal Darwin Hospital – equipped, prepared and ready	15.3	15.5	15.7	16.0	16.3
Torres Strait health protection strategy – mosquito control	1.0	1.0	1.0	-	-
Vaccine-preventable diseases surveillance	0.8	0.8	0.8	-	-
Victorian cytology service	8.9	9.3	9.8	-	-
Total	88.8	72.6	55.1	23.2	17.1

National Partnership for the Canberra Hospital — dedicated paediatric emergency care

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	5.0	-	5.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the Canberra Hospital – dedicated paediatric emergency care* for the development of a dedicated service for children within the emergency department of the Canberra Hospital. This will help

streamline and better coordinate paediatric emergency and admitted patient services for approximately 15,000 children each year.

National Partnership on expansion of the BreastScreen Australia programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	3.9	2.8	2.9	1.1	1.1	0.3	0.2	0.1	12.4
2015-16	4.4	3.3	2.9	1.3	1.1	0.4	0.2	0.1	13.6
2016-17	5.1	3.9	3.3	1.5	1.3	0.4	0.2	0.1	15.8
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on expansion of the BreastScreen Australia programme* to improve the early detection of breast cancer by expanding the target age range of the BreastScreen Australia programme from women 50 to 69 years of age to women 50 to 74 years of age. This builds on the existing BreastScreen Australia programme, which commenced in 1991.

National Partnership on health care grants for the Torres Strait

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	4.5	-	-	-	-	-	4.5
2015-16	-	-	4.6	-	-	-	-	-	4.6
2016-17	-	-	4.7	-	-	-	-	-	4.7
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on health care grants for the Torres Strait*. Under this programme, the Commonwealth is providing funding to Queensland as a contribution towards the costs of treating visiting Papua New Guinean nationals.

National Partnership on Hummingbird House

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	1.5	-	-	-	-	-	1.5
2015-16	-	-	0.8	-	-	-	-	-	0.8
2016-17	-	-	0.8	-	-	-	-	-	0.8
2017-18	-	-	0.8	-	-	-	-	-	0.8
2018-19	-	-	0.8	-	-	-	-	-	0.8

The Commonwealth will provide funding for the *National Partnership on Hummingbird House* for the construction and operation of a dedicated respite and hospice care facility for children with life-limiting conditions, and their families and carers.

National Partnership on Improving Health Services in Tasmania

The Commonwealth is providing funding for a package of measures to address pressures on the Tasmanian health system and improve healthcare outcomes for Tasmanians.

Better access to community based palliative care services component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	1.7	-	-	1.7
2015-16	-	-	-	-	-	1.7	-	-	1.7
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to strengthen the capacity of the existing publicly-funded palliative care services and networks, and to improve access to multi-disciplinary community based palliative care services.

Cradle Coast Connected Care clinical repository component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	0.3	-	-	0.3
2015-16	-	-	-	-	-	0.3	-	-	0.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to support the continued operation of the Cradle Coast Connected Care clinical repository. The clinical repository stores advance care plans, which document a person's preferences about health, personal care and preferred health outcomes, and guide future decision making when that person cannot make or communicate decisions relating to their health needs.

Improving patient pathways through clinical and system redesign component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	5.3	-	-	5.3
2015-16	-	-	-	-	-	9.0	-	-	9.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to support clinical system redesign at the Royal Hobart Hospital and the Launceston General Hospital to alleviate pressure on emergency departments through innovative service delivery models such as emergency medical units.

Innovative flexible funding for mental health component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	1.0	-	-	1.0
2015-16	-	-	-	-	-	1.0	-	-	1.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for packages of care to support Tasmanians not served well by mainstream care approaches, including those affected by alcohol, drug, and other complex mental health issues.

The funding will be innovative and flexible to provide intensive, short-term support that is individualised, community based and recovery focused.

Reducing elective surgery waiting lists in Tasmania component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	19.3	-	-	19.3
2015-16	-	-	-	-	-	10.9	-	-	10.9
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to increase Tasmania's capacity to perform elective surgery procedures and increase efficiency and productivity through improved elective surgery management practices. This will ensure that patients receive their operations as a priority, subject to clinical need, and will support Tasmania in managing its elective surgery waiting list.

National Partnership on the National Bowel Cancer Screening Programme — participant follow-up function

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	0.6	0.5	0.3	0.2	0.1	0.1	0.1	1.9
2015-16	-	0.8	0.7	0.3	0.3	0.2	0.1	0.1	2.4
2016-17	1.5	1.1	0.9	0.5	0.3	0.2	0.2	0.1	4.7
2017-18	2.0	1.5	1.2	0.6	0.4	0.2	0.2	0.1	6.4
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the National Bowel Cancer Screening Programme – participant follow-up function*. This initiative funds the follow-up of participants who return a positive test result and are not recorded as having attended a consultation with a health professional. The programme will be expanded to provide access for all Australians aged 50 to 74 to biennial screening by 2019-20.

National Partnership on the National Perinatal Depression Initiative^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	2.4	2.0	1.6	1.0	0.6	0.3	0.2	0.3	8.3
2015-16	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2016-17	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Funding includes supplementation for the social and community services sector.

(b) Funding amounts for 2015-16 and 2016-17 are not published as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on the National Perinatal Depression Initiative*. The initiative aims to improve prevention and early

detection of antenatal and postnatal depression, and provide better support and treatment for expectant and new mothers experiencing depression.

National Partnership on OzFoodNet^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.3	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.7
2015-16	0.3	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.7
2016-17	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.1	1.7
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts for 2017-18 and 2018-19 are not published as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on OzFoodNet*. This is a collaborative initiative with state health authorities for enhanced foodborne disease surveillance. This initiative aims to provide a better understanding of the causes and incidence of foodborne disease in the community and to provide an evidence base for policy formulation.

OzFoodNet collaborates nationally to coordinate investigations into foodborne disease outbreaks, particularly those that cross state and country borders.

National Partnership on Royal Darwin Hospital — equipped, prepared and ready

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	15.3	15.3
2015-16	-	-	-	-	-	-	-	15.5	15.5
2016-17	-	-	-	-	-	-	-	15.7	15.7
2017-18	-	-	-	-	-	-	-	16.0	16.0
2018-19	-	-	-	-	-	-	-	16.3	16.3

The Commonwealth is providing funding for the *National Partnership on Royal Darwin Hospital – equipped, prepared and ready* to maintain the National Critical Care and Trauma Response Centre at Royal Darwin Hospital in a state of readiness to respond to major health incidents in the region.

A new spending measure associated with this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on the Torres Strait health protection strategy — mosquito control

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	1.0	-	-	-	-	-	1.0
2015-16	-	-	1.0	-	-	-	-	-	1.0
2016-17	-	-	1.0	-	-	-	-	-	1.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Torres Strait health protection strategy – mosquito control* to assist in mosquito detection and elimination. Funding also supports employment of a Torres Strait communication

officer to improve communication and coordination between Australia and Papua New Guinea to reduce the spread of communicable diseases in the Torres Strait.

National Partnership on vaccine-preventable diseases surveillance

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2015-16	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2016-17	0.2	0.2	0.2	0.1	0.1	..	..	..	0.8
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on vaccine-preventable diseases surveillance* to improve surveillance reporting of nationally notifiable vaccine-preventable diseases and allow national monitoring, analysis and timely reporting of data to provide an evidence base for policy formulation.

National Partnership for Victorian cytology service

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	8.9	-	-	-	-	-	-	8.9
2015-16	-	9.3	-	-	-	-	-	-	9.3
2016-17	-	9.8	-	-	-	-	-	-	9.8
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for Victorian cytology service* to support the early detection of pre-cancerous cervical conditions by processing pap smears undertaken by general practitioners and other health professionals.

Indigenous health

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory	10.0	-	-	-	-
Improving trachoma control services for Indigenous Australians	4.1	4.2	4.2	-	-
Indigenous early childhood development – antenatal and reproductive health	31.5	-	-	-	-
Northern Territory remote Aboriginal investment					
Health	-	5.6	5.9	6.2	6.4
Renal dialysis services in Central Australia	1.7	-	-	-	-
Rheumatic fever strategy	3.0	3.1	2.7	-	-
Stronger Futures in the Northern Territory					
Health	10.3	-	-	-	-
Torres Strait health protection strategy – Saibai Island health clinic	0.5	-	-	-	-
Total	61.0	12.9	12.9	6.2	6.4

National Partnership on accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	10.0	10.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on accommodation and infrastructure related to renal services for Aboriginal and Torres Strait Islander peoples in the Northern Territory* for the construction of accommodation facilities and renal infrastructure.

National Partnership on improving trachoma control services for Indigenous Australians

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.3	-	-	1.3	1.0	-	-	1.5	4.1
2015-16	0.3	-	-	1.4	1.0	-	-	1.6	4.2
2016-17	0.3	-	-	1.4	1.0	-	-	1.6	4.2
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on improving trachoma control services for Indigenous Australians* for the continuation of trachoma control activities in jurisdictions where trachoma, an infectious disease which can lead to blindness, is endemic.

National Partnership on Indigenous early childhood development — antenatal and reproductive health

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	8.3	1.5	8.0	6.1	1.7	1.1	0.3	4.4	31.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on Indigenous early childhood development — antenatal and reproductive health* to improve antenatal care, teenage sexual and reproductive health and pre-pregnancy care as well as building linkages with existing child and maternal health programmes to increase the uptake of these services.

National Partnership on Northern Territory remote Aboriginal investment

The Commonwealth will provide funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment in the Northern Territory to address Indigenous disadvantage.

Budget Paper No. 3

The National Partnership will support action in the Northern Territory to further the Commonwealth's priorities for Indigenous affairs: to get children to school, adults into jobs and make communities safer. This National Partnership simplifies and streamlines arrangements, and will decrease Commonwealth intervention in areas where the Northern Territory has primary responsibility.

This National Partnership is discussed further in the Affordable Housing, Community Services and Education sections of this Part.

Funding for this National Partnership is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Health component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	5.6	5.6
2016-17	-	-	-	-	-	-	-	5.9	5.9
2017-18	-	-	-	-	-	-	-	6.2	6.2
2018-19	-	-	-	-	-	-	-	6.4	6.4

The Commonwealth will provide funding to improve health and wellbeing by supplementing primary health care services in remote Northern Territory communities to position the Northern Territory for the long term sustainability of its services to Aboriginal people. This funding will include support for the provision of integrated oral and hearing health services to children in remote communities.

National Partnership on renal dialysis services in Central Australia

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	1.7	1.7
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on renal dialysis services in Central Australia* to contribute to the delivery of renal dialysis and support services in Central Australia. This funding will improve access to renal dialysis services targeted to Indigenous Australians.

National Partnership for the rheumatic fever strategy

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	0.9	0.9	0.4	-	-	0.9	3.0
2015-16	-	-	0.9	0.9	0.4	-	-	0.9	3.1
2016-17	-	-	0.9	0.9	-	-	-	0.9	2.7
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the rheumatic fever strategy* to support register and control programmes for acute rheumatic fever and rheumatic heart disease in Indigenous children.

National Partnership on Stronger Futures in the Northern Territory

The Commonwealth is providing funding for the *National Partnership on Stronger Futures in the Northern Territory*.

This National Partnership is discussed further in the Affordable Housing, Community Services and Education sections of this Part.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*. Part of this measure involves the replacement of the *National Partnership on Stronger Futures in the Northern Territory* with the *National Partnership on Northern Territory remote Aboriginal investment* from 2015-16.

Health components

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	10.3	10.3
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for oral and hearing health programmes for Indigenous children. The Commonwealth is also providing funding for the Mobile Outreach Plus programme, to ensure that children and their families living in remote communities who are affected by trauma associated with child abuse and neglect are provided with counselling and support.

National Partnership on the Torres Strait health protection strategy — Saibai Island health clinic

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	0.5	-	-	-	-	-	0.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Torres Strait health protection strategy — Saibai Island health clinic* to provide additional staff for the treatment of communicable diseases at the health care clinic on Saibai Island, and development and implementation of a culturally appropriate sexual health education campaign for people in the Torres Strait.

Other Health National Partnership payments

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Treating more public dental patients	135.8	-	-	-	-
Adult public dental services	-	155.0	nfp	nfp	nfp
Essential vaccines	211.1	138.8	143.3	146.3	148.1
Improving Public Hospital Services					
National elective surgery target – reward funding	14.5	-	-	-	-
National emergency access target – reward funding	45.2	-	-	-	-
National Coronial Information System	0.4	-	-	-	-
Supporting National Mental Health Reform	51.6	45.3	-	-	-
Total	458.6	339.1	143.3	146.3	148.1

National Partnership on treating more public dental patients

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	38.5	31.9	23.4	23.1	9.6	4.3	1.9	3.0	135.8
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on treating more public dental patients* to assist the states to provide treatment for up to 400,000 people on public dental waiting lists, with a particular focus on Indigenous patients, high risk patients and those from rural areas.

National Partnership on adult public dental services^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	49.9	38.5	30.3	13.0	12.5	5.5	2.4	2.9	155.0
2016-17	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) State allocations for 2015-16 are indicative and subject to negotiations.

(b) Funding amounts from 2016-17 onwards are not published as negotiations are yet to be finalised.

The Commonwealth will provide funding for the *National Partnership on adult public dental services* to support the provision of dental services to adults who rely on the public dental system.

The Commonwealth will consult with the states on future funding arrangements for the provision of dental services. Funding arrangements beyond 2015-16 are subject to negotiations with the states.

The measure taken in the 2015-16 Budget as part of this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on essential vaccines

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	65.8	50.1	45.7	24.2	14.1	4.3	3.5	3.5	211.1
2015-16	43.2	33.1	29.6	16.3	9.0	2.7	2.3	2.5	138.8
2016-17	44.3	34.1	30.8	17.1	9.2	2.8	2.4	2.6	143.3
2017-18	45.0	34.8	31.5	17.7	9.3	2.8	2.5	2.7	146.3
2018-19	45.3	35.2	32.0	18.2	9.4	2.9	2.5	2.7	148.1

The Commonwealth is providing funding for the *National Partnership on essential vaccines* to improve the health of Australians through the cost-effective delivery of immunisation programmes under the National Immunisation Programme. This National Partnership provides funding to the states for the purchase of essential vaccines, which have not yet transitioned to centralised purchasing arrangements, for all eligible individuals under the National Immunisation Programme. Over \$400 million of funding has transferred to Commonwealth centralised purchasing arrangements since the *Mid-Year Economic and Fiscal Outlook 2014-15*.

New spending measures associated with the *National Partnership on essential vaccines* are discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on Improving Public Hospital Services

Two payments were provided under the *National Partnership on Improving Public Hospital Services*.

The Commonwealth provided funding aimed at improving public patient access to elective surgery and emergency department treatment by improving efficiency and capacity in public hospitals.

National elective surgery target component — reward funding

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	8.5	-	-	0.9	4.1	-	0.7	0.2	14.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth has provided reward funding to jurisdictions based on their achievement against the national elective surgery target. The target aimed to improve the number of patients treated within the clinically recommended time across all urgency categories.

National emergency access target component — reward funding

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	28.6	-	16.7	-	-	-	-	-	45.2
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

Budget Paper No. 3

The Commonwealth has provided reward funding to jurisdictions based on their achievement against the national emergency access target. The target aimed to improve the percentage of patients that present to a public hospital emergency department and are admitted to hospital, referred to another hospital for treatment, or discharged, within four hours.

National Partnership on the National Coronial Information System

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	0.4	-	-	-	-	-	-	0.4
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the National Coronial Information System*. This National Partnership supported the administration, maintenance and improvement of Australia's national database of coronial data.

National Partnership on supporting National Mental Health Reform

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	13.6	9.5	15.6	6.4	3.4	1.6	0.6	0.9	51.6
2015-16	13.6	7.6	10.4	7.0	3.4	1.7	0.6	0.9	45.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on supporting National Mental Health Reform* to deliver improved health, social, economic and housing outcomes for people with severe and persistent mental illness by addressing service gaps and preventing ongoing cycling through state mental health systems.

EDUCATION

In 2015-16, the Commonwealth will provide funding of \$16.4 billion to support state education services, including \$15.7 billion in Students First funding and \$622.6 million through National Partnership payments, as detailed in Table 2.5.

Table 2.5: Payments to support state education services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
Students First funding	14,663.9	15,742.9	17,011.9	18,030.6	18,760.1
National Partnership payments					
Independent Public Schools initiative	26.2	19.9	19.9	-	-
MoneySmart Teaching	1.0	1.1	1.3	nfp	nfp
More support for students with disabilities	57.7	-	-	-	-
National quality agenda for early childhood education and care	28.6	19.1	21.6	20.3	nfp
National School Chaplaincy Programme	60.6	60.6	60.6	60.6	-
National School for Travelling Show Children	0.1	0.1	-	-	-
Northern Territory remote Aboriginal investment(a)					
Children and schooling component	-	51.2	46.1	46.6	39.6
Online safety programmes in schools	-	2.5	2.5	2.5	-
School Pathways Programme	1.3	-	-	-	-
Schools Security Programme	5.7	8.2	3.2	-	-
Stronger Futures in the Northern Territory(a)					
Schooling components	50.1	-	-	-	-
Trade training centres in schools	115.6	52.2	-	-	-
Universal access to early childhood education	439.4	407.7	418.0	297.5	-
Total	15,450.2	16,365.5	17,585.1	18,458.1	18,799.7
<i>Memorandum item – payments for non-government schools included in payments above</i>					
Students First funding	9,416.7	9,996.8	10,652.9	11,178.7	11,620.0
National Partnership payments					
More support for students with disabilities	11.4	-	-	-	-
Online safety programmes in schools	-	0.7	0.7	0.7	-
Schools Security Programme	4.7	7.2	3.2	-	-
Trade training centres in schools	45.6	1.0	-	-	-
Total	9,478.4	10,005.8	10,656.9	11,179.4	11,620.0

(a) Includes government and non-government schools; however, payments to non-government schools are not shown in the Memorandum item.

Students First funding

The Commonwealth's Students First policy aims to improve the education outcomes of Australian students and their schools. The Commonwealth will work with the states, the non-government schools sector, teachers and parents to focus on:

- teacher quality;
- school autonomy;

- engaging parents in education; and
- strengthening the curriculum.

In 2015-16, the Commonwealth will provide \$15.7 billion in Students First funding to government and non-government schools in all states. This includes recurrent funding, capital funding, special circumstances funding for non-government schools, funding for non-government representative bodies, and other prescribed purpose funding.

Students First funding

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
Government schools	1,615.3	1,235.8	1,134.6	515.0	375.2	155.7	78.0	137.5	5,247.2
Non-government schools(a)(b)(c)(d)	2,923.9	2,434.3	1,905.4	958.9	700.1	194.4	175.4	122.9	9,416.7
Total	4,539.2	3,670.1	3,040.0	1,473.9	1,075.3	350.1	253.4	260.4	14,663.9
2015-16									
Government schools	1,752.6	1,349.2	1,285.5	560.2	399.6	165.4	82.4	151.1	5,746.1
Non-government schools(a)(b)(c)(d)	3,073.0	2,582.9	2,043.9	1,030.8	741.0	204.8	186.0	132.9	9,996.8
Total	4,825.6	3,932.2	3,329.5	1,591.0	1,140.6	370.3	268.4	283.9	15,742.9
2016-17									
Government schools	1,984.4	1,459.1	1,454.4	603.8	424.2	178.4	88.0	166.6	6,358.9
Non-government schools(a)(b)(c)(d)	3,265.6	2,767.4	2,173.3	1,098.6	787.6	218.4	197.7	142.9	10,652.9
Total	5,250.0	4,226.5	3,627.7	1,702.4	1,211.7	396.8	285.7	309.5	17,011.9
2017-18(e)									
Government schools	2,135.0	1,552.0	1,532.6	744.4	460.7	179.5	94.0	153.7	6,851.9
Non-government schools(a)(b)	3,417.4	2,920.3	2,275.3	1,155.2	826.3	227.2	204.6	150.8	11,178.7
Total	5,552.3	4,472.3	3,808.0	1,899.6	1,287.0	406.7	298.6	304.5	18,030.6
2018-19(e)									
Government schools	2,175.0	1,623.6	1,554.1	884.1	493.0	175.9	99.7	134.7	7,140.1
Non-government schools(a)(b)	3,529.8	3,051.8	2,361.6	1,208.7	862.6	232.8	213.8	157.4	11,620.0
Total	5,704.9	4,675.4	3,915.7	2,092.8	1,355.5	408.7	313.5	292.1	18,760.1

(a) Includes capital funding.

(b) Includes special circumstances funding. As state allocations cannot be determined, this funding is included in the total for each year only. As such, the total for each year does not equal the sum of state totals.

(c) Includes funding for non-government representative bodies.

(d) Includes other prescribed purpose funding.

(e) State allocations from the 2018 school year onwards are indicative only and final allocations are subject to formal negotiations between the Commonwealth, the states and the non-government sector.

From 2018, the Commonwealth will continue to provide per student funding, noting that final allocations from the 2018 school year onwards are subject to formal negotiations between the Commonwealth, the states and the non-government sector.

National Partnership payments for education

In addition to Students First funding, the Commonwealth will provide funding for state education services through National Partnerships, as detailed below.

National Partnership on the Independent Public Schools initiative

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	9.8	4.5	5.5	3.5	1.6	0.6	0.3	0.5	26.2
2015-16	6.5	4.5	3.7	2.3	1.6	0.6	0.3	0.5	19.9
2016-17	6.5	4.5	3.7	2.3	1.6	0.6	0.3	0.5	19.9
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Independent Public Schools initiative*. The initiative will support increased autonomy in government schools across Australia, by encouraging greater engagement of parents and local communities in school decision making, and by providing professional development for principals, school leaders and school communities.

National Partnership on MoneySmart Teaching^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.2	0.2	0.2	0.1	0.1	-	-	0.1	1.0
2015-16	0.3	0.3	0.2	0.1	0.1	-	-	0.1	1.1
2016-17	0.3	0.3	0.2	0.2	0.2	-	-	0.1	1.3
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published for 2017-18 and 2018-19 as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on MoneySmart Teaching*. This National Partnership supports the delivery of professional learning to teachers in primary and secondary schools and the development of teacher support materials, to improve financial literacy in schools.

National Partnership on more support for students with disabilities^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	18.4	14.0	12.1	5.9	4.3	1.4	1.0	0.7	57.7
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

The Commonwealth is providing funding for the *National Partnership on more support for students with disabilities*. This National Partnership supports the education of students with disabilities and recognises the importance of increasing the skills and quality of classroom teachers and enabling a more inclusive culture in schools. State education authorities can direct funding to a series of activities which they consider would best meet the needs of students with disabilities, their teachers and their schools.

National Partnership on the national quality agenda for early childhood education and care^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	12.7	6.9	2.2	1.3	3.4	0.4	0.3	1.3	28.6
2015-16	~	~	~	~	~	~	~	~	19.1
2016-17	~	~	~	~	~	~	~	~	21.6
2017-18	~	~	~	~	~	~	~	~	20.3
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) State allocations for 2015-16 to 2017-18 have not yet been determined.

(b) Funding amounts are not published for 2018-19 as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on the national quality agenda for early childhood education and care*. This National Partnership supports the maintenance of an integrated and unified national regulatory system for early childhood education and care services, as well as outside school hours care services.

A new spending measure associated with the *National Partnership on the national quality agenda for early childhood education and care* is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on the National School Chaplaincy Programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2015-16	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2016-17	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2017-18	11.1	12.6	18.1	7.6	7.5	2.2	1.0	0.5	60.6
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the National School Chaplaincy Programme*. The National School Chaplaincy Programme supports the emotional wellbeing of students through the provision of pastoral care services in participating schools.

National Partnership on the National School for Travelling Show Children

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.1	-	-	-	-	-	-	-	0.1
2015-16	0.1	-	-	-	-	-	-	-	0.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on the National School for Travelling Show Children*. This will support the provision of on-site supervision services for students of the National School for Travelling Show Children, who receive educational instruction from the Dubbo School of Distance Education.

National Partnership on Northern Territory remote Aboriginal investment

The Commonwealth will provide funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment in the Northern Territory to address Indigenous disadvantage.

The National Partnership will support action in the Northern Territory to further the Commonwealth's priorities for Indigenous affairs: to get children to school, adults into jobs and make communities safer. The National Partnership will simplify and streamline arrangements, and decrease Commonwealth intervention in areas where the Northern Territory has primary responsibility.

This National Partnership is discussed further in the Affordable Housing, Community Services and Health sections of this Part.

Funding for this National Partnership is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Children and schooling component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	51.2	51.2
2016-17	-	-	-	-	-	-	-	46.1	46.1
2017-18	-	-	-	-	-	-	-	46.6	46.6
2018-19	-	-	-	-	-	-	-	39.6	39.6

The Commonwealth will provide funding to improve school readiness and the literacy and numeracy of remote and very remote Indigenous students in the Northern Territory. The funding aims to improve the attendance, engagement and educational achievement of Indigenous students.

National Partnership on online safety programmes in schools^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	~	~	~	~	~	~	~	~	2.5
2016-17	~	~	~	~	~	~	~	~	2.5
2017-18	~	~	~	~	~	~	~	~	2.5
2018-19	-	-	-	-	-	-	-	-	-

(a) State allocations for 2015-16 to 2017-18 have not yet been determined.

(b) Includes government and non-government schools.

The Commonwealth will provide funding for the *National Partnership on online safety programmes in schools*. This will support the delivery of online safety programmes in schools from providers that have been certified by the Children's e-Safety Commissioner.

National Partnership on the School Pathways Programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	0.5	0.7	-	-	-	1.3
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the School Pathways Programme* to encourage the ongoing skilling of the defence industry. The Programme focuses on showcasing potential career paths and increasing the number of students undertaking science, technology, engineering and mathematics subjects relevant to the defence industry. The Programme is also increasing employer awareness of the options for, along with the benefits of, recruiting young people with sought-after qualifications, skills and attributes into the defence industry.

National Partnership on the Schools Security Programme^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	2.9	1.7	0.3	0.5	0.1	-	..	0.1	5.7
2015-16	4.4	2.4	0.3	0.8	0.2	-	..	0.1	8.2
2016-17	1.4	1.3	-	0.4	0.1	-	-	-	3.2
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

The Commonwealth is providing funding for the *National Partnership on the Schools Security Programme*. This National Partnership assists schools that face a special risk of attack, harassment or violence stemming from racial or religious intolerance, to meet the costs of security guards and/or security infrastructure such as fencing, lighting and CCTV cameras.

National Partnership on Stronger Futures in the Northern Territory

The Commonwealth is providing funding for the *National Partnership on Stronger Futures in the Northern Territory*.

This National Partnership is discussed further in the Affordable Housing, Community Services and Health sections of this Part.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*. Part of this measure involves the replacement of the *National Partnership on Stronger Futures in the Northern Territory* with the *National Partnership on Northern Territory remote Aboriginal investment* from 2015-16.

Schooling components

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	50.1	50.1
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the Building a Quality School Workforce initiative and for the expansion of the school enrolment and attendance measure. This funding supports the improvement of schooling outcomes for children in the Northern Territory by providing funding for additional teachers, enhancing the capability of the existing education workforce, and providing for teacher housing in remote communities.

National Partnership on trade training centres in schools^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	37.3	30.9	16.4	8.9	6.2	1.8	4.1	10.0	115.6
2015-16	6.2	15.1	14.2	7.7	-	-	0.7	8.3	52.2
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Includes government and non-government schools.

The Commonwealth is providing funding for the *National Partnership on trade training centres in schools*. This National Partnership was established to fund the creation, upgrade and refurbishment of trade training centres and trades skill centres, and to purchase industry standard equipment. The infrastructure funded under the programme will be used to deliver nationally-recognised training qualifications to secondary school students.

National Partnership on universal access to early childhood education

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	193.7	85.9	74.9	38.8	23.9	7.9	7.0	7.5	439.4
2015-16	130.5	98.4	86.0	45.1	27.1	8.7	6.8	5.0	407.7
2016-17	133.9	101.6	87.5	46.6	27.6	8.6	7.2	5.1	418.0
2017-18	95.3	72.3	62.3	33.2	19.6	6.1	5.1	3.6	297.5
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on universal access to early childhood education*. This National Partnership was established to provide affordable, quality early childhood education programmes for all children in the year before full-time school for 15 hours per week or 600 hours per year.

A new spending measure associated with the *National Partnership on universal access to early childhood education* is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

SKILLS AND WORKFORCE DEVELOPMENT

In 2015-16, the Commonwealth will provide funding of \$1.8 billion to support state skills and workforce development services, including \$1.5 billion through the National Skills and Workforce Development SPP and \$377.4 million through National Partnership payments, as detailed in Table 2.6.

Table 2.6: Payments to support state skills and workforce development services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Skills and Workforce Development SPP	1,435.2	1,455.5	1,479.6	1,504.2	1,529.2
National Partnership payments					
Building Australia's Future Workforce — skills reform	377.2	377.4	516.3	-	-
Industry and Indigenous Skills Centres	0.1	-	-	-	-
Joint group training programme	11.5	-	-	-	-
TAFE fee waivers for childcare qualifications	10.7	-	-	-	-
Total	1,834.7	1,832.9	1,996.0	1,504.2	1,529.2

National Agreement for Skills and Workforce Development

The *National Agreement for Skills and Workforce Development* identifies the long-term objectives of the Commonwealth and the states in the areas of skills and workforce development, and recognises the interest of all governments in ensuring the skills of the Australian people are developed and utilised in the economy.

The Agreement seeks to deliver a vocational education and training (VET) system with improved quality and greater transparency for students, employers and governments, greater access to training opportunities, improved outcomes for disadvantaged students, and greater efficiency.

The reforms needed to achieve the objectives and outcomes of this Agreement include reforming training to achieve a more demand-driven and client-focused system, and driving the next wave of innovation and productivity.

National Skills and Workforce Development SPP

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	459.2	357.2	288.5	157.9	102.6	31.2	23.5	15.0	1,435.2
2015-16	464.1	362.6	292.9	162.3	103.2	31.2	23.9	15.2	1,455.5
2016-17	470.3	369.0	298.0	167.2	104.1	31.3	24.2	15.5	1,479.6
2017-18	476.5	375.4	303.2	172.2	105.1	31.4	24.6	15.8	1,504.2
2018-19	482.9	382.0	308.5	177.2	106.0	31.4	25.0	16.1	1,529.2

The National Skills and Workforce Development SPP is the funding associated with the *National Agreement for Skills and Workforce Development* and is provided to work towards increasing the skill levels of all Australians.

Growth factor

The Intergovernmental Agreement defines the growth factor for the National Skills and Workforce Development SPP as:

- $(0.85 \times \text{Wage Cost Index 1}) + (0.15 \times \text{Wage Cost Index 6})$

The growth factor is currently estimated to be 1.42 per cent in 2015-16.

National Partnership payments for skills and workforce development

In addition to the National Skills and Workforce Development SPP, the Commonwealth will provide funding through National Partnerships as detailed below.

Building Australia's Future Workforce — National Partnership on skills reform

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	121.2	93.9	77.0	39.3	27.4	8.4	6.0	3.9	377.2
2015-16	121.3	93.9	77.1	39.4	27.4	8.4	6.1	3.9	377.4
2016-17	165.9	128.5	105.4	53.8	37.5	11.6	8.3	5.3	516.3
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for *Building Australia's Future Workforce — National Partnership on skills reform*, to progress reforms of the VET sector. The agreed reforms aim to create:

- accessible training for working-age Australians and, in particular, a more equitable training system, which provides greater opportunities for participation in education and training;
- a transparent VET sector, which enables better understanding of the VET activity that is occurring in each jurisdiction;
- a higher quality VET sector, which delivers learning experiences and qualifications that are relevant to individuals, employers and industry; and
- a more efficient VET sector, which is responsive to the needs of students, employers and industry.

National Partnership on Industry and Indigenous Skills Centres

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	0.1	-	-	0.1
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on Industry and Indigenous Skills Centres* to assist industry and/or Indigenous community organisations to purchase, construct, fit out or refurbish capital infrastructure intended for the delivery of VET.

National Partnership on the joint group training programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	5.6	2.5	2.1	0.9	-	0.2	0.2	11.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the joint group training programme*. This National Partnership supports group training organisations to deliver strategies and initiatives to improve Australian apprenticeship commencements and completions.

National Partnership on TAFE fee waivers for childcare qualifications

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	2.1	2.6	2.8	1.1	1.8	0.3	0.1	..	10.7
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on TAFE fee waivers for childcare qualifications*. This National Partnership removes fees for the Diploma and Advanced Diploma of Children's Services courses delivered at TAFE institutions, or by other government VET providers for training undertaken up to December 2014.

COMMUNITY SERVICES

In 2015-16, the Commonwealth will provide funding of \$2.5 billion to support state community services, including \$1.4 billion through the National Disability SPP and \$1.1 billion through National Partnership payments, as detailed in Table 2.7.

Table 2.7: Payments to support state community services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Disability SPP	1,393.7	1,442.2	1,493.2	1,551.8	1,616.7
Changed roles and responsibilities – adjustment to achieve budget neutrality(a)	nfp	nfp	nfp	nfp	nfp
National Partnership payments					
Transitioning responsibilities for aged care and disability services –					
Specialist disability services(a)	nfp	nfp	nfp	nfp	nfp
Assisting preparation towards the trial of the National Disability Insurance Scheme	4.3	0.6	-	-	-
Home and Community Care(a)	586.4	617.2	nfp	nfp	nfp
Municipal and essential services transition fund	130.9	-	-	-	-
National Occasional Care Programme	2.0	2.0	2.1	2.1	-
Northern Territory remote Aboriginal investment					
Community safety	-	71.8	66.7	57.7	51.4
Municipal and essential services	-	154.8	-	-	-
Pay equity for the social and community services sector	135.1	107.7	158.4	197.7	240.6
Payments from the DisabilityCare Australia Fund	-	68.2	186.3	321.2	1,813.2
Stronger Futures in the Northern Territory					
Community services	79.6	-	-	-	-
Trial of My Way sites	12.5	46.3	-	-	-
Total	2,344.5	2,510.9	1,906.6	2,130.5	3,721.8

(a) Where applicable, funding amounts are not published as negotiations are yet to be finalised.

National Disability Agreement

The *National Disability Agreement* commits the Commonwealth and the states to strive, through the provision of disability support services, to help people with disabilities and their carers achieve an enhanced quality of life and participate as valued members of the community.

To meet these objectives, governments have agreed to reform their services, including to:

- improve the provision of services and opportunities to enhance the capacity of people with disability;

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- ensure that services are person-centred and provide timely access to the necessary support needs;
- identify, plan and respond to the development and support needs of people with disability at an early stage and at key life transition points; and
- support the role of carers and families, including through strengthening their informal support networks.

National Disability SPP

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	445.9	346.9	280.2	153.4	99.6	30.3	22.9	14.5	1,393.7
2015-16	459.9	359.3	290.2	160.8	102.3	31.0	23.6	15.1	1,442.2
2016-17	474.6	372.3	300.7	168.7	105.1	31.6	24.5	15.7	1,493.2
2017-18	491.6	387.3	312.8	177.6	108.4	32.4	25.4	16.3	1,551.8
2018-19	510.5	403.8	326.2	187.4	112.1	33.2	26.4	17.0	1,616.7

The National Disability SPP is the funding associated with the *National Disability Agreement*. The Commonwealth is providing funding to the states under this National SPP to support disability services.

Growth factor

The Intergovernmental Agreement defines the growth factor for the National Disability SPP as the rolling five year average of year-on-year growth in nominal Gross Domestic Product.

For the purpose of calculating indexation, the Disabilities Assistance Package forms part of the base to calculate funding for 2012-13 onwards.

The growth factor for the National Disability SPP is currently estimated to be 3.50 per cent in 2015-16.

Changed roles and responsibilities — adjustment to achieve budget neutrality^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2015-16	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2016-17	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2017-18	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published as negotiations are yet to be finalised.

Under the *National Partnership on transitioning responsibilities for aged care and disability services*, the Commonwealth makes an adjustment to ensure the budget neutrality of changes to Commonwealth and state roles and responsibilities for aged care and disability services as part of the National Health Reform arrangements.

National Partnership payments for community services

In addition to the National Disability SPP, the Commonwealth will provide funding through National Partnerships as detailed below.

National Partnership on transitioning responsibilities for aged care and disability services

The *National Partnership on transitioning responsibilities for aged care and disability services* implements changes to the roles and responsibilities associated with the Commonwealth taking full funding, policy and operational responsibility for basic community care services for people aged 65 years and over (50 years and over for Indigenous Australians), as well as funding responsibility for specialist disability services to people aged 65 years and over (50 years and over for Indigenous Australians).

Specialist disability services^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2015-16	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2016-17	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2017-18	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	-	nfp	-	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published as negotiations are yet to be finalised.

The Commonwealth is providing funding for specialist disability services for people aged 65 years and over (50 years and over for Indigenous Australians), in participating states.

Victoria has agreed to transition responsibilities for aged care and disability services. Discussions between Western Australia and the Commonwealth are ongoing.

National Partnership on assisting preparation towards the trial of the National Disability Insurance Scheme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	0.6	3.7	-	4.3
2015-16	-	-	-	-	-	0.6	-	-	0.6
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on assisting preparation towards the trial of the National Disability Insurance Scheme*. In recognition of the unique circumstances in these states, the funding is assisting the Australian Capital Territory and Tasmania in the transition to the new operating environment under the National Disability Insurance Scheme (NDIS) and supported the Australian Capital Territory to expand services ahead of the trial of the NDIS.

National Partnership on Home and Community Care^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	410.5	-	175.9	-	-	-	-	586.4
2015-16	-	432.0	-	185.2	-	-	-	-	617.2
2016-17	-	nfp	-	nfp	-	-	-	-	nfp
2017-18	-	nfp	-	nfp	-	-	-	-	nfp
2018-19	-	nfp	-	nfp	-	-	-	-	nfp

(a) Funding for 2016-17 onwards is provisioned for in the Contingency Reserve subject to negotiations.

(b) Funding for Western Australia in 2015-16 includes \$4.1 million of total funding which relates to the trial of My Way sites.

The Commonwealth is currently providing funding to Victoria and Western Australia to continue the joint Commonwealth-state *Home and Community Care* programme. This programme provides funding for basic community care services that support older people, younger people with a disability and their carers to remain living in their own home and communities.

The Commonwealth and Victoria are working on transitioning Home and Community Care responsibilities for older people to the Commonwealth. Discussions between Western Australia and the Commonwealth are ongoing.

National Partnership on the municipal and essential services transition fund

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	12.5	-	90.0	15.0	13.4	-	-	130.9
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the municipal and essential services transition fund*. This National Partnership assists the states to take on responsibility for municipal and essential services in remote Indigenous communities.

A new spending measure associated with this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on the National Occasional Care Programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	1.1	-	0.5	0.3	-	-	-	2.0
2015-16	-	1.2	-	0.5	0.3	-	-	-	2.0
2016-17	-	1.2	-	0.5	0.3	-	-	-	2.1
2017-18	-	1.2	-	0.6	0.3	-	-	-	2.1
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on the National Occasional Care Programme*. This National Partnership will support non-Child Care Benefit approved child care service providers, particularly in rural, regional and remote areas.

National Partnership on Northern Territory remote Aboriginal investment

The Commonwealth will provide funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment in the Northern Territory to address Indigenous disadvantage.

The National Partnership will support action in the Northern Territory to further the Commonwealth's priorities for Indigenous affairs: to get children to school, adults into jobs and make communities safer. The National Partnership simplifies and streamlines arrangements, and will decrease Commonwealth intervention in areas where the Northern Territory has primary responsibility.

This National Partnership is discussed further in the Affordable Housing, Education, and Health sections of this Part.

Funding for this National Partnership is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Community safety component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	71.8	71.8
2016-17	-	-	-	-	-	-	-	66.7	66.7
2017-18	-	-	-	-	-	-	-	57.7	57.7
2018-19	-	-	-	-	-	-	-	51.4	51.4

The Commonwealth will provide funding to the Northern Territory to support delivery of services and initiatives to make communities safer, including those that improve child safety and combat alcohol abuse. This funding will also improve the safety of individuals, families and communities and provide communities with increased capacity to take more responsibility for their safety.

Municipal and essential services component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	154.8	154.8
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding to assist the Northern Territory to take responsibility for the ongoing delivery of municipal and essential services in Indigenous communities.

National Partnership on pay equity for the social and community services sector^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	12.1	23.9	63.6	21.9	7.0	3.2	2.1	1.2	135.1
2015-16	17.6	28.5	34.2	16.0	5.9	2.7	1.9	1.0	107.7
2016-17	25.6	46.8	42.3	25.3	9.9	4.3	2.6	1.7	158.4
2017-18	32.5	59.9	49.3	32.6	12.6	5.4	3.3	2.1	197.7
2018-19	39.9	74.3	56.8	40.8	15.5	6.6	4.1	2.6	240.6

(a) Funding includes supplementation for the Western Australian Industrial Relations Commission decision of 29 August 2013.

The Commonwealth is providing funding for the *National Partnership on pay equity for the social and community services sector*. This National Partnership funds the Commonwealth's share of the wage increases arising from Fair Work Australia's decision on 1 February 2012 to grant an Equal Remuneration Order in the Social and Community Services sector.

The Commonwealth's commitment includes providing funding for its share of the wage increases for in-scope programmes funded through existing National SPPs and National Partnership agreements.

National Partnership on payments from the DisabilityCare Australia Fund^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	27.5	21.3	-	nfp	6.3	2.0	1.4	0.8	68.2
2016-17	56.9	44.0	35.6	nfp	13.1	4.1	12.5	1.8	186.3
2017-18	156.4	45.6	36.9	nfp	13.6	4.2	43.8	1.8	321.2
2018-19	1,182.5	129.7	118.7	nfp	295.2	12.0	15.7	5.2	1,813.2

(a) As Western Australia has not yet agreed to full implementation of the NDIS, funding is not published. A funding allocation of \$8.9 million for 2015-16, \$18.4 million for 2016-17, \$19.0 million for 2017-18 and \$54.2 million for 2018-19 is set aside should Western Australia agree to the offer.

The Commonwealth is working with the states on finalising arrangements for the transition to full scheme NDIS by 1 July 2019. The Commonwealth will provide funding through the *National Partnership on payments from the DisabilityCare Australia Fund*.

The Commonwealth will assist the states with their contribution to the NDIS for 10 years by allocating some of the payments going into the DisabilityCare Australia Fund, which came into effect on 1 July 2014. The annual amount flowing into the Fund to be set aside for the states will be \$854 million in 2015-16, which will grow in future years by 3.5 per cent per year.

The states will be able to draw down from the Fund when they meet key conditions such as agreement to fully roll out the NDIS and milestones relating to the participation of people with significant and permanent disability in the scheme.

National Partnership on Stronger Futures in the Northern Territory

The Commonwealth is providing funding for the *National Partnership on Stronger Futures in the Northern Territory*.

This National Partnership is discussed further in the Affordable Housing, Education, and Health sections of this Part.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*. Part of this measure involves the replacement of the *National Partnership on Stronger Futures in the Northern Territory* with the *National Partnership on Northern Territory remote Aboriginal investment* from 2015-16.

Community services components

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	79.6	79.6
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is funding social services for Indigenous children, families and individuals. This includes services to increase the safety and wellbeing of Indigenous children, youth and families, tackle alcohol abuse, and improve policing and legal assistance services, including specific services to Alice Springs town camps and municipal and essential services to outstations and homelands.

National Partnership on trial of My Way sites

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	12.5	-	-	-	-	12.5
2015-16	-	-	-	46.3	-	-	-	-	46.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on trial of My Way sites*. This National Partnership assists Western Australia with the trial of *My Way* in the Lower South West region from 1 July 2014 and the Cockburn/Kwinana region from 1 July 2015.

The *My Way* sites run in parallel with the NDIS trial site in the Perth Hills region for two years from 1 July 2014. Together, the trials in Western Australian will provide support to around 8,400 eligible participants. The trials seek to inform the delivery of disability reform by evaluating the merits of the *My Way* and NDIS trial sites during the trial period.

A new spending measure associated with this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

AFFORDABLE HOUSING

In 2015-16, the Commonwealth will provide funding of \$1.9 billion to support state affordable housing services, including \$1.3 billion through the National Affordable Housing SPP and \$534.1 million through National Partnerships, as detailed in Table 2.8.

Table 2.8: Payments to support state affordable housing services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Affordable Housing SPP	1,305.8	1,324.1	1,345.2	1,366.8	1,388.6
National Partnership payments					
First Home Owners Boost	-0.6	-	-	-	-
Homelessness	126.7	115.0	115.0	-	-
Northern Territory remote Aboriginal investment					
Remote Australia strategies	-	56.0	49.7	50.9	3.6
Remote Indigenous housing	485.6	363.1	406.5	361.9	-
Stronger Futures in the Northern Territory Housing	55.9	-	-	-	-
Total	1,973.3	1,858.1	1,916.5	1,779.5	1,392.2

National Affordable Housing Agreement

The *National Affordable Housing Agreement* commits the Commonwealth and the states to the objective that all Australians have access to affordable, safe and sustainable housing which will assist them to participate in the labour force and, more broadly, in the community.

The Commonwealth and the states committed to reforms that will enhance housing programmes and services, including by improving:

- the integration of homelessness services and other mainstream services, such as employment services;
- the operational efficiency of public housing and the employment outcomes of public housing tenants; and
- the efficiency in the supply of housing through planning reforms.

National Affordable Housing SPP

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	417.8	325.0	262.5	143.7	93.3	28.4	21.4	13.6	1,305.8
2015-16	422.2	329.9	266.4	147.6	93.9	28.4	21.7	13.8	1,324.1
2016-17	427.6	335.4	271.0	152.0	94.7	28.5	22.0	14.1	1,345.2
2017-18	433.0	341.1	275.5	156.4	95.5	28.5	22.4	14.4	1,366.8
2018-19	438.5	346.8	280.2	160.9	96.3	28.6	22.7	14.6	1,388.6

The National Affordable Housing SPP is the funding associated with the *National Affordable Housing Agreement*. The Commonwealth is providing a financial contribution to support services in the housing sector.

This funding is being used to support a range of measures including social housing, assistance to people in the private rental market, support and accommodation for people who are homeless or at risk of homelessness, and home purchase assistance.

Growth factor

The Intergovernmental Agreement defines the agreed growth factor for the National Affordable Housing SPP. The growth factor is the wage cost index 1, comprising a safety net wage adjustment weighted by 75 per cent and the all groups Consumer Price Index weighted by 25 per cent.

The growth factor for the National Affordable Housing SPP is currently estimated to be 1.40 per cent in 2015-16.

National Partnership payments for affordable housing

In addition to the National Affordable Housing SPP funding, the Commonwealth will provide a total of \$534.1 million in 2015-16 through National Partnerships to support state affordable housing services. Further details on these National Partnerships are provided below.

National Partnership on the First Home Owners Boost

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	..	-0.4	..	..	-0.2	..	..	-	-0.6
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth introduced the First Home Owners Boost to stimulate housing activity, support the construction industry and assist first home buyers to enter the housing market. The availability of the First Home Owners Boost ceased in December 2009.

The continuation of the First Home Owners Boost payment in 2014-15 reflects extensions granted to applicants in exceptional circumstances by the states and territories. Negative expenditure for some states reflects an estimate of funds recovered from applicants later found to be ineligible; these funds were returned to the Commonwealth.

National Partnership on homelessness^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	35.7	22.8	34.1	15.0	8.9	3.4	1.5	5.3	126.7
2015-16	30.0	22.8	28.7	15.0	8.9	2.8	1.5	5.3	115.0
2016-17	30.0	22.8	28.7	15.0	8.9	2.8	1.5	5.3	115.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Funding for 2014-15 includes \$11.7 million which relates to 2013-14 activity.

The Commonwealth is providing funding for the *National Partnership on homelessness*. The agreement will prioritise funding to frontline homelessness services, focusing on women and children experiencing domestic violence, and homeless youth under 18 years of age.

A new National Partnership for 2015-16 and 2016-17 is being negotiated with the states. This agreement will ensure critical frontline services are maintained. Longer-term funding arrangements and the respective roles of the Commonwealth, state and territory governments will be considered in the context of the Government's Reform of the Federation White Paper.

A spending measure associated with this National Partnership is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on Northern Territory remote Aboriginal investment

The Commonwealth will provide funding for the *National Partnership on Northern Territory remote Aboriginal investment*. This continues the Commonwealth's investment in the Northern Territory to address Indigenous disadvantage.

The National Partnership will support action in the Northern Territory to further the Commonwealth's priorities for Indigenous affairs: to get children to school, adults into jobs and make communities safer. The National Partnership simplifies and streamlines arrangements, and will decrease Commonwealth intervention in areas where the Northern Territory has primary responsibility.

This National Partnership is discussed further in the Community Services, Education and Health sections of this Part.

Funding for this National Partnership is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Remote Australia strategies component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	56.0	56.0
2016-17	-	-	-	-	-	-	-	49.7	49.7
2017-18	-	-	-	-	-	-	-	50.9	50.9
2018-19	-	-	-	-	-	-	-	3.6	3.6

The Commonwealth will provide funding to improve public housing in remote communities by undertaking housing works and removing asbestos. Housing works under this component will include new houses, refurbishments, upgrades and housing related infrastructure. The funding will also provide a sustainable Aboriginal interpreter services model with a user-pay component.

This funding will complement the funding to be provided under the *National Partnership on remote Indigenous housing*.

National Partnership on remote Indigenous housing^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	60.7	2.5	155.6	165.6	27.8	2.5	-	71.0	485.6
2015-16	~	-	~	~	~	-	-	~	363.1
2016-17	~	-	~	~	~	-	-	~	406.5
2017-18	~	-	~	~	~	-	-	~	361.9
2018-19	-	-	-	-	-	-	-	-	-

(a) State allocations for 2015-16, 2016-17 and 2017-18 have not yet been determined.

The Commonwealth is providing funding for the *National Partnership on remote Indigenous housing*. This National Partnership was established to facilitate significant reform in the provision of housing for Indigenous people in remote communities and to address overcrowding, homelessness, poor housing conditions and severe housing shortages.

The Commonwealth will renegotiate this National Partnership to facilitate the delivery of new housing, housing-related infrastructure and refurbishments. It will also provide incentives to states for progress against agreed outcomes which establish more sustainable housing systems in remote Indigenous communities.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on Stronger Futures in the Northern Territory

The Commonwealth is providing funding for the *National Partnership on Stronger Futures in the Northern Territory*.

This National Partnership is discussed further in the Community Services, Education and Health sections of this Part.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*. Part of this measure involves the replacement of the *National Partnership on Stronger Futures in the Northern Territory* with the *National Partnership on Northern Territory remote Aboriginal investment* from 2015-16.

Budget Paper No. 3

Housing component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	55.9	55.9
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is supporting the provision of safe and healthy houses for Indigenous Australians. This includes funding towards asbestos removal in homes and other buildings.

This funding complements the funding provided under the *National Partnership on remote Indigenous housing*.

INFRASTRUCTURE

In 2015-16, the Commonwealth will provide funding of \$6.8 billion to support state infrastructure services, as detailed in Table 2.9.

Table 2.9: Payments to support state infrastructure services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Infrastructure Investment Programme					
Black spot projects(a)	60.0	60.0	60.0	60.0	60.0
Bridges renewal programme	-	60.0	80.0	90.0	70.0
Heavy vehicle safety and productivity	0.9	59.1	64.6	50.0	40.0
Improving the national network(b)	0.5	-	-	-	-
Investment					
Rail	513.9	227.1	137.0	29.3	17.0
Road(a)(c)	3,025.7	3,710.7	5,668.1	4,112.3	2,325.7
Supplementary(b)	3.0	-	-	-	-
Roads to Recovery(a)	349.8	349.8	349.8	349.8	349.8
Infrastructure Growth Package —					
Asset Recycling Fund					
Asset Recycling Initiative	15.0	1,028.0	1,485.0	1,377.0	1,095.0
New investments	32.2	878.3	823.7	717.8	248.2
Western Sydney Infrastructure Plan	103.0	209.7	299.6	534.7	553.7
Bathurst 200 Commemorative Flagstaff	0.3	-	-	-	-
Building Australia Fund					
Rail	143.5	102.0	130.1	-	-
Road	41.2	6.9	-	-	-
Centenary of Canberra 2013 —					
a gift to the national capital	2.0	8.0	-	-	-
Interstate road transport	71.0	71.0	71.0	71.0	71.0
Latrobe Valley economic diversification	5.4	3.1	-	-	-
Managed motorways	9.6	-	-	-	-
Murray-Darling Basin regional economic diversification programme	24.9	39.5	30.7	-	-
Northern Australia —					
Improving cattle supply chains	-	-	35.0	35.0	30.0
Regional Infrastructure Programme	-	10.0	10.0	9.1	-
Western Australia infrastructure projects	499.1	-	-	-	-
Total	4,900.8	6,823.2	9,244.7	7,436.0	4,860.4

Table 2.9: Payments to support state infrastructure services (continued)

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
<i>Memorandum item – payments direct to local governments included in payments above</i>					
Infrastructure Investment Programme					
Investment					
Rail	2.3	-	-	-	-
Road(a)	104.0	-	-	-	-
Supplementary(b)	3.0	-	-	-	-
Roads to Recovery(a)	331.5	331.5	331.5	331.5	331.5
Infrastructure Growth Package —					
Asset Recycling Fund					
New investments	-	331.5	-	-	-
Bathurst 200 Commemorative Flagstaff	0.3	-	-	-	-
Latrobe Valley economic diversification	4.1	2.4	-	-	-
Total	445.1	665.5	331.5	331.5	331.5

(a) Additional funding for these programmes is included in the Infrastructure Growth Package — Asset Recycling Fund — new investments.

(b) Figures represent expenses incurred against prepayments made to the states in prior years.

(c) These figures do not include the Commonwealth's commitment to provide Victoria with \$3.0 billion to build East West Link. This commitment is recognised as a contingent liability in Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 8: Statement of Risks*. For further information see Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership payments for infrastructure

Infrastructure Investment Programme

The Commonwealth is providing funding for road and rail infrastructure through the Infrastructure Investment Programme under the *National Partnership on Land Transport Infrastructure*. This National Partnership assists economic and social development regionally and nationally by providing funding to improve the performance of land transport infrastructure. It comprises several components that are detailed in the tables below.

Black spot projects^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	16.7	16.8	9.9	6.5	5.9	2.2	0.8	1.3	60.0
2015-16	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0
2016-17	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0
2017-18	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0
2018-19	19.2	13.7	12.2	6.6	4.8	1.6	1.0	1.0	60.0

(a) An additional \$200 million in funding (during the 2015-16 to 2016-17 period) is included in the Infrastructure Growth Package — Asset Recycling Fund — new investments.

The Commonwealth is providing funding for Black spot projects to improve the safety of road sites which have been identified as high risk areas for serious crashes. Most funding goes to projects to treat sites that have a record of at least three accidents involving casualties over a five year period, and can demonstrate a benefit to cost ratio of at least 2:1.

Bridges renewal programme^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	19.1	15.0	12.1	6.8	4.2	1.3	1.0	0.6	60.0
2016-17	25.3	20.0	16.1	9.2	5.6	1.7	1.3	0.8	80.0
2017-18	28.4	22.5	18.2	10.4	6.2	1.9	1.5	0.9	90.0
2018-19	22.1	17.5	14.1	8.1	4.9	1.4	1.1	0.7	70.0

(a) State allocations have not yet been determined for the bridges renewal programme. These amounts have been notionally allocated on an equal per capita basis to all states.

The Commonwealth will provide funding to upgrade bridges across the nation. This programme will renew and replace bridges to contribute to the productivity of bridges serving local communities, and facilitate higher productivity vehicle access.

Heavy vehicle safety and productivity^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	0.1	0.4	0.2	-	-	0.2	0.9
2015-16	17.8	14.0	11.1	7.4	3.6	1.1	1.0	3.0	59.1
2016-17	20.5	16.1	13.0	7.4	4.5	1.3	1.1	0.7	64.6
2017-18	15.8	12.5	10.1	5.8	3.5	1.0	0.8	0.5	50.0
2018-19	12.6	10.0	8.1	4.6	2.8	0.8	0.7	0.4	40.0

(a) Some amounts in 2015-16 onwards remain unallocated. These amounts have been notionally allocated on an equal per capita basis to all states.

The Commonwealth is contributing to the safety and productivity of heavy vehicles by providing funding for projects that improve the safety environment, enhance the capacity of existing roads and improve connections to freight networks.

Improving the national network^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	0.5	-	-	-	0.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) Figures in this table represent expenses against prepayments made to the states in 2005-06.

The Commonwealth provided a one-off supplementary payment of \$1.8 billion in 2005-06 to the states to complete major works packages. Works included the Pacific and Hume Highways in New South Wales, the Bruce Highway in Queensland, the Eyre, Great Eastern and Great Northern Highways in Western Australia, the Sturt Highway in South Australia, the East Tamar Highway in Tasmania and the Victoria Highway in the Northern Territory. The table above provides a profile of state expenditure against this supplementary payment.

Investment

Rail component^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	254.9	6.2	248.0	-	0.2	4.5	-	-	513.9
2015-16	100.9	7.0	102.0	0.5	..	16.6	-	-	227.1
2016-17	-	22.0	100.0	-	-	15.0	-	-	137.0
2017-18	-	15.0	-	-	-	14.3	-	-	29.3
2018-19	-	3.0	-	-	-	14.0	-	-	17.0

(a) These figures include payments direct to local governments.

Road component^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	1,174.6	230.8	874.9	536.9	81.5	38.3	0.6	88.2	3,025.7
2015-16	1,418.2	451.8	1,031.5	462.7	155.7	90.1	0.9	99.7	3,710.7
2016-17	2,604.4	347.3	1,950.4	436.1	166.2	121.5	0.6	41.6	5,668.1
2017-18	1,496.1	296.2	1,689.0	358.3	217.9	37.3	0.6	16.8	4,112.3
2018-19	628.0	151.9	1,075.5	239.7	165.9	47.3	0.6	16.8	2,325.7

(a) An additional \$2.2 billion in funding (during the 2014-15 to 2018-19 period) is included in the Infrastructure Growth Package – Asset Recycling Fund – new investments.

(b) These figures include payments direct to local governments.

Supplementary component^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	3.0	-	-	-	-	3.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) The supplementary component represents expenses against prepayments made to local governments in 2006-07.

The Commonwealth is providing funding for the Investment components of the Infrastructure Investment Programme. This programme targets nationally significant projects which will improve the efficiency and safety of the national land transport network. Funding is provided for road and rail construction projects and network maintenance, including transport development, innovation projects and grants to land transport research entities.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Roads to Recovery^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	97.5	71.2	71.2	51.2	31.5	11.4	5.6	10.2	349.8
2015-16	97.5	71.2	71.2	51.2	31.5	11.4	5.6	10.2	349.8
2016-17	97.5	71.2	71.2	51.2	31.5	11.4	5.6	10.2	349.8
2017-18	97.5	71.2	71.2	51.2	31.5	11.4	5.6	10.2	349.8
2018-19	97.5	71.2	71.2	51.2	31.5	11.4	5.6	10.2	349.8

(a) An additional \$350 million in funding (in 2015-16) is included in the Infrastructure Growth Package – new investments.

(b) These figures include payments direct to local governments.

The Commonwealth is providing funding for the Roads to Recovery programme for road construction and maintenance projects at a local level. Decisions on projects to be funded are made locally and reported to the Commonwealth.

Infrastructure Growth Package — Asset Recycling Fund

The Commonwealth will establish an Asset Recycling Fund to provide funding for additional investment in high quality economic infrastructure under the Infrastructure Growth Package. The three components of the Infrastructure Growth Package – the Asset Recycling Initiative, New investments and the Western Sydney Infrastructure Plan – are detailed in the tables below.

Asset Recycling Initiative^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	~	~	~	~	~	~	~	~	15.0
2015-16	~	~	~	~	~	~	~	~	1,028.0
2016-17	~	~	~	~	~	~	~	~	1,485.0
2017-18	~	~	~	~	~	~	~	~	1,377.0
2018-19	~	~	~	~	~	~	~	~	1,095.0

(a) State allocations have not yet been determined.

Under the Asset Recycling Initiative, the Commonwealth will provide up to \$5 billion in financial incentives over five years from 2014-15 to encourage states to divest assets and reinvest the proceeds into additional productive infrastructure. Funding will be allocated to specific projects on a first-come, first-served basis, as projects are agreed between the Commonwealth and individual states. Agreements have already been signed under the Initiative with the Australian Capital Territory and New South Wales Governments.

New investments^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	1.4	-	12.0	0.2	-	18.6	32.2
2015-16	133.5	102.4	270.5	164.9	128.1	20.7	10.4	47.9	878.3
2016-17	46.0	45.8	228.3	303.5	166.3	3.6	1.6	28.7	823.7
2017-18	30.0	3.6	245.9	304.9	122.0	-	-	11.4	717.8
2018-19	13.4	-	-	198.1	32.8	-	-	4.0	248.2

(a) These figures include payments direct to local governments.

Budget Paper No. 3

Under the New investments component of the Infrastructure Growth Package, the Commonwealth is providing additional funding to expedite investment in high quality economic infrastructure. This includes funding for significant road projects, the National Highway Upgrade Programme, funding for Black spot projects, and Roads to Recovery.

Western Sydney Infrastructure Plan

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	103.0	-	-	-	-	-	-	-	103.0
2015-16	209.7	-	-	-	-	-	-	-	209.7
2016-17	299.6	-	-	-	-	-	-	-	299.6
2017-18	534.7	-	-	-	-	-	-	-	534.7
2018-19	553.7	-	-	-	-	-	-	-	553.7

Under the Western Sydney Infrastructure Plan, the Commonwealth is providing \$2.9 billion in additional funding over 10 years to enhance capacity and improve transport infrastructure, including for the development of an airport at Badgerys Creek.

Other National Partnership payments

Bathurst 200 Commemorative Flagstaff^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.3	-	-	-	-	-	-	-	0.3
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) These figures constitute payments direct to local governments.

The Commonwealth will provide funding to the Bathurst Regional Council for its Bathurst 200 Commemorative Flagstaff Project. This project will commemorate the bicentenary of the site where the town of Bathurst was proclaimed.

A new spending measure associated with the Bathurst 200 Commemorative Flagstaff is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Building Australia Fund — rail component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	143.5	-	-	-	-	-	-	143.5
2015-16	-	-	-	-	102.0	-	-	-	102.0
2016-17	-	-	-	-	130.1	-	-	-	130.1
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

Building Australia Fund — road component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	41.2	-	41.2
2015-16	-	-	-	-	-	-	6.9	-	6.9
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Building Australia Fund rail and road components are supporting future economic growth by improving the quality and efficiency of Australia's transport networks with the intention of increasing city liveability and sustainability in the context of a growing population.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership for the Centenary of Canberra 2013 — a gift to the national capital

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	2.0	-	2.0
2015-16	-	-	-	-	-	-	8.0	-	8.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership for the Centenary of Canberra 2013 — a gift to the national capital*. The Constitution Avenue upgrade project is the last of the Centenary of Canberra projects to be completed, which will see the redevelopment of the Constitution Avenue road corridor and public space.

Interstate road transport

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2015-16	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2016-17	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2017-18	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0
2018-19	32.7	19.0	6.7	2.8	8.6	0.4	0.4	0.4	71.0

The Commonwealth is providing funding to the states under the *Interstate Road Transport Act 1985* that is equal to total revenue received from heavy vehicle registrations collected from the Federal Interstate Registration Scheme. This funding

will be spent by the states on the maintenance and upkeep of roads that are used by heavy vehicles.

Latrobe Valley economic diversification^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	5.4	-	-	-	-	-	-	5.4
2015-16	-	3.1	-	-	-	-	-	-	3.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) These figures include payments direct to local governments.

The Commonwealth is providing funding for two projects which will support economic diversification in the Latrobe Valley in Victoria – namely, the Moe Rail revitalisation project and the upgrade of the Warragul Station precinct project.

Managed motorways

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.2	-	9.4	-	-	-	-	-	9.6
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for smart infrastructure technologies to reduce congestion, and improve both the traffic demand management and overall efficiency of the transport network in major cities. Managed motorways integrate data collection sensors and control tools to improve real time management of motorways to secure a higher and more consistent level of motorway performance.

National Partnership for the Murray-Darling Basin regional economic diversification programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	5.0	8.3	6.5	-	5.0	-	-	-	24.9
2015-16	15.0	7.8	4.7	-	12.0	-	-	-	39.5
2016-17	12.6	6.3	3.8	-	8.0	-	-	-	30.7
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding to Basin states to support economic diversification in regional communities likely to be affected by the implementation of the Murray-Darling Basin Plan. Projects will encourage sustainable economic development through joint government, private and community sector investment in regional communities.

National Partnership for Northern Australia — Improving cattle supply chains^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	21.8	12.1	-	-	-	1.1	35.0
2017-18	-	-	21.7	12.2	-	-	-	1.1	35.0
2018-19	-	-	18.5	10.5	-	-	-	1.0	30.0

(a) State allocations have not yet been determined. These amounts have been notionally allocated on an equal per capita basis to all participating states.

The Commonwealth is providing funding for the *National Partnership for Northern Australia — Improving cattle supply chains*. This National Partnership will establish a fund that will provide incentives for private sector investment to improve the road network and transport logistics in Northern Australia.

Funding for this National Partnership is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on the Regional Infrastructure Programme^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	5.0	-	-	5.0	-	-	-	10.0
2016-17	-	5.0	-	-	5.0	-	-	-	10.0
2017-18	-	4.6	-	-	4.6	-	-	-	9.1
2018-19	-	-	-	-	-	-	-	-	-

(a) State allocations are notional and subject to negotiations.

The Commonwealth will provide funding for the *National Partnership on the Regional Infrastructure Programme*. This National Partnership will invest in common-use infrastructure projects which support new business opportunities in the non-manufacturing sectors in Victoria and South Australia, particularly in regions most affected by the closure of car manufacturing facilities.

National Partnership for Western Australia infrastructure projects

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	499.1	-	-	-	-	499.1
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding to Western Australia for infrastructure projects that will boost jobs and growth. Funding will be allocated to the development of the Mitchell Freeway and to increase the Commonwealth's contributions to other projects under the *National Partnership Agreement on Land Transport Infrastructure*.

A new spending measure associated with Western Australia infrastructure projects is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

ENVIRONMENT

In 2015-16, the Commonwealth will provide funding of \$774.9 million to support state environment services, as detailed in Table 2.10.

Table 2.10: Payments to support state environment services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Assistance for water infrastructure and pest management in drought-affected areas	10.0	15.0	4.0	4.0	2.0
Assistance to farm businesses for water-related infrastructure	7.0	-	-	-	-
Bushfire mitigation	4.5	4.5	4.5	-	-
Environmental management of the former Rum Jungle Mine site	3.9	4.3	-	-	-
Great Artesian Basin Sustainability Initiative	4.6	6.0	6.0	-	-
Implementation of the National Insurance Affordability Initiative	5.0	12.0	-	-	-
Implementation of the Tasmanian Forests Intergovernmental Agreement	13.0	12.8	10.0	10.3	-
Implementing water reform in the Murray-Darling Basin	20.0	20.0	20.0	20.0	20.0
Mechanical fuel load reduction trial	-	1.0	0.5	-	-
National Urban Water and Desalination Plan	7.1	2.1	-	-	-
National Water Security Plan for Cities and Towns	10.1	2.9	-	-	-
Natural disaster resilience(a)	25.7	39.5	26.1	nfp	nfp
Pest and disease preparedness and response programmes	23.1	9.3	9.6	10.0	13.6
South Australian River Murray Sustainability Programme					
Irrigation efficiency and water purchase	29.0	45.0	23.5	8.5	-
Irrigation industry assistance	23.5	28.0	39.5	16.5	10.0
Regional economic development	9.0	7.0	2.0	-	-
Sustainable Australia – Sustainable regional development	0.1	-	-	-	-
Sustainable Rural Water Use and Infrastructure Programme	403.4	565.3	443.8	197.5	65.2
Whale and dolphin entanglements	0.3	0.1	0.2	-	-
Total	599.3	774.9	589.7	266.8	110.8
<i>Memorandum item – payments direct to local governments included in payments above</i>					
National Urban Water and Desalination Plan	5.5	2.1	-	-	-
Sustainable Australia – Sustainable regional development	0.1	-	-	-	-
Total	5.6	2.1	-	-	-

(a) Funding amounts are not published for 2017-18 and 2018-19 as negotiations are yet to be finalised.

National Partnership payments for the environment

National Partnership on assistance for water infrastructure and pest management in drought-affected areas^{(a)(b)}

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.9	-	8.5	0.3	0.4	-	-	-	10.0
2015-16	~	~	~	~	~	~	~	~	15.0
2016-17	~	~	~	~	~	~	~	~	4.0
2017-18	~	~	~	~	~	~	~	~	4.0
2018-19	~	~	~	~	~	~	~	~	2.0

(a) Queensland estimates include up to \$0.4 million of funding in 2014-15 notionally allocated as a contingency should states request funding.

(b) State allocations from 2015-16 have not yet been determined and are subject to the extent of drought-affected areas.

The Commonwealth is providing funding for the *National Partnership on assistance for water infrastructure and pest management in drought-affected areas*. This National Partnership will assist drought-affected farm businesses with installing water-related infrastructure and with managing the impacts of pest animals and weeds.

Additional funding for pest animal and weed management in drought-affected areas is a new spending measure in the 2015-16 Budget. This measure is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on assistance to farm businesses for water-related infrastructure

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	7.0	-	-	-	-	-	-	-	7.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on assistance to farm businesses for water-related infrastructure*. Funding is provided to supplement existing Emergency Water Infrastructure Rebate programmes.

National Partnership on bushfire mitigation

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	1.5	0.9	0.3	0.3	0.5	0.5	0.3	0.3	4.5
2015-16	1.5	0.9	0.3	0.3	0.5	0.5	0.3	0.3	4.5
2016-17	1.5	0.9	0.3	0.3	0.4	0.4	0.3	0.3	4.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on bushfire mitigation*. This National Partnership will enable states to implement long-term bushfire mitigation strategies and improved fuel reduction activities.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on the environmental management of the former Rum Jungle Mine site

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	3.9	3.9
2015-16	-	-	-	-	-	-	-	4.3	4.3
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the environmental management of the former Rum Jungle Mine site (Stage 2)*. This National Partnership will continue the programme of work established to improve the daily management of the site and to further develop a rehabilitation strategy, in partnership with stakeholders, including the site's traditional owners.

National Partnership on the Great Artesian Basin Sustainability Initiative

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	1.7	-	0.8	-	1.4	-	-	0.8	4.6
2015-16	2.5	-	2.5	-	1.0	-	-	-	6.0
2016-17	2.5	-	2.5	-	1.0	-	-	-	6.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the Great Artesian Basin Sustainability Initiative*. This National Partnership will continue capping of uncontrolled bores and piping open bore drains to reduce water loss and recover groundwater pressure, maintenance of critical infrastructure and other activities to support the sustainable management and use of Great Artesian Basin Water Resources. The Great Artesian Basin Sustainability Initiative is being delivered through state agencies, with the Commonwealth contributing jointly with the states and private bore owners.

National Partnership on the implementation of the National Insurance Affordability Initiative

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	5.0	-	-	-	-	-	5.0
2015-16	-	-	12.0	-	-	-	-	-	12.0
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the implementation of the National Insurance Affordability Initiative* to reduce flood risk and bring about reductions in insurance premiums. The National Insurance Affordability Initiative is providing funding for the construction of a flood levee in Roma and improving the flood defences in Ipswich.

National Partnership on the implementation of the Tasmanian Forests Intergovernmental Agreement

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	13.0	-	-	13.0
2015-16	-	-	-	-	-	12.8	-	-	12.8
2016-17	-	-	-	-	-	10.0	-	-	10.0
2017-18	-	-	-	-	-	10.3	-	-	10.3
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on the implementation of the Tasmanian Forests Intergovernmental Agreement 2013*. Funding supports the implementation of this Intergovernmental Agreement as well as the ongoing management of additional native forest reserves.

National Partnership on implementing water reform in the Murray-Darling Basin

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2015-16	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2016-17	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2017-18	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0
2018-19	9.4	6.8	2.0	-	1.5	-	0.3	-	20.0

The Commonwealth is providing funding for the *National Partnership on implementing water reform in the Murray-Darling Basin*. This National Partnership supports the cooperative implementation of the *Intergovernmental Agreement on Implementing Water Reform in the Murray-Darling Basin*. This Agreement will ensure continuing progress in restoring the Basin's rivers to health and securing strong regional communities and sustainable food and fibre production.

National Partnership for the mechanical fuel load reduction trial

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	1.0	-	-	-	-	-	-	-	1.0
2016-17	0.5	-	-	-	-	-	-	-	0.5
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership for the mechanical fuel load reduction trial* to undertake a research trial, which examines the effectiveness of mechanical fuel removal in forests where conservation values could be compromised by fuel reduction burning.

A new spending measure associated with the *National Partnership for the mechanical fuel load reduction trial* is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Urban Water and Desalination Plan^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	1.6	-	-	5.5	-	-	-	7.1
2015-16	-	-	-	-	2.1	-	-	-	2.1
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(c) These figures include payments direct to local governments.

The Commonwealth is providing funding for nine specific urban water management projects in urban centres as part of the National Urban Water and Desalination Plan. These projects will help secure water supplies by reducing the use of potable water.

National Water Security Plan for Cities and Towns

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	9.9	-	0.2	-	-	-	-	-	10.1
2015-16	2.9	-	-	-	-	-	-	-	2.9
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the Chaffey Dam project under the National Water Security Plan for Cities and Towns.

National Partnership on natural disaster resilience^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	6.8	4.2	6.0	3.1	1.0	1.3	1.3	2.0	25.7
2015-16	10.2	6.3	9.0	4.7	4.2	2.0	2.0	1.3	39.5
2016-17	6.8	4.2	6.0	3.1	2.1	1.3	1.3	1.3	26.1
2017-18	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp
2018-19	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp	nfp

(a) Funding amounts are not published for 2017-18 and 2018-19 as negotiations are yet to be finalised.

The Commonwealth is providing funding for the *National Partnership on natural disaster resilience* which supports the states to strengthen community resilience and minimise the impact of a range of natural disasters in Australia.

This National Partnership is a joint funding arrangement that provides the flexibility for states to address their specific natural disaster risk priorities. This arrangement recognises that the Commonwealth and the states have a mutual interest in reducing the impact of, and increasing resilience to, natural disasters. It formalises their commitment to work together with other parties, such as volunteers, the private sector and local government, to achieve this outcome.

National Partnership on pest and disease preparedness and response programmes^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.6	1.9	10.6	..	-	-	-	10.0	23.1
2015-16	0.4	0.1	7.4	-	-	-	-	1.5	9.3
2016-17	0.1	0.1	8.0	-	-	-	-	1.5	9.6
2017-18	0.1	-	9.0	-	-	-	-	1.0	10.0
2018-19	0.5	0.5	10.6	-	-	-	-	2.0	13.6

(a) State allocations are indicative estimates only. Funding is conditional on agreed national responses to pest or disease incursions.

The Commonwealth is providing funding for the *National Partnership on pest and disease preparedness and response programmes*. The funding contributes to a series of projects under national animal and plant pest and disease preparedness and response programmes.

Commonwealth funding contributes to national programmes to eradicate exotic animal and plant pests and diseases, which if allowed to establish and spread, would have serious economic and environmental impacts. The Commonwealth is involved owing to the potential implications for biodiversity, market access issues for agricultural products and the need to protect nationally significant environmental assets.

National Partnership on the South Australian River Murray Sustainability Programme

The Commonwealth is providing funding for the *National Partnership on the South Australian River Murray Sustainability Programme*. The four components of this National Partnership support the Murray-Darling Basin water reforms by contributing to a healthy working river system, strong communities and sustainable food and fibre production, while providing certainty for affected communities and water users.

Irrigation efficiency and water purchase components

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	29.0	-	-	-	29.0
2015-16	-	-	-	-	45.0	-	-	-	45.0
2016-17	-	-	-	-	23.5	-	-	-	23.5
2017-18	-	-	-	-	8.5	-	-	-	8.5
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for South Australia to deliver a grants programme to support more efficient delivery and use of water by irrigation water providers and irrigators. The grants programme will also enable South Australian irrigators to sell their water entitlements to the South Australian Government for the environment. In total, these two components aim to return 36 gigalitres of 'gap bridging' long-term average annual yield water to the Commonwealth.

Irrigation industry assistance component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	23.5	-	-	-	23.5
2015-16	-	-	-	-	28.0	-	-	-	28.0
2016-17	-	-	-	-	39.5	-	-	-	39.5
2017-18	-	-	-	-	16.5	-	-	-	16.5
2018-19	-	-	-	-	10.0	-	-	-	10.0

The Commonwealth is providing funding for South Australia to deliver a grants programme to improve the productivity of the South Australian River Murray irrigation industry.

Regional economic development component

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	9.0	-	-	-	9.0
2015-16	-	-	-	-	7.0	-	-	-	7.0
2016-17	-	-	-	-	2.0	-	-	-	2.0
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the redevelopment of the Loxton Research Centre, a programme of industry-led research and a Regional Development and Innovation programme. This component aims to create opportunities for economic diversification and regional development for Basin communities in South Australia.

Sustainable Australia — Sustainable regional development^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	..	-	-	-	-	-	0.1
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

(a) All payments are made direct to local governments.

The Commonwealth is providing funding to support selected local government authorities in capacity building and other activities associated with the development and/or implementation of regional sustainability planning. This planning will help to ensure that future population change is compatible with the economic, environmental and social wellbeing of Australia.

Sustainable Rural Water Use and Infrastructure Programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	75.7	248.0	22.5	1.3	37.1	13.8	4.5	0.5	403.4
2015-16	184.5	267.1	41.1	0.7	26.8	41.6	3.3	0.2	565.3
2016-17	129.7	182.8	35.6	-	50.6	18.0	27.0	-	443.8
2017-18	88.5	62.3	16.7	-	-	-	30.0	-	197.5
2018-19	-	40.0	-	-	-	7.6	17.7	-	65.2

Part 2: Payments for Specific Purposes

The Commonwealth is providing funding for the *Sustainable Rural Water Use and Infrastructure Programme*. This funding is provided under numerous arrangements, such as the *National Partnership on Water for the Future* and Water Management Partnership Agreements relating to the *Intergovernmental Agreement on Murray-Darling Basin Reform*.

The programme is improving the efficiency and productivity of rural water management and usage, delivering substantial and lasting water returns to the environment, helping secure a long term sustainable future for irrigated agriculture and communities, and improving the health of wetlands and freshwater ecosystems.

A new spending measure associated with Tasmanian Irrigation Tranche II projects in the *Sustainable Rural Water Use and Infrastructure programme* is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on whale and dolphin entanglements

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.1	..	..	-	..	0.3
2015-16	-	..	0.1
2016-17	-	..	0.2
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on whale and dolphin entanglements*. This National Partnership will support state government purchase of equipment and training aimed at improving responses to whale and dolphin entanglements. This funding forms part of the Commonwealth's broader Whale and Dolphin Protection Plan.

CONTINGENT PAYMENTS

Contingent payments arise where the Commonwealth has committed to provide compensation when an event occurs or otherwise guarantees the states' financial position. Payments to the states will only arise if the relevant event occurs.

Table 2.11 provides information on contingent payments.

Table 2.11: Contingent payments to the states

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
Hepatitis C settlement fund	0.7	0.7	-	-	-
Natural Disaster Relief and Recovery Arrangements	36.3	32.5	5.2	-0.6	-1.2
Total	37.0	33.2	5.2	-0.6	-1.2

Contingent payments

Hepatitis C settlement fund

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.5	-	-	0.1	0.1	-	0.1	-	0.7
2015-16	0.5	-	-	0.1	0.1	-	0.1	-	0.7
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is contributing to the participating states' schemes for out-of-court settlement costs for eligible individuals who contracted Hepatitis C through the blood supply service between 1985 and 1991.

Natural Disaster Relief and Recovery Arrangements (NDRRA)

NDRRA accrual estimates^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	1.0	0.9	34.3	..	..	..	-	..	36.3
2015-16	..	1.4	29.7	0.1	..	..	-	1.3	32.5
2016-17	4.3	..	..	-	-	1.0	5.2
2017-18	-1.0	..	..	-	-	0.5	-0.6
2018-19	-1.1	..	..	-	-	..	-1.2

(a) While the accounting treatment for NDRRA currently results in negative accrual estimates in 2017-18 and 2018-19, the Commonwealth does not intend to seek to recoup funds from relevant states in these years.

The Commonwealth is providing funding under the NDRRA to assist the states with relief and recovery assistance following eligible natural disasters. This includes payments to the states in response to recent natural disasters including the bushfires in South Australia in January 2015, Tropical Cyclone Lam in the Northern Territory in February 2015, Tropical Cyclone Marcia in Queensland in February 2015, Tropical Cyclone Olwyn in Western Australia in March 2015 and Tropical Cyclone Nathan in

both the Northern Territory and Queensland in March 2015. Payments are also being made for past disasters such as the bushfires in Victoria during February and March 2014, the Blue Mountains bushfires in New South Wales in October 2013 and Tropical Cyclone Oswald in Queensland in January 2013.

The Commonwealth recognises a liability equal to the present value of future payments expected to be made to the states under the NDRRA. This is regardless of whether or not a state has completed eligible disaster reconstruction work or submitted an eligible claim under the NDRRA.

The estimated expenses in the table above reflect expected Commonwealth costs associated with disasters that have occurred in 2014-15 and the unwinding of the discount on the provision, which reflects the time value of money.

The estimated cash payments are presented in the table below, illustrating the estimated timing of when the Commonwealth expects to reimburse the states for costs incurred in relation to past disasters.

NDRRA cash estimates

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	106.3	-	1,304.5	0.8	3.2	-	-	-	1,414.7
2015-16	3.6	78.9	1,391.2	2.9	0.5	0.1	-	19.3	1,496.6
2016-17	..	-	290.9	1.6	-	-	-	27.4	319.9
2017-18	-	-	-	-	-	-	-	27.4	27.4
2018-19	-	-	-	-	-	-	-	-	-

OTHER NATIONAL PARTNERSHIP PAYMENTS

The Commonwealth also makes various payments to the states to support other services, including payments in respect of:

- public order and safety;
- recreation and culture; and
- transport and communication.

Table 2.12 provides information on payments to the states to support these services.

Table 2.12: Payments to support other state services

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
National Partnership payments					
2014 G20 leaders' summit security	65.0	-	-	-	-
Developing demand-driver infrastructure for the tourism industry	4.7	14.3	13.3	10.8	-
Financial assistance to local governments – Financial Assistance Grant programme	2,288.7	2,288.7	2,288.7	2,385.5	2,487.4
Legal assistance services	204.4	250.9	257.1	248.7	252.9
North Queensland Strata Title Inspection Scheme	-	6.3	6.3	-	-
Port Arthur Penitentiary restoration	1.5	-	-	-	-
Provision of fire services	19.0	19.7	20.3	21.1	21.8
Remote Indigenous public internet access	2.2	-	-	-	-
Sinking fund on state debt	..	..	..	..	..
Total	2,585.4	2,579.9	2,585.7	2,666.1	2,762.1

Other National Partnership payments

National Partnership on the 2014 G20 leaders' summit security

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	65.0	-	-	-	-	-	65.0
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the 2014 G20 leaders' summit security* to cover Queensland's policing and related costs resulting from Australia's hosting of G20 meetings in Queensland, in particular the G20 Leaders' Summit.

National Partnership on developing demand-driver infrastructure for the tourism industry

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	0.4	0.9	1.0	0.8	0.8	0.8	4.7
2015-16	2.4	3.6	3.6	1.4	1.0	0.8	0.8	0.8	14.3
2016-17	4.8	1.8	2.0	1.4	1.0	0.8	0.8	0.8	13.3
2017-18	2.4	1.8	2.0	1.4	1.0	0.8	0.8	0.8	10.8
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on developing demand-driver infrastructure for the tourism industry*. This National Partnership will fund projects that create and encourage tourism, and assist the tourism industry to meet the national tourism strategy, *Tourism 2020*.

Financial assistance to local governments — Financial Assistance Grant programme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
General purpose financial assistance	507.6	393.7	318.9	173.4	114.0	34.9	26.1	16.5	1,585.3
Untied local roads grants	204.1	145.0	131.8	107.6	38.7	37.3	22.6	16.5	703.4
Total financial assistance grants	711.7	538.8	450.7	281.0	152.7	72.2	48.7	33.0	2,288.7
2015-16									
General purpose financial assistance	507.2	394.6	318.7	174.5	113.3	34.5	26.0	16.5	1,585.3
Untied local roads grants	204.1	145.0	131.8	107.6	38.7	37.3	22.6	16.5	703.4
Total financial assistance grants	711.3	539.6	450.5	282.0	152.0	71.8	48.6	33.0	2,288.7
2016-17									
General purpose financial assistance	505.5	394.9	319.0	176.8	112.4	34.0	26.0	16.6	1,585.3
Untied local roads grants	204.1	145.0	131.8	107.6	38.7	37.3	22.6	16.5	703.4
Total financial assistance grants	709.6	540.0	450.8	284.3	151.1	71.3	48.5	33.1	2,288.7
2017-18									
General purpose financial assistance	525.2	412.0	332.8	186.7	116.3	35.0	27.1	17.3	1,652.3
Untied local roads grants	212.7	151.2	137.4	112.1	40.3	38.9	23.5	17.2	733.2
Total financial assistance grants	737.9	563.2	470.2	298.8	156.6	73.8	50.6	34.5	2,385.5
2018-19									
General purpose financial assistance	545.8	430.0	347.3	197.2	120.3	35.9	28.2	18.1	1,722.9
Untied local roads grants	221.8	157.6	143.2	116.9	42.0	40.5	24.5	17.9	764.5
Total financial assistance grants	767.6	587.6	490.6	314.1	162.4	76.4	52.7	36.0	2,487.4

The Commonwealth is providing a financial contribution through state governments for the provision of local government services to the community. Current arrangements for the Financial Assistance Grant programme include a general purpose

component, and an untied local roads component. General purpose assistance is the larger component and is distributed between the states on a per capita basis, while the untied local roads component is distributed according to fixed historical shares.

Funding under the Financial Assistance Grant programme is paid to state governments, after which state grants commissions determine the intrastate distribution of the grant between local governments. Both funding components are untied and can be spent according to each local government's own priorities.

National Partnership on legal assistance services

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	64.6	45.8	42.5	20.5	16.2	6.1	4.6	4.0	204.4
2015-16	74.6	57.6	50.1	29.0	19.5	7.3	5.8	7.1	250.9
2016-17	76.6	59.2	51.4	29.9	19.8	7.3	5.8	7.2	257.1
2017-18	74.5	57.1	50.1	28.8	18.8	6.9	5.6	6.9	248.7
2018-19	75.5	58.0	51.0	29.5	19.1	7.0	5.7	7.0	252.9

The Commonwealth is providing funding for the *National Partnership on legal assistance services*. This National Partnership will allow the states to provide legal assistance services to disadvantaged persons in accordance with Commonwealth policy priorities. This funding is supporting Legal Aid Commissions and, from 2015-16, will be expanded to support Community Legal Centres.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

National Partnership on a North Queensland Strata Title Inspection Scheme

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	-	-	-
2015-16	-	-	6.3	-	-	-	-	-	6.3
2016-17	-	-	6.3	-	-	-	-	-	6.3
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth will provide funding for the *National Partnership on a North Queensland Strata Title Inspection Scheme* to improve the information available to owners of strata title properties on a property's susceptibility to weather damage and ways to make properties more resilient. The Queensland Government will develop and administer the assessment programme for strata properties in North Queensland.

National Partnership on the Port Arthur Penitentiary restoration

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	1.5	-	-	1.5
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth has provided funding for the *National Partnership on the Port Arthur Penitentiary restoration*. This National Partnership supported conservation works on the Port Arthur Historic Site's Penitentiary ruin in Tasmania. The funding contributed to a structural solution to support the building and make it safe for visitors.

National Partnership on provision of fire services

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	4.1	2.9	2.9	1.3	1.0	0.3	4.9	1.6	19.0
2015-16	4.3	3.0	3.0	1.4	1.0	0.3	5.1	1.6	19.7
2016-17	4.4	3.1	3.1	1.4	1.0	0.3	5.3	1.7	20.3
2017-18	4.6	3.2	3.2	1.4	1.1	0.3	5.5	1.7	21.1
2018-19	4.7	3.3	3.4	1.5	1.1	0.3	5.7	1.8	21.8

The *National Partnership on provision of fire services* provides the states with equitable payment arrangements for the fire protection of Commonwealth-owned buildings.

National Partnership on remote Indigenous public internet access

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	0.2	-	0.4	0.7	0.2	-	-	0.7	2.2
2015-16	-	-	-	-	-	-	-	-	-
2016-17	-	-	-	-	-	-	-	-	-
2017-18	-	-	-	-	-	-	-	-	-
2018-19	-	-	-	-	-	-	-	-	-

The Commonwealth is providing funding for the *National Partnership on remote Indigenous public internet access*. This National Partnership was established to improve public internet access facilities and provide related computer training in remote Indigenous communities. From 2015-16, the Commonwealth will introduce the Remote Indigenous Internet Training Activity to supply essential infrastructure and training to selected communities.

The measure taken in the 2015-16 Budget as part of this programme is discussed in Budget Paper No. 2, *Budget Measures 2015-16*.

Sinking fund on state debt

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	..
2015-16	-	-	-	-	-	-	..
2016-17	-	-	-	-	-	-	..
2017-18	-	-	-	-	-	-	..
2018-19	-	-	-	-	-	-	..

The Commonwealth is contributing to the Debt Retirement Reserve Trust Account on behalf of New South Wales and Victoria in accordance with the *Financial Agreement Act 1994*. Monies standing to the credit of the Account are applied to repurchase state debt that is governed by this legislation.

PART 3: GENERAL REVENUE ASSISTANCE

OVERVIEW OF PAYMENTS

General revenue assistance is a broad category of payments. This assistance is provided to the states without conditions, to spend according to their own budget priorities. The main form of general revenue assistance is the GST entitlement. Other general revenue assistance includes payments in relation to municipal services in the Australian Capital Territory, royalties, and Snowy Hydro Limited tax compensation.

In 2015-16, the states will receive \$57.7 billion from the Commonwealth in total general revenue assistance – \$57.1 billion for the GST entitlement and \$698.9 million for other general revenue assistance. This represents a 5.6 per cent increase in the GST entitlement compared to the \$54.0 billion the states are expected to receive in 2014-15. The Government has introduced GST measures which include an extension of the Australian Taxation Office's (ATO) GST compliance programme and applying GST to digital products and services imported by consumers. These measures have increased the GST entitlement by \$2.2 billion over the forward years.

In 2015-16, total general revenue assistance to the states will represent 13.3 per cent of total Commonwealth expenditure. Total general revenue assistance provided to the states by the Commonwealth is shown in Table 3.1 and Table 3.2 shows a breakdown by state.

Table 3.1: General revenue assistance

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
GST entitlement	54,000.0	57,050.0	60,950.0	64,500.0	68,200.0
Other payments					
ACT municipal services	38.0	38.5	39.1	39.8	40.4
Reduced royalties	46.5	29.5	29.9	25.0	20.5
Royalties	1,025.7	555.9	566.4	508.9	408.8
Snowy Hydro Limited tax compensation	68.0	75.0	75.0	75.0	75.0
Total other payments	1,178.1	698.9	710.4	648.7	544.7
Total	55,178.1	57,748.9	61,660.4	65,148.7	68,744.7

Table 3.2: General revenue assistance by state^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	16,942.5	11,924.9	11,746.4	2,289.4	4,986.3	1,928.0	1,136.3	3,198.7	55,178.1
2015-16	17,345.3	12,754.7	12,989.5	1,944.4	5,517.5	2,235.5	1,070.9	3,335.0	57,748.9
2016-17	18,067.1	13,360.5	14,945.6	1,677.4	6,150.9	2,336.3	1,124.1	3,432.2	61,660.4
2017-18	19,070.0	14,135.1	16,483.2	1,366.1	6,564.8	2,450.4	1,218.8	3,351.4	65,148.7
2018-19	20,234.9	15,075.0	17,345.6	1,626.3	6,797.2	2,515.8	1,281.9	3,459.2	68,744.7

(a) State splits for royalties are not published due to commercial sensitivities. Therefore, total general revenue assistance will not equal the sum of the state splits above.

GST ENTITLEMENT TO THE STATES

Under the *Intergovernmental Agreement on Federal Financial Relations*, the states are entitled to receive payments from the Commonwealth equivalent to the revenue received from the GST. GST entitlement refers to the amount of GST which is entitled to be distributed to the states. GST payments reflect the GST entitlement which is distributed to the states adjusted for any balancing amount from the prior financial year.

GST revenue for a financial year varies from the amount of GST paid to the states for that year because of:

- GST revenue which is recognised on a Commonwealth whole-of-government basis, but not remitted to the ATO by 30 June of each financial year, as the receipts will not be remitted until the following financial year;
- penalties, other than general interest charge (GIC) penalties, which are not included in the definition in the *Federal Financial Relations Act 2009* of GST to be paid to the states;
- the GST component of sales by Commonwealth agencies which has been collected by those agencies but which, as at 30 June in each financial year, has not been remitted to the ATO, because it is not due to be paid until the next Business Activity Statement is lodged; and
- a balancing adjustment to account for any variation in the previous financial year between the Treasurer's final outcome determination, and GST payment advances made during that financial year.

States receive monthly advances of GST throughout the year based on the Commonwealth estimate of the GST entitlement. The Treasurer makes a determination of the components of GST revenue collected in the financial year upon receipt of the final outcome after the close of the financial year. Any variation between GST advances and the final outcome is settled in the following financial year.

In 2014-15, an amount of \$370.2 million was added to the states' 2014-15 GST entitlement as a balancing adjustment for the difference between the final amount and advances made during the 2013-14 financial year.

A reconciliation of GST revenue, GST entitlement and GST payments to the states is provided in Table 3.3.

Table 3.3: Reconciling GST revenue, GST entitlement and GST payments to the states

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
GST revenue	56,690	60,330	64,130	67,790	71,780
<i>less</i> Change in GST receivables	2,405	3,014	2,899	2,987	3,260
GST receipts	54,285	57,316	61,231	64,803	68,520
<i>less</i> Non-GIC penalties collected	260	270	280	300	320
<i>less</i> GST collected by Commonwealth agencies but not yet remitted to the ATO	25	-4	1	3	..
GST entitlement	54,000	57,050	60,950	64,500	68,200
<i>plus</i> Prior year balancing adjustment	370				
GST payments to the states	54,370	57,050	60,950	64,500	68,200

Table 3.4 provides a reconciliation of the GST entitlement estimates since the 2014-15 Budget and 2014-15 MYEFO. The reconciliation accounts for policy decisions and parameter and other variations. The GST entitlement in 2015-16 has been revised down by \$150 million since the 2014-15 MYEFO.

Table 3.4: Reconciliation of the GST entitlement estimates since the 2014-15 Budget and 2014-15 MYEFO

\$million	2014-15	2015-16	2016-17	2017-18
GST entitlement at 2014-15 Budget	53,710	57,020	60,440	63,810
Changes between 2014-15 Budget and MYEFO				
Effect of policy decisions	-7	-1	-1	-1
Effect of parameter and other variations	7	181	-49	-179
Total variations	-	180	-50	-180
GST entitlement at 2014-15 MYEFO	53,710	57,200	60,390	63,630
Changes between 2014-15 MYEFO and Budget				
Effect of policy decisions	-	..	494	763
Effect of parameter and other variations	290	-150	66	107
Total variations	290	-150	560	870
GST entitlement at 2015-16 Budget	54,000	57,050	60,950	64,500

Specific policy decisions taken since MYEFO that affect the GST entitlement are shown in Table 3.5. These decisions increase the amount of the GST entitlement by \$2.2 billion over the five years to 2018-19.

Detailed information on policy decisions since the 2014-15 MYEFO is included in Budget Paper No. 2, *Budget Measures 2015-16*.

Table 3.5: Policy decisions since MYEFO that affect the GST entitlement

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
GST – applying to digital products and services imported by consumers	-	-	-	150.0	200.0
GST – compliance programme - three year extension	-	-	493.5	612.3	710.3
GST – not proceeding with a reverse charge for going concerns and farmland	-	*	*	*	*
Serious Financial Crime taskforce – addressing financial and tax fraud	-	0.1	0.6	1.1	1.4
Total	-	0.1	494.1	763.4	911.7

Distribution of the GST entitlement among the states

The Commonwealth distributes GST among the states in accordance with the principle of horizontal fiscal equalisation and having regard to the recommendations of the Commonwealth Grants Commission (the Commission).

The Commission recommends GST revenue sharing relativities to be used in calculating each state’s entitlement of the GST pool. The relativities determine how much GST each state receives compared with an equal per capita share and are determined such that, if each state made the same effort to raise revenue from its own sources and operated at the same level of efficiency, each state would have the capacity to provide services and the associated infrastructure at the same standard.

This does not necessarily result in the same standard of government services being delivered – just the equalisation of each state’s capacity to provide the same standard of services. In calculating GST relativities, the Commission takes into account differences in the states’ capacities to raise revenues and differences in the costs the states would incur in providing the same standard of government services, including through acquiring the infrastructure used to deliver those services.

The detailed calculation for the distribution of the GST entitlement in 2014-15 and 2015-16 is shown in Table 3.6.

Table 3.6: Calculation of GST entitlements^(a)

	Estimated 31 December population (1)	GST relativities (2)	Adjusted population (1) x (2) (3)	Share of adjusted population (4)	Share of GST pool \$million (5)
2014-15					
NSW	7,578,490	0.97500	7,389,028	31.3%	16,897.2
VIC	5,895,618	0.88282	5,204,769	22.0%	11,902.2
QLD	4,761,589	1.07876	5,136,612	21.8%	11,746.4
WA	2,606,666	0.37627	980,810	4.2%	2,242.9
SA	1,692,871	1.28803	2,180,469	9.2%	4,986.3
TAS	515,707	1.63485	843,104	3.6%	1,928.0
ACT	388,579	1.23600	480,284	2.0%	1,098.3
NT	247,108	5.66061	1,398,782	5.9%	3,198.7
Total	23,686,628	na	23,613,857	100.0%	54,000.0
2015-16					
NSW	7,682,441	0.94737	7,278,114	30.3%	17,295.3
VIC	6,001,823	0.89254	5,356,867	22.3%	12,729.7
QLD	4,847,938	1.12753	5,466,196	22.8%	12,989.5
WA	2,686,269	0.29999	805,854	3.4%	1,915.0
SA	1,708,718	1.35883	2,321,857	9.7%	5,517.5
TAS	517,161	1.81906	940,747	3.9%	2,235.5
ACT	394,899	1.10012	434,436	1.8%	1,032.4
NT	251,940	5.57053	1,403,439	5.8%	3,335.0
Total	24,091,189	na	24,007,510	100.0%	57,050.0

(a) Amounts shown are estimates of each jurisdiction's GST entitlement based on the estimated total GST pool. For 2014-15, these amounts do not take into account the prior year balancing adjustment for underpayments made in 2013-14, totalling \$370.2 million, which was paid in 2014-15.

The Commission does not produce relativities beyond the Budget year. The Commonwealth produces technical projections of GST relativities for the purposes of publishing state breakdowns of the GST entitlement. These projections utilise a highly simplified version of the Commission's workings, starting with each state's relative fiscal need from the Commission's most recent report, in this case, the *Report on GST Revenue Sharing Relativities – 2015 Review*. Minor technical adjustments are then made for estimated changes in the size of the GST pool, state population shares and the distribution of National SPPs.

In producing these projections the Commonwealth does not make adjustments for possible future changes to: state revenues such as mining royalties and stamp duty on conveyances; state expenditure; or Commonwealth-state financial relations. Given that state fiscal capacities will inevitably change over time, the Commission's future recommended relativities will differ from the Commonwealth's projected relativities.

Consistent with the Commission's approach, the Commonwealth's projected relativity for an individual year is the average of relativities for three historical assessment years. For example, the 2016-17 projected relativity is based on annual relativities for 2012-13, 2013-14 and 2014-15.

Table 3.7 shows the GST relativities recommended by the Commission and determined by the Treasurer for 2014-15 and 2015-16, and the Commonwealth's technical projections of relativities for distributing GST for 2016-17 to 2018-19. Table 3.8 shows the distribution of the GST entitlement based on the GST relativities and projected relativities in Table 3.7.

Table 3.7: GST relativities recommended by the Commission and the Commonwealth's technical projections of GST relativities

	NSW	VIC	QLD	WA	SA	TAS	ACT	NT
2014-15	0.97500	0.88282	1.07876	0.37627	1.28803	1.63485	1.23600	5.66061
2015-16	0.94737	0.89254	1.12753	0.29999	1.35883	1.81906	1.10012	5.57053
2016-17(a)	0.92605	0.87367	1.21220	0.23820	1.42761	1.80375	1.08242	5.34709
2017-18(a)	0.92553	0.87159	1.26052	0.18064	1.44880	1.81104	1.11116	4.91376
2018-19(a)	0.93075	0.87740	1.25194	0.20175	1.42763	1.78167	1.10641	4.77782

(a) These are Commonwealth projections based on technical assumptions accounting for estimated changes to the size of the GST pool, state population shares and the distribution of National SPPs. They do not represent a forecast of future relativities.

Table 3.8: Distribution of the GST entitlement^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	16,897.2	11,902.2	11,746.4	2,242.9	4,986.3	1,928.0	1,098.3	3,198.7	54,000.0
2015-16	17,295.3	12,729.7	12,989.5	1,915.0	5,517.5	2,235.5	1,032.4	3,335.0	57,050.0
2016-17(b)	18,017.1	13,335.5	14,945.6	1,647.5	6,150.9	2,336.3	1,085.0	3,432.2	60,950.0
2017-18(b)	19,020.0	14,110.1	16,483.2	1,341.1	6,564.8	2,450.4	1,179.0	3,351.4	64,500.0
2018-19(b)	20,184.9	15,050.0	17,345.6	1,605.7	6,797.2	2,515.8	1,241.5	3,459.2	68,200.0

(a) Amounts shown are estimates of each jurisdiction's GST entitlement based on the estimated total GST pool. For 2014-15, these amounts do not take into account the prior year balancing adjustment for underpayments made in 2013-14, totalling \$370.2 million, which was paid in 2014-15.

(b) These are Commonwealth projections and are based on the relativities in Table 3.7 which incorporate technical adjustments for the estimated size of the GST pool, state population shares and the distribution of National SPPs.

Box 3.1 provides an analysis which highlights the volatility in projecting the GST relativities.

Box 3.1: Impact of iron ore prices on the GST revenue sharing relativities

The Commonwealth Grants Commission (the Commission) recommends GST relativities for the Budget year based on its assessment of state revenues and expenses under average policy settings, taking into account economic, demographic and geographic circumstances. The Commission does not project relativities because its relativities are based on actual outcomes in past years.

The Commonwealth produces technical projections of GST relativities beyond the Budget year for the purpose of publishing state breakdowns of the GST entitlement. These projections utilise a highly simplified version of the calculations used by the Commission to recommend the relativities for the Budget year.

In reality, changes in relativities between years are driven by factors including changes in state revenue and expenses. Mining revenue, in particular royalties on iron ore, and stamp duty on conveyances are particularly volatile revenue bases, and will have a significant influence on future relativities.

The Commonwealth's technical projections do not make adjustments for: possible changes to future state revenues such as mining royalties and stamp duty on conveyances; changes to future state expenditure; or any other changes in Commonwealth-state financial relations. Given that state fiscal capacities will inevitably change over time, the Commission's future recommended relativities will differ from the Commonwealth's projected relativities.

It is anticipated that changes in mining revenue, in particular royalties on iron ore, and stamp duty on conveyances will continue to have significant effects on state revenues and therefore fiscal capacities. The Commonwealth does not make any projections of stamp duty on conveyances but does forecast iron ore volumes and prices.

Table 3.9 and Table 3.10 show the impact of incorporating the Commonwealth's forecasts of iron ore volumes and prices into the technical projections of GST relativities and GST entitlements.

These projections provide a more realistic estimate of future relativities, all else being equal. They remain a partial projection as they only include changes for one of the cyclical factors, that is iron ore volumes and prices. The Commonwealth Treasury will consult with the states and territories on the methodology for preparing relativity projections in future budget updates.

Table 3.9: GST relativities – including iron ore royalty estimates

	NSW	VIC	QLD	WA	SA	TAS	ACT	NT
2014-15	0.97500	0.88282	1.07876	0.37627	1.28803	1.63485	1.23600	5.66061
2015-16	0.94737	0.89254	1.12753	0.29999	1.35883	1.81906	1.10012	5.57053
2016-17(a)	0.91576	0.86337	1.20192	0.32014	1.42045	1.79524	1.07212	5.34427
2017-18(a)	0.90023	0.84628	1.23524	0.38325	1.43118	1.79010	1.08585	4.90689
2018-19(a)	0.89176	0.83840	1.21298	0.51668	1.40042	1.74935	1.06741	4.76729

(a) These are Commonwealth projections incorporating the possible impact on state fiscal capacities of the Commonwealth's estimates of iron ore royalties and technical adjustments for the estimated size of the GST pool, state population shares and the distribution of National SPPs. They do not represent a forecast of future relativities.

Table 3.10: Distribution of the GST entitlement – including iron ore royalty estimates^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	16,897.2	11,902.2	11,746.4	2,242.9	4,986.3	1,928.0	1,098.3	3,198.7	54,000.0
2015-16	17,295.3	12,729.7	12,989.5	1,915.0	5,517.5	2,235.5	1,032.4	3,335.0	57,050.0
2016-17(b)	17,808.5	13,172.1	14,811.9	2,213.2	6,117.1	2,324.2	1,074.2	3,428.8	60,950.0
2017-18(b)	18,470.2	13,678.2	16,126.6	2,840.8	6,474.5	2,418.1	1,150.3	3,341.3	64,500.0
2018-19(b)	19,275.6	14,333.6	16,750.4	4,098.7	6,645.7	2,462.0	1,193.8	3,440.2	68,200.0

(a) Amounts shown are estimates of each jurisdiction's GST entitlement based on the estimated total GST pool. For 2014-15, these amounts do not take into account the prior year balancing adjustment for underpayments made in 2013-14, totalling \$370.2 million, which was paid in 2014-15.

(b) These are Commonwealth projections and are based on the relativities in Table 3.9 which incorporate estimates of iron ore royalties and technical adjustments for the estimated size of the GST pool, state population shares and the distribution of National SPPs.

Box 3.2: The effect of horizontal fiscal equalisation

It is common for individual states within a federation to have different capacities to raise revenue or deliver services. The practice of equalising revenue capacities and/or expenditure capacities between the states in a federation is common. Australia has had various forms of fiscal equalisation since 1901.

One way to view the degree of horizontal fiscal equalisation is to compare each state's share of the GST entitlement using the GST relativities, with a notional distribution on an equal per capita basis. In 2015-16, around \$6.8 billion (or 12.0 per cent) of the GST entitlement will be redistributed among the states, compared with an equal per capita distribution (Table 3.11).

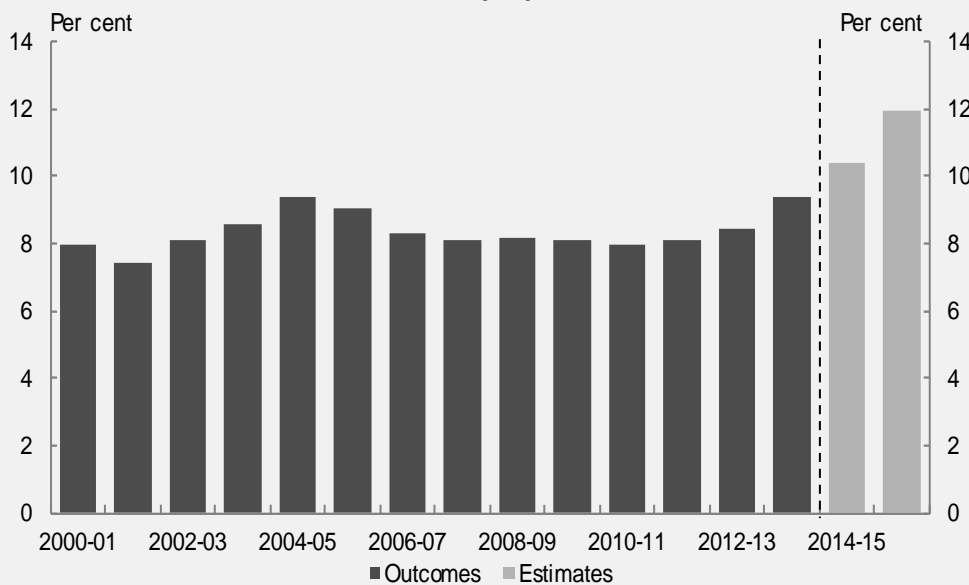
Table 3.11: Difference from equal per capita distribution, 2015-16

	GST distribution 2015-16 Budget \$million	Equal per capita distribution of GST \$million	Redistribution(a) \$million	Projected population '000	Per capita redistribution \$
NSW	17,295.3	18,192.7	-897.4	7,682	-116.8
VIC	12,729.7	14,212.8	-1,483.1	6,002	-247.1
QLD	12,989.5	11,480.3	1,509.2	4,848	311.3
WA	1,915.0	6,361.3	-4,446.3	2,686	-1,655.2
SA	5,517.5	4,046.4	1,471.1	1,709	861.0
TAS	2,235.5	1,224.7	1,010.9	517	1,954.6
ACT	1,032.4	935.2	97.2	395	246.2
NT	3,335.0	596.6	2,738.4	252	10,869.4
Total	57,050.0	57,050.0	6,826.8	24,091	

(a) The total redistribution of \$6,827 million is the sum of positive items in that column.

Chart 3.1 below shows the proportion of the GST entitlement being redistributed in 2015-16 and since the GST commenced.

Chart 3.1: GST redistributed as a proportion of the GST entitlement



GST administration

States compensate the Commonwealth for the agreed costs incurred by the ATO in administering the GST, including costs incurred by the Australian Customs and Border Protection Service. The GST administration budget for the ATO is estimated to be \$679.6 million for 2015-16, as shown in Table 3.12.

Table 3.12: Reconciliation of the GST administration budget

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
Administration budget at 2014-15 Budget	692.7	693.9	559.6	565.1	na
Total parameter variations from 2014-15 Budget to MYEFO	-4.2	-13.6	-33.6	-53.1	na
Administration budget at 2014-15 MYEFO	688.5	680.3	526.0	512.0	na
Changes from MYEFO to 2015-16 Budget					
Additional GST compliance(a)	-	-	92.6	88.3	84.6
Parameter variations	-	-0.7	-1.5	-2.5	-
Other variations	-	-	-	-	-
Total variations	-	-0.7	91.1	85.8	84.6
Administration budget at 2015-16 Budget	688.5	679.6	617.1	597.8	587.6
less Prior year adjustment	8.2				
<i>equals</i> State government payments	680.3	679.6	617.1	597.8	587.6

(a) Further information on the additional GST compliance measure can be found in Budget Paper No. 2, *Budget Measures 2015-16*.

In 2013-14, the GST administration payments made by the states were \$8.2 million more than the combination of the total final audited GST administration cost for 2013-14 and the states' 2012-13 net underpayment. This overpayment was subtracted from the estimated administration costs of \$688.5 million for 2014-15.

OTHER GENERAL REVENUE ASSISTANCE

The Commonwealth makes payments of other general revenue assistance to the states, including:

- payments to the Australian Capital Territory for municipal services;
- compensation for reduced royalties;
- royalties; and
- Snowy Hydro Limited tax compensation.

Similar to GST, other general revenue assistance is provided to the states without conditions, to spend according to their own budget priorities. These payments are detailed below.

Table 3.13: Other general revenue assistance

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
ACT municipal services	38.0	38.5	39.1	39.8	40.4
Reduced royalties	46.5	29.5	29.9	25.0	20.5
Royalties	1,025.7	555.9	566.4	508.9	408.8
Snowy Hydro Limited tax compensation	68.0	75.0	75.0	75.0	75.0
Total other general revenue assistance	1,178.1	698.9	710.4	648.7	544.7

Payments in respect of Australian Capital Territory municipal services

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	-	-	-	38.0	-	38.0
2015-16	-	-	-	-	-	-	38.5	-	38.5
2016-17	-	-	-	-	-	-	39.1	-	39.1
2017-18	-	-	-	-	-	-	39.8	-	39.8
2018-19	-	-	-	-	-	-	40.4	-	40.4

The Commonwealth provides general revenue assistance to the Australian Capital Territory to assist meeting the additional municipal costs which arise from Canberra's role as the national capital; and to compensate the Australian Capital Territory for additional costs resulting from the national capital planning influences on the provision of water and sewerage services.

The level of funding is based upon the findings of the Commission, in its second and third reports on financing for the Australian Capital Territory, prior to the move to self-government in 1989.

Reduced royalties

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	46.5	-	-	-	-	46.5
2015-16	-	-	-	29.5	-	-	-	-	29.5
2016-17	-	-	-	29.9	-	-	-	-	29.9
2017-18	-	-	-	25.0	-	-	-	-	25.0
2018-19	-	-	-	20.5	-	-	-	-	20.5

The Commonwealth provides general revenue assistance to compensate Western Australia for the loss of royalty revenue resulting from the removal of the exemption of condensate from crude oil excise in the 2009-10 Budget.

Royalties^(a)

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	-	-	-	nfp	-	-	-	nfp	1,025.7
2015-16	-	-	-	nfp	-	-	-	nfp	555.9
2016-17	-	-	-	nfp	-	-	-	nfp	566.4
2017-18	-	-	-	nfp	-	-	-	nfp	508.9
2018-19	-	-	-	nfp	-	-	-	nfp	408.8

(a) State splits for royalties are not published due to commercial sensitivities.

Royalty payments to Western Australia

The Commonwealth provides general revenue assistance to Western Australia from royalties collected under the *Offshore Petroleum (Royalty) Act 2006* in respect of the North West Shelf oil and gas project off the coast of Western Australia. The Commonwealth collects these royalties because it has jurisdiction over offshore areas.

These royalties are shared between the Commonwealth (approximately one third) and Western Australia (approximately two thirds). These payment arrangements are in accordance with the revenue sharing arrangements in section 75 of the *Offshore Petroleum and Greenhouse Gas Storage Act 2006*.

Royalty payments to the Northern Territory

The Commonwealth provides general revenue assistance to the Northern Territory in lieu of royalties on uranium mining in the Ranger Project Area, due to the Commonwealth's ownership of uranium in the Northern Territory.

General revenue assistance is payable biannually at the royalty rate of 1.25 per cent of the net proceeds of sales. These royalties are paid under a continuing agreement established under the 1978 Memorandum of Understanding between the Commonwealth and the Northern Territory.

Snowy Hydro Limited tax compensation

\$million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15	45.3	22.7	-	-	-	-	-	-	68.0
2015-16	50.0	25.0	-	-	-	-	-	-	75.0
2016-17	50.0	25.0	-	-	-	-	-	-	75.0
2017-18	50.0	25.0	-	-	-	-	-	-	75.0
2018-19	50.0	25.0	-	-	-	-	-	-	75.0

On 28 June 2002, the Snowy Mountains Hydro Electric Authority was corporatised. The assets and business of the Authority were transferred to Snowy Hydro Limited, a company jointly owned by the Commonwealth, New South Wales and Victoria (with 13 per cent, 58 per cent and 29 per cent shareholdings respectively).

The Commonwealth provides compensation payments to New South Wales and Victoria, in the form of general revenue assistance, for Commonwealth income taxes paid by Snowy Hydro Limited in proportion to the states' shareholdings.

Payments are made in accordance with the Snowy Hydro Tax Compensation Deed between the Commonwealth, New South Wales and Victoria. These taxes would have previously been payable to the states through tax equivalence regime payments.

MIRROR TAX ARRANGEMENTS

The Commonwealth introduced mirror tax arrangements in 1998 to ensure that the states were not financially disadvantaged by the High Court decision in

Allders International Pty Ltd v Commissioner of State Revenue (Victoria), which invalidated state taxes on Commonwealth places. These arrangements mirror certain state taxes, including payroll taxes, land taxes and stamp duties, with respect to Commonwealth places. The states collect these mirror taxes on behalf of the Commonwealth and bear the administrative costs of collection. All mirror tax revenues are credited to the Commonwealth and simultaneously appropriated to the states. Hence, mirror taxes are recorded as both a Commonwealth revenue and expense, with no net impact on the Commonwealth's budget position, as shown in Table 3.14.

Table 3.14: Mirror taxes accrued on behalf of the states

\$million	2014-15	2015-16	2016-17	2017-18	2018-19
Mirror taxes	509.0	546.2	580.8	614.6	636.5
less Payments to state governments	509.0	546.2	580.8	614.6	636.5
Commonwealth Budget impact	-	-	-	-	-

PART 4: DEVELOPMENTS IN THE CONSOLIDATED NON-FINANCIAL PUBLIC SECTOR

INTRODUCTION

This Part provides a perspective on the financial position of all levels of government in Australia.

It discusses trends in key fiscal indicators including the net operating balance, fiscal balance, cash balance and net debt, at the Commonwealth level, state and territory (state) level, and the consolidated level, which includes local government.

This Part focuses on trends in the non-financial public sector (NFPS) which comprises the general government sector and the public non-financial corporations (PNFC) sector.¹ The general government sector provides non-market goods and services such as policing, health and education. The PNFC sector comprises government controlled corporations engaged in providing market goods such as electricity and public transport, but not financial services.

For further information on the fiscal indicators and the institutional structure of the public sectors see Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 9: Australian Government Budget Financial Statements*.

State estimates in this Part come from their most recent publicly available financial reports. Victoria's and the Northern Territory's estimates are based on their 2015-16 budgets, while the remaining jurisdictions are drawn from their 2014-15 mid-year financial reports. Aggregate state data are only available to 2017-18, so references to the forward estimates in this Part relate to the period 2015-16 to 2017-18.

Additional data tables can be found in Appendix C (available online).

NET OPERATING BALANCE

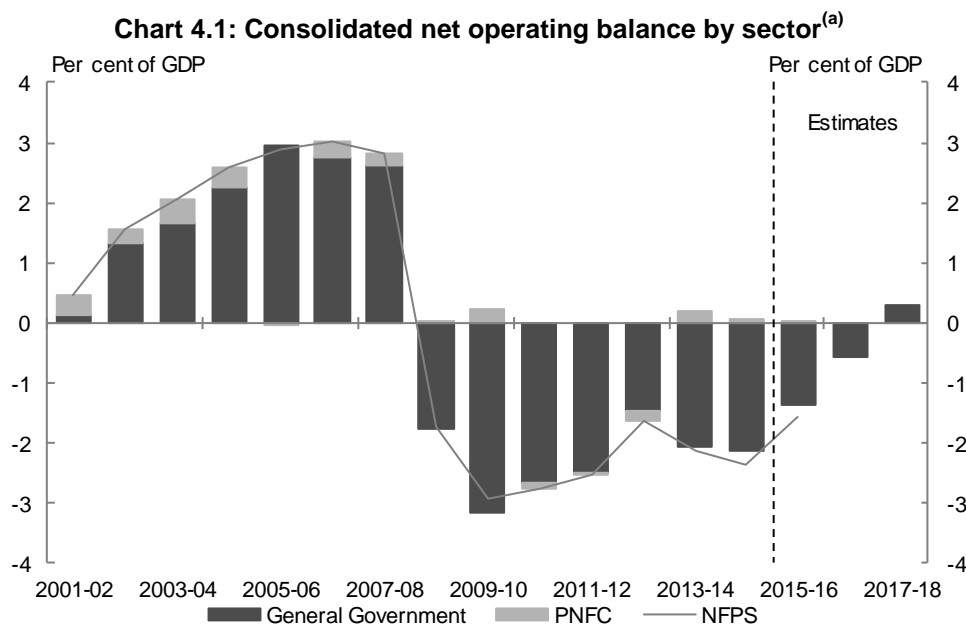
The net operating balance measures in accrual terms the gap between recurrent expenses and revenue for a given period. This is the headline budget measure used by most states to provide an indication of the medium-term sustainability of the existing level of government services. The Commonwealth does not use net operating balance as a headline fiscal indicator.

¹ Due to inter-sectoral transfers, NFPS does not always equal the sum of the general government and PNFC sectors.

In aggregate, the states are expecting the general government sector to record a net operating surplus of 0.2 per cent of GDP in 2015-16, improving to a surplus of 0.4 per cent of GDP in 2017-18.

In aggregate, on average across the forward estimates, the states are expecting revenue as a proportion of GDP to be 14.2 per cent, which is slightly below the pre-Global Financial Crisis 10-year average of 14.3 per cent of GDP.

As shown in Chart 4.1, the consolidated general government sector is expected to record a net operating deficit of 1.4 per cent of GDP in 2015-16, improving to a surplus of 0.3 per cent of GDP in 2017-18.

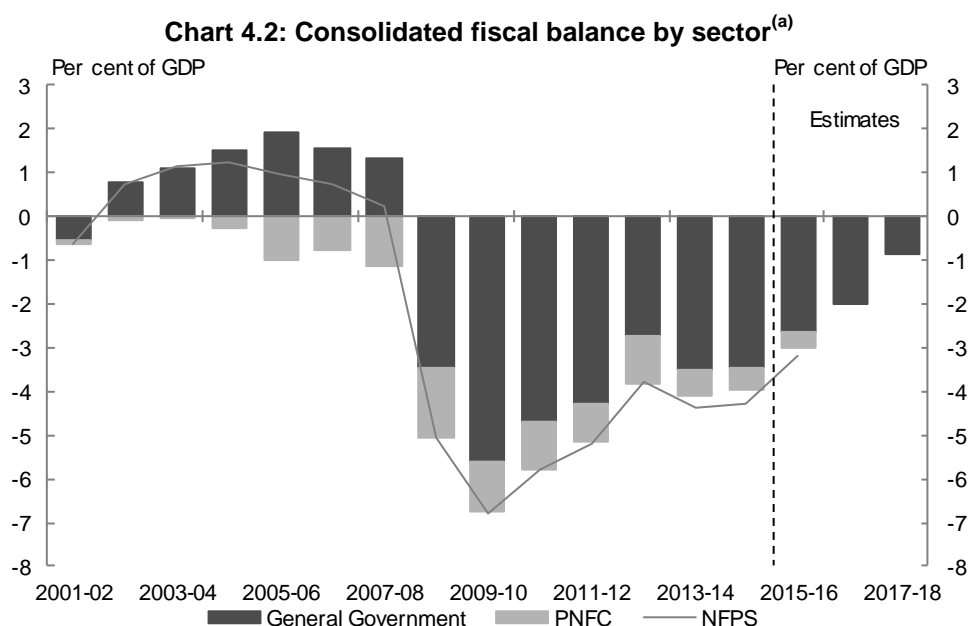


(a) Data for the PNFC sector (and therefore NFPS) are not available beyond 2015-16.

FISCAL AND CASH BALANCES

A fiscal surplus indicates that a government is saving more than enough to finance all of its investment spending and is therefore not contributing directly to the current account deficit. A fiscal deficit indicates that a government needs to borrow or liquidate financial assets in order to fund its capital and/or recurrent expenditures.

As the fiscal balance includes capital transfers and investment in non-financial assets, which are not included in the net operating balance, the difference between the fiscal balance and the net operating balance is the effect of investment in non-financial assets, including infrastructure.



(a) Data for the PNFC sector (and therefore the NFPS) are not available beyond 2015-16.

The fiscal balance of the Commonwealth general government sector is expected to remain in deficit over the forward estimates, however the 2015-16 deficit of 2.0 per cent of GDP is expected to decrease in both 2016-17 and 2017-18.

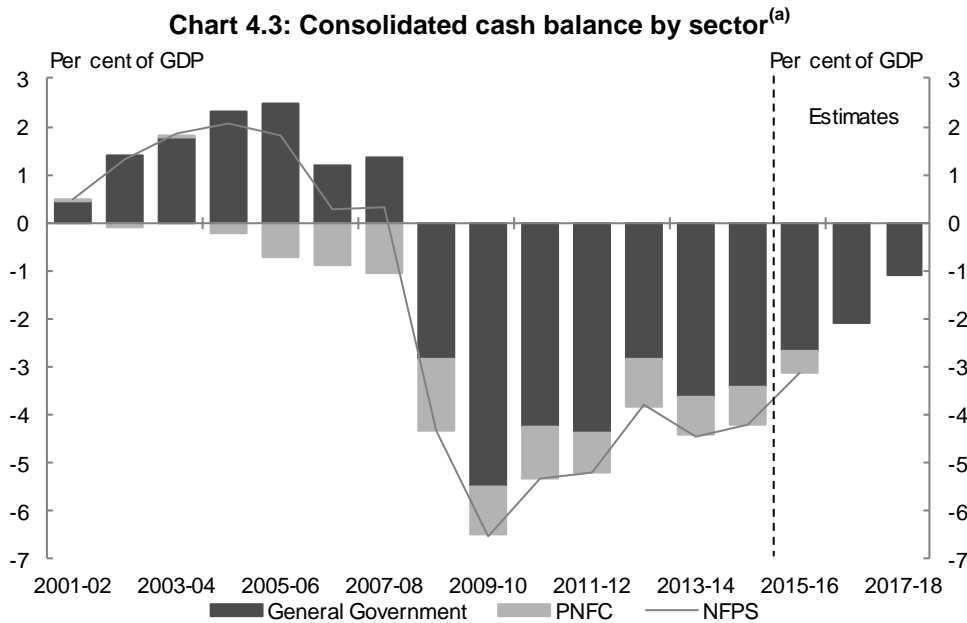
Aggregate state net capital investment is forecast to increase from 0.5 per cent of GDP in 2015-16 to 0.7 per cent of GDP in 2016-17, before declining to 0.4 per cent of GDP in 2017-18. Despite the improvements in forecast general government state net operating balances over the forward estimates, the aggregate state fiscal balance is expected to remain in deficit until 2016-17, before becoming broadly balanced in 2017-18.

At the consolidated level, the general government sector fiscal balance is expected to remain in deficit across the forward estimates, although the deficit is expected to narrow from 2.6 per cent of GDP in 2015-16 to 0.8 per cent of GDP by 2017-18. A fiscal deficit of 0.4 per cent of GDP is expected in the PNFC sector for 2015-16, contributing to an NFPS deficit of 3.2 per cent of GDP in 2015-16.

The cash balance is the equivalent of a fiscal balance measured on a non-accrual basis, capturing payments and receipts as they occur. It therefore reflects the extent to which cash is available to a government.

The cash balance of the Commonwealth general government sector is expected to remain in deficit over the forward estimates, with a deficit of 2.1 per cent of GDP in 2015-16 improving to a deficit of 0.8 per cent of GDP in 2017-18. At the state level, the expected 2015-16 deficit of 0.2 per cent of GDP will become broadly balanced in 2017-18.

As shown in Chart 4.3, the consolidated general government sector cash balance is expected to be a deficit of 2.7 per cent of GDP in 2015-16, before improving to a deficit of 1.1 per cent of GDP in 2017-18. A cash deficit of 0.4 per cent of GDP is also expected in the PNFC sector in 2015-16, contributing to an NFPS deficit of 3.1 per cent of GDP in 2015-16.



(a) Data for the PNFC sector (and therefore the NFPS) are not available beyond 2015-16.

NET DEBT

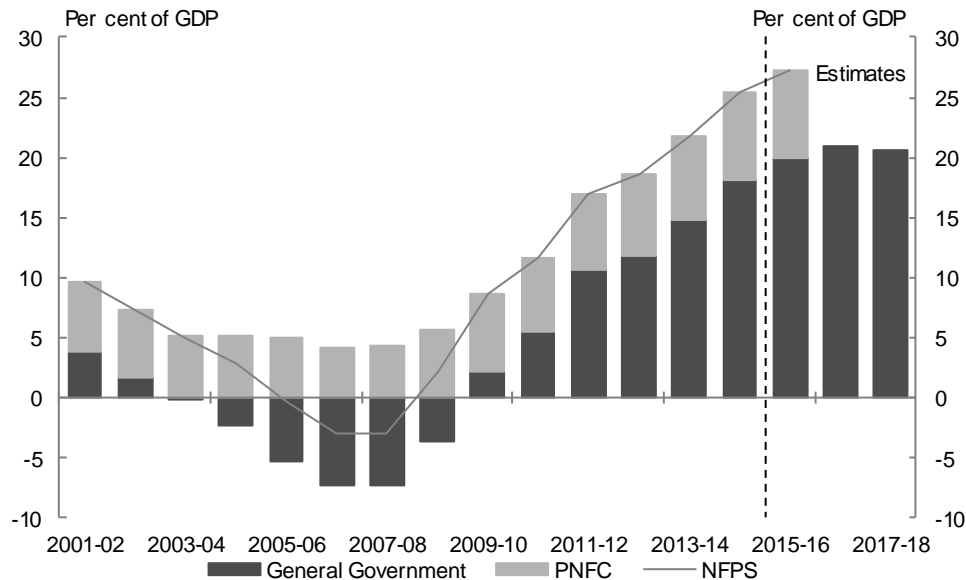
Net debt is the sum of selected financial liabilities (deposits held, advances received, government securities, loans and other borrowing) less the sum of selected financial assets (cash and deposits, advances paid, investments, loans and placements). Net debt does not include superannuation-related liabilities.

As shown in Chart 4.4, consolidated general government sector net debt is expected to increase from 19.9 per cent of GDP in 2015-16 to 21.0 per cent in 2016-17 before declining to 20.6 per cent of GDP in 2017-18.

Commonwealth general government sector net debt as a proportion of GDP is expected to increase from 17.3 per cent in 2015-16 to 18.0 per cent in 2016-17 before declining to 17.6 per cent of GDP in 2017-18. State net debt as a proportion of GDP is expected to peak at 3.4 per cent in 2016-17, before declining to 3.1 per cent of GDP in 2017-18. The local government sector is expected to continue to have negative net debt, that is, selected financial assets will exceed selected financial liabilities.

Commonwealth net debt is expected to continue to make up the bulk of consolidated net debt.

**Chart 4.4: Consolidated net debt by sector
(as at end of financial year)^(a)**



(a) Data for the PNFC sector (and therefore the NFPS) are not available beyond 2015-16.

THE AUSTRALIAN LOAN COUNCIL

The Australian Loan Council (Loan Council) is a Commonwealth-state council that coordinates public sector borrowing. It consists of the Prime Minister of Australia and the Premier/Chief Minister of each state and territory. In practice, each member is represented by a nominee, usually the Treasurer of that jurisdiction, with the Commonwealth Treasurer as Chair.

Current Loan Council arrangements operate on a voluntary basis and emphasise transparency of public sector financing rather than adherence to strict borrowing limits. These arrangements are designed to enhance financial market scrutiny of public sector borrowing and facilitate informed judgments about each government's financial performance.

The Loan Council traditionally meets annually in March or April to consider jurisdictions' nominated borrowings for the forthcoming year. As part of the agreed arrangements, the Loan Council considers these nominations, having regard to each jurisdiction's fiscal position and the macroeconomic implications of the aggregate figure.

Outcome of the 2015 Loan Council meeting

The Loan Council met on 9 April 2015 to consider Loan Council Allocation nominations for 2015-16. The Loan Council approved each jurisdiction's nominated allocation. In aggregate, the nominations represent a deficit of \$49.5 billion (Table 4.1). The states nominated a deficit of \$4.2 billion and the Commonwealth nominated a deficit of \$45.4 billion.

Developments since the 2015 Loan Council meeting

As part of the Loan Council arrangements, all jurisdictions are required to update their Loan Council Allocation to reflect their budget and to provide an explanation to the Loan Council if they are likely to exceed the tolerance limit.

2015-16 Loan Council Allocation budget updates will be available in the states' 2015-16 budgets.

The Commonwealth's 2015-16 Loan Council Allocation budget update is available in Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 9: Budget Financial Statements, Appendix B*.

Table 4.1: Loan Council Allocation nominations for 2015-16^(a)

	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	C'wlth	Total
	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
Nominated 2015-16 LCAs										
General government sector cash surplus(-)/deficit(+)	338	-227	-571	1,829	-43	28	486	20	27,714	
PNFC sector cash surplus(-)/deficit(+)	2,672	-5,108	667	642	246	211	123	30	4,484	
NFPS cash surplus(-)/deficit(+)(b)	3,012	-5,433	96	2,471	204	239	602	50	32,198	
<i>plus</i> Acquisitions under finance leases and similar arrangements	46	1,050	195	5	0	0	0	0	2	
<i>equals</i> ABS GFS cash surplus(-)/deficit(+)	3,057	-4,383	290	2,476	204	239	602	50	32,200	
<i>minus</i> Net cash flows from investments in financial assets for policy purposes(c)	-1,234	116	249	0	-3	-2	0	11	-14,217	
<i>plus</i> Memorandum items(d)	1,048	401	422	-628	-548	57	25	0	-1,044	
Loan Council Allocations	5,339	-4,098	463	1,848	-341	297	627	39	45,373	49,547
2015-16 tolerance limit(e)	1,689	1,178	1,236	871	365	165	106	131	8,176	

(a) Loan Council Allocation (LCA) nominations for 2015-16 reflect best estimates of cash surpluses/deficits. Nominations have been provided on the basis of policies announced up to and included in jurisdictions' mid-year financial reports. Each jurisdiction will publish an updated LCA estimate as part of its budget documentation.

(b) The sum of the general government and PNFC sector balances may not equal the NFPS balance due to inter-sectoral transfers.

(c) Net cash flows from investments in financial assets for policy purposes comprise net lending by governments with the aim of achieving government policy as well as net equity sales and net lending to other sectors or jurisdictions. Such transactions involve the transfer or exchange of a financial asset and are not included within the cash deficit. However, these flows have implications for a government's call on financial markets. Net cash flows from investments in financial assets for policy purposes are displayed with the same sign as reported in cash flow statements.

(d) Memorandum items are used to adjust the NFPS surplus/deficit to include in LCAs certain transactions — such as operating leases — that have many of the characteristics of public sector borrowings but do not constitute formal borrowings. They are also used, where appropriate, to deduct from the NFPS surplus/deficit certain transactions that the Loan Council has agreed should not be included in LCAs, for example, the funding of more than employers' emerging costs under public sector superannuation schemes, or borrowings by entities such as statutory marketing authorities. Where relevant, memorandum items include an amount for gross new borrowings of government home finance schemes.

(e) Tolerance limits are designed, inter alia, to accommodate changes to LCAs resulting from changes in policy. Tolerance limits apply between jurisdictions' LCA nominations and budget estimates, and again between budget estimates and outcomes. They are calculated as two per cent of NFPS cash receipts from operating activities in each jurisdiction.

APPENDIX A: PARAMETERS AND FURTHER INFORMATION

This appendix provides information on the parameters used in producing this Budget Paper.

Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 2: Economic Outlook*, provides information on the forecasting approach used in the 2015-16 Budget.

POPULATION

Population data are used to distribute funding between the states and in the calculation of annual growth factors.

Estimates of state populations

Table A.1 sets out the state population series used in this Budget Paper.

Table A.1: Population by state, at 31 December

million	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014	7.578	5.896	4.762	2.607	1.693	0.516	0.389	0.247	23.687
2015	7.682	6.002	4.848	2.686	1.709	0.517	0.395	0.252	24.091
2016	7.791	6.112	4.937	2.770	1.725	0.519	0.401	0.257	24.511
2017	7.899	6.223	5.026	2.854	1.742	0.520	0.408	0.262	24.935
2018	8.009	6.335	5.117	2.939	1.758	0.521	0.414	0.267	25.361

The state populations for 2014-15 to 2018-19 are Treasury estimates of the population of each state on 31 December in the respective year. They are constructed using the latest demographic data available from the Australian Bureau of Statistics (ABS) and Treasury assumptions. These assumptions are in respect of fertility, mortality, net overseas migration and interstate migration.

Fertility

For 2015-16 Budget, the Treasury fertility assumption is that the Total Fertility Rate (TFR) will equal 1.900 babies per woman in 2014 and remain stable for the remainder of the projection period. This assumption is unchanged from the 2014-15 Budget and is consistent with that in the *2015 Intergenerational Report*.

Mortality

The mortality assumptions are based on the medium assumptions used in the ABS *Population Projections, 2012-2101* (cat. no. 3222.0). In these assumptions, a continuing decline in mortality rates across Australia, with state differentials persisting, is assumed. Overall, life expectancy is assumed to improve to the year 2018 at the rate observed over the period 1981 to 2011.

Net overseas migration

Table A.2 shows the net overseas migration assumptions used in this Budget Paper.

Table A.2: Net overseas migration

	2014	2015	2016	2017	2018
Net overseas migration, Australia	219,098	237,750	250,000	250,000	250,000

State shares of net overseas migration are estimated by using a weighted average of the three most recent observed years – 2011, 2012 and 2013 – with weights of one, two and four respectively.

Interstate migration

Similar to state shares of net overseas migration, the Treasury's estimates of net interstate migration are based on a weighted average of the three most recent observed years – 2011, 2012 and 2013 – with weights of one, two and four respectively. Due to data lags, the 2014 observation includes an assumption for the December quarter based on weighted averages of arrivals and departures for December quarters 2011 to 2013.

Table A.3: Net interstate migration

	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015	-13,500	5,400	8,200	7,100	-3,500	-1,700	-100	-1,900	-
2016	-13,500	5,400	8,200	7,100	-3,500	-1,700	-100	-1,900	-
2017	-13,500	5,400	8,200	7,100	-3,500	-1,700	-100	-1,900	-
2018	-13,500	5,400	8,200	7,100	-3,500	-1,700	-100	-1,900	-

WAGE, PRICE AND COST INDICES

Table A.4 shows the wage, price and cost indices used in this Budget Paper, rounded to the nearest quarter of a per cent.

Table A.4: Wage, price and cost indices

per cent	2014-15	2015-16	2016-17	2017-18	2018-19
Consumer Price Index	na	na	na	2 1/2	2 1/2
Wage cost index - 1	1 3/4	1 1/2	1 1/2	1 1/2	1 1/2
Wage cost index - 6	2 1/4	1 1/2	2	2	2

DATA SOURCES

The information in Part 4, Appendix B and Appendix C of this Budget Paper is consistent with the ABS Government Finance Statistics reporting framework for the public sector.

Commonwealth data are sourced from the Commonwealth Government Final Budget Outcomes, ABS, and Commonwealth Government Consolidated Financial Statements. See Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*, for more information.

State data for 2014-15 onwards are sourced from states' 2014-15 mid-year financial reports, with the exception of Victoria and Northern Territory which is sourced from the respective 2015-16 Budgets.

The 2015-16 Budget also includes revisions to Commonwealth Government budget aggregates that improve the accuracy and comparability of the data through time. See Budget Paper No. 1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*, for more information on these revisions.

FURTHER INFORMATION

Several publications of the ABS also provide information that is relevant to analysing federal financial relations, including:

- *Australian Demographic Statistics* (cat. no. 3101.0);
- *Population Projections, 2012-2101* (cat. no. 3222.0);
- *Taxation Revenue, Australia* (cat. no. 5506.0);
- *Government Finance Statistics, Australia* (cat. no. 5512. 0);
- *Australian System of Government Finance Statistics – Concepts, Sources and Methods* (cat. no. 5514.0);
- *Information Paper: Developments in Government Finance Statistics* (cat. no. 5516.0); and
- *Information Paper: Accruals Based Government Finance Statistics* (cat. no. 5517.0).

Several publications by the Commonwealth Grants Commission can also provide information relevant to the analysis of federal financial relations relating to the distribution of GST revenue. In relation to the 2015-16 financial year, the relevant publication is *Report on GST Revenue Sharing Relativities – 2015 Review*.

APPENDIX B: TOTAL PAYMENTS TO THE STATES BY GOVERNMENT FINANCE STATISTICS (GFS) FUNCTION

The tables in this Appendix provide information on key fiscal indicators at the Commonwealth, state and local levels, and together at the consolidated level.

Table B.1: Total payments to the states by GFS function

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2014-15									
General public services	-	-	5,020	-	-	-	-	-	5,020
Public order and safety	73,121	51,311	111,038	22,702	17,752	6,836	9,834	40,992	333,586
Education	5,392,235	4,271,826	3,535,477	1,737,664	1,251,423	403,899	296,551	340,002	17,230,515
Health	5,364,261	4,144,251	3,265,442	1,887,221	1,189,379	375,610	317,541	261,114	16,804,819
Social security and welfare	470,782	789,372	346,008	365,552	110,401	34,629	28,968	49,228	2,194,940
Housing and community amenities	533,314	380,368	464,738	417,523	159,839	49,023	26,253	172,577	2,203,635
Recreation and culture	-	-	-	-	-	1,500	-	-	1,500
Fuel and energy	-	-	-	-	-	-	-	-	-
Agriculture, forestry and fishing	98,273	258,214	44,472	1,626	98,317	26,853	4,778	11,245	543,778
Mining, manufacturing and construction	-	-	-	-	-	-	-	-	-
Transport and communication	1,679,748	487,561	1,222,122	1,100,585	140,474	56,989	48,499	119,444	4,870,422
Other economic affairs	-	5,623	2,894	2,952	1,938	875	1,033	971	16,286
Other purposes	17,655,203	12,464,526	12,231,407	2,570,395	5,139,001	2,000,225	1,184,966	3,231,720	57,503,156
Total payments to the states	31,266,937	22,853,052	21,228,618	8,106,220	8,108,524	2,956,439	1,918,423	4,227,293	101,707,657
<i>less</i> payments 'through' the states	3,165,537	2,581,460	2,084,118	1,029,206	751,308	209,225	193,779	151,316	10,167,387
<i>less</i> financial assistance grants for local government	711,667	538,752	450,732	280,990	152,694	72,221	48,674	32,971	2,288,701
<i>less</i> payments direct 'to' local government	97,090	77,550	175,200	54,177	29,680	11,440	-	5,600	450,737
<i>equals</i> total payments 'to' the states for own-purpose expenses	27,292,643	19,655,290	18,518,568	6,741,847	7,174,842	2,663,553	1,675,970	4,037,406	88,800,832

(a) Total column may not equal sum of state totals. There is no basis on which to estimate state allocations for a number of payments, which are not reflected in state totals.

Table B.1: Total payments to the states by GFS function (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2015-16									
General public services	-	-	11,980	-	-	-	-	-	11,980
Public order and safety	85,471	63,318	52,726	30,935	20,892	7,888	11,122	80,792	353,144
Education	5,565,659	4,519,628	3,821,607	1,855,592	1,307,585	421,429	307,112	359,891	18,162,476
Health	5,360,262	4,346,074	3,346,277	1,895,299	1,227,101	389,682	327,338	292,442	17,184,475
Social security and welfare	504,956	842,269	324,393	417,676	114,808	36,257	26,989	29,237	2,315,665
Housing and community amenities	493,783	369,791	452,383	291,575	144,691	33,193	33,182	298,401	2,116,999
Recreation and culture	-	-	-	-	-	-	-	-	-
Fuel and energy	-	-	-	-	-	-	-	-	-
Agriculture, forestry and fishing	199,722	273,947	52,955	671	104,407	54,410	3,647	1,740	706,499
Mining, manufacturing and construction	-	5,000	-	-	5,000	-	-	-	10,000
Transport and communication	2,048,718	694,067	1,517,302	702,864	438,576	143,073	27,151	162,845	6,762,596
Other economic affairs	2,750	4,227	4,588	1,883	1,237	875	858	872	17,290
Other purposes	18,056,614	13,295,751	13,469,678	2,226,539	5,669,486	2,307,327	1,119,445	3,369,369	60,070,110
Total payments to the states	32,317,935	24,414,072	23,053,889	7,423,034	9,033,783	3,394,134	1,856,844	4,595,589	107,711,234
<i>less</i> payments 'through' the states	3,258,866	2,740,951	2,212,486	1,105,865	805,408	221,527	210,254	159,811	10,717,368
<i>less</i> financial assistance grants for local government	711,292	539,597	450,475	282,012	151,956	71,791	48,562	33,016	2,288,701
<i>less</i> payments direct 'to' local government	193,600	144,800	142,400	102,400	50,380	22,800	-	11,200	667,580
<i>equals</i> total payments 'to' the states for own-purpose expenses	28,154,177	20,988,724	20,248,528	5,932,757	8,026,039	3,078,016	1,598,028	4,391,562	94,037,585

(a) Total column may not equal sum of state totals. There is no basis on which to estimate state allocations for a number of payments, which are not reflected in state totals.

Table B.1: Total payments to the states by GFS function (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2016-17									
General public services	-	-	-	-	-	-	-	-	-
Public order and safety	83,985	63,683	53,729	31,338	21,034	7,906	11,310	75,740	348,725
Education	6,038,013	4,843,003	4,140,655	1,980,176	1,390,164	451,012	326,559	375,001	19,548,604
Health	5,618,499	4,367,207	3,455,548	1,984,042	1,265,438	399,555	346,849	253,064	17,690,202
Social security and welfare	557,043	464,287	378,632	212,967	128,396	39,971	39,544	30,219	1,872,705
Housing and community amenities	492,497	368,768	444,014	267,560	130,087	32,602	24,854	217,913	1,978,295
Recreation and culture	-	-	-	-	-	-	-	-	-
Fuel and energy	-	-	-	-	-	-	-	-	-
Agriculture, forestry and fishing	141,681	189,634	48,085	-	116,133	28,002	27,327	1,500	556,362
Mining, manufacturing and construction	-	5,000	-	-	5,000	-	-	-	10,000
Transport and communication	3,145,262	555,171	2,419,737	828,769	517,584	156,430	11,461	84,510	9,203,924
Other economic affairs	5,327	2,570	3,052	2,014	1,300	894	870	893	16,920
Other purposes	18,776,694	13,900,405	15,400,683	1,961,747	6,301,955	2,407,623	1,172,672	3,466,198	63,954,342
Total payments to the states	34,859,001	24,759,728	26,344,135	7,268,613	9,877,091	3,523,995	1,961,446	4,505,038	115,180,079
<i>less</i> payments 'through' the states	3,458,671	2,945,337	2,348,097	1,187,995	847,430	236,042	216,716	165,788	11,408,324
<i>less</i> financial assistance grants for local government	709,615	539,959	450,805	284,320	151,097	71,308	48,541	33,056	2,288,701
<i>less</i> payments direct 'to' local government	96,800	71,200	71,200	51,200	24,140	11,400	-	5,600	331,540
<i>equals</i> total payments 'to' the states for own-purpose expenses	30,593,915	21,203,232	23,474,033	5,745,098	8,854,424	3,205,245	1,696,189	4,300,594	101,151,514

(a) Total column may not equal sum of state totals. There is no basis on which to estimate state allocations for a number of payments, which are not reflected in state totals.

Table B.1: Total payments to the states by GFS function (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2017-18									
General public services	-	-	-	-	-	-	-	-	-
Public order and safety	78,405	59,340	52,101	29,507	19,530	7,080	10,979	66,171	323,113
Education	6,135,260	4,932,681	4,191,552	2,112,580	1,419,160	446,378	329,291	363,227	19,934,174
Health	5,782,246	4,554,252	3,684,935	2,094,880	1,274,346	395,694	298,773	223,361	18,308,487
Social security and welfare	680,468	493,957	398,938	229,850	134,885	41,995	72,512	31,495	2,104,430
Housing and community amenities	449,174	341,101	387,239	240,856	107,903	28,508	22,357	198,896	1,776,034
Recreation and culture	-	-	-	-	-	-	-	-	-
Fuel and energy	-	-	-	-	-	-	-	-	-
Agriculture, forestry and fishing	97,984	69,120	27,640	-	26,486	10,253	30,327	1,000	266,810
Mining, manufacturing and construction	-	4,562	-	-	4,562	-	-	-	9,124
Transport and communication	2,254,489	453,761	2,075,013	752,212	394,510	67,827	9,774	42,311	7,426,897
Other economic affairs	3,026	2,744	3,197	2,127	1,353	917	893	916	15,173
Other purposes	19,807,860	14,698,245	16,952,338	1,664,918	6,721,386	2,524,176	1,269,372	3,386,342	67,533,566
Total payments to the states	35,288,912	25,609,763	27,772,953	7,126,930	10,104,121	3,522,828	2,044,278	4,313,719	117,697,808
<i>less</i> payments 'through' the states	3,567,556	3,073,998	2,424,190	1,231,006	875,882	241,713	220,201	170,381	11,807,199
<i>less</i> financial assistance grants for local government	737,890	563,169	470,176	298,800	156,593	73,817	50,567	34,501	2,385,513
<i>less</i> payments direct 'to' local government	96,800	71,200	71,200	51,200	24,140	11,400	-	5,600	331,540
<i>equals</i> total payments 'to' the states for own-purpose expenses	30,886,666	21,901,396	24,807,387	5,545,924	9,047,506	3,195,898	1,773,510	4,103,237	103,173,556

(a) Total column may not equal sum of state totals. There is no basis on which to estimate state allocations for a number of payments, which are not reflected in state totals.

Table B.1: Total payments to the states by GFS function (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total(a)
2018-19									
General public services	-	-	-	-	-	-	-	-	-
Public order and safety	79,447	60,207	53,016	30,150	19,751	7,148	11,251	60,008	320,978
Education	6,187,765	5,057,377	4,224,219	2,270,024	1,461,534	440,105	338,436	341,335	20,322,365
Health	6,005,394	4,749,210	3,840,475	2,205,563	1,317,884	390,922	310,875	224,434	19,044,757
Social security and welfare	1,732,944	607,784	501,718	282,331	422,873	51,816	46,208	34,869	3,680,543
Housing and community amenities	438,525	346,848	280,159	160,939	96,275	28,553	22,690	14,640	1,388,629
Recreation and culture	-	-	-	-	-	-	-	-	-
Fuel and energy	-	-	-	-	-	-	-	-	-
Agriculture, forestry and fishing	9,902	47,300	12,539	-	11,486	7,572	17,998	2,000	110,797
Mining, manufacturing and construction	-	-	-	-	-	-	-	-	-
Transport and communication	1,379,223	286,301	1,206,352	521,706	251,178	76,909	9,285	34,431	4,860,385
Other economic affairs	772	1,139	1,364	890	433	169	140	169	5,076
Other purposes	21,002,509	15,662,564	17,835,055	1,940,345	6,959,585	2,592,268	1,334,593	3,495,232	71,230,916
Total payments to the states	36,836,481	26,818,730	27,954,897	7,411,948	10,540,999	3,595,462	2,091,476	4,207,118	120,964,446
<i>less</i> payments 'through' the states	3,578,952	3,133,382	2,434,769	1,248,286	887,578	240,033	224,010	171,984	11,920,564
<i>less</i> financial assistance grants for local government	767,622	587,589	490,550	314,083	162,362	76,449	52,697	36,023	2,487,375
<i>less</i> payments direct 'to' local government	96,800	71,200	71,200	51,200	24,140	11,400	-	5,600	331,540
<i>equals</i> total payments 'to' the states for own-purpose expenses	32,393,107	23,026,559	24,958,378	5,798,379	9,466,919	3,267,580	1,814,769	3,993,511	106,224,967

(a) Total column may not equal sum of state totals. There is no basis on which to estimate state allocations for a number of payments, which are not reflected in state totals.

APPENDIX C: SUPPLEMENTARY TABLES

The tables in this Appendix provide information on key fiscal indicators at the Commonwealth, state and local levels, and together at the consolidated level. Due to inter-sectoral transfers, the non-financial public sector (NFPS) does not always equal the sum of the general government and public non-financial corporations (PNFC) sectors.

Table C.1: General government sector cash balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Receipts	Payments	Cash balance(c)	Receipts	Payments	Cash balance	Receipts	Payments	Cash balance(c)
2001-02	24.9	25.0	-0.1	16.5	15.9	0.6	34.9	34.5	0.4
2002-03	25.5	24.6	0.9	16.6	16.0	0.6	35.9	34.5	1.4
2003-04	25.3	24.3	0.9	16.8	15.9	0.9	36.1	34.3	1.8
2004-05	25.6	24.1	1.5	16.8	16.0	0.9	36.4	34.1	2.3
2005-06	25.6	24.1	1.6	17.0	16.1	1.0	36.6	34.1	2.5
2006-07	25.1	23.3	1.6	16.5	16.8	-0.3	35.9	34.5	1.2
2007-08	25.0	23.1	1.7	16.1	16.4	-0.3	35.3	33.7	1.3
2008-09	23.3	25.1	-2.1	16.2	16.8	-0.5	33.4	36.0	-2.8
2009-10	22.0	26.0	-4.2	17.5	18.5	-1.0	32.4	37.7	-5.5
2010-11	21.5	24.6	-3.4	16.5	17.4	-0.9	31.7	35.7	-4.3
2011-12	22.2	24.9	-2.9	16.6	17.6	-1.0	32.6	36.8	-4.4
2012-13	23.1	24.1	-1.2	16.0	17.4	-1.4	33.7	36.3	-2.8
2013-14	22.8	25.7	-3.1	16.6	17.0	-0.4	33.9	37.4	-3.6
2014-15(e)	23.5	25.9	-2.6	17.0	17.6	-0.6	34.8	38.0	-3.4
2015-16(e)	24.0	25.9	-2.1	17.1	17.4	-0.3	35.3	37.8	-2.7
2016-17(e)	24.2	25.5	-1.5	16.8	17.2	-0.4	35.2	37.1	-2.1
2017-18(p)	24.7	25.3	-0.8	16.5	16.6	-0.1	35.6	36.4	-1.1

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(c) The cash balance is equal to the ABS GFS cash surplus/deficit less net Future Fund earnings. Net Future Fund earnings are not shown in the table.

(e) Estimates.

(p) Projections.

Table C.2: Public non-financial corporations sector cash balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Receipts	Payments	Cash balance	Receipts	Payments	Cash balance	Receipts	Payments	Cash balance
2001-02	na	na	0.2	5.1	5.3	-0.1	na	na	0.0
2002-03	3.4	3.3	0.2	4.9	5.2	-0.3	8.4	8.5	-0.1
2003-04	3.2	3.0	0.2	4.9	5.0	-0.2	8.2	8.1	0.0
2004-05	3.2	3.0	0.2	4.7	5.1	-0.4	8.0	8.2	-0.2
2005-06	3.1	3.2	-0.1	4.8	5.4	-0.6	8.0	8.7	-0.7
2006-07	1.6	1.7	-0.2	4.8	5.5	-0.7	6.4	7.3	-0.9
2007-08	0.7	0.7	0.0	4.7	5.8	-1.0	5.5	6.5	-1.0
2008-09	0.6	0.7	-0.1	4.8	6.1	-1.4	5.5	6.9	-1.5
2009-10	0.6	0.7	-0.1	5.5	6.4	-1.0	6.2	7.2	-1.0
2010-11	0.6	0.7	-0.1	5.0	0.1	-1.0	5.7	6.8	-1.1
2011-12	0.6	0.7	-0.1	4.8	5.5	-0.7	5.5	6.3	-0.8
2012-13	0.6	0.9	-0.3	5.1	5.8	-0.7	5.8	6.8	-1.0
2013-14	0.7	1.0	-0.3	4.7	5.1	-0.4	5.4	6.2	-0.8
2014-15(e)	0.7	1.0	-0.3	4.5	4.9	-0.5	5.1	5.9	-0.8
2015-16(e)	0.7	1.2	-0.5	4.5	4.4	0.1	5.1	5.6	-0.4
2016-17(e)	na	na	na	4.4	4.7	-0.3	na	na	na
2017-18(p)	na	na	na	4.3	4.5	-0.2	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.3: Non-financial public sector cash balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Receipts	Payments	Cash balance(c)	Receipts	Payments	Cash balance	Receipts	Payments	Cash balance(c)
2001-02	na	na	0.0	20.1	19.5	0.5	na	na	0.5
2002-03	na	na	1.1	20.0	19.7	0.4	na	na	1.3
2003-04	27.7	26.5	1.1	20.2	19.4	0.8	41.8	40.0	1.9
2004-05	28.0	26.3	1.6	20.0	19.5	0.5	42.0	39.9	2.1
2005-06	27.9	26.4	1.5	20.2	19.9	0.4	42.0	40.2	1.8
2006-07	26.2	24.6	1.4	19.7	20.8	-1.0	40.3	39.8	0.3
2007-08	25.5	23.6	1.6	19.4	20.6	-1.3	39.1	38.5	0.3
2008-09	23.6	25.6	-2.2	19.4	21.4	-2.0	37.1	41.1	-4.3
2009-10	22.4	26.5	-4.3	21.1	23.1	-1.9	36.5	42.8	-6.5
2010-11	21.9	25.1	-3.5	20.0	21.9	-1.9	35.7	40.8	-5.3
2011-12	22.6	25.5	-3.0	19.8	21.5	-1.7	36.2	41.3	-5.2
2012-13	23.5	24.9	-1.5	19.5	21.6	-2.1	37.7	41.3	-3.8
2013-14	23.3	26.5	-3.4	19.6	20.4	-0.8	37.4	41.7	-4.4
2014-15(e)	24.0	26.7	-2.9	19.7	20.8	-1.1	38.1	42.1	-4.2
2015-16(e)	24.6	27.0	-2.6	19.9	20.2	-0.3	38.6	41.6	-3.1
2016-17(e)	na	na	na	19.7	20.3	-0.6	na	na	na
2017-18(p)	na	na	na	19.3	19.6	-0.3	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(c) The cash balance is equal to the ABS GFS cash surplus/deficit less net Future Fund earnings. Net Future Fund earnings are not shown in this table.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.4: General government sector fiscal balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)
2001-02	25.3	25.6	-0.4	16.2	15.7	-0.1	34.9	34.8	-0.5
2002-03	25.8	25.1	0.7	16.2	15.5	0.2	35.7	34.4	0.8
2003-04	25.8	25.0	0.7	16.4	15.4	0.5	36.1	34.4	1.1
2004-05	26.3	24.8	1.3	16.3	15.3	0.4	36.4	34.2	1.5
2005-06	26.1	24.2	1.6	16.3	15.2	0.3	36.4	33.5	1.9
2006-07	25.6	23.8	1.5	16.2	15.1	0.1	36.0	33.2	1.5
2007-08	25.7	23.7	1.8	15.7	15.0	-0.4	35.6	32.9	1.3
2008-09	23.7	25.8	-2.4	15.8	15.4	-0.9	33.4	35.1	-3.5
2009-10	22.6	26.2	-4.2	17.0	16.4	-1.2	32.4	35.6	-5.6
2010-11	22.0	25.3	-3.7	16.1	15.7	-1.1	31.8	34.5	-4.7
2011-12	22.7	25.4	-3.0	16.0	15.6	-0.9	32.5	35.0	-4.3
2012-13	23.6	25.1	-1.5	15.7	15.6	-1.0	33.8	35.3	-2.7
2013-14	23.7	26.2	-2.8	16.3	15.7	-0.5	34.3	36.4	-3.5
2014-15(e)	23.9	26.2	-2.5	16.5	16.3	-0.8	34.7	36.8	-3.5
2015-16(e)	24.5	26.2	-2.0	16.6	16.2	-0.4	35.2	36.5	-2.6
2016-17(e)	24.8	25.9	-1.3	16.5	15.8	-0.4	35.3	35.9	-2.0
2017-18(p)	25.4	25.7	-0.5	16.2	15.5	-0.1	35.8	35.5	-0.8

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(c) The fiscal balance is equal to revenue less expenditure less net capital investment; net capital investment is not shown in this table.

(e) Estimates.

(p) Projections.

Table C.5: Public non-financial corporations sector fiscal balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)
2001-02	3.5	3.4	0.1	4.7	4.5	-0.2	8.2	7.9	-0.1
2002-03	3.0	2.9	0.2	4.5	4.4	-0.3	7.6	7.3	-0.1
2003-04	3.0	2.7	0.2	4.4	4.3	-0.3	7.5	7.1	0.0
2004-05	2.9	2.7	0.2	4.3	4.1	-0.4	7.3	6.9	-0.3
2005-06	2.8	3.0	-0.2	4.3	4.2	-0.7	7.2	7.3	-1.0
2006-07	1.4	1.5	-0.2	4.5	4.1	-0.6	6.0	5.7	-0.8
2007-08	0.6	0.6	0.0	4.2	4.0	-1.1	4.8	4.7	-1.1
2008-09	0.6	0.6	-0.1	4.3	4.2	-1.5	4.9	4.9	-1.6
2009-10	0.6	0.6	-0.1	4.9	4.7	-1.1	5.6	5.3	-1.2
2010-11	0.5	0.6	-0.1	4.7	4.8	-0.9	5.4	5.5	-1.1
2011-12	0.5	0.6	-0.1	4.5	4.5	-0.7	5.1	5.1	-0.9
2012-13	0.6	0.6	-0.3	4.6	4.7	-0.8	5.2	5.4	-1.1
2013-14	0.6	0.7	-0.4	4.4	4.1	-0.2	5.0	4.8	-0.6
2014-15(e)	0.6	0.7	-0.3	4.2	4.0	-0.2	4.9	4.8	-0.5
2015-16(e)	0.6	0.8	-0.5	4.2	4.0	0.2	4.9	4.8	-0.4
2016-17(e)	na	na	na	4.2	3.9	-0.2	na	na	na
2017-18(p)	na	na	na	4.1	3.8	-0.1	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(c) The fiscal balance is equal to revenue less expenses less net capital investment; net capital investment is not shown in this table.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.6: Non-financial public sector fiscal balance by level of government as a percentage of GDP

	Commonwealth(a)			State/local			Consolidated(b)		
	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)	Revenue	Expenses	Fiscal balance(c)
2001-02	28.2	28.4	-0.3	19.2	18.5	-0.3	40.8	40.3	-0.6
2002-03	28.2	27.3	0.9	19.1	18.3	-0.1	41.0	39.5	0.7
2003-04	28.1	27.0	1.0	19.1	18.0	0.3	41.1	39.0	1.1
2004-05	28.6	26.9	1.5	19.0	17.9	-0.1	41.4	38.8	1.3
2005-06	28.3	26.5	1.4	18.9	17.8	-0.4	41.2	38.3	1.0
2006-07	26.6	25.0	1.4	19.1	17.7	-0.5	40.0	36.9	0.8
2007-08	26.2	24.2	1.7	18.3	17.6	-1.4	38.7	35.9	0.2
2008-09	24.1	26.2	-2.5	18.5	18.1	-2.3	36.5	38.2	-5.0
2009-10	23.0	26.7	-4.2	20.1	19.3	-2.3	36.0	38.9	-6.8
2010-11	22.4	25.7	-3.8	19.3	18.9	-2.1	35.4	38.2	-5.8
2011-12	23.1	25.8	-3.2	19.0	18.5	-1.7	35.9	38.4	-5.2
2012-13	24.1	25.6	-1.8	18.5	18.6	-1.8	37.0	38.7	-3.8
2013-14	24.1	26.8	-3.1	18.9	18.3	-1.0	37.5	39.6	-4.4
2014-15(e)	24.4	26.8	-2.7	18.9	18.8	-1.3	37.7	40.0	-4.3
2015-16(e)	25.0	26.9	-2.5	19.2	18.7	-0.5	38.3	39.9	-3.2
2016-17(e)	na	na	na	19.0	18.3	-0.9	na	na	na
2017-18(p)	na	na	na	18.7	17.9	-0.4	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(c) The fiscal balance is equal to revenue less expenses less net capital investment; net capital investment is not shown in this table.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.7: Gross fixed capital formation by sector

	General Government				PNFC				NFPS			
	Commonwealth		State(a)		Commonwealth		State(a)		Commonwealth		State(a)	
	Per cent		Per cent		Per cent		Per cent		Per cent		Per cent	
	\$m	of GDP	\$m	of GDP	\$m	of GDP	\$m	of GDP	\$m	of GDP	\$m	of GDP
2001-02	3,832	0.5	8,671	1.2	3,015	0.4	6,808	0.9	6,846	0.9	15,479	2.1
2002-03	5,224	0.7	8,073	1.0	2,530	0.3	7,936	1.0	7,755	1.0	16,018	2.0
2003-04	4,146	0.5	8,140	0.9	2,941	0.3	8,758	1.0	7,087	0.8	16,490	1.9
2004-05	5,088	0.6	9,078	1.0	3,658	0.4	10,009	1.1	8,746	0.9	19,042	2.1
2005-06	6,443	0.6	10,691	1.1	4,411	0.4	12,894	1.3	10,854	1.1	23,357	2.3
2006-07	6,882	0.6	13,173	1.2	2,774	0.3	16,056	1.5	9,656	0.9	29,175	2.7
2007-08	7,045	0.6	15,069	1.3	1,011	0.1	19,775	1.7	8,056	0.7	34,607	2.9
2008-09	8,960	0.7	18,421	1.5	1,298	0.1	25,076	2.0	10,258	0.8	43,448	3.5
2009-10	10,086	0.8	25,658	2.0	1,460	0.1	24,796	1.9	11,546	0.9	50,390	3.9
2010-11	9,158	0.7	25,922	1.8	1,563	0.1	20,616	1.5	10,721	0.8	46,936	3.3
2011-12	9,407	0.6	23,477	1.6	2,403	0.2	19,598	1.3	11,810	0.8	43,842	2.9
2012-13	7,426	0.5	23,815	1.6	4,306	0.3	19,641	1.3	11,732	0.8	43,544	2.9
2013-14	9,372	0.6	23,525	1.5	4,529	0.3	13,862	0.9	13,900	0.9	37,289	2.4
2014-15(e)	9,274	0.6	24,346	1.5	2,601	0.2	13,826	0.9	11,875	0.7	38,052	2.4
2015-16(e)	10,917	0.7	23,929	1.4	6,069	0.4	7,979	0.5	16,987	1.0	31,550	1.9
2016-17(e)	11,345	0.6	28,187	1.6	na	na	13,951	0.8	na	na	42,063	2.4
2017-18(p)	10,896	0.6	24,290	1.3	na	na	13,946	0.8	na	na	38,167	2.1

(a) This table excludes local government gross fixed capital formation.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.8: Net debt by sector (as at end of financial year)

	General Government						PNFC		NFPS	
	Commonwealth(a)		State/local		Consolidated(b)		Consolidated(b)		Consolidated(b)	
	\$m	Per cent of GDP	\$m	Per cent of GDP	\$m	Per cent of GDP	\$m	Per cent of GDP	\$m	Per cent of GDP
2001-02	38,180	5.1	-4,990	-0.7	29,100	3.9	43,195	5.7	72,294	9.6
2002-03	29,047	3.6	-10,295	-1.3	14,051	1.8	44,099	5.5	58,150	7.3
2003-04	22,639	2.6	-17,323	-2.0	-1,554	-0.2	44,255	5.1	42,701	5.0
2004-05	10,741	1.2	-24,905	-2.7	-20,389	-2.2	47,308	5.1	26,920	2.9
2005-06	-4,531	-0.5	-35,867	-3.6	-52,924	-5.3	49,952	5.0	-2,972	-0.3
2006-07	-29,150	-2.7	-31,968	-2.9	-78,208	-7.2	45,517	4.2	-32,690	-3.0
2007-08	-44,820	-3.8	-26,507	-2.2	-86,251	-7.3	52,110	4.4	-34,140	-2.9
2008-09	-16,148	-1.3	-18,188	-1.4	-44,514	-3.5	72,051	5.7	27,537	2.2
2009-10	42,283	3.3	-5,246	-0.4	29,472	2.3	82,755	6.4	112,227	8.7
2010-11	84,551	6.0	827	0.1	77,209	5.5	86,427	6.1	163,637	11.6
2011-12	147,334	9.9	16,154	1.1	157,680	10.6	93,594	6.3	251,274	16.9
2012-13	152,982	10.1	33,945	2.2	179,939	11.8	104,052	6.8	283,991	18.7
2013-14	202,463	12.8	39,376	2.5	234,673	14.8	108,628	6.9	343,298	21.7
2014-15(e)	250,234	15.6	47,035	2.9	291,485	18.2	116,678	7.3	408,160	25.4
2015-16(e)	285,802	17.3	47,761	2.9	329,203	19.9	121,655	7.3	450,855	27.2
2016-17(e)	313,356	18.0	55,320	3.2	365,818	21.0	na	na	na	na
2017-18(p)	323,723	17.6	55,548	3.0	377,994	20.6	na	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

Table C.9: General government sector net financial worth by level of government (as at end of financial year)

	Commonwealth(a)		State/local		Consolidated(b)	
	\$b	Per cent of GDP	\$b	Per cent of GDP	\$b	Per cent of GDP
2001-02	-78.0	-10.4	61.1	8.1	-16.0	-2.1
2002-03	-82.9	-10.4	78.2	9.8	-3.7	-0.5
2003-04	-72.4	-8.4	96.5	11.2	25.7	3.0
2004-05	-58.9	-6.4	110.8	12.0	53.6	5.8
2005-06	-59.8	-6.0	109.8	11.0	51.6	5.2
2006-07	-35.7	-3.3	129.9	11.9	96.6	8.9
2007-08	-14.7	-1.2	132.6	11.2	120.7	10.2
2008-09	-71.5	-5.7	124.5	9.9	54.3	4.3
2009-10	-144.5	-11.2	115.1	8.9	-25.5	-2.0
2010-11	-198.8	-14.1	128.1	9.1	-66.4	-4.7
2011-12	-355.8	-23.9	56.9	3.8	-295.6	-19.9
2012-13	-312.7	-20.6	77.5	5.1	-231.8	-15.2
2013-14	-370.3	-23.4	68.2	4.3	-298.7	-18.9
2014-15(e)	-350.1	-21.8	72.0	4.5	-274.6	-17.1
2015-16(e)	-383.5	-23.2	91.1	5.5	-288.8	-17.4
2016-17(e)	-406.0	-23.3	103.9	6.0	-298.3	-17.1
2017-18(p)	-415.2	-22.6	119.0	6.5	-292.2	-15.9

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(e) Estimates.

(p) Projections.

Table C.10: General government sector net worth by level of government (as at end of financial year)

	Commonwealth(a)		State/local		Consolidated(b)	
	\$b	Per cent of GDP	\$b	Per cent of GDP	\$b	Per cent of GDP
2001-02	-11.7	-1.5	428.2	56.8	437.7	58.1
2002-03	-15.3	-1.9	470.2	58.7	476.9	59.5
2003-04	-1.2	-0.1	515.0	59.8	537.3	62.4
2004-05	14.6	1.6	572.7	62.1	612.4	66.4
2005-06	18.0	1.8	608.8	61.0	653.1	65.4
2006-07	46.4	4.3	678.4	62.4	754.0	69.4
2007-08	70.9	6.0	785.5	66.7	888.4	75.4
2008-09	19.4	1.5	878.2	69.8	930.3	73.9
2009-10	-45.9	-3.5	938.3	72.4	928.3	71.6
2010-11	-95.4	-6.8	966.8	68.7	909.8	64.6
2011-12	-247.2	-16.6	934.9	62.8	727.0	48.9
2012-13	-202.7	-13.3	993.6	65.3	833.5	54.8
2013-14	-256.0	-16.2	1,012.6	64.0	800.8	50.6
2014-15(e)	-231.3	-14.4	1,044.4	65.1	858.0	53.4
2015-16(e)	-261.4	-15.8	1,090.8	65.8	875.7	52.9
2016-17(e)	-280.4	-16.1	1,142.1	65.4	910.6	52.2
2017-18(p)	-285.3	-15.5	1,201.3	65.3	967.4	52.6

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(e) Estimates.

(p) Projections.

Table C.11: General government sector net interest payments by level of government

	Commonwealth(a)		State/local		Consolidated(b)	
	\$m	Per cent of GDP	\$m	Per cent of GDP	\$m	Per cent of GDP
2001-02	5,352	0.7	1,369	0.2	6,508	0.9
2002-03	3,758	0.5	582	0.1	4,184	0.5
2003-04	3,040	0.4	-2,364	-0.3	521	0.1
2004-05	2,502	0.3	-3,069	-0.3	-773	-0.1
2005-06	2,303	0.2	-3,822	-0.4	-1,730	-0.2
2006-07	228	0.0	-4,198	-0.4	-4,209	-0.4
2007-08	-1,015	-0.1	1,047	0.1	-174	0.0
2008-09	-1,196	-0.1	-719	-0.1	-2,134	-0.2
2009-10	2,386	0.2	-479	0.0	1,732	0.1
2010-11	4,608	0.3	-363	0.0	4,026	0.3
2011-12	6,609	0.4	472	0.0	6,848	0.5
2012-13	8,285	0.5	1,690	0.1	9,763	0.6
2013-14	10,843	0.7	na	na	na	na
2014-15(e)	10,906	0.7	na	na	na	na
2015-16(e)	11,619	0.7	na	na	na	na
2016-17(e)	11,927	0.7	na	na	na	na
2017-18(p)	12,336	0.7	na	na	na	na

(a) Commonwealth data have been revised in the 2015-16 Budget to improve accuracy and comparability through time. See Budget Paper No.1, *Budget Strategy and Outlook 2015-16, Statement 10: Historical Australian Government Data*.

(b) The consolidated level comprises the Australian, state, territory and local governments.

(e) Estimates.

(p) Projections.

na Comparable data are not available.

APPENDIX D: DEBT TRANSACTIONS

The Commonwealth holds a stock of around \$2.5 billion in loans advanced to the states. The states make interest payments and repayments to the Commonwealth in respect of these loans.

The Commonwealth advances the states loans under a range of agreements. These advances have often been over very long repayment periods (some in excess of 50 years), although the terms of each agreement vary considerably.

Most of the interest payments and repayments relate to housing and infrastructure. Payments are also made against loans under agreements for natural disasters, asbestos removal and other purposes administered by various Commonwealth agencies.

Total advances, interest and repayments from the states to the Commonwealth are shown in Table D.1.

Table D.1: Summary of advances, interest and repayments, by year and state

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
Outstanding loans as at 30 June 2014									
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	57,114	-	-	-	-	-	-	-	57,114
Natural disaster relief	29,727	-	88,900	-	-	-	-	-	118,627
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	9,291	9,291
Housing									
Commonwealth-State Housing									
Agreement loans	574,419	-	163,896	154,695	43,983	80,227	-	23,454	1,040,674
Housing for service personnel	29,533	-	16,648	3,134	1,293	-	-	-	50,608
Other housing	-	-	-	-	-	-	96,111	53,315	149,426
Infrastructure									
Railway projects	-	-	-	1,251	-	-	-	-	1,251
Sewerage	9,045	-	2,934	-	2,253	-	-	-	14,232
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	5,093	-	5,093
Loan Council – housing nominations	350,711	-	125,820	215,076	151,707	92,811	-	122,138	1,058,263

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
Advances									
Asbestos removal in the ACT	-	-	-	-	-	-	750,000	-	750,000
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	12,500	-	-	-	-	-	-	-	12,500
Natural disaster relief	7,037	-	1,554	-	-	-	-	-	8,591
Repayments									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-21	-	-8,233	-	-	-	-	-	-8,254
Environment									
Northern Territory – water and sewerage									
assistance	-	-	-	-	-	-	-	-136	-136
Housing									
Commonwealth-State Housing									
Agreement loans	-37,096	-	-9,920	-9,424	-2,463	-5,028	-	-792	-64,723
Housing for service personnel	-1,503	-	-915	-248	-52	-	-	-	-2,718
Other housing	-	-	-	-	-	-	-7,755	-2,703	-10,458
Infrastructure									
Railway projects	-	-	-	-324	-	-	-	-	-324
Sewerage	-7,703	-	-1,919	-	-1,037	-	-	-	-10,659
Other purposes									
Australian Capital Territory debt									
repayments	-	-	-	-	-	-	-555	-	-555
Loan Council – housing nominations	-8,581	-	-3,157	-5,473	-3,590	-2,301	-	-2,856	-25,958

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2014-15									
Interest									
Asbestos removal in the ACT	-	-	-	-	-	-	-8,190	-	-8,190
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-2,324	-	-	-	-	-	-	-	-2,324
Natural disaster relief	-628	-	-1,867	-	-	-	-	-	-2,495
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-555	-555
Housing									
Commonwealth-State Housing									
Agreement loans	-33,794	-	-9,643	-9,084	-2,588	-4,720	-	-1,381	-61,210
Housing for service personnel	-1,947	-	-1,087	-200	-88	-	-	-	-3,322
Other housing	-	-	-	-	-	-	-6,969	-2,918	-9,887
Infrastructure									
Railway projects	-	-	-	-76	-	-	-	-	-76
Sewerage	-573	-	-171	-	-189	-	-	-	-933
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-627	-	-627
Loan Council – housing nominations	-20,720	-	-7,407	-12,661	-8,931	-5,464	-	-7,189	-62,372
Net Financial Flow	-95,353	-	-42,765	-37,490	-18,938	-17,513	725,904	-18,530	495,315

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16									
Advances									
Asbestos removal in the ACT	-	-	-	-	-	-	250,000	-	250,000
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	50,000	-	-	-	-	-	-	-	50,000
Natural disaster relief	-	-	358	-	-	-	-	-	358
Repayments									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-4,083	-	-17,286	-	-	-	-	-	-21,369
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-136	-136
Housing									
Commonwealth-State Housing									
Agreement loans	-37,130	-	-9,955	-9,543	-2,596	-5,052	-	-828	-65,104
Housing for service personnel	-1,595	-	-976	-263	-57	-	-	-	-2,891
Other housing	-	-	-	-	-	-	-7,854	-2,839	-10,693
Infrastructure									
Railway projects	-	-	-	-287	-	-	-	-	-287
Sewerage	-1,342	-	-963	-	-648	-	-	-	-2,953
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-555	-	-555
Loan Council – housing nominations	-8,967	-	-3,299	-5,719	-3,751	-2,404	-	-2,985	-27,125

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2015-16									
Interest									
Asbestos removal in the ACT	-	-	-	-	-	-	-25,143	-	-25,143
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-4,522	-	-	-	-	-	-	-	-4,522
Natural disaster relief	-628	-	-1,709	-	-	-	-	-	-2,337
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-548	-548
Housing									
Commonwealth-State Housing									
Agreement loans	-31,943	-	-9,156	-8,618	-2,452	-4,472	-	-1,345	-57,986
Housing for service personnel	-1,881	-	-1,047	-189	-86	-	-	-	-3,203
Other housing	-	-	-	-	-	-	-6,620	-2,781	-9,401
Infrastructure									
Railway projects	-	-	-	-58	-	-	-	-	-58
Sewerage	-97	-	-32	-	-91	-	-	-	-220
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-558	-	-558
Loan Council – housing nominations	-20,366	-	-7,273	-12,429	-8,781	-5,366	-	-7,072	-61,287
Net Financial Flow	-62,554	-	-51,338	-37,106	-18,462	-17,294	209,270	-18,534	3,982

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2016-17									
Advances									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-	-	-	-	-	-	-	-	-
Repayments									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-4,083	-	-11,397	-	-	-	-	-	-15,480
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-136	-136
Housing									
Commonwealth-State Housing									
Agreement loans	-37,268	-	-10,033	-9,596	-2,736	-5,105	-	-865	-65,603
Housing for service personnel	-1,697	-	-1,037	-277	-63	-	-	-	-3,074
Other housing	-	-	-	-	-	-	-7,972	-2,983	-10,955
Infrastructure									
Railway projects	-	-	-	-224	-	-	-	-	-224
Sewerage	-	-	-52	-	-340	-	-	-	-392
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-555	-	-555
Loan Council – housing nominations	-9,370	-	-3,447	-5,976	-3,920	-2,512	-	-3,119	-28,344

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2016-17									
Interest									
Asbestos removal in the ACT	-	-	-	-	-	-	-25,351	-	-25,351
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-5,712	-	-	-	-	-	-	-	-5,712
Natural disaster relief	-549	-	-1,377	-	-	-	-	-	-1,926
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-542	-542
Housing									
Commonwealth-State Housing									
Agreement loans	-30,078	-	-8,665	-8,142	-2,309	-4,222	-	-1,307	-54,723
Housing for service personnel	-1,810	-	-1,004	-178	-83	-	-	-	-3,075
Other housing	-	-	-	-	-	-	-6,267	-2,637	-8,904
Infrastructure									
Railway projects	-	-	-	-42	-	-	-	-	-42
Sewerage	-1	-	-	-	-38	-	-	-	-39
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-488	-	-488
Loan Council – housing nominations	-19,992	-	-7,133	-12,184	-8,623	-5,264	-	-6,946	-60,142
Net Financial Flow	-110,560	-	-44,145	-36,619	-18,112	-17,103	-40,633	-18,535	-285,707

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2017-18									
Advances									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-	-	-	-	-	-	-	-	-
Repayments									
Asbestos removal in the ACT	-	-	-	-	-	-	-50,000	-	-50,000
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-4,083	-	-11,397	-	-	-	-	-	-15,480
Environment									
Northern Territory – water and sewerage									
assistance	-	-	-	-	-	-	-	-136	-136
Housing									
Commonwealth-State Housing									
Agreement loans	-37,531	-	-10,109	-9,737	-2,883	-5,151	-	-904	-66,315
Housing for service personnel	-1,813	-	-1,089	-287	-69	-	-	-	-3,258
Other housing	-	-	-	-	-	-	-8,131	-3,135	-11,266
Infrastructure									
Railway projects	-	-	-	-161	-	-	-	-	-161
Sewerage	-	-	-	-	-168	-	-	-	-168
Other purposes									
Australian Capital Territory debt									
repayments	-	-	-	-	-	-	-555	-	-555
Loan Council – housing nominations	-9,792	-	-3,602	-6,246	-4,096	-2,626	-	-3,260	-29,622

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2017-18									
Interest									
Asbestos removal in the ACT	-	-	-	-	-	-	-25,351	-	-25,351
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-6,004	-	-	-	-	-	-	-	-6,004
Natural disaster relief	-470	-	-1,158	-	-	-	-	-	-1,628
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-535	-535
Housing									
Commonwealth-State Housing									
Agreement loans	-28,189	-	-8,166	-7,660	-2,158	-3,966	-	-1,268	-51,407
Housing for service personnel	-1,735	-	-958	-166	-80	-	-	-	-2,939
Other housing	-	-	-	-	-	-	-5,908	-2,486	-8,394
Infrastructure									
Railway projects	-	-	-	-29	-	-	-	-	-29
Sewerage	-	-	-	-	-14	-	-	-	-14
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-418	-	-418
Loan Council – housing nominations	-19,595	-	-6,984	-11,925	-8,456	-5,156	-	-6,813	-58,929
Net Financial Flow	-109,212	-	-43,463	-36,211	-17,924	-16,899	-90,363	-18,537	-332,609

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2018-19									
Advances									
Asbestos removal in the ACT	-	-	-	-	-	-	-	-	-
Contingent Liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-	-	-	-	-	-	-	-	-
Natural disaster relief	-	-	-	-	-	-	-	-	-
Repayments									
Asbestos removal in the ACT	-	-	-	-	-	-	-50,000	-	-50,000
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-11,565	-	-	-	-	-	-	-	-11,565
Natural disaster relief	-4,083	-	-10,815	-	-	-	-	-	-14,898
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-136	-136
Housing									
Commonwealth-State Housing									
Agreement loans	-37,608	-	-10,245	-9,850	-3,038	-5,172	-	-945	-66,858
Housing for service personnel	-1,892	-	-1,139	-295	-77	-	-	-	-3,403
Other housing	-	-	-	-	-	-	-8,222	-3,293	-11,515
Infrastructure									
Railway projects	-	-	-	-92	-	-	-	-	-92
Sewerage	-	-	-	-	-60	-	-	-	-60
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-555	-	-555
Loan Council – housing nominations	-10,232	-	-3,765	-6,527	-4,281	-2,744	-	-3,406	-30,955

Table D.1: Summary of advances, interest and repayments, by year and state (continued)

\$'000	NSW	VIC	QLD	WA	SA	TAS	ACT	NT	Total
2018-19									
Interest									
Asbestos removal in the ACT	-	-	-	-	-	-	-24,083	-	-24,083
Contingent liabilities									
Loan to NSW to assist beneficiaries of the									
Asbestos Injuries Compensation Fund	-6,310	-	-	-	-	-	-	-	-6,310
Natural disaster relief	-392	-	-939	-	-	-	-	-	-1,331
Environment									
Northern Territory – water and sewerage assistance	-	-	-	-	-	-	-	-528	-528
Housing									
Commonwealth-State Housing									
Agreement loans	-26,271	-	-7,658	-7,166	-1,997	-3,698	-	-1,225	-48,015
Housing for service personnel	-1,654	-	-910	-153	-77	-	-	-	-2,794
Other housing	-	-	-	-	-	-	-5,542	-2,327	-7,869
Infrastructure									
Railway projects	-	-	-	-19	-	-	-	-	-19
Sewerage	-	-	-	-	-3	-	-	-	-3
Other purposes									
Australian Capital Territory debt repayments	-	-	-	-	-	-	-348	-	-348
Loan Council – housing nominations	-19,175	-	-6,826	-11,650	-8,279	-5,047	-	-6,673	-57,650
Net Financial Flow	-119,182	-	-42,297	-35,752	-17,812	-16,661	-88,750	-18,533	-338,987