

**AUSTRALIAN CUSTOMS  
SERVICE**

## **Section 1: Overview, variations and measures**

### **OVERVIEW**

There are no changes to Australian Customs Service's role/mission or its outcomes/outputs structures as a result of Additional Estimates.

**Map 2: Outcome and outputs groups for the agency**

AUSTRALIAN CUSTOMS SERVICE		
CEO : Mr Lionel Woodward AO		
Total price of outputs	\$644.081m	<b>(down \$1.621m)</b>
Departmental outcome approp	\$422.207m	<b>(down \$2.680m)</b>
Total admin expenses	\$0.260m	

Outcome 1: Effective border management that, with minimal disruption to legitimate trade and travel, prevents illegal movement across the border, raises revenue and provides trade statistics.		
Total price	\$644.081m	<b>(down \$1.621m)</b>
Departmental output approp	\$422.207m	<b>(down \$2.680m)</b>
Admin expenses	\$ 0.260m	

Output 1.1		
Facilitation of the legitimate movement of goods across the border, while intercepting prohibited and restricted imports and exports		
Total price	\$213.885m	<b>(up \$10.722m)</b>
Approp	\$211.383m	<b>(up \$10.457m)</b>
Admin exp	\$ 0.135m	

Output 1.2		
Facilitation of the legitimate movement of people across the border, while identifying illegal movements		
Total price	\$69.935m	<b>(up \$0.337m)</b>
Approp	\$66.683m	<b>(up \$0.073m)</b>
Admin exp	\$ 0.051m	

Output 1.3		
Coastal and offshore surveillance and response		
Total price	\$202.228m	<b>(down \$14.330m)</b>
Approp	\$35.440m	<b>(down \$14.595m)</b>
Admin exp	nil	

Output 1.4		
Administration of Customs duty and indirect taxes, other border related revenue collections, and import/export statistics		
Total price	\$151.698m	<b>(up \$1.313m)</b>
Approp	\$102.366m	<b>(up \$1.048m)</b>
Admin exp	\$ 0.074m	

Output 1.5		
Anti-dumping and countervailing administration		
Total price	\$6.355m	<b>(up \$0.337m)</b>
Approp	\$6.335m	<b>(up \$0.337m)</b>
Admin exp	nil	

**ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES**

Additional appropriations have been allocated for a number of measures and other variations through Additional Estimates. Details of these additional appropriations and their impact on the achievement of the portfolio's outcomes and outputs are explained below.

**Additional Estimates and Variations to Outcomes**

	<b>2000-01</b>	<b>2001-02</b>	<b>2002-03</b>	<b>2003-04</b>
	<b>(\$'000)</b>	<b>(\$'000)</b>	<b>(\$'000)</b>	<b>(\$'000)</b>
<b>Outcome 1</b>				
<b>Increase in departmental appropriations</b>				
Business Franchise Fee (BFF) Safety Net	975	-	-	-
Comcover	342	342	342	342
Storage of imported handguns prior to sale	384	384	384	384

Refer to Section 2 for a description of these additional appropriations.

## MEASURES: AGENCY SUMMARY

**Table 1.1: Summary of measures since the 2000-01 Budget**

Measure	Outcome	Output groups affected	Appropriations 2000-01 (\$'000)			Appropriations 2001-02 (\$'000)			Appropriations 2002-03 (\$'000)			Appropriations 2003-04 (\$'000)		
			Admin items	Dept outputs	Total	Admin items	Dept outputs	Total	Admin items	Dept outputs	Total	Admin items	Dept outputs	Total
Storage of imported handguns prior to sale	1	1.1	-	384	384	-	384	384	-	384	384	-	384	384

### Revenue measure

Extension of the Import Credit Scheme: reduction of \$1.0m in administered revenue in 2000-01.

Refer to Section 2 for a description of these measures.

**BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL**

**Table 1.2: Appropriation Bill (No. 3) 2000-01**

	<b>1999-00</b>	<b>2000-01</b>	<b>2000-01</b>	<b>Additional</b>	<b>Reduced</b>
	<b>\$'000</b>	<b>Budget</b>	<b>Revised</b>	<b>Estimates</b>	<b>Estimates</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>ADMINISTERED ITEMS</b>					
<b>Outcome 1</b>					
Effective border management that, with minimal disruption to legitimate trade and travel, prevents illegal movement across the border, raises revenue and provides trade statistics.	260	260	260	-	-
<b>DEPARTMENTAL OUTPUTS</b>					
<b>Outcome 1</b>					
Effective border management that, with minimal disruption to legitimate trade and travel, prevents illegal movement across the border, raises revenue and provides trade statistics.	424,101	424,887	422,207	-	(2,680)
Appropriation Bill No. 3 (Administered and departmental)					
<b>TOTAL</b>	<b>424,361</b>	<b>425,147</b>	<b>422,467</b>	<b>-</b>	<b>(2,680)</b>

**Table 1.3: Appropriation Bill (No. 4) 2000-01**

	1999-00	2000-01	2000-01	Additional	Reduced
	\$'000	Budget	Revised	Estimates	Estimates
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>THE STATES AND TERRITORIES</b>					
<b>Outcome 1</b>					
Effective border management that, with minimal disruption to legitimate trade and travel, prevents illegal movement across the border, raises revenue and provides trade statistics.	-	-	-	-	-
<b>OTHER ADMINISTERED ITEMS</b>					
<b>Outcome 1</b>					
Effective border management that, with minimal disruption to legitimate trade and travel, prevents illegal movement across the border, raises revenue and provides trade statistics.	-	-	-	-	-
<b>Total</b>	-	-	-	-	-
<b>Equity injections and loans</b>					
Equity injections and loans	30,368	2,369	7,037	4,668	-
Loans					
Carryover from previous year	35,405	-	20,602	20,602	-
Administered capital					
<b>Total capital</b>	65,773	2,369	27,639	25,270	-
Australian Customs Service					
<b>TOTAL</b>	65,773	2,369	27,639	25,270	-

## **SUMMARY OF AGENCY SAVINGS**

S	Savings from annual appropriations	<b>\$2.680 million</b>
T	Transfer appropriation monies across outcomes	<b>nil</b>
C	Carryover of funds to future years	<b>nil</b>
(Any other categories if applicable)		
Total agency savings		<b>\$2.680 million</b>

**VARIATIONS TO REVENUE FROM OTHER SOURCES THROUGH NET ANNOTATED (SECTION 31) RECEIPTS**

**Table 1.5: Changes to net annotated appropriations (Section 31) receipts**

	Total approp 2000-01 Budget \$'000	Total approp 2000-01 Revised \$'000	Receipts from independent sources Budget \$'000	Receipts from independent sources Revised \$'000	Variation in non-govt revenue \$'000
<b>Outcome 1</b>					
Effective Border Management	424,887	422,207	220,815	221,874	1,059
<b>Total</b>	424,887	422,207	220,815	221,874	1,059

## Section 2: Revisions to outcomes and outputs

### OUTCOMES AND OUTPUT GROUPS

#### Outcome 1 - Effective Border Management

##### *Explanation of measures*

##### **Departmental**

The Government is funding the Australian Customs Service to store handguns imported into Australia until they have been sold to an authorised end user.

The Minister of Justice and Customs announced on the 17<sup>th</sup> of August 2000 a tightening of the Customs (Prohibited Imports) Regulations to control the importation of handguns into Australia. This is intended to reduce the diversion of handguns to the black market. Legitimate holders of handgun licences will not be affected. Customs will receive additional funding of \$0.384m to cover the costs of setting up and administering the storage of these handguns. The increase affects the price output 1.1 for the 2000-01 financial year.

##### **Administered**

The Government has extended the Import Credit Scheme (ICS) to Fiji for three months, to 30 September 2000.

The ICS was introduced in 1991 as the primary restructuring mechanism for the Australian Textile, Clothing and Footwear (TCF) industries. Eligible TCF exporters earned import credits on the value of their exports which were then to be used to offset duty payments on their imports of other TCF goods. Credits could also be traded. The ICS terminated on 30 June 2000.

The cost of this measure will be offset from funds allocated to the TCF Strategic Investment Program.

##### *Explanation of Variations*

Additional administrative costs incurred by Customs in maintaining the State Business Franchise Fee Safety Net as determined under the *States Grants (General Purposes) Act 1994* (\$0.975m). The increase affects the price of output 1.4.

An additional \$0.342m to cover the costs of the 2000-01 Comcover premium. The increase affects the price of all outputs.

#### **Revised performance information and level of achievement — 2000-01**

The performance information that the Australian Customs Service will use to assess the level of its achievement against Outcome 1 Effective border management during 2000-01 is shown below. This includes revision of performance as outlined in the 2000-01 Portfolio Budget Statement.

**Table 2.1: Performance information for outputs affected by additional estimates Outcome 1**

Outcome 1 Effective Border Management	Performance information 2000-01 Budget	Performance information 2000-01 Revised Budget
Cargo Facilitation	Proportion of electronically lodged entries where an authority to deal is transmitted within 15 minutes of receipt of a complete and accurate entry. Target: 97%	Proportion of electronically lodged entries where an authority to deal is transmitted within 15 minutes of receipt of entry payment and finalisation of entry details. Target: 97%
Revenue Collection	Total Duty, GST and other significant revenues collected. Target: \$4 516m(net)	Total Duty, GST and other significant revenues collected. Target: Cash Collected \$6 395m (nett) of deferred GST**
Revenues Deferred	-----	Total GST revenues deferred. Target: \$11 500m**
Industry Schemes.	Total duty forgone Target: Tariff concession \$380-400m Cheese and curd quota \$9m Drawback \$93m	Total duty forgone Target: Tariff concession \$380-400m Cheese and curd quota \$9m Drawback \$78m
Revenue Compliance.	Revenue adjustments as a result of compliance audit activity Target: Recoveries \$20m Refunds \$2m	Revenue adjustments as a result of compliance audit activity Target: Recoveries \$12m Refunds \$0.5m

Price \$644.081m

\*\* This figure is tentative and is subject to revision in light of experience within the GST environment.

**Outcome 1 — Effective Border Management**

**Revised performance information and level of achievement — 2000-01**

The performance information that the Australian Customs Service will use to assess the level of its achievement is shown below. This includes revision of performance information outlined in the 2000-01 Portfolio Budget Statements.

**Table 2.1: Performance information for outputs affected by additional estimates Outcome 1**

Output	Performance information 2000-01 Budget	Performance information 2000-01 Revised
<b>Output 1.1</b>		
Facilitation of the legitimate movement of goods across the border, while intercepting prohibited and restricted imports and exports	Proportion of electronically lodged import entries where an authority to deal is transmitted within 15 minutes of receipt of a complete and accurate entry. Target: 97%	Proportion of electronically lodged import entries where an authority to deal is transmitted within 15 minutes of receipt of entry payment and finalisation of entry details Target: 97%
	Percentage of electronically reported consignments subject to electronic risk assessment for community protection purposes. Target: 100%	Deleted
	Number of vessel arrivals. Target: First Port 11 900 All ports 20 600	Number of vessel arrivals. Target: First Port 11 300 All ports 19 100
	Number of overseas postal articles arriving. Target: Parcels 2 540 000 Letter Class and Other Articles 2 640 000	Deleted
	Number of customs import entries lodged. Target: Electronic 2 640 000 Manual 20 000	Number of customs import entries lodged. Target: Electronic 2 821 228 Manual 20 000
	Number of export entries lodged. Target 1 330 000	Number of export entries lodged. Target 1 382 730
Price \$213.885m		

**Table 2.1: Performance information for outputs affected by additional estimates Outcome 1  
(Continued)**

Output	Performance information 2000-01 Budget	Performance information 2000-01 Revised
<b>Output 1.2</b> Facilitation of the legitimate movement of people across the border, while identifying illegal movements	Quality: Number of international crew (arrivals plus departures). Target: 1 047 000	Quality: Number of international crew (arrivals plus departures). Target: 1 547 000
Price \$69.935m		
<b>Output 1.3</b> Coastal and offshore surveillance and response.	Aerial surveillance coverage. Target: Square nautical miles patrolled 123 952 00	Aerial surveillance coverage. Target: Square nautical miles patrolled 124 000 000 Coastwatch Sorties flown *
	Aerial Surveillance Flying Hours. Target: 19 750	Aerial Surveillance Flying Hours. Target: 19 650 Sorties flown *
	Marine surveillance coverage. Number of vessel sea days for Customs ocean-going vessels greater than 12 metres Target: 1 125	Marine surveillance coverage. Number of ACV sea days, including the Wauri Target: 1 300
Price \$202.228m		
<b>Output 1.4</b> Administration of Customs duty and indirect taxes, other border-related revenue collections, and import/export statistics	Electronic systems availability to Customs clients (availability as a proportion of prime time) COMPILE, EDIFICE, EFT, JEMS and Reference 99%  Drawbacks, EXIT and TAPIN 99.7%	Electronic systems availability to Customs clients (availability as a proportion of prime time)  COMPILE, EDIFICE, EFT, JEMS and Reference 99%  EXIT and TAPIN 99.7%
	Proportion of total cargo entries subjected to revenue protection process. Target: 100%	Deleted
	Total revenue subjected to compliance audit activity as a proportion of total revenue responsibility. Target: 10%	Total revenue subjected to compliance audit and KPI monitoring activity as a proportion of total revenue responsibility. Target: 10%**
	Proportion of drawback, refunds and concessional arrangements for importers and exporters delivered in accordance with standards. Target: 100%	Proportion of drawback refunds and concessional arrangements for importers and exporters delivered in accordance with standards. Drawback 90% Refunds 100% Concessional Arrangements 100%

**Table 2.1: Performance information for outputs affected by additional estimates Outcome 1  
(Continued)**

Output	Performance information 2000-01 Budget	Performance information 2000-01 Revised
<b>Output 1.4 (cont.)</b>	Number of customs import entries lodged.	Number of customs import entries lodged.
	Target:	Target:
	Electronic 2 660 000	Electronic 2 821 228
	Manual 20 000	Manual 20 000
	Number of export entries lodged.	Number of export entries lodged.
	Target: 1 330 000	Target: 1 382 730
	Number of air cargo screened free consignments.	Number of air cargo screened free consignments.
	Target: 1 900 000	Target: 1 700 000
	Price \$151.698m	

\* Performance targets cannot be estimated through any reliable statistical or other method. Actual results will be reported in the Annual Report.

\*\* The figure is tentative and is subject to revision in light of experience within the GST environment.

## Section 3: Budgeted Financial Statements

Table 3.1: Budgeted Departmental Operating Statement

	Notes	Actual 1999–00 \$'000	Revised Budget 2000–01 \$'000	Estimated 2001–02 \$'000	Estimated 2002–03 \$'000	Estimated 2003–04 \$'000
<b>OPERATING REVENUE</b>						
Revenue from government:		-	-	-	-	-
Ordinary annual appropriations (net appropriations)	1	421,601	<b>418,685</b>	423,367	432,029	438,143
Other services		2,500	<b>3,522</b>	2,593	2,640	2,677
Resources received free of charge		134,490	<b>138,954</b>	141,455	144,001	146,593
Sales of goods and services		20,464	<b>81,282</b>	76,422	76,774	77,286
Interest & dividends		-	<b>1,638</b>	579	579	579
Other revenue from other sources		1,694	-	-	-	-
<b>Total revenues</b>		<b>580,749</b>	<b>644,081</b>	<b>644,416</b>	<b>656,023</b>	<b>665,278</b>
<b>OPERATING EXPENSES</b>						
Employees	2	234,507	<b>256,586</b>	262,321	269,186	274,433
Suppliers	3	313,548	<b>342,862</b>	344,448	351,552	354,144
Depreciation and amortisation		14,088	<b>25,087</b>	25,400	23,331	24,829
<b>Other costs of providing goods and services</b>		<b>1,624</b>	<b>38</b>	<b>38</b>	<b>38</b>	<b>38</b>
Other		2,053	-	-	-	-
<b>Total expenses</b>		<b>565,820</b>	<b>624,573</b>	<b>632,207</b>	<b>644,107</b>	<b>653,414</b>
<b>Operating Result before extraordinary items</b>		<b>14,929</b>	<b>19,508</b>	<b>12,209</b>	<b>11,916</b>	<b>11,864</b>
<b>Change to Accounting Policy</b>	4	-	<b>(1,499)</b>	-	-	-
<b>Operating results after extraordinary items and before Capital use charge</b>		<b>14,929</b>	<b>18,009</b>	<b>12,209</b>	<b>11,916</b>	<b>11,864</b>
<b>Capital use charge (CUC)</b>		<b>4,096</b>	<b>11,747</b>	<b>11,389</b>	<b>11,031</b>	<b>10,981</b>
<b>Operating results after capital use charge</b>		<b>10,833</b>	<b>6,262</b>	<b>820</b>	<b>885</b>	<b>883</b>

Table 3.2: Budgeted Departmental Balance Sheet

	Notes	Actual 1999–00 \$'000	Revised Budget 2000–01 \$'000	Estimated 2001–02 \$'000	Estimated 2002–03 \$'000	Estimated 2003–04 \$'000
<b>ASSETS</b>						
<b>Financial assets</b>						
Cash		62,594	41,999	71,642	97,115	116,967
Receivables		22,603	11,498	11,486	11,512	11,506
Other Receivables-GST Receivable		-	1,464	1,464	1,464	1,464
Investments		-	-	-	-	-
Accrued revenues		-	-	-	-	-
Other		795	-	-	-	-
<b>Total financial assets</b>		85,992	54,961	84,592	110,091	129,937
<b>Non-financial assets</b>						
Land and buildings		11,742	12,299	12,912	13,590	14,266
Infrastructure, plant and equipment		60,594	138,160	124,160	112,144	99,831
Inventories		1,918	2,084	2,084	2,084	2,084
Intangibles		13,749	17,510	9,250	3,249	3,295
Other	5	42,033	26,000	26,000	26,000	26,000
<b>Total non-financial assets</b>		130,036	196,053	174,406	157,067	145,476
<b>Total Assets</b>		216,028	251,014	258,998	267,158	275,413
<b>LIABILITIES</b>						
<b>Debt</b>						
Leases	6	20	16,036	11,650	7,529	3,657
Other		-	-	-	-	-
<b>Total debt</b>		20	16,036	11,650	7,529	3,657
<b>Provisions and payables</b>						
Employees		75,647	77,994	85,114	92,362	99,741
Suppliers		24,009	6,603	6,647	6,674	6,667
Other		401	529	529	529	529
<b>Total provisions and payables</b>		100,057	85,126	92,290	99,565	106,937
<b>Total liabilities</b>		100,077	101,162	103,940	107,094	110,594
<b>EQUITY</b>						
Accumulated results		26,709	32,971	33,791	34,676	35,559
Reserves		20,725	20,725	20,725	20,725	20,725
Capital	7	68,517	96,156	100,542	104,663	108,535
<b>Total equity</b>		115,951	149,852	155,058	160,064	164,819

Table 3.3: Budgeted Statement of Departmental Cash Flows

	Actual 1999–00 \$'000	Revised Budget 2000–01 \$'000	Estimated 2001–02 \$'000	Estimated 2002–03 \$'000	Estimated 2003–04 \$'000
<b>DEPARTMENTAL CASH FLOWS</b>					
<b>Operating Activities</b>					
<b>Cash received</b>					
Appropriations	459,506	422,207	425,960	434,669	440,820
Sales of goods and services	14,592	83,081	73,204	73,518	74,062
Interest	-	-	-	-	-
Other (Carryover)	-	-	-	-	-
<b>Total cash received</b>	<b>474,098</b>	<b>505,288</b>	<b>499,164</b>	<b>508,187</b>	<b>514,882</b>
<b>Cash used</b>					
Employees	222,996	254,239	255,201	261,938	267,054
Suppliers	180,737	195,877	199,140	203,715	203,719
Other	1,608	-	38	38	38
<b>Total cash used</b>	<b>405,341</b>	<b>450,116</b>	<b>454,379</b>	<b>465,691</b>	<b>470,811</b>
<b>Net cash from operating activities</b>	<b>68,757</b>	<b>55,172</b>	<b>44,785</b>	<b>42,496</b>	<b>44,071</b>
<b>Investing Activities</b>					
<b>Cash received</b>					
Proceeds from sale of property, plant and equipment	177	-	-	-	-
Other	-	-	-	-	-
<b>Total cash received</b>	<b>177</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash used</b>					
Purchase of property, plant and equipment	25,840	108,470	8,718	10,692	17,689
<b>Total cash used</b>	<b>25,840</b>	<b>108,470</b>	<b>8,718</b>	<b>10,692</b>	<b>17,689</b>
<b>Net cash from investing activities</b>	<b>(25,663)</b>	<b>(108,470)</b>	<b>(8,718)</b>	<b>(10,692)</b>	<b>(17,689)</b>
<b>Financing Activities</b>					
<b>Cash Received</b>					
Cash from Capital injections	23,768	43,076	4,386	4,121	3,872
Other	-	579	579	579	579
<b>Total cash received</b>	<b>23,768</b>	<b>43,655</b>	<b>4,965</b>	<b>4,700</b>	<b>4,451</b>
<b>Cash used</b>					
Cash used for dividends	4,891	10,952	11,389	11,031	10,981
Finance Lease Payments	-	-	-	-	-
Dividends paid	-	-	-	-	-
Other	-	-	-	-	-
<b>Total cash used</b>	<b>4,891</b>	<b>10,952</b>	<b>11,389</b>	<b>11,031</b>	<b>10,981</b>
<b>Net cash from financing activities</b>	<b>18,877</b>	<b>32,703</b>	<b>(6,424)</b>	<b>(6,331)</b>	<b>(6,530)</b>
Net increase/(decrease) in cash held	61,971	(20,595)	29,643	25,473	19,852
Add cash as at 1 July	623	62,594	41,999	71,642	97,115
<b>Cash as at 30 June</b>	<b>62,594</b>	<b>41,999</b>	<b>71,642</b>	<b>97,115</b>	<b>116,967</b>

Table 3.4: Departmental Capital Budget Statement

	Actual 1999-00 \$'000	Revised Budget 2000-01 \$'000	Estimated 2001-02 \$'000	Estimated 2002-03 \$'000	Estimated 2003-04 \$'000
<b>DEPARTMENTAL</b>					
Total equity injections	30,368	7,037	4,386	4,121	3,872
Appropriation of previous year's carryover	35,405	20,602	-	-	-
<b>Represented by:</b>					
Purchase of non-current assets	48,031	22,971	-	-	-
Other	17,742	4,668	4,386	4,121	3,872
<b>Total Departmental</b>	<b>65,773</b>	<b>27,639</b>	<b>4,386</b>	<b>4,121</b>	<b>3,872</b>
<b>PURCHASE OF NON – CURRENT ASSETS</b>					
Funded by capital appropriation	48,031	22,971	-	-	-
Funded internally by Departmental resources	34,002	87,474	6,819	8,027	14,610
<b>Total</b>	<b>82,033</b>	<b>110,445</b>	<b>6,819</b>	<b>8,027</b>	<b>14,610</b>

**Table 3.5 Budgeted Statement of Administered Revenues and Expenses**

	Actual 1999–00 \$'000	Revised Budget 2000–01 \$'000	Estimated 2001–02 \$'000	Estimated 2002–03 \$'000	Estimated 2003–04 \$'000
<b>ADMINISTERED REVENUES AND EXPENSES</b>					
<b>Revenues</b>					
Customs Duty	3,966,595	<b>4,544,930</b>	4,861,511	5,434,976	6,072,797
Excise Duty	-	-	-	-	-
Taxes, fees and fines	226,196	<b>330,029</b>	347,133	363,350	369,772
Sale of goods and Services	78,169	<b>866</b>	728	763	777
Other	7,508	-	-	-	-
Appropriations	260	<b>260</b>	260	260	260
<b>Total revenue</b>	<b>4,278,728</b>	<b>4,876,085</b>	<b>5,209,632</b>	<b>5,799,349</b>	<b>6,443,606</b>
<b>Expenses</b>					
Subsidies	-	-	-	-	-
Other	(3,100)	-	-	-	-
Goods and Services Expenses	290	<b>260</b>	260	260	260
<b>Total expenses</b>	<b>(2,810)</b>	<b>260</b>	<b>260</b>	<b>260</b>	<b>260</b>
Net cost to government	4,281,538	<b>4,875,825</b>	5,209,372	5,799,089	6,443,346
Transfers from the official public account	215,232	<b>219,371</b>	225,074	229,801	234,627
Transfers to the official public account	(4,496,770)	<b>(5,095,196)</b>	(5,434,446)	(6,028,890)	(6,677,973)
<b>Net Surplus or (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Table 3.6: Budgeted Statement of Administered Assets and Liabilities

	Actual 1999-00 \$'000	Revised Budget 2000-01 \$'000	Estimated 2001-02 \$'000	Estimated 2002-03 \$'000	Estimated 2003-04 \$'000
<b>ASSETS</b>					
<b>Financial assets</b>					
Cash	465	3,267	3,267	3,267	3,267
Receivables	79,454	87,896	87,896	87,896	87,896
<b>Total financial assets</b>	79,919	91,163	91,163	91,163	91,163
<b>Non-financial assets</b>					
Inventories	13	361	361	361	361
<b>Total non-financial assets</b>	13	361	361	361	361
<b>Total assets</b>	79,932	91,524	91,524	91,524	91,524
<b>LIABILITIES</b>					
<b>DEBT</b>					
Deposits	-	-	-	-	-
<b>Total debt</b>	-	-	-	-	-
<b>PROVISIONS AND PAYABLES</b>					
Grants	-	-	-	-	-
Subsidies	-	-	-	-	-
Other	19,734	31,326	31,326	31,326	31,326
Total provisions and payables	19,734	31,326	31,326	31,326	31,326
<b>Total liabilities</b>	19,734	31,326	31,326	31,326	31,326
<b>EQUITY</b>					
Accumulated Results	60,198	60,198	60,198	60,198	60,198
<b>Total equity</b>	60,198	60,198	60,198	60,198	60,198

Table 3.7: Budgeted Statement of Administered Cash Flows

	Actual 1999–00 \$'000	Revised Budget 2000–01 \$'000	Estimated 2001–02 \$'000	Estimated 2002–03 \$'000	Estimated 2003–04 \$'000
<b>ADMINISTERED CASH FLOWS</b>					
<b>Cash received</b>					
Customs Duty	3,939,460	<b>4,877,761</b>	5,208,644	5,798,326	6,442,569
Sale of goods and services	79,464	<b>866</b>	728	763	777
Cash from Consolidated Revenue Fund	215,492	<b>218,984</b>	223,140	227,152	231,236
Interest and Dividends	-	-	-	-	-
Other	231,994	-	-	-	-
<b>Total cash received</b>	<b>4,466,410</b>	<b>5,097,611</b>	<b>5,432,512</b>	<b>6,026,241</b>	<b>6,674,582</b>
<b>Cash used</b>					
Cash to the consolidated revenue fund	4,467,952	<b>5,094,549</b>	5,432,252	6,025,981	6,674,322
Subsidies	-	-	-	-	-
Grants	-	-	-	-	-
Cash to Official Public Account	-	-	-	-	-
Other	290	<b>260</b>	260	260	260
<b>Total cash used</b>	<b>4,468,242</b>	<b>5,094,809</b>	<b>5,432,512</b>	<b>6,026,241</b>	<b>6,674,582</b>
<b>Net cash from operating activities</b>	<b>(1,832)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investing activities</b>					
<b>Cash Received</b>	-	-	-	-	-
<b>Cash used</b>	-	-	-	-	-
<b>Net cash from investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Financial activities</b>					
<b>Cash received</b>	-	-	-	-	-
<b>Cash used</b>	-	-	-	-	-
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net increase/(decrease) in cash held	(1,832)	<b>2,802</b>	-	-	-
Add cash as at 1 July	2,297	<b>465</b>	3,267	3,267	3,267
<b>Cash as at 30 June</b>	<b>465</b>	<b>3,267</b>	<b>3,267</b>	<b>3,267</b>	<b>3,267</b>

## NOTES TO THE FINANCIAL STATEMENTS

### Basis of accounting

The agency budgeted statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts.

### Departmental

1. The decrease in appropriation is a result of the change Customs made in the treatment of marine vessel acquisitions. The purchases are now undertaken as finance leases. Appropriation funding was reduced by \$4.668m in 2000-2001. Also affecting appropriation funding was an adjustment to the estimated level of interest earned (\$1.059m) and funding increases for storage of handguns measures (\$0.384m), BFF Safety Net (\$0.975m) and Comcover (\$0.342m).
2. Employee expenses increased due to additional charges for the 2000-2001 Comcover premium.
3. Supplier expenses were affected by the change in treatment of marine vessel purchases. This has been offset by an increase for the storage of handguns measure and BFF Safety Net costs.
4. The change in accounting policy arises due to the shortfall between the restatement of vessels on hand and the present value of payments to be made for the finance leases.
5. Customs has approximately \$22m in work in progress mainly for the CCTV project.
6. Restatement of lease liability following the actual results from the 1999-2000 audited financial statements.
7. Capital includes \$20.602m carryover from 1999-2000 and an increase to capital injection of \$4.668m due to the funding adjustments resulting from the marine vessel finance leases.

Non-appropriation departmental and administered revenue

	Budget Estimate 2000-01 \$'000	Revised Estimate 2000-01 \$'000
<b>Departmental Revenue</b>		
Sales of goods and services	12,632	12,632
Departmental section 31 receipts	68,650	68,650
Interest	579	1,638
Resources received free of charge	138,954	138,954
Other revenue	-	-
<b>Total Non-appropriation departmental revenue</b>	<b>220,815</b>	<b>221,874</b>
Appropriations	424,887	422,207
<b>Total departmental revenue</b>	<b>645,702</b>	<b>644,081</b>
<b>Administered Revenue:</b>		
Dividends	-	-
Taxation	4,745,351	4,874,959
Interest	-	-
Other sources of non-tax revenue		
Miscellaneous Receipts	866	866
Loan payments	-	-
Total other sources of non-tax revenue	866	866
<b>Total non-appropriation Administered Revenue</b>	<b>4,746,217</b>	<b>4,875,825</b>
Appropriations	260	260
<b>Total Administered Revenue</b>	<b>4,746,477</b>	<b>4,876,085</b>