

## DEPARTMENT OF TREASURY

<b>OUTPUT CLASS 1: FINANCIAL AND ECONOMIC MANAGEMENT PRINCIPAL MEASURES</b>
<b>OUTPUT 1.1: ECONOMIC MANAGEMENT</b>
<b>Description:</b> Develop and pursue initiatives to ensure the economic interests of the ACT and its residents are protected and maximised, including through providing advice on economic and regulatory reform, gaming and racing, energy and water policies and major projects, and ensuring appropriate returns on assets and appropriate intergovernmental financial relations.

<b>Measures</b>	<b>2004-05 Targets<sup>1</sup></b>	<b>2004-05 Estimated Outcome</b>
<b>Quantity</b>		
Annual Report to National Competition Council	1	1
Economic Analysis.	148	148
Number of Procurement Plans considered and reviewed by the Board	72	72
<b>Quality/Effectiveness</b>		
Policy proposals implemented are consistent with competition principles and implementation of COAG agreements <sup>2</sup>	Receive full NCP tranche payment 85%	Receive full NCP tranche payment 90%
Treasurer's satisfaction with quality as assessed by six-monthly survey <sup>3</sup>	85%	90%
<b>Timeliness</b>		
Treasurer's satisfaction with timeliness as assessed by six-monthly survey <sup>3</sup>	85%	90%
<b>Cost</b>		
Cost of economic management	\$7 586 000	\$6 093 000
<b>TOTAL COST (\$'000)</b>	<b>\$7 586.0</b>	<b>\$6 093.0</b>
<b>GOVERNMENT PAYMENT FOR OUTPUT (\$'000)</b>	<b>\$7 680.0</b>	<b>\$6 266.0</b>

### Notes

1. The 2004-05 Targets have been revised to reflect the impact of the *Appropriation Act 2004-2005 (No. 2)* and the 4 November 2004 Administrative Arrangement Order where applicable.
2. The ACT received a positive assessment by the National Competition Council on the implementation of National Competition Policy reforms in 2004-05 and was granted 100% of its allocated competition payment of \$12.4 million. A previously withheld amount of \$1.2 million was also paid to the ACT. This payment, constituting 10% of the ACT's 2003-04 allocation, had been suspended due to lack of reform but was re-instated following satisfactory implementation of reforms assessed as incomplete in 2003-04.
3. Estimated outcome reflects input received from the first six-monthly survey.

<b>OUTPUT CLASS 1: FINANCIAL AND ECONOMIC MANAGEMENT</b> <b>PRINCIPAL MEASURES</b>
<b>OUTPUT 1.2: FINANCIAL MANAGEMENT</b>
<b>Description:</b> Provision of analysis, monitoring and reporting on financial performance to assist the Government to achieve its preferred outcomes.

<b>Measures</b>	<b>2004-05 Targets<sup>1</sup></b>	<b>2004-05 Estimated Outcome</b>
<b>Quantity</b>		
Budget.	1	1
Whole of Government Consolidated – Management Reports	4	4
Whole of Government Consolidated Finance Report	1	1
External Government Reporting	16	16
Whole of Government Capital Works Program Reporting.	4	4
Financial Evaluation and Business Analysis	25	25
Guidelines to Support GBE and Governance Framework	3	3
Expenditure Review Capacity Reviews	4	4
<b>Quality/Effectiveness</b>		
Treasurer's satisfaction with quality as assessed by six-monthly survey <sup>2</sup>	80%	90%
Board appointment processes comply with statutory requirements	100%	100%
<b>Timeliness</b>		
Statutory and other Reporting meets required timeframes	80%	80%
<b>Cost</b>		
Cost per \$m of whole of government expenses	\$5 013 000	\$4 124 831
<b>TOTAL COST (\$'000)</b>	<b>\$13 740.0</b>	<b>\$11 233.0</b>
<b>GOVERNMENT PAYMENT FOR OUTPUT (\$'000)</b>	<b>\$6 423.0</b>	<b>\$7 336.0</b>

**Notes**

1. The 2004-05 Targets have been revised to reflect the impact of the *Appropriation Act 2004-2005 (No. 2)* and the 4 November 2004 Administrative Arrangement Order where applicable.
2. Estimated outcome reflects input received from the first six-monthly survey.

**OUTPUT CLASS 1: FINANCIAL AND ECONOMIC MANAGEMENT  
PRINCIPAL MEASURES**

**OUTPUT 1.3: REVENUE MANAGEMENT**

**Description:** Optimise tax revenue concurrent with achieving a simple, equitable and efficient tax system; develop policy; and advise and assist clients to meet their obligations.

<b>Measures</b>	<b>2004-05 Targets<sup>1</sup></b>	<b>2004-05 Estimated Outcome</b>
<b>Quantity</b>		
Manage agreed priority projects related to revenue research, policy and legislation <sup>2</sup>	30	19
Monthly Revenue Analysis	12	12
<i>Provide services and advice related to:</i>		
Client services	34 500	33 497
Taxpayer Services (assessments, reminder notices, reconciliations, applications and data quality)	575 000	549 377
Compliance revenue per inspector <sup>3</sup>	\$280 000	\$381 993
Debt management – level of outstanding debt	2%	2%
Objections and review of decisions <sup>4</sup>	150	219
First Home Owners Grant applications <sup>5</sup>	1 200	2 000
Stamp Duty Homebuyer Concession	925	1 600
<b>Quality/Effectiveness</b>		
Treasurer's satisfaction with quality as assessed by six-monthly survey <sup>6</sup>	85%	90%
<b>Timeliness</b>		
Treasurer's satisfaction with timeliness as assessed by six-monthly survey <sup>6</sup>	85%	90%
<b>Cost</b>		
Cost per \$m of whole of government expenses	\$4 297 000	\$4 229 118
<b>TOTAL COST (\$'000)</b>	<b>\$11 816.0</b>	<b>\$11 517.0</b>
<b>GOVERNMENT PAYMENT FOR OUTPUT (\$'000)</b>	<b>\$10 862.0</b>	<b>\$10 863.0</b>

**Notes**

1. The 2004-05 Targets have been revised to reflect the impact of the *Appropriation Act 2004-2005 (No. 2)* and the 4 November 2004 Administrative Arrangement Order where applicable.
2. Estimated Outcome varies for Target mainly due to 3 factors: the majority of research projects are still on-going, elections at the ACT and Commonwealth levels reduced demand for projects (due to other priorities), and the Policy unit has reduced capacity due to loss of resources during the financial year.
3. Estimated Outcome due to two large long term outstanding payroll cases and a large assessment issued to a Government Business Enterprise for non-payment of duty on registration of motor vehicles.
4. Estimated Outcome is due to more valuation objections than anticipated. The time-lag effect of the unimproved values was not considered by many taxpayers, who expected the recent stabilising of the residential property market to be reflected in their 1 January 2004 valuations, which they received in July, August and September 2004.
5. The 2004-05 Outcome is due to favourable concessions available through the Home Buyer Concession scheme.
6. Estimated Outcome reflects input received from the first six-monthly survey.

**OUTPUT CLASS 1: FINANCIAL AND ECONOMIC MANAGEMENT  
PRINCIPAL MEASURES**

**OUTPUT 1.4: PROCUREMENT SUPPORT SERVICES**

**Description:** Includes procurement policy; buyers and sellers information services (basis), including on-line procurement services, business opportunities, supplier notification of tenders and contracts, support to ACT Government purchasing officers; and the implementation of construction industry reforms, including pre-qualification of suppliers and the provision of risk management services to ACT Government agencies.

<b>Measures</b>	<b>2004-05 Targets<sup>1</sup></b>	<b>2004-05 Estimated Outcome</b>
<b>Quantity</b>		
Procurement guidelines, circulars and toolkits developed <sup>2</sup>	5	11
Contribution to APCC and other intergovernmental activities	4	4
Online Procurement Services provided to the community	4	4
Risk management services – number of client requested projects commenced	400	400
Reform of Pre-qualification arrangements	1	1
<b>Quality/Effectiveness</b>		
Quality Management Systems Compliance under ISO9001:2000 – number of Category 1 non-conformance findings.	<2	<2
Customer satisfaction with ACT Procurement Solutions	90%	90%
<b>Timeliness</b>		
Procurement guidelines and circulars reviewed or issued within agreed timeframes	100%	100%
Online Procurement Services – responses to queries received via the help line services (basis) responded to within 24 hours	95%	95%
<b>Cost</b>		
Cost of Risk Management Services	\$5 175 000	\$6 220 000
Cost of Procurement Policy and Online Services	\$1 250 000	\$1 505 000
<b>TOTAL COST (\$'000)</b>	<b>\$6 425.0</b>	<b>\$7 725.0</b>
<b>GOVERNMENT PAYMENT FOR OUTPUT (\$'000)</b>	<b>\$1 871.0</b>	<b>\$1 871.0</b>

**Notes**

- The 2004-05 Targets have been revised to reflect the impact of the *Appropriation Act 2004-2005 (No. 2)* and the 4 November 2004 Administrative Arrangement Order where applicable.
- Increase due to Government Procurement Board requirements to address certain new issues and revise old circulars.