

STATE BUDGET, FUNDING APPROPRIATION, INCREASE

159. Mr P.D. Omodei to the Premier; Minister for Public Sector Management; Water Resources; Federal Affairs

I refer the Premier to the grand total appropriation and forward estimates on page 69 of the 2005 - 2006 State Budget and ask -

- (a) in 2003 - 2004 the actual funding appropriation was \$123,251,000. This increased substantially in 2004 - 2005 to \$208,141,000 and will further increase in 2005 - 2006 to \$253,173,000. Will the Premier explain why there has been such a massive increase in the appropriation?

Dr G.I. GALLOP replied:

- (a) The funding appropriation referred to in the Member's question is the total provided to the Department of the Premier and Cabinet including administered and capital funding in addition to the Department's controlled appropriation for delivery of services. The response will address each of these items separately.

DELIVERY OF SERVICES

The Department's controlled appropriation increased from \$119.010 million 2003-04 actual, to \$178.195 million 2004-05 estimated actual, and to \$185.306 million 2005-06 budget. The large movement of \$59.185 million between 2003-04 actual and 2004-05 estimated actual is principally the result of additional funding provided and repositioning, that is partially offset by reductions in funding and other movements. The following list shows the significant items:

Please refer to Attachment 1. [See paper 689.]

CAPITAL

Item 118 Capital Contribution 2005-06

The Capital Contribution of \$2.6 million in 2005-06 relates to the fitout of four Ministerial Offices. This allocation is for 3 new offices and the relocation of Hon J McGinty. The estimated fitout cost per office is \$650,000.

Item 119 Administered Capital Contribution 2005-06

The Administered Capital Contribution of \$21,883 million 2004-05 estimated actual and \$44.689 million 2005-06 budget is establishment costs for the Shared Service Centres and Procurement reform.