



**Australian Government**  

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**Department of Agriculture, Fisheries and Forestry**

## **LEVIES REVENUE SERVICE**

# **REPORT TO STAKEHOLDERS**

**2002-03**

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# PERFORMANCE AGAINST BUSINESS PLAN

## Introduction

The Report to Stakeholders provides information on our performance against the Business Plan.

The Levies Revenue Service (LRS) Business Plan has two main purposes:

- to provide our stakeholders with an overview of our business objectives and how we intend to achieve them; and
- to provide a document that identifies our key objectives and sets a reference point to report against at the completion of reporting periods.

## LRS Outcome and key objectives

### LRS objective:

*To deliver excellence in levies administration for all stakeholders*

To achieve this objective we identified five key outcomes:

- *delivering levies collection and debt management services;*
- *continuing improvement of client service;*
- *providing an effective legislative framework for levies operation and policy advice;*
- *ensuring staff are technically competent and skilled to deliver our core business function; and*
- *managing the delivery of our core functions within budget and achieving business targets in an accountable manner.*

## Performance against key objectives

### The delivery of levies collection and debt management services

#### *Levy collection effectiveness 2002-03*

In 2002-03 we collected around **\$540 million**. This is 8 per cent higher than budget estimates and is largely due to the fact that the budget figures were conservative. The budget had projected a negative impact on collections, particularly in the livestock and grains categories, because of the drought. Instead, grain feeding of stock created increased demand, which brought farm stockpiles onto the market, and destocking led to more transactions than estimated.

#### *Debt recovery*

Regional offices undertook a variety of actions associated with outstanding debt recovery. These ranged from negotiating repayment proposals to instigating legal action in criminal and civil jurisdictions.

The outstanding debt level at the end of the period was around \$3.7 million, or 0.7 per cent of collections<sup>1</sup>. The implementation of the new levies business system (Phoenix), which allowed for the inclusion of penalty in aged debt, was the main reason for the rise in the debt level.

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<sup>1</sup> This figure is exclusive of debt in the 0 - 30 days aged debt category.

### ***Record inspection program***

Our field officers conducted approximately 3500 field audits, which was 12 per cent lower than in 2001-02. One of the main reasons for the lower figure was that field staff conducted more desk audits and used Phoenix more to manage caseloads.

Statistical reporting of non-audit interventions began in the second half of the financial year, providing a more effective overview of the work carried out by field staff. Interventions included following up outstanding returns and moneys, debt recovery and compliance activities. During this period there were about 2300 interventions.

Collections resulting from audits and interventions for the year totalled approximately \$4 million.

Field staff identified 1300 new levy payers, an increase of almost 60 per cent on the number of new payers identified in the previous year.

Additional achievements include:

- the development of a series of web-based tutorials to allow staff to improve their knowledge of the various levies; and
- the start of a trial of office-based auditing in which levy payer records are requested so that a comprehensive audit can be done while minimising the inconvenience to the levy payer.

Other major achievements are outlined under each commodity.

### ***Enforcement action***

Reporting of enforcement action under the *Primary Industries Levies and Charges Collection Act 1997* began in the second half of 2000-01. In this period we issued thirty-one notices for outstanding returns. In most cases, the outstanding returns were lodged along with the payment of associated levy. However, we prepared briefs of evidence for four cases of non-compliance and sent them to the Australian Government Director of Public Prosecutions for consideration. This resulted in fines being issued.

### **Continuing improvement of client services**

#### ***Disbursements of collected levies to research and development (R&D) corporations and marketing and promotion***

We disbursed levies totalling \$540 million to 27 statutory bodies and other organisations including the National Residue Survey, Plant Health Australia, Animal Health Australia, for R&D and marketing and promotion. In 2000-01 we disbursed \$529 million.

#### ***Phoenix (new levies business system)***

After a period of parallel processing, Phoenix became operational in 2002-03. Staff have been trained in the use of the system and minor refinements have been made. The system has restored our ability to generate statements and penalty notices. Work has started on phase two of the system, which will incorporate regional databases and improve general functionality. Phase 2 will also provide industry bodies and corporations with on-line access.

### ***E-commerce***

We reviewed and enhanced our website, [www.affa.gov.au/levies](http://www.affa.gov.au/levies) to enable downloading of forms from the site for printing and to provide links to R&D Corporation sites so that levy payers can access further information about the use of levy moneys. Further development will allow for on-line lodgement and payment of returns.

### ***New business***

The following new levies were introduced:

- Egg Promotion;
- Emergency Animal Disease Response;
- Plant Health;
- Animal Health;
- Sugar Industry Reform Program; and
- Table Grapes.

New levies on queen bees and mangoes were expected to start 1 July 2003 and work was undertaken to help meet the starting date.

### ***Changes to legislation***

Changes to legislation occurred in relation to:

- Apples and pears;
- Buffaloes;
- Cattle transaction;
- Dairy;
- Honey;
- Macadamia nuts;
- Mushrooms; and
- Rice.

Changes to legislation on nursery products and ratites will come into effect on 1 July 2003.

## **Providing an effective legislative framework for levies operation and policy advice**

### ***Legislation review***

We began a full review of legislation in 2002 that made recommendations to assist with administrative arrangements, meet stakeholder expectations and protect levy payer funds. We discussed the recommended changes with industry and recipient bodies and is now progressing them through the policy and legislative process.

## **Ensuring staff are technically competent and skilled**

### ***Work plans and learning agreements***

Each year all LRS staff completes a work plan and learning agreement with their manager to help them prioritise their outcomes, plan their tasks and contribute to LRS' overall effectiveness and productivity.

### ***Succession planning***

Earlier this year, LRS formed a three-member succession panel from the management team to manage succession planning and make recommendations to the Director on filling temporary vacancies.

### ***Skills and knowledge inventory***

We have continued to develop and update our skills and knowledge inventory for recording and analysing staff skill and knowledge levels, individually and collectively. The inventory is a valuable source of staff information and provides a comprehensive picture about skills and knowledge levels within LRS and where development is needed.

### ***New Employee Induction Workshops***

We conduct an annual induction workshop for all new employees to give them a general overview of how LRS operates, and to help them to carry out their duties efficiently.

### ***Completion of Government Fraud Investigation (Cert IV) Accreditation***

Twenty-one LRS field staff completed the Fraud Investigation (Cert IV) Accreditation. The certificate gives staff recognition from the Australian Government Attorney General's Department and allows them to investigate and report on fraudulent activities on behalf of the Commonwealth.

### ***Regional officer workshops***

We held a series of workshops for state-based officers after the Annual Conference to give them access to the expertise of officers from other states and to help share knowledge and skills.

### ***Development of web-based tutorials***

We developed a series of web-based tutorials to offer staff a self-paced learning system. The tutorials contain information on the imposition, collection and administration of all LRS administered levies and include references and links to relevant legislation, research and related matters. The tutorials give staff access to all information necessary to carry out their responsibilities in efficiently and effectively.

## **Managing the delivery of our core functions within budget and achieving business targets in an accountable manner**

Our budget moneys are cost recovered from the industries for which we collect levy.

The total cost of collections was \$4.7 million, which represents about 0.9 per cent of the total collections for 2002-03.

The following information gives an overview of collection performance by commodity group. For individual commodity details please refer to the tables at the end of this report.

### ***Horticultural levies and charges***

*Almonds; Apples/Pears; Avocados; Cherries; Chestnuts; Citrus; Custard Apples; Dried Fruits; Macadamia Nuts; Mushrooms; Nashi; Nursery Products; Onions; Passionfruit; Potatoes; Stone Fruit; Strawberries; Table Grapes and Vegetables*

The total collections of approximately \$23.5 million were 17 per cent higher than the budget estimate. Collections for most of the commodities exceeded the budget estimate, except for chestnuts, macadamia nuts and stone fruit. The higher than expected collection results is mainly due to the increased value of vegetables, the collection of several significant debts and the introduction of new levies.

The total cost of collections was \$710 000, which represented 3 per cent of collections.

Field staff conducted 919 audits resulting in the collection of \$845 600.

Specific activity on the collection of these levies was as follows:

Ten field staff did an intensive audit of the Melbourne Wholesale Produce Market. The team audited existing market agents and talked to growers and agents trading on the floor about their levy obligations. This exercise yielded positive results, particularly in establishing new levy payers.

The New South Wales office continued its project of educating stallholders in the growers' shed at the Flemington Wholesale Produce Market of their levy obligations. This office also coordinated a national project to isolate and correct areas of levy leakage in regard to the Nursery Products Levy.

The Queensland office has conducted an ongoing project of attending weekend markets and advising stallholders dealing in leviable commodities of their obligations.

The South Australian office undertook a series of audits of major citrus packing sheds.

### ***Wine levies and charges***

*Grape Research; Wine Grape; Wine Export*

The total collection of \$12.75 million was 16 per cent increase on the 2001-02 collection. It reflects the continued growth in the industry, particularly in wine exports. The amount collected was almost 9 per cent higher than the budget estimate.

Total collection costs were \$235 000, or approximately 2 per cent of total collections.

Field staff conducted 712 audits resulting in the collection of \$745 000. There were also 790 other interventions in regard to Wine Levy payers. A total of 570 new levy payer accounts were established, largely due to the continued growth of the industry and increased sales to the overseas market.

## ***Livestock levies and charges***

*Buffalo; Buffalo Slaughter; Goats; Goat Transaction; Transaction; Pig Slaughter; Cattle Transaction; Cattle Export; Livestock Transaction and Livestock Export*

Collections for livestock levies and charges were \$96 million, 24 per cent higher than estimated. Collections for most commodities exceeded budget estimates, mainly because of the drought, which led to destocking and a consequent rise transaction and slaughtering numbers. There was also an increase in revenue from walk-in, walk-out sales.

Total collection costs of \$1.6 million were 1.1 per cent of total collections.

Field staff conducted 611 audits, resulting in the collection of \$913 000. Over a six-month period there were 308 interventions.

## ***Dairy levies***

*Dairy Adjustment Levy; All Milk Levy*

Collections for dairy levies were \$257 million, 2 per cent higher than the budget estimate.

Total collection costs were \$444 000, approximately 0.2 per cent of total collections.

Field staff conducted 56 audits for the year, with 59 interventions over a six-month period. The activities resulted in the collection of \$262 500. Twenty-two new levy payer accounts were established.

There was a significant amount of activity relating to collection issues with the Dairy Adjustment Levy. Many of these issues related to liability on various grounds, including product type and legal exemptions.

## ***Grain levies***

*Coarse Grains; Cotton; Grain Legumes; Oilseeds; Pasture Seeds; Rice; Sugar; Sugar Cane; and Wheat*

Collections of \$82 million were 11 per cent higher than the budget estimate. Collections for most commodities exceeded the budget estimates as stockpiled grain came into the market for sale as stock feed. The most significant exception to this was rice, where drought conditions have required a reduction in water allocation, resulting in a significant drop in production.

Total collection costs for the grains group were \$578 000 were approximately 0.7 per cent of total collections.

Field staff conducted 621 audits and a further 297 interventions over six months, resulting in the collection of \$656 000 and 223 new levy payer accounts were established.

The South Australian Office, which manages the audit and investigation program for South Australia, Western Australia and the Northern Territory, conducted a major project to ensure that levy was being correctly paid where grain was being sold directly to grain consumers such as dairies, piggeries and feedlots.

### ***Forest and Wood Products levy and export and import charges***

Collections, including import and export charges, totalled \$2.95 million, which was marginally less than the budget estimate. This was partly the result of a downturn in logging.

Total collection costs of \$69 000 were 2.3 per cent of total collections.

Field staff conducted 151 audits with a further 88 interventions over a six-month period, resulting in the collection of \$78 500. Sixteen new levy payer accounts were established.

### ***Farmed Prawns levy and charge***

Collections for this levy totalling \$119 000 were 19 per cent higher than the budget estimate.

Total collection costs of \$2 000 were 1.7 per cent of total collections.

Field staff conducted 21 audits, with an additional 53 interventions undertaken over the second half of the year. This resulted in the collection of \$39 000 and six new levy payer accounts were established.

### ***National Residue Survey (NRS) levies and charges***

*Game Goats; Game Pigs; Horses; Hard Onions; Ratites (Emus & Ostriches)*

*NB: NRS Levies for other commodities are included in their overall collection figures*

Total collections for NRS levies of \$8.48 million included commodities where the NRS levy is part of the overall levy charge. Of this, \$144 000 relates to the commodities (as listed above) that only incur an NRS levy or charge.

Total collection costs for those products with only an NRS levy or charge was \$9 000, or 6.3 per cent of collections.

Field staff conducted 18 audits resulting in the collection of \$20 000, and three new levy payer accounts were established.

### ***Chicken levies***

*Meat Chicken; Laying Chickens, Egg Promotion*

Total collections for this levy category were \$2.24 million.

The total collection costs of \$38 000 were approximately 1.7 per cent of total collections.

Field staff conducted 26 audits and a further 20 interventions in the second half of the year, resulting in the collection of \$150 000, and four new levy payer accounts were established.

### ***Honey levy and charge***

Total collections of \$194 000 were 32 per cent lower than the budget estimate, mainly due to drought conditions leading to a decrease in production.

Total collection costs were \$26 000, approximately 13 per cent of total collections.

Field staff conducted 85 audits and undertook a further 24 interventions over the second half of the year, resulting in the collection of \$2 400, and thirty-seven new levy payer accounts were established.

### ***Deer levies and charge***

*Deer Slaughter, Deer Export; Deer Velvet*

Collections for deer levies of \$224 000 were 9 per cent lower than estimated as a result of the drought and outstanding debt.

Total collection costs of \$16 000 were approximately 7 per cent of total collections.

Field staff undertook six audits and established three new levy payer accounts.

### ***Wool levy and charge***

Total collections for the wool levy of \$60 million were in line with the budget estimate and levy role changes.

Total collection costs of \$404 000 were approximately 0.7 per cent of total collections.

Field staff conducted 122 audits and 80 other interventions in the second half of the year, resulting in the collection of \$58 000, and seventeen new levy payer accounts were established.

**Table 1 - Statement of Financial Performance**  
*For the year ended 30 June 2003*

	2002-03 \$'000	2001-02 \$'000
<b>Operating revenues</b>		
<b>Revenues from ordinary activities</b>		
<i>Revenues from Government</i>		
Appropriation for outputs	502	135
Other	-	434
<b><i>Total revenues from Government</i></b>	<b>502</b>	<b>569</b>
<i>Sale of good and services</i>		
Revenue from operations <sup>1</sup>	4 333	3 542
Other	-	1
<b><i>Total sales of goods and services</i></b>	<b>4 333</b>	<b>3 543</b>
<b>Total revenues from ordinary activities</b>	<b>4 835</b>	<b>4 112</b>
<b>Expenses from ordinary activities</b>		
<i>Employees</i>		
Remuneration <sup>1</sup>	2 768	2 231
On costs <sup>2</sup>	467	434
Other employee expenses	54	33
<b><i>Total employees</i></b>	<b>3 289</b>	<b>2 699</b>
<i>Suppliers</i>		
IT, comms and office equipment	459	263
Memberships and conferences	29	43
Property and accommodation	335	250
Temporary and contract staff	155	85
Travel	194	161
Vehicles	118	110
Legal	53	343
Publications	35	11
General office supplies	62	49
HR services	45	7
Audit	23	-
Other administration	24	80
<b><i>Total suppliers</i></b>	<b>1 532</b>	<b>1 402</b>
<i>Depreciation and amortisation</i>		
Depreciation	52	6
<b><i>Total suppliers</i></b>	<b>52</b>	<b>6</b>
<b>Total operating expenses</b>	<b>4 873</b>	<b>4 107</b>

Notes

1. Funded by the Commonwealth, not included in Collection tables
2. Includes base salaries, accrued leave, higher duties, overtime and allowances

**Table 2 - Levy and Commonwealth Contributions Paid as at 30 June 2003**

Description	Levy (\$'000)	C'wealth	Total (\$'000)
		Contribution (\$'000)	
<i>Australian Animal Health Council (Livestock Industry) Funding Act 1996</i>	8 005	-	<b>8 005</b>
<i>Australian Meat &amp; Livestock Act 1997</i>			
- Marketing	49 533	-	<b>49 533</b>
- Research	19 417	26 304	<b>45 721</b>
<i>Australian Wine &amp; Brandy Corporation Act 1980</i>	4 909	-	<b>4 909</b>
<i>Dairy Produce Act 1986</i>			
- Industry Restructure Package	221 341	-	<b>221 341</b>
- Dairy	20 206	-	<b>20 206</b>
<i>Egg Industry Service Provision Act 2002</i>	524	441	<b>965</b>
<i>Horticultural Marketing and Research and Development Services Act</i>	22 421	30 185	<b>52 606</b>
<i>Miscellaneous Levies</i>	33	-	<b>33</b>
<i>National Cattle Disease Eradication Trust Account Act 1991</i>	5	-	<b>5</b>
<i>National Residue Survey Administration Act 1992</i>	8 481	-	<b>8 481</b>
<i>Pig Industry Act 2001</i>	13 273	3 893	<b>17 166</b>
<i>Primary Industries &amp; Energy R&amp;D Act 1989</i>			
- Cotton R&D Corporation	7 226	6 704	<b>13 930</b>
- Dairy R&D Corporation	12 878	14 128	<b>27 006</b>
- Dried Fruits R&D	569	309	<b>878</b>
- Fisheries R&D Corporation	117	118	<b>235</b>
- Forest & Wood Products R&D Corporation	3 008	2 924	<b>5 932</b>
- Grains R&D Corporation - Grains - Wheat	39 427	23 493	<b>62 920</b>
- Grains R&D Corporation - Other Grains	25 552	15 662	<b>41 214</b>
- Grape and Wine R&D Corporation	7 822	7 610	<b>15 432</b>
- Rural Industries R&D Corporation	3 715	2 997	<b>6 712</b>
- Sugar R&D Corporation	5 306	4 433	<b>9 739</b>
- Tobacco R&D Corporation	-	235	<b>235</b>
<i>Wool Services Privatisation Act 2000</i>	62 649	16 170	<b>78 819</b>
<b>TOTAL LEVY AND COMMONWEALTH CONTRIBUTIONS</b>	<b>536 417</b>	<b>155 606</b>	<b>692 023</b>

**Table 3 - Levy Collection Amounts - Comparison 2002/2003 - 2001/2002**

	Levy/Charge/Fee	Collections 2002/2003 (\$,000)	Collections 2001/2002 (\$,000)	Increase/ (Decrease) (\$,000)	Increase/ Decrease %
<b>Livestock</b>	Beef Production (Pre July '98)	-	20	(20)	-
	Cattle Transaction (Pre July '98)	-	30	(30)	-
	Livestock Slaughter (Pre July '98)	-	65	(65)	-
	<i>Sub total (pre July '98 livestock)</i>	-	115	(115)	-
	Buffalo Slaughter (incl. export)	58	47	11	19.0
	Cattle Transaction (incl. export)	50 651	47 683	2 968	5.9
	Deer (incl. export)	224	293	(69)	(30.8)
	Goat Fibre	40	42	(2)	(5.0)
	Goat Transaction (incl. export)	531	500	31	5.8
	Laying Chicken	766	878	(112)	(14.6)
	Livestock Transaction (incl. export)	31 539	26 274	5 265	16.7
	Meat Chicken	1 120	1 133	(13)	(1.2)
	Pig Slaughter	13 884	12 216	1 668	12.0
	Wool (incl. Wool Tax)	60 222	57 573	2 649	4.4
	<b>Total Livestock</b>	<b>159 035</b>	<b>146 754</b>	<b>12 281</b>	<b>7.7</b>
<b>Grains</b>	Coarse Grains	16 219	19 529	(3 310)	(20.4)
	Cotton Research	7 136	6 005	1 131	15.8
	Grain Legumes	4 564	6 727	(2 163)	(47.4)
	Oilseeds	5 134	6 876	(1 742)	(33.9)
	Pasture Seeds	208	101	107	51.4
	Rice	1 653	2 267	(614)	(37.1)
	Sugar Cane Research	5 304	3 929	1 375	25.9
	Sugar Industry Reform Program Levy (commenced 1 Jan 03)	1 382	-	1 382	100.0
	Wheat	40 104	41 438	(1 334)	(3.3)
	<b>Total Grains</b>	<b>81 704</b>	<b>86 872</b>	<b>(5 168)</b>	<b>(6.3)</b>
<b>Horticulture</b>	Almond (incl. export)	174	221	(47)	(27.0)
	Apple & Pear (incl. export)	4 944	4 342	602	12.2
	Avocado (incl. export)	1 151	888	263	22.8
	Cherry (incl. export)	86	63	23	26.7
	Chestnut (incl. export)	73	68	5	6.8
	Citrus (incl. export)	2 208	1 755	453	20.5
	Custard Apple (incl. export)	108	116	(8)	(7.4)
	Dried Fruits (incl. export)	202	188	14	6.9
	Dried Fruits Research	469	309	160	34.1
	Honey (incl. export)	194	278	(84)	(43.3)
	Macadamia (incl. export)	2 153	2 170	(17)	(0.8)
	Mushrooms (commenced 1 Jan 02)	1 992	682	1 310	65.8
	Nursery Products	1 735	1 636	99	5.7
	Onions <sup>1</sup>	277	58	219	79.1
	Passionfruit	67	50	17	25.4
	Potato (incl. export)	1 072	1 023	49	4.6
	Stone Fruit (incl. export)	955	903	52	5.4

	Strawberry	331	275	56	16.9
	Table Grapes (commenced 1 October 02)	548	-	548	100.0
	Vegetable (incl. export)	5 013	4 072	941	18.8
	<b>Total Horticulture</b>	<b>23 752</b>	<b>19 097</b>	4 655	<b>19.6</b>
<b>Wine</b>	Grape Research	3 225	2 642	583	18.1
	Wine Export	2 240	1 753	487	21.7
	Wine Grape	7 314	6 300	1 014	13.9
	<b>Total Wine</b>	<b>12 779</b>	<b>10 695</b>	2 084	<b>16.3</b>
<b>Dairy</b>	All Milk	33 691	34 756	(1 065)	(3.2)
	Dairy Adjustment	223 388	218 546	4 842	2.2
	Old Dairy (ceased 30 Jun 00)	-	3	(3)	63
	<b>Total Dairy</b>	<b>257 079</b>	<b>253 305</b>	3 774	1.5
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	<b>2 952</b>	<b>3 393</b>	(441)	<b>(14.9)</b>
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 02)	38	204	(166)	(436.8)
	Farmed Prawns (commenced 1 Oct 01)	119	44	75	-
	<b>Total Aquatic</b>	<b>157</b>	<b>248</b>	(91)	<b>(58.0)</b>
<b>National</b>	NRS-Horses	90	82	8	8.9
<b>Residue Survey</b>	NRS-Game Pigs	20	32	(12)	(60.0)
	NRS-Ratite Slaughter	34	42	(8)	(23.5)
	<b>Total National Residue Survey</b>	<b>144</b>	<b>156</b>	(12)	<b>(8.3)</b>
<b>Other</b>	Kangaroo	53	57	(4)	(7.5)
	Tobacco (ceased 1 July 02)	-	476	(476)	-
	<b>Total Other</b>	<b>53</b>	<b>533</b>	(480)	<b>(905.7)</b>
<b>Egg</b>	Egg Promotion Levy (commenced 1 February 03)	352	-	352	-
	<b>Total Egg Promotion Levy</b>	<b>352</b>	<b>-</b>	352	-
	<b>TOTAL</b>	<b>538 007</b>	<b>521 053</b>	<b>16 954</b>	<b>(940)</b>

Notes

1. A portion of the Onion collections listed under Horticulture goes to NRS.

**Table 4 - Levy Charges 2002/2003 expressed as a percentage of collections**

	Levy/Charge/Fee	Collections (\$, 000)	Collection Costs (\$, 000)	Costs as % of Collection %	Legal Split
<b>Livestock</b>	Buffalo Slaughter (incl. export)	58	2	3.4	
	Cattle Transaction (incl. export)	50 651	523	1.0	11.60
	Deer (incl. export)	224	16	7.1	
	Goat Fibre	40	2	5.0	
	Goat Transaction (incl. export)	531	68	12.8	
	Laying Chicken	766	20	2.6	
	Livestock Transaction (incl. export)	31 539	460	1.5	7.22
	Meat Chicken	1 120	18	1.6	
	Pig Slaughter	13 884	109	0.8	3.18
	Wool (incl. Wool Tax)	60 222	453	0.8	
	<b>Total Livestock</b>	<b>159 035</b>	<b>1 671</b>	<b>1.1</b>	
<b>Grains</b>	Coarse Grains	16 219	169	1.0	0.73
	Cotton Research	7 136	4	0.1	
	Grain Legumes	4 564	87	1.9	0.21
	Oilseeds	5 134	40	0.8	0.23
	Pasture Seeds	208	2	1.0	
	Rice	1 653	1	0.1	
	Sugar Cane Research	5 304	6	0.1	
	Sugar Industry Reform Program Levy (commenced 1 Jan 03)	1 382	163		11.8
	Wheat	40 104	106	0.3	1.82
	<b>Total Grains</b>	<b>81 704</b>	<b>578</b>	<b>0.7</b>	
<b>Horticulture</b>	Almond (incl. export)	173	3		1.7
	Apple & Pear (incl. export)	4 944	140	2.8	
	Avocado (incl. export)	1 151	44	3.8	
	Cherry (incl. export)	86	3	3.5	
	Chestnut (incl. export)	73	6	8.2	
	Citrus (incl. export)	2 208	81	3.7	
	Custard Apple (incl. export)	108	6	5.6	
	Dried Fruits (incl. export)	202	7	3.5	
	Dried Fruits Research	469	2	0.4	
	Honey (incl. export)	194	26	13.4	
	Macadamia (incl. export)	2 153	20	0.9	
	Mushrooms (commenced 1 Jan 02)	1 992	16	0.8	
	Nursery Products	1 735	22	1.3	
	Onions	277	23	8.3	
	Passionfruit	67	4	6.0	
	Potato (incl. export)	1 072	40	3.7	
	Stone Fruit (incl. export)	955	77	8.1	
	Strawberry	331	2	0.6	
	Table Grapes (commenced 1 October 02)	548	32		5.8
	Vegetable (incl. export)	5 013	182	3.6	
	<b>Total Horticulture</b>	<b>23 751</b>	<b>736</b>	<b>3.1</b>	
<b>Wine</b>	Grape Research	3 225	29	0.9	
	Wine Export	2 240	99	4.4	
	Wine Grape	7 314	162	2.2	
	<b>Total Wine</b>	<b>12 779</b>	<b>235</b>	<b>1.8</b>	
<b>Dairy</b>	All Milk	33 691	134	0.4	
	Dairy Adjustment	223 388	310	0.1	

	<b>Total Dairy</b>	<b>257 079</b>	<b>444</b>	<b>0.2</b>
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	<b>2 952</b>	<b>69</b>	<b>2.3</b>
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 02)	38	-	0.0
	Farmed Prawns (commenced 1 Oct 01)	119	2	0.0
	<b>Total Aquatic</b>	<b>157</b>	<b>2</b>	<b>1.3</b>
<b>National Residue Survey</b>	NRS Horses	90	2	2.2
	NRS Game Pigs	20	4	20.0
	NRS Ratite Slaughter	34	3	8.8
	<b>Total National Residue Survey</b>	<b>144</b>	<b>9</b>	<b>6.3</b>
<b>Other</b>	Kangaroo	53	3	5.7
	Tobacco (ceased 1 July 02)	-	-	-
	<b>Total Other</b>	<b>53</b>	<b>3</b>	<b>5.7</b>
<b>Eggs</b>	Egg Promotion Levy (commenced 1 Feb 03)	<b>352</b>	-	0.0
	<b>TOTAL</b>	<b>538 006</b>	<b>3 802</b>	<b>23</b>

**Table 5 - Collection Charges Comparison 2002/2003 to 2001/2002**

	Levy/Charge/Fee	Collection Cost	Collection Cost	Increase/ Decrease	Increase/ Decrease
		2002/2003 (\$, 000)	2001/2002 (\$, 000)	(\$, 000)	%
<b>Livestock</b>	Buffalo Slaughter (incl. export)	2	1	1	50.0
	Cattle Transaction (incl. export)	523	512	11	2.1
	Deer (incl. export)	16	12	4	25.0
	Goat Fibre	2	1	1	50.0
	Goat Transaction (incl. export)	68	66	2	2.9
	Laying Chicken	20	15	5	25.0
	Livestock Transaction (incl. export)	460	427	33	7.2
	Meat Chicken	18	17	1	5.6
	Pig Slaughter	109	101	8	7.3
	Wool (incl. Wool Tax)	453	404	49	10.8
	<b>Total Livestock</b>	<b>1 671</b>	<b>1 556</b>	<b>115</b>	<b>6.9</b>
<b>Grains</b>	Coarse Grains	169	162	7	4.1
	Cotton Research	4	4	-	0.0
	Grain Legumes	87	83	4	4.6
	Oilseeds	40	38	2	5.0
	Pasture Seeds	2	2	-	0.0
	Rice	1	1	-	100.0
	Sugar Cane Research	6	4	2	33.3
	Sugar Reform Levy (commenced 1 Jan 03)	163	-	163	100.0
	Wheat	106	98	8	7.5
	<b>Total Grains</b>	<b>578</b>	<b>392</b>	<b>186</b>	<b>32.2</b>
<b>Horticulture</b>	Almond (incl. export)	3	3	-	0.0
	Apple & Pear (incl. export)	140	142	(2)	-1.4
	Avocado (incl. export)	44	43	1	2.3
	Cherry (incl. export)	3	3	-	0.0
	Chestnut (incl. export)	6	5	1	16.7
	Citrus (incl. export)	81	80	1	1.2
	Custard Apple (incl. export)	6	4	2	33.3
	Dried Fruits (incl. export)	7	3	4	57.1
	Dried Fruits Research	2	3	(1)	-50.0
	Honey (incl. export)	26	25	1	3.8
	Macadamia (incl. export)	20	20	-	0.0
	Mushrooms (commenced 1 Jan 02)	16	3	13	81.3
	Nursery Products	22	19	3	13.6
	Onions	23	4	19	82.6
	Passionfruit	4	7	(3)	-75.0
	Potato (incl. export)	40	38	2	5.0
	Stone Fruit (incl. export)	77	62	15	19.5
	Strawberry	2	2	-	0.0
	Table Grapes (commenced 1 October 02)	32	-	32	100.0
	Vegetable (incl. export)	182	180	2	1.1
<b>Total Horticulture</b>	<b>736</b>	<b>646</b>	<b>90</b>	<b>12.2</b>	

<b>Wine</b>	Grape Research	29	36	(7)	-24.1
	Wine Export	99	43	56	56.6
	Wine Grape	162	132	30	18.5
	<b>Total Wine</b>	<b>235</b>	<b>211</b>	<b>24</b>	<b>10.2</b>
<b>Dairy</b>	All Milk <sup>1</sup>	134	128	6	4.5
	Dairy Adjustment	310	245	65	21.0
	<b>Total Dairy</b>	<b>444</b>	<b>373</b>	<b>71</b>	<b>16.0</b>
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	<b>69</b>	<b>70</b>	<b>(1)</b>	<b>-1.4</b>
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 02)	-	14	(14)	0.0
	Farmed Prawns	2	-	2	
	<b>Total Aquatic</b>	<b>2</b>	<b>14</b>	<b>(12)</b>	<b>-600.0</b>
<b>National</b>	NRS - Game Goats	-	3	(3)	-
<b>Residue Survey</b>	NRS-Horses	2	2	-	<b>0.0</b>
	NRS-Game Pigs	4	4	-	<b>0.0</b>
	NRS Ratite Slaughter	3	4	(1)	<b>-33.3</b>
	<b>Total National Residue Survey</b>	<b>9</b>	<b>13</b>	<b>(4)</b>	<b>-44.4</b>
<b>Other</b>	Kangaroo	3	3	-	100.0
	Tobacco (ceased 1 July 02)	-	-	-	0.0
	<b>Total Other</b>	<b>3</b>	<b>3</b>	<b>-</b>	<b>0.0</b>
<b>Eggs</b>	Egg Promotion Levy (commenced 1 April 03)	-	-	-	0.0
	<b>TOTAL</b>	<b>3 802</b>	<b>3 278</b>	<b>524</b>	<b>13.8</b>

Note

1. Legal costs have been allocated by commodity
2. 2002/2003 figures are exclusive of GST

**Table 6 - Revenue and collections expressed as a percentage of Revised Estimates - 2002/2003**

	Levy/Charge/Fee	Budget Estimates (\$'000)	Revenue (\$'000)	Revenue as % of Budget Estimates	Collections (\$'000)	Collections as % of Budget Estimates
<b>Livestock</b>	Beef Production (Pre July '98)	-		-	-	-
	Cattle Transaction (Pre July '98)	-		-	-	-
	Livestock Slaughter (Pre July '98)	1	7	700.0	-	-
	<i>Sub total (pre July '98 livestock)</i>	<b>1</b>	<b>7</b>	<b>700.0</b>	-	-
	Buffalo Slaughter (incl. export)	41	61	148.8	58	141.5
	Cattle Transaction (incl. export)	43 000	51 420	119.6	50 651	117.8
	Deer (incl. export)	245	265	108.2	224	91.4
	Goat Fibre	45	49	108.9	40	88.9
	Goat Transaction (incl. export) <sup>1</sup>	605	574	-	531	-
	Laying Chicken	706	781	110.6	766	108.5
	Livestock Transaction (incl. export) <sup>1</sup>	21 395	31 950	149.3	31 539	147.4
	Meat Chicken	900	1 181	131.2	1 120	124.4
	Pig Slaughter	12 430	14 297	115.0	13 884	111.7
	Wool (incl. Wool Tax)	56 260	60 538	107.6	60 222	107.0
<b>Total Livestock</b>	<b>135 628</b>	<b>161 123</b>	<b>118.8</b>	<b>159 035</b>	<b>117.3</b>	
<b>Grains</b>	Coarse Grains	10 497	16 405	156.3	16 219	154.5
	Cotton Research	6 320	7 406	117.2	7 136	112.9
	Grain Legumes	4 308	4 735	109.9	4 564	105.9
	Oilseeds	5 427	5 183	95.5	5 134	94.6
	Pasture Seeds	150	214	142.7	208	138.7
	Rice	2 100	1 664	79.2	1 653	78.7
	Sugar Cane Research	4 282	5 359	125.2	5 304	123.9
	Sugar Industry Reform Program Levy (commenced 1 Jan 03)	-	2 384		1 382	
	Wheat	40 300	40 213	99.8	40 104	99.5
	<b>Total Grains</b>	<b>73 384</b>	<b>83 563</b>	<b>113.9</b>	<b>81 704</b>	<b>111.3</b>
<b>Horticulture</b>	Almond (incl. export)	171	180	105.3	174	101.8
	Apple & Pear (incl. export)	4 700	5 052	107.5	4 944	105.2
	Avocado (incl. export)	1 025	1 167	113.9	1 151	112.3

	Cherry (incl. export)	<b>66</b>	89	134.8	86	130.3
	Chestnut (incl. export)	<b>76</b>	72	94.7	73	96.1
	Citrus (incl. export)	<b>1 800</b>	2 246	124.8	2 208	122.7
	Custard Apple (incl. export)	<b>73</b>	116	158.9	108	147.9
	Dried Fruits (incl. export)	<b>75</b>	210	280.0	202	269.3
	Dried Fruits Research	<b>370</b>	480	129.7	469	126.8
	Honey (incl. export)	<b>287</b>	195	67.9	194	67.6
	Macadamia (incl. export)	<b>2 208</b>	2 266	102.6	153	97.5
	Mushrooms (commenced 1 Jan 02)	<b>1 210</b>	2 006	165.8	1 992	164.6
	Nursery Products	<b>1 650</b>	1 825	110.6	1 735	105.2
	Onions	<b>46</b>	286	621.7	277	602.2
	Passionfruit	<b>35</b>	73	208.6	67	191.4
	Potato (incl. export)	<b>956</b>	1 105	115.6	1 072	112.1
	Stone Fruit (incl. export)	<b>995</b>	976	98.1	955	96.0
	Strawberry	<b>280</b>	331	118.2	331	118.2
	Table Grapes	<b>-</b>	583	-	548	-
	Vegetable (incl. export)	<b>4 295</b>	5 277	122.9	5 013	116.7
	<b>Total Horticulture <sup>2</sup></b>	<b>20 318</b>	24 535	120.8	23 752	116.9
<b>Wine</b>	Grape Research	<b>2 900</b>	3 393	117.0	3 225	111.2
	Wine Export	<b>1 600</b>	2 342	146.4	2 240	140.0
	Wine Grape	<b>7 250</b>	7 436	102.6	7 314	100.9
	<b>Total Wine</b>	<b>11 750</b>	13 171	112.1	12 779	108.8
<b>Dairy</b>	All Milk	<b>30 000</b>	33 611	112.0	33 691	112.3
	Dairy Adjustment	<b>220 000</b>	231 216	105.1	223 388	101.5
	Old Dairy (ceased 30 Jun 00)	<b>-</b>	203	-	-	-
	<b>Total Dairy</b>	<b>250 000</b>	265 030	106.0	257 079	102.8
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	<b>3 030</b>	3 061	101.0	2 952	97.4
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 01)	<b>-</b>	35	-	38	-
	Farmed Prawns	<b>100</b>	119	119.0	119	119.0
	<b>Total Aquatic</b>	<b>100</b>	154	-	157	-
<b>National Residue Survey</b>	NRS - Horses	<b>70</b>	90	128.6	90	128.6

	NRS-Game Pigs	<b>27</b>	20	74.1	20	74.1
	NRS-Ratite	<b>32</b>	38	118.8	34	106.3
<b>Other</b>	Kangaroos	<b>41</b>	54	131.7	53	129.3
	Tobacco	<b>400</b>	-	-	-	-
	<b>Total Other</b>	<b>570</b>	202	35.4	197	34.6
<b>Egg</b>	Egg Promotion Levy	-	440	-	352	-
	<b>Total Egg Promotion Levy</b>		440	-	352	-
	<b>TOTAL</b>	<b>494 780</b>	551 279	111.4	538 007	108.7

1. In the Portfolio Budget Statements goat transaction is included in livestock transaction. In the above table it is separated (where possible) for comparison.

2. Horticulture levies are separated in this table for comparison



**Table 7- Outstanding Debt as at 30 June 2003 Compared to 30 June 2002**

	Levy/Charge/Fee	Total Debt 30-Jun-03 (\$'000)	Total Debt 30-Jun-02 (\$'000)	Increase/ Decrease (\$'000)	Increase/ Decrease %
<b>Livestock</b>	Beef Production (Pre July '98)	-	-	-	0%
	Cattle Transaction (Pre July '98)	-	1	1	-100%
	Livestock Slaughter (Pre July '98)	-	-	-	0%
	<i>Sub total (pre July '98 livestock)</i>	-	1	1	-100%
	Buffalo Slaughter (incl. export)	-	-	-	0%
	Cattle Transaction (incl. export)	135	101	34	34%
	Deer (incl. export)	61	70	-9	-13%
	Goat Fibre	-	-	-	0%
	Goat Transaction (incl. export)	65	57	8	14%
	Laying Chicken	7	20	13	-65%
	Livestock Transaction (incl. export)	53	96	-43	-45%
	Meat Chicken	38	13	25	192%
	Pig Slaughter	554	197	357	181%
	Wool (incl. Wool Tax)	293	22	271	1232%
<b>Total Livestock</b>		1,206	577	629	109%
<b>Grains</b>	Coarse Grains	129	76	53	70%
	Cotton Research	1	-	1	0%
	Grain Legumes	19	11	8	73%
	Oilseeds	60	29	31	107%
	Pasture Seeds	5	-	5	0%
	Rice	22	11	11	100%
	Sugar Cane Research	57	20	37	185%
	Sugar Industry Reform Program Levy (commenced 1 Jan 03)	3	-	3	0%
	Wheat	234	210	24	11%
	<b>Total Grains</b>		530	357	173
<b>Horticulture</b>	Almond (incl. export)	-	-	-	0%
	Apple & Pear (incl. export)	122	48	74	154%
	Avocado (incl. export)	2	25	-23	-92%
	Cherry (incl. export)	1	-	1	0%
	Chestnut (incl. export)	-	2	-2	-100%
	Citrus (incl. export)	50	60	-10	-17%
	Custard Apple (incl. export)	1	3	-2	-67%
	Dried Fruits (incl. export)	31	21	10	48%
	Dried Fruits Research	-	-	-	0%
	Honey (incl. export)	1	1	-	0%
	Macadamia (incl. export)	461	316	145	46%
	Mushrooms (commenced 1 Jan 02)	1	-	1	0%
	Nursery Products	38	52	-14	-27%
	Onions	6	-	6	0%
	Passionfruit	-	1	-1	-100%
	Potato (incl. export)	6	1	5	500%

	Stone Fruit (incl. export)	10	6	4	67%
	Strawberry	-	-	-	0%
	Table Grapes	10	-	10	0%
	Vegetable (incl. export)	107	62	45	73%
	<b>Total Horticulture</b>	<b>847</b>	<b>598</b>	<b>249</b>	<b>42%</b>
<b>Wine</b>	Grape Research	113	80	33	41%
	Wine Export	84	16	68	425%
	Wine Grape	377	250	127	51%
	<b>Total Wine</b>	<b>574</b>	<b>346</b>	<b>228</b>	<b>66%</b>
<b>Dairy</b>	All Milk	23	525	-502	-96%
	Dairy Adjustment	747	172	575	334%
	Old Dairy (ceased 30 Jun 00)	-	-	-	0%
	<b>Total Dairy</b>	<b>770</b>	<b>697</b>	<b>73</b>	<b>10%</b>
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	159	129	30	23%
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 02)	2	5	-3	-60%
	Farmed Prawns	2	-	2	0%
	<b>Total Aquatic</b>	<b>4</b>	<b>5</b>	<b>-1</b>	<b>-20%</b>
<b>National Residue Survey<sup>1</sup></b>	Adjustment Refunds	-	-103	-103	-100%
	NRS (inc export)	5	2	3	150%
	Kangaroo	-	1	1	-100%
	Tobacco	-	-	-	0%
	<b>Total Other</b>	<b>5</b>	<b>100</b>	<b>105</b>	<b>-105%</b>
	<b>TOTAL</b>	<b>4,095</b>	<b>2,609</b>	<b>1,486</b>	<b>57%</b>

Note:

1. NRS costs only include NRS specific levies

**Table 8 - Outstanding Debt as % of Revenue**

	Levy/Charge/Fee	Collections 2002/2003 (\$'000)	Total Debt 30-Jun-03 (\$'000)	Total Debt as % of Collections
<b>Livestock</b>	Beef Production (Pre July '98)	-	-	0.0%
	Cattle Transaction (Pre July '98)	-	-	0.0%
	Livestock Slaughter (Pre July '98)	-	-	0.0%
	<i>Sub total (pre July '98 livestock)</i>	-	-	0.0%
	Buffalo Slaughter (incl. export)	58	-	0.0%
	Cattle Transaction (incl. export)	50,651	135	0.3%
	Deer (incl. export)	224	61	27.2%
	Goat Fibre	40	-	0.0%
	Goat Transaction (incl. export)	531	65	12.2%
	Laying Chicken	766	7	0.9%
	Livestock Transaction (incl. export)	31,539	53	0.2%
	Meat Chicken	1,120	38	3.4%
	Pig Slaughter	13,884	554	4.0%
	Wool (incl. Wool Tax)	60,222	293	0.5%
<b>Total Livestock</b>	<b>159,035</b>	<b>1,206</b>	<b>0.8%</b>	
<b>Grains</b>	Coarse Grains	16,219	129	0.8%
	Cotton Research	7,136	1	0.0%
	Grain Legumes	4,564	19	0.4%
	Oilseeds	5,134	60	1.2%
	Pasture Seeds	208	5	2.4%
	Rice	1,653	22	1.3%
	Sugar Cane Research	5,304	57	1.1%
	Sugar Industry Reform Program Levy (commenced 1 Jan 03)	1,382	3	0.2%
	Wheat	40,104	234	0.6%
	<b>Total Grains</b>	<b>81,704</b>	<b>530</b>	<b>0.6%</b>
<b>Horticulture</b>	Almond (incl. export)	174	-	0.0%
	Apple & Pear (incl. export)	4,944	122	2.5%
	Avocado (incl. export)	1,151	2	0.2%
	Cherry (incl. export)	86	1	1.2%
	Chestnut (incl. export)	73	-	0.0%
	Citrus (incl. export)	2,208	50	2.3%
	Custard Apple (incl. export)	108	1	0.9%
	Dried Fruits (incl. export)	202	31	15.3%
	Dried Fruits Research	469	-	0.0%
	Honey (incl. export)	194	1	0.5%
	Macadamia (incl. export)	2,153	461	21.4%
	Mushrooms (commenced 1 Jan 02)	1,992	1	0.1%
	Nursery Products	1,735	38	2.2%
	Onions	277	6	2.2%
	Passionfruit	67	-	0.0%

	Potato (incl. export)	1,072	6	0.6%
	Stone Fruit (incl. export)	955	10	1.0%
	Strawberry	331	-	0.0%
	Table Grapes	548	10	1.8%
	Vegetable (incl. export)	5,013	107	2.1%
	<b>Total Horticulture</b>	<b>23,752</b>	<b>847</b>	<b>3.6%</b>
<b>Wine</b>	Grape Research	3,225	113	3.5%
	Wine Export	2,240	84	3.8%
	Wine Grape	7,314	377	5.2%
	<b>Total Wine</b>	<b>12,779</b>	<b>574</b>	<b>4.5%</b>
<b>Dairy</b>	All Milk	33,691	23	0.1%
	Dairy Adjustment	223,388	747	0.3%
	Old Dairy (ceased 30 Jun 00)	-	-	0.0%
	<b>Total Dairy</b>	<b>257,079</b>	<b>770</b>	<b>0.3%</b>
<b>Forestry</b>	<b>Forestry (incl. export &amp; import)</b>	<b>2,952</b>	<b>159</b>	<b>5.4%</b>
<b>Aquatic</b>	Aquatic Animals (suspended 30 Jun 02)	38	2	5.3%
	Farmed Prawns	119	2	1.7%
	<b>Total Aquatic</b>	<b>157</b>	<b>4</b>	<b>2.5%</b>
<b>National Residue Survey<sup>1</sup></b>	NRS - Horses	90	-	0.0%
	NRS - Game Pigs	20	-	0.0%
	NRS - Ratite Slaughter	34	5	14.7%
	<b>Total National Residue Survey</b>	<b>144</b>	<b>5</b>	<b>3.5%</b>
<b>Egg</b>	Egg Promotion Levy	352	-	0.0%
<b>Other</b>	Kangaroo	53	-	0.0%
	Tobacco	-	-	0.0%
	<b>Total Other</b>	<b>53</b>	<b>-</b>	<b>0.0%</b>
	<b>TOTAL</b>	<b>538,007</b>	<b>4,095</b>	<b>0.8%</b>

Note:

1. NRS costs only include NRS specific levies