

FEDERAL COURT OF AUSTRALIA

SECTION 1: AGENCY OVERVIEW	291
SECTION 2: AGENCY RESOURCES FOR 2005–06	292
2.1: Appropriations and other resources	292
2.2: 2005–06 Budget measures	292
2.3: Other receipts available to be used	295
2.6: Special accounts	296
2.7: Administered capital and departmental equity injections and loans	296
SECTION 3: AGENCY OUTCOMES	296
3.1: Summary of outcomes, outputs and administered items	297
3.2: Outcomes - departmental and administered	297
3.3: Outcomes resourcing	297
SECTION 4: OTHER REPORTING REQUIREMENTS	301
4.1: Purchaser–provider arrangements	301
4.2: Cost recovery arrangements	301
4.3: Australian Government Indigenous Expenditure (AGIE)	301
SECTION 5: BUDGETED FINANCIAL STATEMENTS	301
5.1: Analysis of budgeted financial statements	301
5.2: Budgeted financial statements tables	303
5.3: Notes to the financial statements	308

FEDERAL COURT OF AUSTRALIA

Section 1: Agency overview

OVERVIEW

The Federal Court of Australia is a superior court of record and a court of law and equity. It sits in all capital cities and elsewhere in Australia from time to time.

The Court has jurisdiction to hear and determine any civil matter arising under laws made by the Federal Parliament, as well as any matter arising under the Constitution or involving its interpretation. The Court also has original jurisdiction in respect of specific subject matter conferred by over 150 statutes of the Federal Parliament.

The Court has a substantial and diverse appellate jurisdiction. It hears appeals from decisions of single judges of the Court, decisions of the Federal Magistrates Court in non-family law matters, decisions of the Supreme Court of Norfolk Island and certain decisions of state and territory supreme courts exercising federal jurisdiction.

Table 1.1: Agency outcomes and output groups

Federal Court of Australia Registrar : Mr Warwick Soden	
Total Price of Outputs	\$93.233m
Departmental Outcome Appropriation	\$79.428m
Outcome 1: Through its jurisdiction, the Court will apply and uphold the rule of law to deliver remedies and enforce rights and in so doing, contribute to the social and economic development and well-being of all Australians	
Total Price	\$93.233m
Departmental Outcome Appropriation	\$79.428m
Output Group 1.1: Federal Court Business	
Total Price	\$93.233m
Departmental Outcome Appropriation	\$79.428m

Section 2: Agency resources for 2005–06

2.1: APPROPRIATIONS AND OTHER RESOURCES

Table 2.1 shows the total resources from all origins for 2005–06, including appropriations. The table summarises how revenue will be applied by outcome, administered and departmental classification.

The total appropriation for the Court in the 2005–06 Budget is \$79.428m.

2.2: 2005–06 BUDGET MEASURES

Budget measures relating to the Court as explained in Budget Paper No. 2 are summarised in Table 2.2. The table also identifies the relevant outcomes, administered items and outputs associated with each measure.

Table 2.1: Appropriations and other revenue 2005–06¹ ('000)

Outcome	Appropriations				Revenue from Other Sources ⁵		Total Resources ⁷
	Bill No. 1	Bill No. 2 ²	Special approp ³	Total approp ⁴		% ⁶	
Outcome 1 Through its jurisdiction, the Court will apply and uphold the rule of law to deliver remedies and enforce rights and in so doing, contribute to the social and economic development and well being of all Australians							
Departmental	79,428	-	-	79,428	13,805	15	93,233
Total outcome 1	79,428	-	-	79,428	13,805		93,233
Departmental capital (equity injections)							
Previous year's outputs							
Administered assets and liabilities							
Total resources	79,428	-	-	79,428	13,805		93,233

- 1 This table has been redesigned to correspond with Budget Paper No. 4 'Agency Resourcing'. It now includes (where appropriate) administered revenue from other sources.
 - 2 Under the appropriation structure, Bill No. 2 includes Specific Purpose Payments (SPPs), New Agency Outcomes (NAOs), administered capital and departmental capital via departmental injections and loans.
 - 3 Estimated expenses from individual Special Appropriations are shown at Section 3, Tables 3.1, etc.
 - 4 Total appropriations = Bill No. 1 + Bill No. 2 + Special appropriations.
 - 5 Revenue from other sources includes FMA s.31 revenues, CAC body revenues that are available to be expensed, special accounts (non-appropriation revenues) and resources received free of charge.
 - 6 Percentage figures indicate the percentage contribution of Revenue from Government (departmental appropriations) to the total price of outputs, by outcome, and the percentage contribution of Revenue from other sources (departmental) to the total price of outputs, by outcome.
 - 7 Total resources = Total appropriations + Revenue from other sources.
- Note: Refer to Budgeted statement of financial performance for application of agency revenue.

Table 2.2: Summary of expense measures disclosed in the 2005–06 Budget (impact on fiscal balance)

Measure	Outcome	Outputs Affected	Appropriations Budget 2005–06 (\$'000)			Appropriations Forward Estimate 2006–07 (\$'000)			Appropriations Forward Estimate 2007–08 (\$'000)			Appropriations Forward Estimate 2008–09 (\$'000)		
			Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total	Admin Expenses	Dept Outputs	Total
Trade Practices Act 1974 - implementation of the Dawson Amendments	1	1.1	-	1,259	1,259		1,070	1,070	1,077	1,077		1,084	1,084	
Efficiency dividend - increase in the rate from 1 per cent to 1.25 per cent.	1	1.1	-	(196)	(196)		(396)	(396)	(597)	(597)		(597)	(597)	
Total			1,063	1,063	1,063	674	674	674	480	480		487	487	

2.3: OTHER RECEIPTS AVAILABLE TO BE USED

Relevant receipts for the Court are set out below.

Table 2.3: Other receipts available to be used

	Notes	Estimated Receipts 2004–05 \$'000	Budget Estimate 2005–06 \$'000
DEPARTMENTAL OTHER RECEIPTS			
Sales of goods and services		1,709	884
Other revenue	2	47	63
Total departmental other receipts		1,756	947
Other revenue from independent sources			
Interest		380	350
Liabilities assumed by other agencies	3	6,457	6,906
Resources received free of charge	4	5,597	5,602
Total departmental other revenue from independent sources		12,434	12,858
Total departmental other revenue		14,190	13,805
ADMINISTERED OTHER RECEIPTS			
Court fees, fines and costs	5	5,277	5,403
Total administered other receipts available to be used		5,277	5,403

Notes

1. This table replaces the former table 'Receipts from independent sources'. It represents own source receipts available for spending on departmental purposes.
2. Proceeds from sales of property, plant and equipment.
3. Liabilities assumed by other agencies – Under the Judges' Pension Act 1968, Federal Court judges are entitled to a non-contributory pension of 60% of current judicial salary after reaching the age of 60 years and having served 10 years or more as a judge, or upon retirement on the ground of invalidity. Pro rata pension is payable after six years service as a judge upon retirement. As the liability for these pension payments is assumed by the Commonwealth, the Court has not recognised a liability for unfunded superannuation liability. The Court has, however, recognised both an expense and a corresponding revenue item (Liabilities assumed by other agencies) in respect of the notional amount of the employer's superannuation contribution for the year. This has been calculated as 55.3% of the total salary expenditure in respect of Federal Court judges.
4. Resources received free of charge – This consists of notional rent and outgoings associated with the accommodation occupied by the Court in the Law Courts Building located in Sydney. This building is owned by Law Courts Limited, a joint venture between the NSW and Commonwealth Governments.
5. Administered Receipts are for Court fees and fines that are collected on behalf of the Government under the Federal Court Regulations.

2.6: SPECIAL ACCOUNTS

Table 2.6: Estimates of special account flows and balances

Special Accounts		Estimate - 2005-06, Heavy Figures				
		Actual - 2004-05, Light Figures				
Name of account	Notes	Opening ¹ Balance 2005-06	Receipts ² 2005-06	Payments 2005-06	Adjustments 2005-06	Closing Balance 2005-06
		2004-05 \$'000	2004-05 \$'000	2004-05 \$'000	2004-05 \$'000	2004-05 \$'000
Other Trust Moneys - s20 FMA Act (A)	3	44	62	52	0	54
		54	52	62	0	44
Services to Other Governments (D)	4	-	-	-	-	-
		10	-	10	-	-
Total Special Accounts 2005-06 Budget Estimate		44	62	52	-	54
<i>Total Special Accounts 2004-05 Estimate Actual</i>		64	52	72	-	44

D = Departmental A = Administered

Acts Glossary:

FMA Act = *Financial Management and Accountability Act 1997*

Notes

1. The Opening Balance for 2004-05 is the same as the closing balance for 2003-04.
2. Receipts from appropriations and other sources are further specified in the Total Resources for Outcome tables.
3. Other Trust Moneys consist of private funds held by the Commonwealth pending direction from the Court.
4. Services for other Government and non-agency bodies relate to the Comcare Trust Account where moneys held in trust and advanced to the Federal Court by Comcare for the purposes of distributing compensation payments made in accordance with the *Safety Rehabilitation and Compensation Act 1988*.

2.7: ADMINISTERED CAPITAL AND DEPARTMENTAL EQUITY INJECTIONS AND LOANS

The Court does not have an appropriation for an equity injection or loan or an appropriation from administered capital for the 2005-06 budget and forward year estimates.

Section 3: Agency outcomes

This section explains how the resources identified in Section 2 will be used to deliver outputs and administered items to contribute to the Court's Outcome.

3.1: SUMMARY OF OUTCOMES, OUTPUTS AND ADMINISTERED ITEMS

The Court works to achieving the outcome specified below. The following section provides an overview.

3.2 OUTCOMES - DEPARMENTAL AND ADMINISTERED

The Court only has one outcome and as such all resources have been directed towards the achievement of that outcome in each year.

3.3: OUTCOMES RESOURCING

Outcome 1 resourcing

Table 3.1 shows how the 2005–06 Budget appropriations translate to total resourcing for Outcome 1, including administered expenses, revenue from government (appropriation), revenue from other sources (departmental) and the total price of outputs.

The increase in the Court's resources in 2005–06 is attributable to full funding for the property operating costs for the new Adelaide Commonwealth Law Courts building and the additional funding under the Dawson amendments to the Trade Practices Act. The new building funding was provided in 2004–05 additional estimates process.

Table 3.1 Total resources for Outcome 1

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000
from Special Accounts (estimated payments from Special Account balances²)		
Other Trust Moneys - s20 FMA Act ³	62	52
Services for other Government and non-agency bodies - s20 FMA Act	10	0
Total Special Account outflows	72	52
DEPARTMENTAL APPROPRIATIONS		
Output Group 1.1 - Federal Court Business	73,204	79,428
Total departmental appropriations	73,204	79,428
Total revenue from Government (appropriations) Contributing to price of departmental outputs	73,204	79,428
REVENUE FROM OTHER SOURCES		
Output Group 1.1 - Federal Court Business	14,190	13,805
Total revenue from other sources	14,190	13,805
Total price from departmental outputs (Total revenue from Government and from other sources)	87,394	93,233
Total estimated resourcing for Outcome 1 (Total price of outputs and administered appropriations)	87,394	93,233
	2004–05	2005–06
Average staffing level (number)	335	338

- 1 Flows into Special Accounts are also shown in the receipts column of the Special Accounts table in Table 2.6.
- 2 Special Account outflows are shown in the payments column of the Special Account table in Table 2.6. The estimated payments from special account balances are provided by way of note only and do not form part of the total estimated resourcing.
- 3 Where names of Acts have been abbreviated, the full name of the Act can be found in the Acts Glossary at the end of Table 2.6.

Measures affecting Outcome 1

A summary of measures in the 2005–06 Budget is at Table 2.2.

Table 3.2: Performance information for Outcome 1

Effectiveness – overall achievement of the outcome	
<i>Effectiveness indicators</i>	<i>Measures</i>
Increase in the percentage of matters disposed of in less than 18 months	<p>The Federal Court has set the period of 18 months from commencement as the goal within which it should dispose of at least 85% of its cases.</p> <p>Figure 1 shows the percentage of matters completed within 18 months for the period from 2000–01 to 2004–05. During 2005–06, the Court plans to continue to perform well above its benchmark of 85%. This indicator excludes Native Title cases, which, by virtue of their nature, can take in excess of three years to dispose.</p>
Reduce the number of cases over 18 months old	<p>Figure 2 shows the current trend in relation to the number of cases over 18 months old. With less complex matters referred to the Federal Magistrates Court in 2002–03 the shift in the proportion of complex cases heard by the Federal Court impacted upon the Court's ability to meet its goal of disposing of 85% of matters within 18 months. However projected results for 2004–05 indicate achievement of this target in 2004–05. During 2005–06, the Court plans to continue to minimise the caseload over 18 months old, through the continued enhancement of the individual docket system and variations/or changes to the Court's practices and procedures. This indicator also excludes Native Title cases.</p>
Maintain an annual disposition rate of greater than 4000 cases	<p>The Court plans to maintain a disposition rate of greater than 4000 cases during the 2005–06 financial year. Simple and quick cases (such as bankruptcy) continue to be filed in the Federal Magistrates Court. This enables the Federal Court to focus on longer and more complex cases.</p>

Evaluations for Outcome 1

The Court continues to maintain its performance strategies, which includes those measures provided in Table 3.2 and Figures 1 and 2.

Figure 1: Percentage of matters completed against benchmark

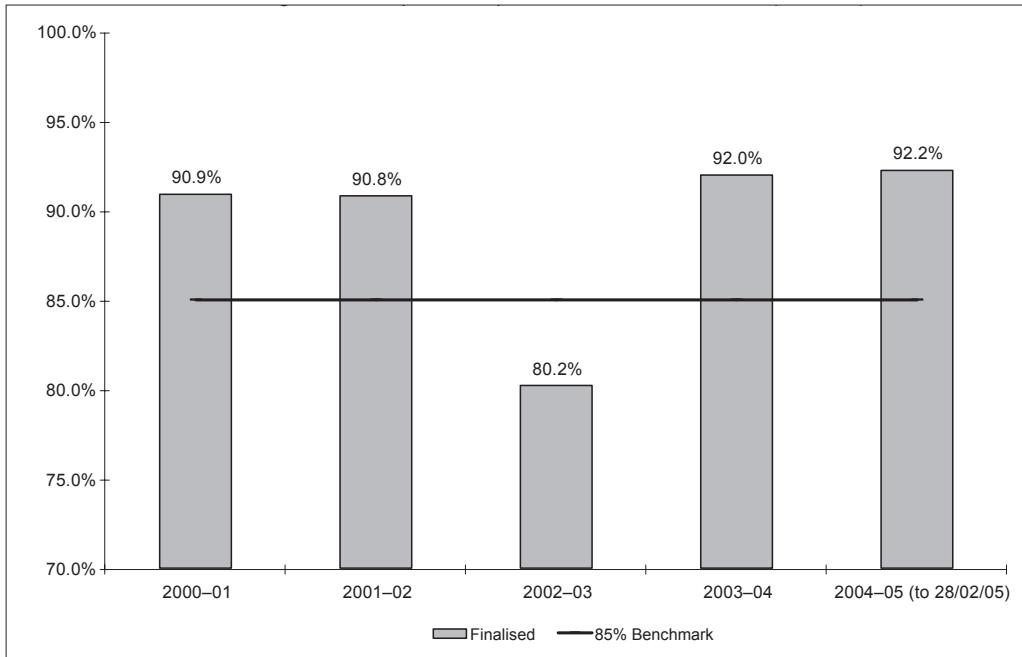
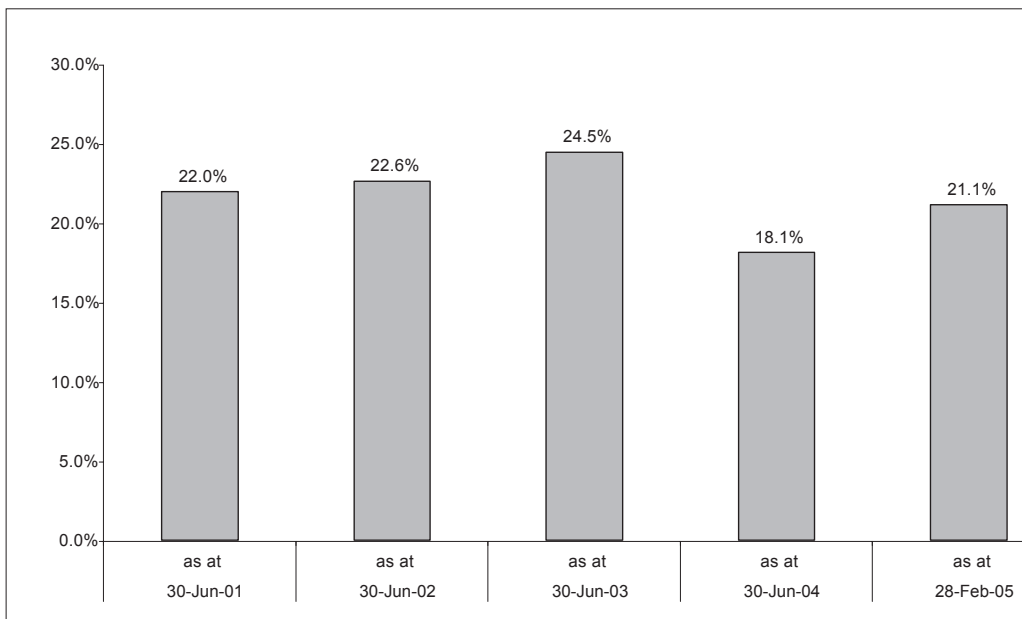


Figure 2: Current matters over 18 months as at 30 June 2001 to February 2005



Section 4: Other reporting requirements

4.1: PURCHASER—PROVIDER ARRANGEMENTS

Cross agency overview

The Court provides resources free of charge to the Federal Magistrates Court in accordance with sections 90, 92 and 99 of the *Federal Magistrates Act 1999*. Resources provided free of charge include:

- work performed by Court staff on behalf of the Federal Magistrates Court, and
- accommodation, including access to the courtrooms.

4.2: COST RECOVERY ARRANGEMENTS

The Court will not be undertaking a Cost Recovery Impact Statement for this year.

4.3: AUSTRALIAN GOVERNMENT INDIGENOUS EXPENDITURE (AGIE)

The Court has jurisdiction derived from the Native Title Act to hear and determine native title determination applications, revised native title determination applications, compensation applications, claim registration applications, applications to remove agreements from the Register of Indigenous Land Use Agreements and applications about the transfer of records. The Court also hears appeals from the National Native Title Tribunal and matters filed under the Administrative Decisions (Judicial Review) Act involving native title.

Section 5: Budgeted financial statements

5.1: ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental

Statement of financial performance

The Court is budgeting for a balanced budget in 2005–06. There is an increase of \$1.063m in the Court's 2005–06 appropriation from new measures. The increase arises from the new measure for the Dawson Amendment to the *Trade Practices Act*, application of the additional efficiency dividend measure and parameter adjustments.

Statement of financial position

The Court's budgeted net asset position of \$30.502m remains unchanged from the 2004-05 estimated actual position.

Statement of cash flows

The Court is estimating a net cash deficit of \$0.238m in 2005-06. Funds will be drawn from the Court's appropriation receivable held in the official public account.

Departmental capital budget statement

The Court has revised its forward capital budget plan with the result that the Court's internally funded capital acquisition program has increased. The Court is increasing its capital expenditure in the forward years for the implementation of the Court's eCourt strategy and for additional non-financial asset purchases as part of the refurbishment of the Sydney Law Court's building and the new Adelaide Commonwealth Law Courts.

5.2: BUDGETED FINANCIAL STATEMENTS TABLES

Table 5.1: Budgeted Departmental Statement of Financial Performance for the period ended 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
REVENUE					
Revenues from ordinary activities					
Revenues from Government	73,204	79,428	79,874	80,474	81,068
Goods and services	1,709	884	891	911	931
Interest	380	350	300	320	320
Revenue from sales of assets	47	63	85	87	89
Other	12,054	12,508	12,907	13,320	13,748
Revenues from ordinary activities	87,394	93,233	94,057	95,112	96,156
EXPENSE					
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	43,293	45,424	46,450	46,799	47,197
Suppliers	40,964	45,316	45,245	45,753	46,227
Depreciation and amortisation	2,258	1,962	2,162	2,360	2,532
Write-down of assets and impairment of assets	-	150	150	150	150
Value of assets sold	77	381	50	50	50
Expenses from ordinary activities (excluding borrowing costs expense)	86,592	93,233	94,057	95,112	96,156
Operating surplus or (deficit) from ordinary activities	802	-	-	-	-
Gain or (loss) on extraordinary items	-	-	-	-	-
Net surplus or (deficit)					
Outside equity interests in net surplus or (deficit)	-	-	-	-	-
Net surplus or deficit attributable to the Australian Government	802	-	-	-	-
Net credit or (debit) to asset revaluation reserve	369	-	-	-	-
Adjustments arising from standards recognised as direct debit or (credit) to equity	(2,025)	-	-	-	-
Total revenues, expenses and valuation adjustments attributable to members of the parent entity and recognised directly in equity	(1,656)	-	-	-	-
Total changes in equity other than those resulting from transactions with owners as owners	(854)	-	-	-	-

Table 5.2: Budgeted Departmental Statement of Financial Position as at 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
ASSETS					
Financial assets					
Cash	1,000	1,000	1,000	1,000	1,000
Receivables	12,830	13,072	12,591	12,704	13,158
Total financial assets	13,830	14,072	13,591	13,704	14,158
Non-financial assets					
Land and buildings	5,407	5,170	5,611	5,706	5,757
Infrastructure, plant and equipment	7,585	8,037	8,780	9,457	10,043
Intangibles	603	546	464	357	227
Other non-financial assets	18,210	18,419	18,583	18,812	19,168
Total non-financial assets	31,805	32,172	33,438	34,332	35,195
Total assets	45,635	46,244	47,029	48,036	49,353
LIABILITIES					
Interest bearing liabilities					
Leases	139	-	-	-	-
Total interest bearing liabilities	139	-	-	-	-
Provisions					
Employees	14,803	15,555	16,345	17,356	18,677
Other provisions	-	-	-	-	-
Total provisions	14,803	15,555	16,345	17,356	18,677
Payables					
Suppliers	191	187	182	178	174
Total payables	191	187	182	178	174
Total liabilities	15,133	15,742	16,527	17,534	18,851
EQUITY*					
Parent entity interest					
Contributed equity	6,542	6,542	6,542	6,542	6,542
Reserves	1,693	1,693	1,693	1,693	1,693
Retained surpluses or accumulated deficits	22,267	22,267	22,267	22,267	22,267
Total parent entity interest	30,502	30,502	30,502	30,502	30,502
Total outside equity interest	-	-	-	-	-
Total equity	30,502	30,502	30,502	30,502	30,502
TOTAL ASSETS AND LIABILITIES BY MATURITY					
Current assets	26,517	26,819	26,402	26,624	27,314
Non-current assets	19,118	19,426	20,627	21,413	22,040
Current liabilities	3,619	3,911	4,223	4,738	5,542
Non-current liabilities	11,514	11,831	12,304	12,797	13,309

* 'Equity' is the residual interest in assets after deduction of liabilities.

Table 5.3: Budgeted Departmental Statement of Cash Flows for the period ended 30 June

	Estimated Actual 2004-05 \$'000	Budget Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
OPERATING ACTIVITIES					
Cash received					
Goods and services	1,709	884	891	911	931
Appropriations	73,204	79,428	79,874	80,474	81,068
Total cash received	74,913	80,312	80,765	81,385	81,999
Cash used					
Employees	37,228	37,765	38,478	38,318	38,107
Suppliers	37,316	39,721	39,394	39,820	40,292
Total cash used	74,544	77,486	77,872	78,138	78,399
Net cash from or (used by) operating activities	369	2,826	2,893	3,247	3,600
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	47	63	85	87	89
Investments (s.39 FMA Act)	257	-	486	-	-
Other	1,908	-	-	-	-
Total cash received	2,212	63	571	87	89
Cash used					
Purchase of property, plant and equipment	3,698	2,651	3,464	3,226	3,239
Investments (s.39 FMA Act)	-	238	-	108	450
Total cash used	3,698	2,889	3,464	3,334	3,689
Net cash from or (used by) investing activities	(1,486)	(2,826)	(2,893)	(3,247)	(3,600)
Net increase or (decrease) in cash held	(1,117)	-	-	-	-
Cash at the beginning of the reporting period	2,117	1,000	1,000	1,000	1,000
Cash at the end of the reporting period	1,000	1,000	1,000	1,000	1,000

Table 5.4: Departmental Capital Budget Statement for the period ended 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	1,908	-	-	-	-
Total capital appropriations	1,908	-	-	-	-
Represented by:					
Purchase of non-financial assets	1,908	-	-	-	-
Total represented by	1,908	-	-	-	-
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	1,908	-	-	-	-
Funded internally by Departmental resources	1,790	2,651	3,464	3,226	3,239
Total	3,698	2,651	3,464	3,226	3,239

Table 5.5: Departmental Property, Plant, Equipment and Intangibles — Summary of Movement (Budget year 2005–06)

	Buildings \$'000	Other Infrastructure Plant and Equipment \$'000	Computer Software \$'000	Total \$'000
As at 1 July 2005				
Gross book value	6,134	8,465	2,134	16,733
Accumulated depreciation	727	880	1,531	3,138
Opening net book value	5,407	7,585	603	13,595
Additions:				
by purchase	700	1,701	250	2,651
by finance lease	-	-	-	-
Net revaluation increment/decrement	-	150	-	150
Depreciation/amortisation expense	699	956	307	1,962
Recoverable amount write-downs	-	-	-	-
Other movements	-	-	-	-
Disposals:				
from disposal of entities or operations (including restructuring)	-	-	-	-
other disposals	238	143	-	381
As at 30 June 2006				
Gross book value	6,217	9,873	2,384	18,474
Accumulated depreciation	1,047	1,836	1,838	4,721
Closing net book value	5,170	8,037	546	13,753

Table 5.6: Schedule of Budgeted Revenues and Expenses Administered on behalf of Government for the period ended 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimates 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
REVENUES ADMINISTERED ON BEHALF OF GOVERNMENT					
Taxation					
Other taxes, fees and fines	5,129	5,252	5,378	5,508	5,640
Total taxation	5,129	5,252	5,378	5,508	5,640
Non-taxation (revenues from Government)					
Other sources of non-taxation revenues	148	151	155	158	162
Total non-taxation	148	151	155	158	162
Total revenues administered on behalf of Government	5,277	5,403	5,533	5,666	5,802
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Other	95	98	100	102	105
Total expenses administered on behalf of Government	95	98	100	102	105

Table 5.7: Schedule of Budgeted Assets and Liabilities Administered on behalf of Government as at 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
ASSETS ADMINISTERED ON BEHALF OF GOVERNMENT					
Financial assets					
Cash	38	38	38	38	38
Receivables	123	123	123	123	123
Total financial assets	161	161	161	161	161
Total assets administered on behalf of Government	161	161	161	161	161
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Payables					
Other payables	-	-	-	-	-
Total payables	-	-	-	-	-
Total liabilities administered on behalf of Government	-	-	-	-	-

Table 5.8: Schedule of Budgeted Administered Cash Flows for the period ended 30 June

	Estimated Actual 2004–05 \$'000	Budget Estimate 2005–06 \$'000	Forward Estimate 2006–07 \$'000	Forward Estimate 2007–08 \$'000	Forward Estimate 2008–09 \$'000
OPERATING ACTIVITIES					
Cash received					
Other taxes, fees and fines	5,266	5,393	5,522	5,655	5,791
Total cash received	5,266	5,393	5,522	5,655	5,791
Cash used					
Cash to Official Public Account	5,205	5,330	5,458	5,589	5,723
Other	61	63	64	66	68
Total cash used	5,267	5,394	5,523	5,656	5,792
Net cash from/(used by) operating activities	-	-	-	-	-
Net increase or (decrease) in cash held	-	-	-	-	-
Cash at beginning of reporting period	38	38	38	38	38
Cash at end of reporting period	38	38	38	38	38

5.3: NOTES TO THE FINANCIAL STATEMENTS

Basis of accounting

The agency budget statements are prepared in compliance with Australian Accounting Standards, Accounting Guidance Releases and having regard to Statements of Accounting Concepts. The Australian Equivalents to International Financial Reporting Standards (AEIFRSs) are taken into consideration for finance periods 2005–06 and beyond.

Departmental Financial Statements and Administered Items

Under the Commonwealth's accrual budgeting framework, and consistent with Australian Accounting Standards, transactions that agencies control (Departmental transactions) are separately budgeted for and reported on from transactions agencies do not have control over (Administered transactions). This ensures that agencies are only held fully accountable for the transactions over which they have control. Differences are:

- Departmental items are those assets, liabilities, revenues and expenses in relation to an agency or authority that are controlled by the agency. Departmental expenses include employee and supplier expenses and other administrative costs, which are incurred by the agency in providing its goods and services, and

- Administered items are revenues, expenses, assets and liabilities that are managed by an agency or authority on behalf of the Government according to set Government directions. Administered expenses include subsidies, grants and personal benefit payments and Administered revenues include taxes, fees, fines and excises.

Appropriations in the accrual budgeting framework

Under the Commonwealth's accrual budgeting framework, separate annual appropriations are provided for:

- Departmental price of outputs appropriations—representing the Government's purchase of outputs from agencies
- Departmental capital appropriations—for investments by the Government for either additional equity or loans in agencies
- Administered expense appropriations—for the estimated Administered expenses relating to an existing outcome, a new outcome or a Specific Purpose Payment to the states, and
- Administered capital appropriations—for increases in Administered equity through funding non-expense Administered payments.

Special appropriations fund the majority of payments from the Consolidated Revenue Fund (especially those that are entitlement driven or involve transfers to State governments).

Resources provided free of charge

The Court provides resources free of charge to the Federal Magistrates Court in accordance with sections 90, 92 and 99 of the *Federal Magistrates Act 1999*. Resources provided free of charge include:

- work performed by Court staff on behalf of the Federal Magistrates Court, and
- accommodation, including access to the courtrooms.

Asset valuation

From 1 July 2005 Commonwealth agencies and authorities are required to use either the cost basis or the fair value basis to measure Property, Plant and Equipment. Fair value reflects the amount for which an asset could be exchanged, between knowledgeable willing parties in an arm's length transaction.

In line with the new Australian Equivalent Accounting standards, all non-current assets are subject to an assessment for impairment from 2005-06.

