

ATTORNEY-GENERAL'S DEPARTMENT

Section 1: Agency overview and resources; variations and measures

OVERVIEW

The overview provides a summary of the Department's Additional Estimates variations to administered and departmental appropriations. Explanations of the variations are set out later in this Section.

The Additional Estimates variations do not result in any changes in the Department's outcomes and outputs structure.

Table 1.1: Agency outcomes and output groups

ATTORNEY-GENERAL'S DEPARTMENT	
Secretary: Mr Robert Cornall AO	
Total Price of Outputs	\$212.337m
Departmental Outcome Appropriation *	\$190.374m
Total Administered Expenses Appropriation	\$459.093m
Outcome 1: An equitable and accessible system of federal civil justice	
Total Price	\$69.529m
Departmental Outputs Appropriation	\$65.803m
Administered Expenses Appropriation	\$384.775m
<p>Output 1.1: Legal services and policy advice on family law, federal courts and tribunals, civil procedure, alternative dispute resolution, administrative law and administration of related government programs</p> <p>Total Price \$14.233m Appropriation \$13.969m</p>	<p>Output 1.5: Drafting of legislative and other instruments, maintenance of the Federal Register of Legislative Instruments (FRLI), publication of legislative materials and provision of related legal services</p> <p>Total Price \$9.633m Appropriation \$7.501m</p>
<p>Output 1.2: Support for the Attorney-General as First Law Officer, advice on constitutional policy, and promotion of Australian legal services internationally</p> <p>Total Price \$4.355m Appropriation \$4.257m</p>	<p>Output 1.6: Legal services and policy advice on native title</p> <p>Total Price \$5.009m Appropriation \$4.970m</p>
<p>Output 1.3: Legal services and policy advice on information law and human rights</p> <p>Total Price \$9.069m Appropriation \$8.123m</p>	<p>Output 1.7: Legal services and policy advice on Indigenous law and justice and legal assistance, and the administration of related government programs</p> <p>Total Price \$21.570m Appropriation \$21.539m</p>
<p>Output 1.4: Legal services and policy advice on international law</p> <p>Total Price \$5.660m Appropriation \$5.444m</p>	

ATTORNEY-GENERAL'S DEPARTMENT	
Secretary: Mr Robert Cornall AO	
Total Price of Outputs	\$212.337m
Departmental Outcome Appropriation*	\$190.374m
Total Administered Expenses	\$459.093m

Outcome 2: Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	
Total Price	\$142.808m
Departmental Output Appropriation	\$124.571m
Administered Expenses Appropriation	\$74.318m

Output 2.1: Policy advice on, and program administration and regulatory activities associated with, the Commonwealth's domestic and international responsibilities for criminal justice and crime prevention; and meeting Australia's obligations in relation to extradition and mutual assistance	
Total Price	\$46.883m
Appropriation	\$36.850m

Output 2.2: National leadership and coordination of legal and policy advice on national security and counter-terrorism laws and critical infrastructure protection	
Total Price	\$16.695m
Appropriation	\$16.674m

Output 2.3: Provide national leadership in the development of emergency management measures to reduce risk to communities and manage the consequences of disasters	
Total Price	\$30.651m
Appropriation	\$27.412m

Output 2.4: Development and promotion of protective security policy advice and common standards and practices; the coordination of protective security services, including counter-terrorism and dignitary protection; the provision of security for special events; the development of counter-terrorism capabilities; and the coordination of national security crises and information through the Watch Office and National Security Hotline	
Total Price	\$48.579m
Appropriation	\$43.635m

* After taking account of a transfer of \$4.293m to the Department of the Prime Minister and Cabinet (PM&C) under s32 of the FMA Act following the transfer of responsibility to PM&C for the APEC 2007 integrated accreditation and access control system.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Wage Cost Index adjustments

Wage Cost Indices are used to adjust most Commonwealth expense items. The adjustments at Additional Estimates incorporate changes that have occurred in the indices since May 2005.

Administered

Movement of funds from 2004-05 to 2005-06

- \$4.141m for payments for the provision of legal aid
- \$0.425m for Local Grants Scheme

- \$0.650m for National Emergency Volunteers Support Fund, and
- \$1.351m for the National Counter-Terrorism Committee.

Movement of funds from 2004-05 to 2006-07

- \$0.301m for the National Community Crime Prevention Programme

Variations — Measures

Summaries of new measures for the department since the 2005-06 Budget are at Tables 1.4.1 (expense) and 1.4.2 (capital).

The total additional funding for these new measures in 2005-06 is \$37.236m for administered expenses, \$13.069m for departmental outputs (excluding depreciation funding) and \$0.550m for departmental capital.

The measures include funding commencing 2005-06. These commitments are emergency management measures, national security measures, and an increase to the National Community Crime Prevention Programme.

Table 1.2: Additional estimates and variations to outcomes – measures

	2005-06 \$'000	2006-07 \$'000	2007-08 \$'000	2008-09 \$'000
Outcome 1				
United Nations Oil-For-Food Programme - establishing a Commission of Inquiry	6,585	-	-	-
Outcome 2				
Asia Pacific Economic Cooperation (APEC) 2007 - security	18,100	4,600	-	-
National Community Crime Prevention Programme - additional funding	2,000	2,000	2,000	-
National security - enhancing the counter-terrorism exercise regime	-	1,002	1,002	1,002
Urban Search and Rescue - enhancing the national capability	10,551	2,474	-	-
Total changes in Administered appropriations	37,236	10,076	3,002	1,002
Outcome 1				
Australia United States Free Trade Agreement - copyright obligations	329	-	-	-
Australia-China Free Trade Agreement - funding for negotiations	251	202	-	-
Aviation security - ensuring availability of information	405	-	-	-
United Nations Oil-For-Food Programme - establishing a Commission of Inquiry	259	-	-	-
Outcome 2				
Australia-Turkey Bilateral Relations and Cooperation	367	935	934	945
Bali bombing 1 October 2005 - evacuation funding	45	-	-	-
National security - centralised background checking	1,996	8,925	455	-
National security - enhancing the counter-terrorism exercise regime	-	1,296	1,308	1,319
National security - increasing public awareness with a national media campaign	8,382	-	-	-
National security - promoting public understanding of Australia's counter-terrorism arrangements	586	256	214	217
Urban Search and Rescue - enhancing the national capability	449	1,526	-	-
Total changes in Departmental appropriations	13,069	13,140	2,911	2,481

Note 1: Amounts shown in this table for changes in departmental appropriations exclude funding for depreciation expenses.

Note 2: Figures in this table are fiscal balance consistent with MYEFO and Budget Paper No. 2 presentation.

Other variations to appropriations

Table 1.3: Additional estimates and variations to outcomes – other variations

	2005-06 \$'000	2006-07 \$'000	2007-08 \$'000	2008-09 \$'000
Outcome 1				
Variations in administered appropriations				
Payments for the provision of legal aid to payments for the provision of legal aid - States and Territories - transfer of funds	754	771	788	804
Payments for the provision of legal aid to payments for the provision of legal aid - States and Territories - transfer of funds	(754)	(771)	(788)	(804)
Adjustment for the Indigenous law and justice program returned unspent grant funding	1,312	-	-	-
Transfer from administered to departmental funding	(650)	(650)	(650)	(650)
Movement of funds from 2004-05 - payments for the provision of legal aid	4,141	-	-	-
Reallocation to 2005-06 - Family Relationship Centres	2,785	(2,785)	-	-
Reallocation to 2006-07 - financial assistance	(13,705)	13,705	-	-
Wage Cost Index adjustment	(972)	(1,526)	(3,035)	(3,985)
Total variations in administered appropriations	(7,089)	8,744	(3,685)	(4,635)
Variations in departmental appropriations				
Transfer from administered to departmental funding	290	290	290	290
Wage Cost Index adjustment	(132)	(66)	(264)	(332)
Total variations in departmental appropriations	158	224	26	(42)
Total Outcome 1 variations	(6,931)	8,968	(3,659)	(4,677)
Outcome 2				
Variations in administered appropriations				
Increase in Australia's contribution to the International Criminal Court	876	-	-	-
Movement of funds from 2004-05 - Local Grants Scheme	425	-	-	-
Movement of funds from 2004-05 - National Emergency Volunteers Support Fund	650	-	-	-
Movement of funds from 2004-05 - National Community Crime Prevention Programme	-	301	-	-
Movement of funds from 2004-05 - National Counter-Terrorism Committee	1,351	-	-	-
Reallocation to 2006-07- National Community Crime Prevention Programme	(17,183)	17,183	-	-
Transfer from National Counter-Terrorism Committee to the Department of the Prime Minister and Cabinet	(32)	(33)	(33)	(34)
Wage Cost Index adjustment	(140)	(119)	(330)	(402)
Total variations in administered appropriations	(14,053)	17,332	(363)	(436)
Variations in departmental appropriations				
Transfer from administered to departmental funding	360	360	360	360
Anti-Money Laundering Assistance Team (AMLAT) reprofiling of funding	(813)	209	189	2,186
Wage Cost Index adjustment	(222)	(104)	(376)	(415)
Total variations in departmental appropriations	(675)	465	173	2,131
Total Outcome 2 variations	(14,728)	17,797	(190)	1,695

Note: An amount of \$4.293m in departmental expense funding has been transferred to the Department of the Prime Minister and Cabinet from the Attorney-General's Department in accordance with the Government's decision to transfer responsibility for the APEC 2007 integrated accreditation and access control system. This transfer is not included in the Appropriation Bills but is included in the financial statements and outcomes and outputs maps.

Measures — Agency summary

Table 1.4.1: Summary of expense measures since the 2005-06 Budget

EXPENSE MEASURES	Outcome	Outputs Affected	Appropriations 2005-06 \$'000			Appropriations 2006-07 \$'000			Appropriations 2007-08 \$'000			Appropriations 2008-09 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
United Nations Oil-For-Food Programme - establishing a Commission of Inquiry	1	1.1	6,585	259	6,844	-	-	-	-	-	-	-	-	-
Australia-China Free Trade Agreement - funding for negotiations	1	1.4	-	251	251	-	202	202	-	-	-	-	-	-
Australia United States Free Trade Agreement - copyright obligations	1	1.3	-	329	329	-	-	-	-	-	-	-	-	-
Aviation security - ensuring availability of information	1	1.3	-	405	405	-	-	-	-	-	-	-	-	-
National security - centralised background checking	2	2.1	-	1,996	1,996	-	8,925	8,925	-	455	455	-	-	-
Asia Pacific Economic Cooperation 2007 - security	2	2.4	18,100	-	18,100	4,600	-	4,600	-	-	-	-	-	-
Australia - Turkey Bilateral Relations and Cooperation	2	2.4	-	367	367	-	935	935	-	934	934	-	945	945
Bali bombing 1 October 2005 - evacuation funding	2	2.4	-	45	45	-	-	-	-	-	-	-	-	-

Table 1.4.1: Summary of expense measures since the 2005-06 Budget (continued)

EXPENSE MEASURES	Outcome	Outputs Affected	Appropriations 2005-06 \$'000			Appropriations 2006-07 \$'000			Appropriations 2007-08 \$'000			Appropriations 2008-09 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
National Community Crime Prevention Programme - additional funding	2	2.4	2,000	-	2,000	2,000	-	2,000	2,000	-	2,000	-	-	-
National security - enhancing the counter-terrorism exercise regime	2	2.4	-	-	-	1,002	1,296	2,298	1,002	1,308	2,310	1,319	2,321	
National security - increasing public awareness with a national media campaign	2	2.4	-	8,382	8,382	-	-	-	-	-	-	-	-	
National security - promoting public understanding of Australia's counter-terrorism arrangements	2	2.4	-	586	586	-	256	256	-	214	214	217	217	
Urban Search and Rescue - enhancing the national capability	2	2.5	10,551	449	11,000	2,474	1,526	4,000	-	-	-	-	-	
Total Expense Measures			37,236	13,069	50,305	10,076	13,140	23,216	3,002	2,911	5,913	2,481	3,483	

Note: Figures in this table are fiscal balance consistent with MYEFO and Budget Paper No. 2 presentation.

Table 1.4.2: Summary of capital measures since the 2005-06 Budget

CAPITAL MEASURES	Outcome	Outputs Affected	Appropriations 2005-06 \$'000			Appropriations 2006-07 \$'000			Appropriations 2007-08 \$'000			Appropriations 2008-09 \$'000		
			Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total	Admin Items	Dept Outputs	Total
National security - centralised background checking	2	2.1		450	450	-	9,079	9,079	-	1,196	1,196	-	-	-
National security - promoting public understanding of Australia's counter-terrorism arrangements	2	2.4	-	34	34	-	-	-	-	-	-	-	-	-
Australia-Turkey Bilateral Relations and Cooperation	2	2.4	-	66	66	-	37	37	-	-	-	-	-	-
Total Capital Measures			-	550	550	-	9,116	9,116	-	1,196	1,196	-	-	-

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

Table 1.5: Appropriation Bill (No. 3) 2005-06

	2004-05 Available \$'000	2005-06 Budget \$'000	2005-06 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
ADMINISTERED ITEMS					
Outcome 1					
An equitable and accessible system of federal civil justice	232,132	295,464	294,319	-	(1,145)
Outcome 2					
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	28,714	57,721	74,318	16,597	-
Total Administered	260,846	353,185	368,637	16,597	(1,145)
DEPARTMENTAL OUTPUTS					
Outcome 1					
An equitable and accessible system of federal civil justice	62,134	66,164	67,564	1,400	-
Outcome 2					
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	113,317	115,909	127,103	11,194	-
Total Departmental *	175,451	182,073	194,667	12,594	-
Total Attorney-General's Department	436,297	535,258	563,304	29,191	(1,145)

* An amount of \$4.293m in departmental expense funding has been transferred to the Department of the Prime Minister and Cabinet from the Attorney-General's Department in accordance with the Government's decision to transfer responsibility for the APEC 2007 integrated accreditation and access control system. **This transfer is not included in the Appropriation Bills but is included in the financial statements and outcomes and outputs maps.**

Table 1.6: Appropriation Bill (No. 4) 2005-06

	2004-05 Available \$'000	2005-06 Budget \$'000	2005-06 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
SPECIFIC PAYMENTS TO THE STATES AND TERRITORIES					
Outcome 1					
An equitable and accessible system of federal civil justice	95,173	49,137	49,779	642	-
Total Operating	95,173	49,137	49,779	642	-
Non-operating					
Equity injections	9,302	13,012	13,656	644	-
Total Non-Operating	9,302	13,012	13,656	644	-
Total Attorney-General's Department	104,475	62,149	63,435	1,286	-

SUMMARY OF STAFFING CHANGES

Table 1.7: Average Staffing Level (ASL)

	2005-06 Budget *	2005-06 Revised	Variation
Outcome 1			
An equitable and accessible system of federal civil justice	475	481	6
Outcome 2			
Coordinated federal criminal justice, security and emergency management activity, for a safer Australia	651	667	16
Total	1,126	1,148	22

Note: The increase in staffing levels comprises three for Aviation Security - ensuring availability of information, two for the United Nations Oil For Food Programme - establishing a Commission of Inquiry, one for Australia-China Free Trade Agreement - funding for negotiations, two for Urban Search and Rescue - enhancing the national capability, four for Australia-Turkey Bilateral Relations and Cooperation, two for National Security - promoting public understanding of Australia's counter-terrorism arrangements and eight for National Security - centralised background checking.

* Adjusted to align with internal budgeted staffing levels at commencement of the financial year.

OTHER RECEIPTS AVAILABLE TO BE USED

Table 1.9 provides details of other receipts available to be used and include FMA s.31 receipts, special accounts (non-appropriation receipts) and resources received free of charge.

Table 1.9: Other receipts available to be used

	Budget Estimate 2005-06 \$'000	Revised Estimate 2005-06 \$'000
Outcome		
Departmental other receipts		
Sales of goods and services	5,213	11,361
Total sales of goods and services	5,213	11,361
Resources received free of charge	136	136
Other	486	486
Total Other	622	622
Total Departmental other receipts available to be used	5,835	11,983
Administered other receipts		
Australian Government Solicitor		
-Dividend payments	3,940	4,728
-Competitive neutrality payments	5,500	5,014
Total Administered other receipts	9,440	9,742
Miscellaneous Receipts	154	-
Other non-taxation revenue	170	-
Total other source of non-taxation revenue	324	-
Total Administered other receipts available to be used	9,764	9,742

ESTIMATES OF EXPENSES FROM SPECIAL APPROPRIATIONS

Table 1.10: Estimates of expenses from special appropriations

	Budget estimate 2005-06 \$'000	Revised estimate 2005-06 \$'000
Estimated expenses		
<i>Law Officers Act 1964 - former Solicitors-General (A)</i>	283	283
<i>Judges' Pensions Act 1968 (A)</i>	37,790	37,790
<i>Remuneration Tribunal Act 1973 - Justices of the High Court (A)</i>	2,554	2,554
<i>Parliamentary Entitlements Act 1990 (A)</i>	-	50
Total estimated expenses	40,627	40,677

A = Administered D = Departmental

ESTIMATES OF SPECIAL ACCOUNT FLOWS

Table 1.11: Estimates of special account flows

	Opening Balance 2005-06 2004-05 \$'000	Receipts 2005-06 2004-05 \$'000	Payments 2005-06 2004-05 \$'000	Adjustments ⁽²⁾ 2005-06 2004-05 \$'000	Closing Balance 2005-06 2004-05 \$'000
Other Trust Moneys - s20 FMA Act (A) ⁽¹⁾	932 493	1,294 1,285	1,639 846	- -	587 932
Services on behalf of other governments and bodies - s20 FMA Act (A) ⁽²⁾	997 452	44 582	44 37	- -	997 997
Total special accounts	1,929 945	1,338 1,867	1,683 883	- -	1,584 1,929

D = Departmental; A = Administered

Notes

1. For recording of unidentified receipts pending investigation and transfer to correct account or return to payer.
2. The Department makes payments on behalf of organisations such as the ACT Supreme Court (Chief Justice's salary); the Department of Prime Minister and Cabinet (former Governor-General's pension); State and Territory governments (purchase of chemical, biological and radiological equipment); and Comcare (salary payments to employees). In these cases payments are made against monies received from the relevant organisation/ jurisdiction.

Section 2: Revisions to agency outcomes

OUTCOMES, ADMINISTERED ITEMS AND OUTPUTS

Table 1.1 'Agency outcomes and outputs groups' lists the outcome statements and output groups for the Department. There are no changes to the performance information for the Attorney-General's Department's Outcomes and Outputs arising from Additional Estimates variations and measures.

Section 3: Budgeted financial statements

This section presents revised budgeted financial statements for the current financial year and for the three out-years. The 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.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental

The reduction in appropriation revenues in the outyears is due to the cessation of funding for fixed term programs or programs subject to further review such as APEC 2007, identity security pilot programs, bushfire mitigation, National Security Hotline - awareness campaign and National security - centralised background checking.

The budgeted deficit of \$9.980m for 2005-06 comprises program funds carried over from previous years for: Proceeds of Crime Projects (\$3.438m), Bushfire Mitigation (\$1.788m), National Crime Prevention Program (\$1.392m), Emergency management election commitments (\$1.017m), National Security Hotline - awareness campaign (\$0.617m), National Community Crime Prevention Program (\$0.317m), National Security Hotline (\$0.317m) and various minor projects totalling (\$1.094m).

Administered

The increase in administered expenses from 20004-05 to 2005-06 is due to the full year effect of the transfer of funding from ATSI and the movement of funds from 2004-05 to 2005-06. The increase in administered expenses in the outyears is primarily due to the new family law system measure.

Table 3.1: Budgeted departmental income statement for the period ended 30 June

	Actual 2004-05 \$'000	Revised Budget 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
INCOME					
Revenue					
Revenues from Government	175,451	190,374	181,032	160,843	157,849
Goods and services	13,218	11,847	11,849	11,851	9,659
Other	111	136	136	136	136
Total Revenue	188,780	202,357	193,017	172,830	167,644
Total Gain	-	-	-	-	-
Total Income	188,780	202,357	193,017	172,830	167,644
EXPENSE					
Employees	78,207	110,128	115,169	110,330	105,662
Suppliers	96,724	92,820	68,305	53,150	53,110
Depreciation and amortisation	8,035	9,310	9,464	9,271	8,793
Net losses from sale of assets	90	-	-	-	-
Total Expenses	183,056	212,258	192,938	172,751	167,565
Borrowing Costs Expense	79	79	79	79	79
Net surplus or (deficit) attributable to the Australian Government	5,645	(9,980)	-	-	-

Table 3.2: Budgeted departmental balance sheet as at 30 June

	Actual 2004-05 \$'000	Revised Budget 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
ASSETS					
Financial assets					
Cash	2,368	2,368	2,368	2,368	2,368
Receivables	83,583	74,539	73,869	81,104	88,797
Total financial assets	85,951	76,907	76,237	83,472	91,165
Non-financial assets					
Land and buildings	886	886	886	886	886
Infrastructure, plant and equipment	16,557	27,405	46,491	40,452	33,097
Inventories	137	137	137	137	137
Intangibles	3,366	3,366	3,366	3,366	3,366
Other	708	708	708	708	708
Total non-financial assets	21,654	32,502	51,588	45,549	38,194
Total assets	107,605	109,409	127,825	129,021	129,359
LIABILITIES					
Interest bearing liabilities					
Leases	2,818	2,818	2,818	2,818	2,818
Other	349	349	349	349	349
Total interest bearing liabilities	3,167	3,167	3,167	3,167	3,167
Provisions					
Employees	22,125	22,125	22,125	22,125	22,125
Other	12,985	12,985	12,985	12,985	12,985
Total provisions	35,110	35,110	35,110	35,110	35,110
Payables					
Other	704	704	704	704	704
Total payables	704	704	704	704	704
Total liabilities	38,981	38,981	38,981	38,981	38,981
EQUITY*					
Parent entity interest					
Contributed equity	45,908	59,564	77,980	79,176	79,514
Reserves	14,603	14,603	14,603	14,603	14,603
Retained surpluses or accumulated deficits	8,113	(3,739)	(3,739)	(3,739)	(3,739)
Total Parent equity interest	68,624	70,428	88,844	90,040	90,378
Total equity	68,624	70,428	88,844	90,040	90,378
Current assets	86,796	77,752	77,082	84,317	92,010
Non-current assets	20,809	31,657	50,743	44,704	37,349
Current liabilities	21,036	21,036	21,036	21,036	21,036
Non-current liabilities	17,945	17,945	17,945	17,945	17,945

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

Table 3.3: Budgeted departmental statement of cash flows for the period ended 30 June

	Actual 2004-05 \$'000	Revised Budget 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	10,631	11,361	11,361	11,361	9,169
Appropriations	162,835	197,575	181,874	155,461	150,136
GST Input Credit Receipts	7,925	6,998	4,859	3,775	3,844
GST Receipts from Customers	765	746	746	746	608
Other	1,523	486	488	490	490
Total cash received	183,679	217,166	199,328	171,833	164,247
Cash used					
GST Payments to Suppliers	8,469	7,744	5,605	4,521	4,452
Employees	78,964	110,129	115,159	110,334	105,660
Suppliers	92,656	92,746	68,385	54,899	52,056
Financing costs	1,835	2,079	2,079	2,079	2,079
Total cash used	181,924	212,698	191,228	171,833	164,247
Net cash from or (used by) operating activities	1,755	4,468	8,100	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	68	-	-	-	-
Total cash received	68	-	-	-	-
Cash used					
Purchase of property, plant and equipment	5,408	18,124	26,516	1,196	338
Total cash used	5,408	18,124	26,516	1,196	338
Net cash from or (used by) investing activities	(5,340)	(18,124)	(26,516)	(1,196)	(338)
FINANCING ACTIVITIES					
Cash received					
Appropriations - contributed equity	1,802	13,656	18,416	1,196	338
Total cash received	1,802	13,656	18,416	1,196	338
Total cash used					
	-	-	-	-	-
Net cash from or (used by) financing activities	1,802	13,656	18,416	1,196	338
Net increase or (decrease) in cash held	(1,783)	-	-	-	-
Cash at the beginning of the reporting period	4,151	2,368	2,368	2,368	2,368
Cash at the end of the reporting period	2,368	2,368	2,368	2,368	2,368

Table 3.4: Departmental statement of changes in equity — summary of movement Budget year 2005-06

	Accumulated Results \$'000	Asset Revaluation Reserve \$'000	Other Reserves \$'000	Contributed Equity/ Capital \$'000	Total Equity \$'000
Opening balance as at 1 July 2005	8,113	14,603	-	45,908	68,624
Adjustment for errors	-	-	-	-	-
Adjustment for changes in accounting policies	(1,872)	-	-	-	(1,872)
Adjusted opening balance	6,241	14,603	-	45,908	66,752
Income and expense	-	-	-	-	-
Net operating result	(9,980)	-	-	-	(9,980)
Total income and expenses recognised directly in equity	(9,980)	-	-	-	(9,980)
Transactions with owners					
Contributions by owners	-	-	-	13,656	13,656
Sub-total transactions with owners	-	-	-	13,656	13,656
Transfers between equity components	-	-	-	-	-
Closing balance as at 30 June 2006	(3,739)	14,603	-	59,564	70,428

Table 3.5: Departmental capital budget statement for period ended 30 June

	Actual 2004-05 \$'000	Revised Budget 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
CAPITAL APPROPRIATIONS					
Total equity injections	9,553	13,656	18,416	1,196	338
Total capital appropriations	9,553	13,656	18,416	1,196	338
Represented by:					
Purchase of non-financial assets	-	13,656	18,416	1,196	338
Total represented by	-	13,656	18,416	1,196	338
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	-	13,656	18,416	1,196	338
Funded internally by Departmental resources	-	4,468	8,100	-	-
Total Amount Funded	-	18,124	26,516	1,196	338

Table 3.6: Departmental property, plant, equipment and intangibles — summary of movement Budget year 2005-06

	Land	Buildings	Other Infrastructure Plant and Equipment	Computer Software	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
As at 1 July 2005					
Gross book value	560	340	22,517	10,930	34,347
Accumulated depreciation	-	14	5,960	7,564	13,538
Opening net book value	560	326	16,557	3,366	20,809
Additions:					
by purchase	-	-	18,124	-	18,124
Depreciation/amortisation expense	-	-	9,310	-	9,310
Other movements	-	-	2,034	-	2,034
As at 30 June 2006					
Gross book value	560	340	42,675	10,930	54,505
Accumulated depreciation	-	14	15,270	7,564	22,848
Closing net book value	560	326	27,405	3,366	31,657

Table 3.7: Schedule of budgeted income and expenses administered on behalf of government for the period ended 30 June

	Actual 2004-05 \$'000	Revised Budget 2005-06 \$'000	Forward Estimate 2006-07 \$'000	Forward Estimate 2007-08 \$'000	Forward Estimate 2008-09 \$'000
INCOME ADMINISTERED ON BEHALF OF GOVERNMENT					
Non-taxation					
Other sources of non-taxation revenues	16,359	9,742	9,742	9,742	9,742
Total non-taxation	16,359	9,742	9,742	9,742	9,742
Total revenues administered on behalf of Government	16,359	9,742	9,742	9,742	9,742
Gains					
Net gains from sale of assets	2	-	-	-	-
Total gains administered on behalf of Government	2	-	-	-	-
Total income administered on behalf of Government	16,361	9,742	9,742	9,742	9,742
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Grants	287,340	389,221	430,674	439,204	465,366
Subsidies	18,792	23,680	49,964	56,978	27,043
Personal benefits	52,772	40,627	40,627	40,627	40,627
Employees	304	3,728	-	-	-
Suppliers	2,448	1,837	-	-	-
Depreciation and amortisation	4	-	-	-	-
Write down and impairment of assets	130	-	-	-	-
Other (goods and services)	2,566	-	-	-	-
Losses					
Net loss from sale of assets	3	-	-	-	-
Total expenses administered on behalf of Government	364,359	459,093	521,265	536,809	533,036

Table 3.8: Schedule of budgeted assets and liabilities administered on behalf of government as at 30 June

	Actual 2004-05 \$'000	Revised Budget 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	54	54	54	54	54
Receivables	14,237	37,676	61,113	84,548	107,986
Investments	183,824	183,824	183,824	183,824	183,824
Total financial assets	198,115	221,554	244,991	268,426	291,864
Non-financial assets					
Inventories	92	92	92	92	92
Other	82	82	82	82	82
Total non-financial assets	174	174	174	174	174
Total assets administered on behalf of Government	198,289	221,728	245,165	268,600	292,038
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Provisions					
Employees	37	37	37	37	37
Total provisions	37	37	37	37	37
Payables					
Suppliers	8,583	8,583	8,583	8,583	8,583
Personal benefits payable	394,200	417,639	441,076	464,511	487,949
Other payables	151	151	151	151	151
Total payables	402,934	426,373	449,810	473,245	496,683
Total liabilities administered on behalf of Government	402,971	426,410	449,847	473,282	496,720

Table 3.9: Schedule of budgeted administered cash flows for the period ended 30 June

	Actual	Revised	Forward	Forward	Forward
	2004-05	Budget	Estimate	Estimate	Estimate
	\$'000	2005-06	2006-07	2007-08	2008-09
		\$'000	\$'000	\$'000	\$'000
OPERATING ACTIVITIES					
Cash received					
GST Input Credit Receipts	5,656	8,739	10,009	10,477	10,397
GST Receipts from Customers	74	-	-	-	-
Appropriation Receipts	327,237	437,654	491,228	513,375	509,600
Dividends	5,153	4,728	4,728	4,728	4,728
Other	9,463	5,014	5,014	5,014	5,014
Total cash received	347,583	456,135	510,979	533,594	529,739
Cash used					
GST Payments to Supplier	6,767	8,739	10,009	10,477	10,397
Employees	-	3,728	-	-	-
Grant payments	279,033	391,223	423,076	438,212	464,374
Interest paid	10	-	-	-	-
Subsidies paid	18,794	23,681	49,964	56,976	27,044
Personal benefits	17,755	17,188	17,190	17,192	17,189
Suppliers	357	1,834	998	995	993
Cash to the Official Public Account	15,091	9,742	9,742	9,742	9,742
Other	10,890	-	-	-	-
Total cash used	348,697	456,135	510,979	533,594	529,739
Net cash from or (used by) operating activities	(1,114)	-	-	-	-
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment and intangibles	2	-	-	-	-
Total cash received	2	-	-	-	-
Total cash used	-	-	-	-	-
Net cash from or (used by) investing activities	2	-	-	-	-
FINANCING ACTIVITIES					
Cash received					
Cash from Official Public Account					
- appropriations	6,817	8,739	10,009	10,477	10,397
Total cash received	6,817	8,739	10,009	10,477	10,397
Cash used					
Cash to Official Public Account					
- appropriations	5,656	8,739	10,009	10,477	10,397
Total cash used	5,656	8,739	10,009	10,477	10,397
Net cash from or (used by) financing activities	1,161	-	-	-	-
Net increase or (decrease) in cash held	49	-	-	-	-
Cash at beginning of reporting period	5	54	54	54	54
Cash at end of reporting period	54	54	54	54	54

NOTES TO THE FINANCIAL STATEMENTS

Departmental Financial Statements and Notes 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 that 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 budgeted for:

- Departmental price of outputs appropriations – representing the Government's purchase of outputs from the agency
- 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 appropriation – for increase 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 or involve transfers to State governments).

Administered investments in controlled entities

Each Australian Government Department is required to show an Administered investment in each *Commonwealth Authority and Company Act 1997* (CAC) entity within their portfolio. These Administered investments are valued at the Commonwealth's ownership interest in the net assets of those CAC entities, fixed at a notional acquisition date of 30 June 1997.