

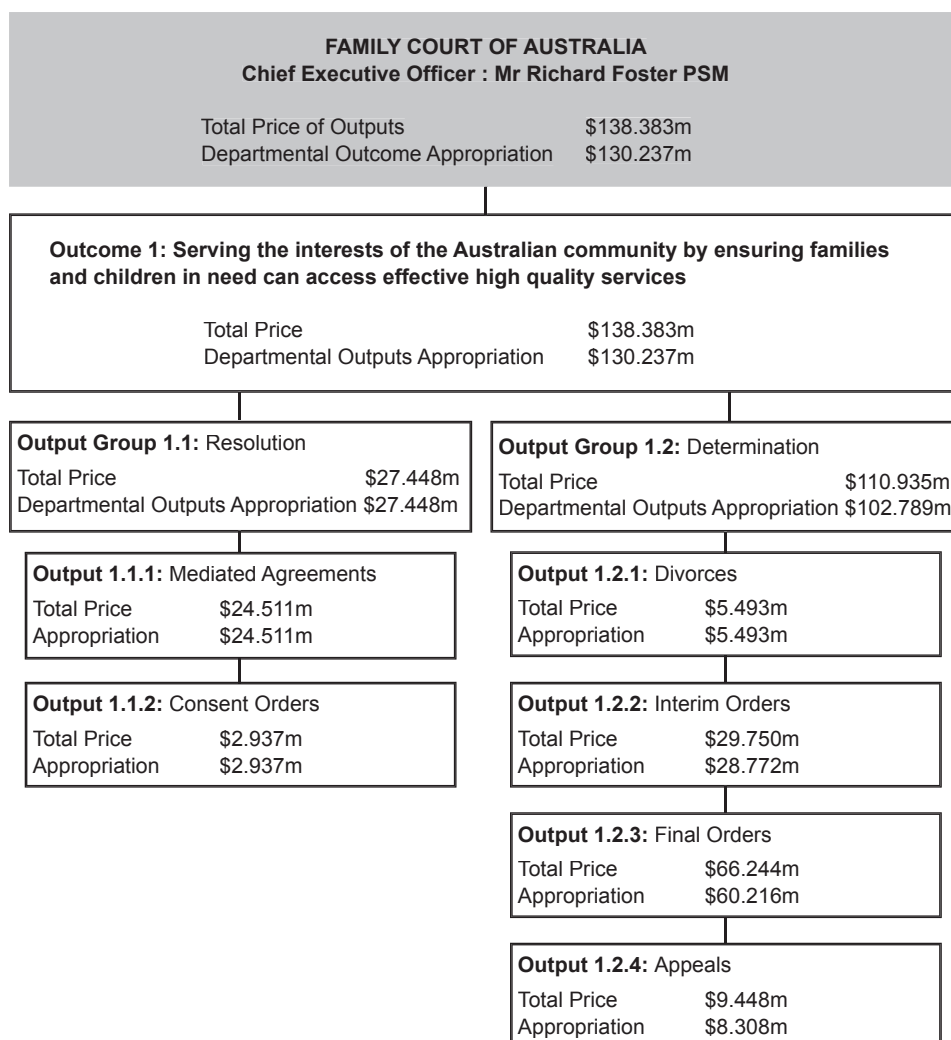
FAMILY COURT OF AUSTRALIA

Section 1: Agency overview and resources; variations and measures

OVERVIEW

There are no changes to the Family Court’s role, mission or its outcomes and outputs structures as a result of Additional Estimates.

Table 1.1: Agency outcomes and output groups



ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

Additional appropriations have been allocated for estimates variations through Additional Estimates. Details of these additional appropriations are detailed below. The only impact for the Court in achievement of both its outcome and outputs will be to marginally increase the price of certain outputs.

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				
Increase in departmental appropriations				
Change in wage cost indices	(218)	(109)	(441)	(557)
Judicial pay increase	1,022	1,019	1,017	1,024
Deferred makegood amortisation expense following initial adoption of AEIFRS	173	100	73	28
Total changes in Departmental appropriations	977	1,010	649	495

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
DEPARTMENTAL OUTPUTS					
Outcome 1					
Serving the interests of the Australian Community by ensuring families and children in need can access effective high quality services	122,083	129,260	130,237	977	-
Total Family Court of Australia	122,083	129,260	130,237	977	-

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	Revised Estimate 2005-06
Outcome	\$'000	\$'000
Departmental other receipts		
Sale of goods & services	500	500
Interest	350	350
Resources received free of charge	70	70
Liabilities assumed by the Attorney-General's Department	7,226	7,226
Total Departmental other receipts available to be used	8,146	8,146

Note:

The Administered Other receipts of \$2.2m reported in the 2005-06 PBS as available to be used was in error. The receipts relate to Court filing fees which are not covered by an FMA Act section 31 agreement.

ESTIMATES OF SPECIAL ACCOUNT FLOWS

Table 1.11: Estimates of special account flows

	Opening Balance 2005-06 ⁽¹⁾ 2004-05 ⁽¹⁾ \$'000	Receipts 2005-06 2004-05 \$'000	Payments 2005-06 2004-05 \$'000	Adjustments 2005-06 2004-05 \$'000	Closing Balance 2005-06 2004-05 \$'000
Other Trust Money-FMA Act 1997, s20. (A)	178	400	400	-	178
Other Trust Money-FMA Act 1997, s20. (A)	428	202	452	-	178
Comcare Account Safety Rehabilitation and Compensation Act 1988. (D)	-	250	250	-	-
Comcare Account Safety Rehabilitation and Compensation Act 1988. (D)	-	208	208	-	-
Total special accounts	178	650	650	-	178

D = Departmental; A = Administered

Acts Glossary:

FMA Act = *Financial Management and Accountability Act, 1997*

Note 1. The revised Opening Balance for 2005-06 is the same as the final closing balance for 2004-05. This balance has changed from that shown in the 2005-2006 PB Statements as the actual for 2004-05 has been updated to reflect the final budget outcome for that year.

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 Family Court.

Outcome 1

Revised performance information — 2005-06

Table 2.1: Performance information for outputs affected by additional estimates — outcome 1

Output	Performance Information 2005-06 Budget	Performance Information 2005-06 Revised
Output 1.1.1 Mediated Agreements	Quality: Proportion of total matters filed which are resolved through mediated agreement between the parties- target 75%. Timeliness of Courts events- target 90% of the matters resolved through mediated agreement are resolved within 6 months of filing. Client Satisfaction- target 75% of clients are satisfied with the Court resolution processes. Quantity: 9,309 Price: average cost of achieving mediated agreements: \$2,614	Quality: Proportion of total matters filed which are resolved through mediated agreement between the parties- target 75%. Timeliness of Courts events- target 90% of the matters resolved through mediated agreement are resolved within 6 months of filing. Client Satisfaction- target 75% of clients are satisfied with the Court resolution processes. Quantity: 9,309 Price: average cost of achieving mediated agreements: \$2,633
Output 1.1.2 Consent Orders	Quality: Timeliness of Court events- target 90% of compliant consent orders filed are finalised within 4 weeks of filing Quantity: 9,963 Price: Average cost of consent orders processed \$293	Quality: Timeliness of Court events- target 90% of compliant consent orders filed are finalised within 4 weeks of filing Quantity: 9,963 Price: Average cost of consent orders processed \$295
Output 1.2.1. Divorces	Quality: Timeliness- target 90% of divorces filed are determined within three months. Client satisfaction- target 75% of clients are satisfied with Court divorce processes Quantity: 4,680 Price: Average cost \$1,165	Quality: Timeliness- target 90% of divorces filed are determined within three months. Client satisfaction- target 75% of clients are satisfied with Court divorce processes Quantity: 4,680 Price: Average cost \$1,174

Table 2.1: Performance information for outputs affected by additional estimates — outcome 1 (continued)

Output 1.2.2	<p>Quality: Timeliness- target 90% of applications for interim orders are finalised within three months. Client satisfaction- target 75% of clients are satisfied with Court processes.</p> <p>Quantity: 12,750 (this quantity reflects the number of Interim Orders made in the Family Court. In addition to this, of the Applications made, approximately 46% are matters for determination by the FMC - the FCoA however undertakes a range of operational support activities with respect to FMC applications).</p> <p>Price: Average cost: \$2,317</p>	<p>Quality: Timeliness- target 90% of applications for interim orders are finalised within three months. Client satisfaction- target 75% of clients are satisfied with Court processes.</p> <p>Quantity: 12,750 (this quantity reflects the number of Interim Orders made in the Family Court. In addition to this, of the Applications made, approximately 46% are matters for determination by the FMC - the FCoA however undertakes a range of operational support activities with respect to FMC applications).</p> <p>Price: Average cost: \$2,333</p>
Output 1.2.3	<p>Quality: Timeliness- target 75% of applications which have not been resolved are finalised within six months of issue of trial notice. Client satisfaction- target 75% of clients are satisfied with litigation processes.</p> <p>Quantity: 3,190 (this quantity reflects the number of Final Orders made in the Family Court. In addition to this, of the Applications made, approximately 50% are matters for determination by the FMC - the FCoA however undertakes a range of operational support activities with respect to FMC applications).</p> <p>Price: Average cost : \$20,620</p>	<p>Quality: Timeliness- target 75% of applications which have not been resolved are finalised within six months of issue of trial notice. Client satisfaction- target 75% of clients are satisfied with litigation processes.</p> <p>Quantity: 3,190 (this quantity reflects the number of Final Orders made in the Family Court. In addition to this, of the Applications made, approximately 50% are matters for determination by the FMC - the FCoA however undertakes a range of operational support activities with respect to FMC applications).</p> <p>Price: Average cost : \$20,766</p>
Output 1.2.4	<p>Quality: Timeliness- target 75% of appeals are finalised within 6 months.</p> <p>Quantity: Number of appeals finalised: 340</p> <p>Price: Average cost : \$27,592</p>	<p>Quality: Timeliness- target 75% of appeals are finalised within 6 months.</p> <p>Quantity: Number of appeals finalised: 340</p> <p>Price: Average cost : \$27,788</p>

Section 3: Budgeted financial statements

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental financial statements

Budgeted departmental income statement

Departmental appropriation revenue has increased by \$0.977m whilst suppliers, employees and amortisation expenses have also increased by \$0.977m. These increases include additional expenses, and offsetting appropriations revenue, following the adoption of AEIFRS from 1 July 2005 (deferred make-good asset amortisation of \$0.173m). Therefore, there is no impact on the Court's overall operating result.

Budgeted departmental balance sheet

The overall net change of \$0.777m from Budget reflects the flow through impact of the 30 June 2005 "actuals" of \$0.003m (budgeted \$0.0m), an adjustment to the asset revaluation reserve of \$0.035m (budget \$0.0m) and net adjustments on adoption of AEIFRS of \$0.739m (recognising a deferred make-good asset of \$0.399m and discounting of an existing make-good provision by \$0.340m).

Budgeted departmental statement of cash flows

The overall change of \$2.281m from Budget reflects the flow through impact of the 30 June 2005 'actual' cash balance.

Departmental statement of changes in equity — summary of movement

The overall change of \$0.777m from Budget reflects the flow through impact of the 30 June 2005 'actual' reported operating surplus of \$0.003m (budgeted \$0.0m), adjustment to the asset revaluation reserve of \$0.035m (Budget \$0.0m) and net adjustments on adoption of AEIFRS of \$0.739m.

Departmental property, plant, equipment and intangibles — summary of movement

The overall reduction from Budget of \$4.529m in the opening asset balances reflects the flow through impact of the 30 June 2005 'actuals' being \$4.927m under budget primarily due to delay in several significant asset replacement projects (eg the Adelaide Commonwealth Law Courts building fitout) offset by the initial recognition of a deferred make-good asset of \$0.399m, following the adoption of AEIFRS from 1 July 2005.

Schedule of administered activity

Schedule of budgeted assets and liabilities administered on behalf of government

The overall change of \$0.046m from Budget reflects the flow through impact of the 30 June 2005 'actual' cash balance.

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	121,703	130,237	131,006	131,633	132,717
Goods and services	2,110	500	500	500	500
Interest	724	350	350	350	350
Other	7,016	7,296	7,296	7,296	7,296
Total revenue	131,553	138,383	139,152	139,779	140,863
Gains					
Net gains from sale of assets	13	-	-	-	-
Total gains	13	-	-	-	-
Total income	131,566	138,383	139,152	139,779	140,863
EXPENSE					
Employees	71,696	73,610	75,304	76,026	77,135
Suppliers	51,998	56,165	54,826	54,758	54,778
Depreciation and amortisation	6,816	8,608	9,022	8,995	8,950
Write-down of assets and impairment of assets	599	-	-	-	-
Net losses from sale of assets	35	-	-	-	-
Total expenses	131,144	138,383	139,152	139,779	140,863
Operating result	422	-	-	-	-
Net surplus or (deficit) attributable to the Australian Government	422	-	-	-	-

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	3,761	3,761	3,761	3,761	3,761
Receivables	14,047	16,078	17,900	19,695	21,445
Accrued revenues	538	538	538	538	538
Other					
Total financial assets	18,346	20,377	22,199	23,994	25,744
Non-financial assets					
Land and buildings	8,690	9,046	9,887	9,255	8,668
Infrastructure, plant and equipment	6,992	8,169	7,756	7,343	6,930
Inventories	143	143	143	143	143
Intangibles	5,002	2,711	1,761	2,311	2,861
Other	12,027	12,027	12,027	12,027	12,027
Total non-financial assets	32,854	32,096	31,574	31,079	30,629
Total assets	51,200	52,473	53,773	55,073	56,373
LIABILITIES					
Provisions					
Employees	20,748	22,021	23,321	24,621	25,921
Other	2,839	2,839	2,839	2,839	2,839
Total provisions	23,587	24,860	26,160	27,460	28,760
Payables					
Suppliers	6,032	6,032	6,032	6,032	6,032
Other	1,228	1,228	1,228	1,228	1,228
Total payables	7,260	7,260	7,260	7,260	7,260
Total liabilities	30,847	32,120	33,420	34,720	36,020
EQUITY*					
Parent entity interest					
Contributed equity	4,456	4,456	4,456	4,456	4,456
Reserves	4,763	4,763	4,763	4,763	4,763
Retained surpluses or accumulated deficits	11,134	11,134	11,134	11,134	11,134
Total parent entity interest	20,353	20,353	20,353	20,353	20,353
Total equity	20,353	20,353	20,353	20,353	20,353
Current assets	18,489	20,520	22,342	24,137	25,887
Non-current assets	32,711	31,953	31,431	30,936	30,486
Current liabilities	8,297	8,361	8,426	8,491	8,556
Non-current liabilities	22,550	23,759	24,994	26,229	27,464

*Note: '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	3,471	500	500	500	500
Appropriations	116,897	128,206	129,184	129,838	130,967
Interest	724	-	-	-	-
Other	10,560	4,335	4,376	4,396	4,396
Total cash received	131,652	133,041	134,060	134,734	135,863
Cash used					
Employees	66,468	65,131	66,798	67,520	68,629
Suppliers	56,258	55,725	54,386	54,318	54,338
Other	5,864	4,335	4,376	4,396	4,396
Total cash used	128,590	125,191	125,560	126,234	127,363
Net cash from or (used by) operating activities	3,062	7,850	8,500	8,500	8,500
INVESTING ACTIVITIES					
Cash used					
Purchase of property, plant and equipment	4,798	7,850	8,500	8,500	8,500
Total cash used	4,798	7,850	8,500	8,500	8,500
Net cash from or (used by) investing activities	(4,798)	(7,850)	(8,500)	(8,500)	(8,500)
Net increase or (decrease) in cash held	(1,723)	-	-	-	-
Cash at the beginning of the reporting period	5,485	3,761	3,761	3,761	3,761
Cash at the end of the reporting period	3,761	3,761	3,761	3,761	3,761

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	11,134	4,763	-	4,456	20,353
Adjusted opening balance	11,134	4,763	-	4,456	20,353
Income and expense	-	-	-	-	-
Net operating result	-	-	-	-	-
Total income and expenses recognised directly in equity	-	-	-	-	-
Transactions with owners	-	-	-	-	-
Closing balance as at 30 June 2006	11,134	4,763	-	4,456	20,353

Table 3.5: Departmental capital budget statement

	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	-	-	-	-	-
Total loans	-	-	-	-	-
Total capital appropriations	-	-	-	-	-
Represented by:					
Purchase of non-financial assets	4,798	7,850	8,500	8,500	8,500
Other	-	-	-	-	-
Total represented by	4,798	7,850	8,500	8,500	8,500
PURCHASE OF NON-FINANCIAL ASSETS					
Funded by capital appropriation	-	-	-	-	-
Funded internally by Departmental resources	4,798	7,850	8,500	8,500	8,500
Total	4,798	7,850	8,500	8,500	8,500

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

	Buildings	Other Infrastructure Plant and Equipment	Computer Software	Total
	\$'000	\$'000	\$'000	\$'000
As at 1 July 2005				
Gross book value	24,933	16,071	13,305	54,309
Accumulated depreciation	16,243	9,079	8,303	33,625
Opening net book value	8,690	6,992	5,002	20,684
Additions:				
By purchase	3,000	4,350	500	7,850
Depreciation/amortisation expense	2,645	3,173	2,790	8,608
Other movements	1	-	(1)	-
As at 30 June 2006				
Gross book value	27,934	20,421	13,804	62,159
Accumulated depreciation	18,888	12,252	11,093	42,233
Closing net book value	9,046	8,169	2,711	19,926

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					
Revenue					
Non-taxation					
Other sources of non-taxation revenues	2,502	2,200	2,200	2,200	2,200
Total non-taxation	2,502	2,200	2,200	2,200	2,200
Total revenues administered on behalf of Government	2,502	2,200	2,200	2,200	2,200
EXPENSES ADMINISTERED ON BEHALF OF GOVERNMENT					
Other	452	-	-	-	-
Total expenses administered on behalf of Government	452	-	-	-	-

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	55	55	55	55	55
Total financial assets	55	55	55	55	55
Total assets administered on behalf of Government	55	55	55	55	55
LIABILITIES ADMINISTERED ON BEHALF OF GOVERNMENT					
Total liabilities administered on behalf of Government	-	-	-	-	-

Table 3.9: Schedule of budgeted administered 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					
Other	2,502	2,200	2,200	2,200	2,200
Total cash received	2,502	2,200	2,200	2,200	2,200
Cash used					
Other	452	-	-	-	-
Total cash used	452	-	-	-	-
Net cash from or (used by) operating activities	2,050	2,200	2,200	2,200	2,200
FINANCING ACTIVITIES					
Cash used					
Cash to Official Public Account	2,004	2,200	2,200	2,200	2,200
Total cash used	2,004	2,200	2,200	2,200	2,200
Net cash from or (used by) financing activities	(2,004)	(2,200)	(2,200)	(2,200)	(2,200)
Net increase or (decrease) in cash held	46	-	-	-	-
Cash at beginning of reporting period	9	55	55	55	55
Cash at end of reporting period	55	55	55	55	55

NOTES TO THE FINANCIAL STATEMENTS

Departmental

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 for 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.

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

Administered items are revenues, expenses, assets and liabilities which 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 continue under the accrual appropriation framework, and fund the majority of payments from the Consolidated Revenue Fund.

Services provided free of charge to the Federal Magistrates Court

The Family Court of Australia 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:

- Family Court staff perform work on behalf of the Federal Magistrates Court, and
- Accommodation, including access to courtrooms.

It is estimated that the cost of resources provided free of charge by the Family Court to the Federal Magistrates Court during 2005–06 will be \$13.9m. It is expected that similar levels of support will be provided by the Family Court to the Federal Magistrates Court in all other financial years shown in these budgeted financial statements.

Cost Recovery Arrangements

The Court does not have any 'significant cost recovery arrangements' as defined in Commonwealth Cost Recovery Guidelines.