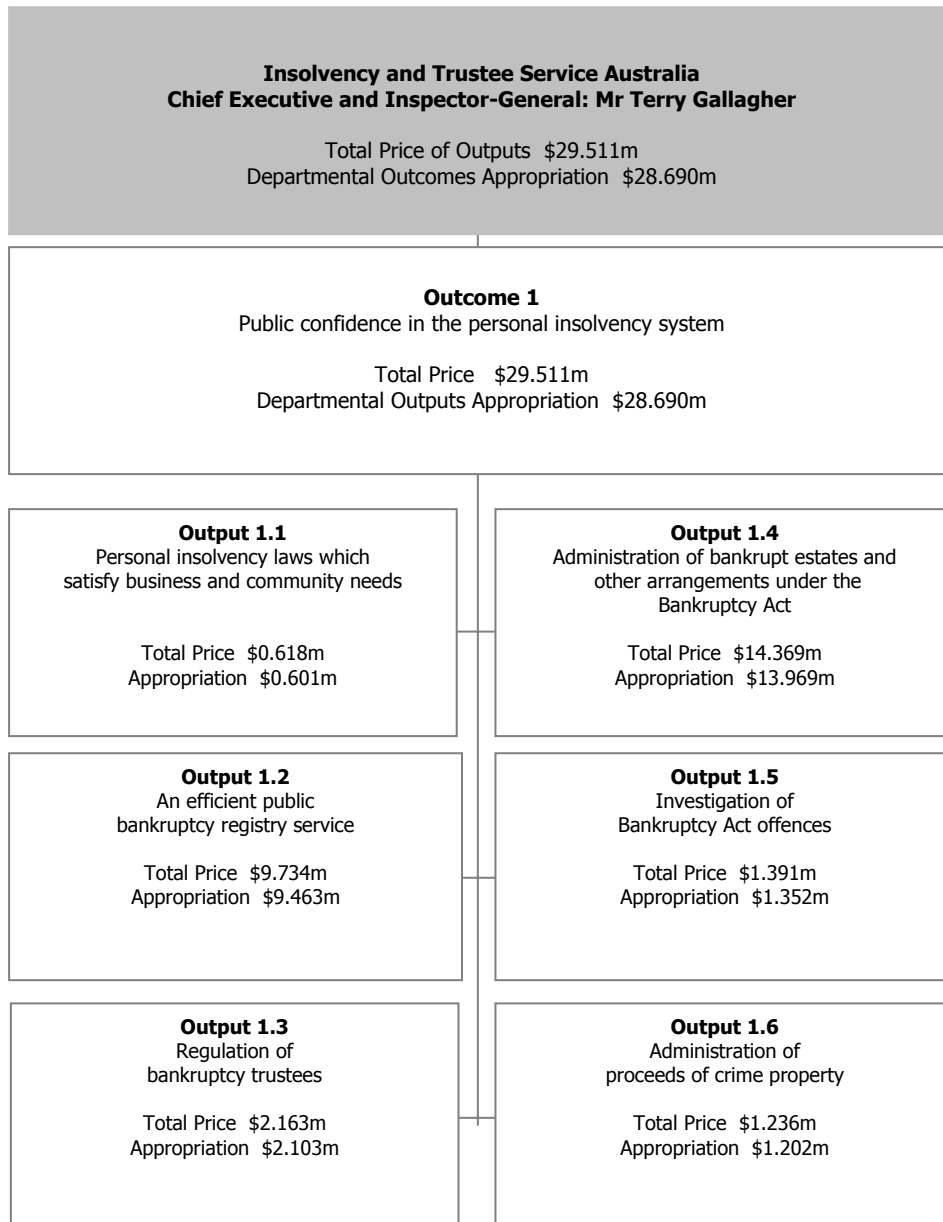


INSOLVENCY AND TRUSTEE SERVICE AUSTRALIA

Outcomes and Outputs



Section 1: Overview, variations and measures

OVERVIEW

The additional estimates variations will not result in any changes in ITSA's outcome and output structure.

ADDITIONAL ESTIMATES AND VARIATIONS TO OUTCOMES

An additional appropriation has been allocated for an estimate variation through Additional Estimates. Details of the additional appropriation and its impact on the achievement of ITSA's outcome and outputs are explained below:

Other variations to appropriations

	2003-04 (\$'000)	2004-05 (\$'000)	2005-06 (\$'000)	2006-07 (\$'000)
Outcome 1				
Variations in departmental appropriations				
2003-04 Comcover supplementation	59	-	-	-

The increase in departmental appropriation funding of \$0.059m is to supplement the increase in the 2003-04 Comcover premium.

BREAKDOWN OF ADDITIONAL ESTIMATES BY APPROPRIATION BILL

The Additional Estimate refers only to Appropriation Bill (No 3) 2003-04 as detailed below.

Table 1.2: Appropriation Bill (No 3) 2003-04

	2002-03 Available \$'000	2003-04 Budget \$'000	2003-04 Revised \$'000	Additional Estimates \$'000	Reduced Estimates \$'000
DEPARTMENTAL OUTPUTS					
Outcome 1					
Public confidence in the personal insolvency system	27,648	28,631	28,690	59	-
Total	27,648	28,631	28,690	59	-

SUMMARY OF STAFFING CHANGES

Table 1.4: Average staffing level (ASL)

	2003-04 Budget	2003-04 Revised	Variation
Outcome 1			
Public confidence in the personal insolvency system	244	244	-
Total	244	244	-

Section 2: Revisions to outcomes and outputs

OUTCOMES AND OUTPUTS

The Additional Estimate for the 2003-04 Comcover premium supplementation is an overhead on all outputs, and therefore is allocated based on the output cost attribution described below.

Output cost attribution

Costs are charged directly against the relevant outputs where possible eg employee costs and direct expenses. Overheads are attributed to outputs based on the most appropriate cost driver, which primarily relates to the number of staff in each output.

Revised performance information and level of achievement – 2003-04

There are no changes to the performance information for ITSA's outcomes and outputs arising from Additional Estimates variations and measures.

Section 3: Budgeted financial statements

Revisions to the budgeted departmental statements for ITSA since the 2003-04 Portfolio Budget Statements are presented in this section.

ANALYSIS OF BUDGETED FINANCIAL STATEMENTS

Departmental financial statements

The additional appropriation and expense relating to the increase in the Comcover premium is reflected in the Statement of Financial Performance. The Statement of Financial Position and other schedules have been updated for the flow on effects of 2002-03 actual figures and also reflects the rephrasing of expected asset purchases by ITSA.

Administered

While there are no changes to administered figures as a result of the additional estimates, the administered schedules have been updated for the flow on effects of 2002-03 actual figures.

Table 3.1: Budgeted Departmental Statement of Financial Performance for the period ended 30 June

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
Revenues from ordinary activities					
Revenue from Government	27,648	28,690	29,320	29,324	29,797
Goods and Services	890	558	648	219	290
Interest	19	-	-	-	-
Revenue from sales of assets	6	-	-	-	-
Other	403	263	268	273	278
Revenues from ordinary activities	28,966	29,511	30,236	29,816	30,365
Expenses from ordinary activities (excluding borrowing costs expense)					
Employees	16,423	17,975	19,076	18,764	19,000
Suppliers	11,339	10,404	9,744	9,101	9,461
Depreciation and amortisation	1,006	1,132	1,416	1,951	1,904
Value of assets sold	25	-	-	-	-
Expenses from ordinary activities (excluding borrowing costs expense)	28,793	29,511	30,326	29,816	30,365
Operating surplus or deficit from ordinary activities	173	-	-	-	-
Net surplus or deficit	-	-	-	-	-
Capital Use Charge*	(212)	-	-	-	-
Net surplus or deficit attributable to Commonwealth	(39)	-	-	-	-

* The Capital Use Charge was discontinued from 1 July 2003.

Table 3.2: Budgeted Departmental Statement of Financial Position as at 30 June

	Note	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
ASSETS						
Financial assets						
Cash		1,697	500	500	500	500
Receivables		4,879	6,465	4,459	5,087	7,155
Total financial assets		6,576	6,965	4,959	5,587	7,655
Non-financial assets						
Land and buildings		2,119	1,664	2,159	2,068	1,522
Infrastructure, plant and equipment		1,263	1,570	2,641	2,675	1,994
Inventories		39	30	30	30	30
Intangibles		296	198	1,101	983	740
Other		484	320	330	340	341
Total non-financial assets		4,201	3,782	6,261	6,096	4,627
Total assets		10,777	10,747	11,220	11,683	12,282
LIABILITIES						
Provisions						
Employees		6,386	6,665	7,461	8,095	8,753
Total provisions		6,386	6,665	7,461	8,095	8,753
Payables						
Suppliers		1,273	1,069	876	833	828
Other		447	342	212	84	30
Total payables		1,720	1,411	1,088	917	858
Total liabilities		8,106	8,076	8,549	9,012	9,611
EQUITY						
Parent equity interest						
Contributed equity		520	520	520	520	520
Reserves		1,151	1,151	1,151	1,151	1,151
Retained surpluses or accumulated deficits		1,000	1,000	1,000	1,000	1,000
Total parent equity interest		2,671	2,671	2,671	2,671	2,671
Total equity		2,671	2,671	2,671	2,671	2,671
Current liabilities		3,543	3,354	3,391	3,525	3,724
Non-current liabilities		4,563	4,722	5,158	5,487	5,887
Current assets		7,099	7,315	5,319	5,957	8,026
Non-current assets		3,678	3,432	5,901	5,726	4,256

Table 3.3: Budgeted Departmental Statement of Cash Flows for the period ended 30 June

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
OPERATING ACTIVITIES					
Cash received					
Appropriations	27,648	28,690	29,320	29,324	29,797
Goods and services	941	558	648	219	350
Interest	24	-	-	-	-
Other	1,413	1,135	3,146	1,145	1,150
Total cash received	30,026	30,383	33,114	30,688	31,297
Cash used					
Employees	15,473	17,696	18,280	18,130	18,342
Suppliers	12,205	11,418	10,954	10,160	10,397
Other	4,671	1,586	-	628	2,128
Total cash used	32,349	30,700	29,234	28,918	30,867
Net cash from/(used by) operating activities	(2,323)	(317)	3,880	1,770	430
INVESTING ACTIVITIES					
Cash received					
Proceeds from sales of property, plant and equipment	6	5	5	5	5
Total cash received	6	5	5	5	5
Cash used					
Purchases of property, plant and equipment	919	885	3,885	1,775	435
Total cash used	919	885	3,885	1,775	435
Net cash from/(used by) investing activities	(913)	(880)	(3,880)	(1,770)	(430)
FINANCIAL ACTIVITIES					
Cash used					
Capital use charge paid	423	-	-	-	-
Total cash used	423	-	-	-	-
Net cash from/(used by) financing activities	(423)	-	-	-	-
Net increase in cash held	(3,659)	(1,197)	-	-	-
Cash at the beginning of the reporting period	5,356	1,697	500	500	500
Cash at end of reporting period	1,697	500	500	500	500

Table 3.4: Departmental Capital Budget Statement

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
PURCHASE OF NON-CURRENT ASSETS					
Funded internally by departmental resources	919	885	3,885	1,775	435
Total	919	885	3,885	1,775	435

Table 3.5: Departmental Non-financial Assets – Summary of Movement (Budget year 2003-04)

	Buildings \$'000	Other Infrastructure Plant and Equipment \$'000	Computer Software \$'000	Total \$'000
Carrying amount at the start of year	2,157	1,387	3,626	7,170
Additions	-	885	-	885
Depreciation/amortisation expense	493	702	3,428	4,623
Carrying amount at the end of year	1,664	1,570	198	3,432
Total additions				
Self funded	-	885	-	885
Appropriations	-	-	-	-
Total	-	885	-	885

Table 3.6: Schedule of Budgeted Revenues and Expenses Administered on behalf of Government for the period ended 30 June

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
REVENUES					
Taxation					
Other taxes, fees and fines	8,104	6,110	6,110	6,110	6,110
Total taxation	8,104	6,110	6,110	6,110	6,110
Non-taxation					
Interest	575	500	500	500	500
Other sources of non-taxation revenues	17,368	14,162	10,762	10,762	10,762
Total non-taxation	17,943	14,662	11,262	11,262	11,262
Total revenues administered on behalf of the Government	26,047	20,772	17,372	17,372	17,372

Table 3.7: Schedule of Budgeted Assets and Liabilities Administered on behalf of Government as at 30 June

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
ASSETS					
Financial assets					
Cash	40	50	50	50	50
Receivables	2,955	2,955	2,955	2,955	2,955
Total financial assets	2,995	3,005	3,005	3,005	3,005
Total assets administered on behalf of the Government	2,995	2,995	2,995	2,995	2,995
LIABILITIES					
Payables					
Other payables	80	90	90	90	90
Total payables	80	90	90	90	90
Total liabilities administered on behalf of the Government	80	90	90	90	90
Current liabilities	80	90	90	90	90
Non-current liabilities	-	-	-	-	-
Current assets	2,974	3,005	3,005	3,005	3,005
Non-current assets	21	-	-	-	-

Table 3.8: Schedule of Budgeted Administered Cash Flows for the period ended 30 June

	Actual 2002-03 \$'000	Revised Budget 2003-04 \$'000	Forward Estimate 2004-05 \$'000	Forward Estimate 2005-06 \$'000	Forward Estimate 2006-07 \$'000
OPERATING ACTIVITIES					
Cash received					
Other taxes, fees and fines	8,104	6,110	6,110	6,110	6,110
Interest	575	500	500	500	500
Other	15,402	14,662	11,262	11,262	11,262
Total cash received	24,081	21,272	17,872	17,872	17,872
Cash used					
Cash to Official Public Account	23,444	20,772	17,372	17,372	17,372
Other	673	500	500	500	500
Total cash used	24,117	21,272	17,872	17,872	17,872
Net cash from operating activities	(36)	-	-	-	-
Net increase/decrease in cash held	(36)	-	-	-	-
Cash at beginning of reporting period	76	40	40	40	40
Cash at end of reporting period	40	40	40	40	40

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.

Departmental

The additional appropriation and expense relating to the increase in the Comcover premium is reflected in the Statement of Financial Performance. The Statement of Financial Position and other schedules have been updated for the flow on effects of 2002-03 actual figures and also reflects the rephasing of expected asset purchases by ITSA.

Administered

While there are no changes to administered figures as a result of the additional estimates, the administered schedules have been updated for the flow on effects of 2002-03 actual figures.

