



**PART FIVE**

**financial statements  
and notes**

**DEPARTMENT OF IMMIGRATION  
AND MULTICULTURAL AFFAIRS**

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## INDEPENDENT AUDIT REPORT

### To the Minister for Immigration and Multicultural Affairs

#### Scope

I have audited the financial statements of the Department of Immigration and Multicultural Affairs for the year ended 30 June 2000. The financial statements comprise:

- Statement by the Chief Executive;
- Operating Statement, Balance Sheet, Statement of Cashflows, Schedule of Commitments and Schedule of Contingencies;
- Statements of Administered Revenues and Expenses, Assets and Liabilities and Cashflows, and Schedules of Administered Commitments and Contingencies; and
- Notes to and forming part of the Financial Statements.

The Chief Executive is responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of the financial statements in order to express an opinion on them to you.

The audit has been conducted in accordance with the Australian National Audit Office Auditing Standards, which incorporate the Australian Auditing Standards, to provide reasonable assurance as to whether the financial statements are free of material misstatement. Audit procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Australian Accounting Standards, other mandatory professional reporting requirements and statutory requirements in Australia so as to present a view of the Department which is consistent with my understanding of its financial position, its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

### **Audit Opinion**

In my opinion:

- (i) the financial statements have been prepared in accordance with Schedule 2 of the Finance Minister's Orders;
- (ii) the financial statements give a true and fair view, in accordance with applicable Accounting Standards, other mandatory professional reporting requirements and Schedule 2 of the Finance Minister's Orders, of:
  - the financial position of the Department of Immigration and Multicultural Affairs as at 30 June 2000 and the results of its operations and its cash flows for the year then ended; and
  - the Commonwealth assets and liabilities as at 30 June 2000 and the revenue, expenses and cash flows of the Commonwealth for the year then ended, which have been administered by the Department.

Australian National Audit Office



Trevor Burgess  
Executive Director

Delegate of the Auditor-General

Canberra  
23 August 2000

In my opinion, the attached financial statements give a true and fair view of the matters required by Schedule 2 to the Finance Minister's Orders under section 63 of the *Financial Management and Accountability Act 1997*.



W.J. Farmer  
Chief Executive

18 August 2000

# OPERATING STATEMENT for the year ended 30 June 2000

**DEPARTMENT OF IMMIGRATION AND MULTICULTURAL AFFAIRS**

**Operating Statement**

for the year ended 30 June 2000

Department Operating Statement	Notes	1999-00 \$'000	1998-99 \$'000
<b>Operating revenues</b>			
Revenues from government	4A	459,417	389,388
Sales of goods and services	4C	9,967	9,661
Net gains from sale of assets	4D	11	0
Other revenues from independent sources	4i, 13	16,221	13,440
Foreign Exchange Gains	4J	61	0
Reversal of previous asset write-downs		480	0
<b>Total operating revenues (before abnormal items)</b>		<b>486,157</b>	<b>412,489</b>
<b>Operating expenses</b>			
Employees	5A	197,756	192,304
Suppliers	5B	258,009	239,174
Depreciation & amortisation	5C	15,582	8,994
Write down of assets	5E	9,489	392
Net losses from sales of assets	5G	82	78
<b>Total operating expenses</b>		<b>480,918</b>	<b>440,942</b>
<b>Operating surplus (deficit) before abnormal items</b>		<b>5,239</b>	<b>(28,453)</b>
Abnormal items	7A	56,633	5,750
Extraordinary items		0	7,998
<b>Net surplus (deficit) after abnormal items</b>		<b>61,872</b>	<b>(14,705)</b>
<b>Net deficit attributable to the Commonwealth</b>		<b>61,872</b>	<b>(14,705)</b>
Accumulated surplus (deficits) at beginning of reporting period		12,728	27,433
<b>Total available for appropriation</b>		<b>74,600</b>	<b>12,728</b>
Capital use provided for or paid		11,594	0
<b>Accumulated surpluses (deficits) at end of reporting period</b>		<b>63,006</b>	<b>12,728</b>

The above statement should be read in conjunction with the accompanying notes.

**BALANCE SHEET** as at 30 June 2000

**DEPARTMENT OF IMMIGRATION AND MULTICULTURAL AFFAIRS**

**Balance Sheet**

as at 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>ASSETS</b>			
<b>Financial Assets</b>			
Cash	22	17,828	733
Receivables	8A	97,675	32,470
Accrued revenue		<u>2,133</u>	<u>1,382</u>
<b>Total financial assets</b>		<b><u>117,636</u></b>	<b><u>34,585</u></b>
<b>Non-financial assets</b>			
Land and buildings	9A	32,161	25,151
Infrastructure, plant and equipment	9C	17,444	9,509
Intangibles	9E	42,228	39,999
Inventories	9J	1,857	740
Other	9G	<u>13,930</u>	<u>24,203</u>
<b>Total non-financial assets</b>		<b><u>107,620</u></b>	<b><u>99,602</u></b>
<b>TOTAL ASSETS</b>		<b><u>225,256</u></b>	<b><u>134,187</u></b>
<b>LIABILITIES</b>			
<b>Debt</b>			
Loans from future running costs	10A	0	4,000
Leases	10B	<u>34</u>	<u>78</u>
<b>Total debt</b>		<b>34</b>	<b>4,078</b>
<b>Provisions and Payables</b>			
Employees	11A	70,707	66,164
Capital Use		5,383	0
Suppliers	11B	<u>49,558</u>	<u>14,983</u>
<b>Total provisions and payables</b>		<b><u>125,648</u></b>	<b><u>81,147</u></b>
<b>TOTAL LIABILITIES</b>		<b><u>125,682</u></b>	<b><u>85,225</u></b>
<b>EQUITY</b>			
Capital		28,812	28,803
Accumulated results		63,006	12,728
Reserves		<u>7,756</u>	<u>7,431</u>
<b>TOTAL EQUITY</b>	12A&B	<b><u>99,574</u></b>	<b><u>48,962</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b><u>225,256</u></b>	<b><u>134,187</u></b>
<b>Current liabilities</b>		<b>80,819</b>	<b>37,136</b>
<b>Non-current liabilities</b>		<b>44,863</b>	<b>48,089</b>
<b>Current assets</b>		<b>133,423</b>	<b>55,362</b>
<b>Non-current assets</b>		<b>91,833</b>	<b>78,825</b>

# STATEMENT OF CASH FLOWS for the year ended 30 June 2000

DEPARTMENT OF IMMIGRATION AND MULTICULTURAL AFFAIRS  
 Statement of Cash Flows  
 for the year ended 30 June 2000

	Notes	1999-00 \$'000	1998-99 \$'000
<b>OPERATING ACTIVITIES</b>			
Cash received			
	14A		
Appropriations		529,163	398,985
Sales of goods and services		7,417	6,471
Other		11,627	14,100
<b>Total cash received</b>		<b>548,207</b>	<b>419,556</b>
Cash used			
Employees		194,842	191,753
Suppliers		297,158	218,449
<b>Total cash used</b>		<b>492,000</b>	<b>410,202</b>
<b>Net cash from operating activities</b>		<b>56,207</b>	<b>9,354</b>
<b>INVESTING ACTIVITIES</b>			
Cash received			
Appropriations	16	2,703	0
Proceeds from sales of property, plant and equipment	9i	316	3,872
<b>Total cash received</b>		<b>3,019</b>	<b>3,872</b>
Cash used			
Purchase of plant and equipment	9i	35,920	16,774
<b>Total cash used</b>		<b>35,920</b>	<b>16,774</b>
<b>Net cash from (used by) investing activities</b>		<b>(32,901)</b>	<b>(12,902)</b>
<b>FINANCING ACTIVITIES</b>			
Cash received			
Borrowings	10A	0	4,000
<b>Total cash received</b>		<b>0</b>	<b>4,000</b>
Cash Used			
Capital Use Charge paid		6,211	0
<b>Total Cash Used</b>		<b>6,211</b>	<b>0</b>
<b>Net cash from financial activities</b>		<b>(6,211)</b>	<b>4,000</b>
<b>Net increase/(decrease) in cash held</b>		<b>17,095</b>	<b>452</b>
Add: cash at 1 July 1999		733	281
<b>Cash at 30 June 2000</b>		<b>17,828</b>	<b>733</b>